

**SUBSTITUTE FOR  
SENATE BILL NO. 911**

A bill to make appropriations for the state institutions of higher education and certain state purposes related to education for the fiscal year ending September 30, 1999; to provide for the expenditures of those appropriations; and to prescribe the powers and duties of certain state departments, institutions, agencies, employees, and officers.

**THE PEOPLE OF THE STATE OF MICHIGAN ENACT:**

1

PART 1

2

LINE-ITEM APPROPRIATIONS

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Sec. 101. The amounts listed in this part are appropriated for the

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state institutions of higher education and certain state purposes related

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to education, subject to the conditions set forth in this act, for the

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fiscal year ending September 30, 1999. The following is a summary of the

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appropriations in this part:

8

**HIGHER EDUCATION**

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For Fiscal Year Ending  
September 30, 1999

1	APPROPRIATION SUMMARY:		
2	Full-time equated classified positions.....	1.0	
3	GROSS APPROPRIATION.....	\$	1,613,069,039
4	Interdepartmental grant revenues:		
5	Total interdepartmental grants and intradepartmental		
6	transfers.....		0
7	ADJUSTED GROSS APPROPRIATION.....	\$	1,613,069,039
8	Federal revenues:		
9	Total federal revenues.....		3,600,000
10	Special revenue funds:		
11	Total local revenues.....		0
12	Total private revenues.....		0
13	Total other state restricted revenues.....		0
14	State general fund/general purpose.....	\$	1,609,469,039
15	<b>Sec. 102. CENTRAL MICHIGAN UNIVERSITY</b>		
16	Operations.....	\$	<u>76,413,537</u>
17	GROSS APPROPRIATION.....	\$	76,413,537
18	Appropriated from:		
19	State general fund/general purpose.....	\$	76,413,537
20	<b>Sec. 103. EASTERN MICHIGAN UNIVERSITY</b>		
21	Operations.....	\$	<u>78,420,317</u>
22	GROSS APPROPRIATION.....	\$	78,420,317
23	Appropriated from:		
24	State general fund/general purpose.....	\$	78,420,317
25	<b>Sec. 104. FERRIS STATE UNIVERSITY</b>		
26	Operations.....	\$	<u>50,026,338</u>

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1	GROSS APPROPRIATION.....	\$	50,026,338
2	Appropriated from:		
3	State general fund/general purpose.....	\$	50,026,338
4	<b>Sec. 105. GRAND VALLEY STATE UNIVERSITY</b>		
5	Operations.....	\$	<u>50,982,219</u>
6	GROSS APPROPRIATION.....	\$	50,982,219
7	Appropriated from:		
8	State general fund/general purpose.....	\$	50,982,219
9	<b>Sec. 106. LAKE SUPERIOR STATE UNIVERSITY</b>		
10	Operations.....	\$	<u>12,842,121</u>
11	GROSS APPROPRIATION.....	\$	12,842,121
12	Appropriated from:		
13	State general fund/general purpose.....	\$	12,842,121
14	<b>Sec. 107. MICHIGAN STATE UNIVERSITY</b>		
15	Operations.....	\$	<u>287,284,097</u>
16	GROSS APPROPRIATION.....	\$	287,284,097
17	Appropriated from:		
18	State general fund/general purpose.....	\$	287,284,097
19	<b>Sec. 108. MICHIGAN TECHNOLOGICAL UNIVERSITY</b>		
20	Operations.....	\$	<u>49,094,023</u>
21	GROSS APPROPRIATION.....	\$	49,094,023
22	Appropriated from:		
23	State general fund/general purpose.....	\$	49,094,023
24	<b>Sec. 109. NORTHERN MICHIGAN UNIVERSITY</b>		
25	Operations.....	\$	<u>47,319,469</u>
26	GROSS APPROPRIATION.....	\$	47,319,469

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1	Appropriated from:		
2	State general fund/general purpose.....	\$	47,319,469
3	<b>Sec. 110. OAKLAND UNIVERSITY</b>		
4	Operations.....	\$	<u>44,803,764</u>
5	GROSS APPROPRIATION.....	\$	44,803,764
6	Appropriated from:		
7	State general fund/general purpose.....	\$	44,803,764
8	<b>Sec. 111. SAGINAW VALLEY STATE UNIVERSITY</b>		
9	Operations.....	\$	<u>23,114,951</u>
10	GROSS APPROPRIATION.....	\$	23,114,951
11	Appropriated from:		
12	State general fund/general purpose.....	\$	23,114,951
13	<b>Sec. 112. UNIVERSITY OF MICHIGAN-ANN ARBOR</b>		
14	Operations.....	\$	<u>323,975,461</u>
15	GROSS APPROPRIATION.....	\$	323,975,461
16	Appropriated from:		
17	State general fund/general purpose.....	\$	323,975,461
18	<b>Sec. 113. UNIVERSITY OF MICHIGAN-DEARBORN</b>		
19	Operations.....	\$	<u>24,151,337</u>
20	GROSS APPROPRIATION.....	\$	24,151,337
21	Appropriated from:		
22	State general fund/general purpose.....	\$	24,151,337
23	<b>Sec. 114. UNIVERSITY OF MICHIGAN-FLINT</b>		
24	Operations.....	\$	<u>21,152,904</u>
25	GROSS APPROPRIATION.....	\$	21,152,904
26	Appropriated from:		

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1	State general fund/general purpose.....	\$	21,152,904
2	<b>Sec. 115. WAYNE STATE UNIVERSITY</b>		
3	Operations.....	\$	<u>230,024,341</u>
4	GROSS APPROPRIATION.....	\$	230,024,341
5	Appropriated from:		
6	State general fund/general purpose.....	\$	230,024,341
7	<b>Sec. 116. WESTERN MICHIGAN UNIVERSITY</b>		
8	Operations.....	\$	<u>111,171,643</u>
9	GROSS APPROPRIATION.....	\$	111,171,643
10	Appropriated from:		
11	State general fund/general purpose.....	\$	111,171,643
12	<b>Sec. 117. STATE AND REGIONAL PROGRAMS</b>		
13	Full-time equated positions.....1.0		
14	Agricultural experiment station.....	\$	30,314,213
15	Cooperative extension service.....		26,072,947
16	Michigan molecular institute.....		125,000
17	Japan center for Michigan universities.....		360,500
18	Higher education database modernization and		
19	conversion--1.0 FTE positions.....		150,000
20	Midwestern higher education compact.....		<u>58,000</u>
21	GROSS APPROPRIATION.....	\$	57,080,660
22	Appropriated from:		
23	State general fund/general purpose.....	\$	57,080,660
24	<b>Sec. 118. MARTIN LUTHER KING, JR. - CESAR CHAVEZ - ROSA PARKS</b>		
25	<b>PROGRAM</b>		
26	Select student supportive services.....	\$	1,977,777

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For Fiscal Year Ending  
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1	Michigan college/university partnership program.....	593,334
2	Visiting professors program.....	<u>166,676</u>
3	GROSS APPROPRIATION.....	\$ 2,737,787
4	Appropriated from:	
5	State general fund/general purpose.....	\$ 2,737,787
6	<b>Sec. 119. GRANTS AND FINANCIAL AID</b>	
7	State competitive scholarships.....	\$ 32,611,043
8	Tuition grants.....	59,525,612
9	Michigan work study program.....	7,350,426
10	Part-time independent student program.....	2,662,044
11	Grant for Michigan resident dental graduates.....	4,632,885
12	Grant for general degree graduates.....	5,323,607
13	Grant for allied health graduates.....	857,445
14	Michigan education opportunity grants.....	2,091,008
15	Robert C. Byrd honors scholarship program.....	1,300,000
16	Center for advanced technologies.....	4,120,000
17	Tuition incentive program.....	<u>2,000,000</u>
18	GROSS APPROPRIATION.....	\$ 122,474,070
19	Appropriated from:	
20	Federal revenues:	
21	Higher education act of 1965, title IV, 20 U.S.C.....	2,300,000
22	Higher education act of 1965, title IV, part A.....	1,300,000
23	State general fund/general purpose.....	\$ 118,874,070

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PART 2

2

PROVISIONS CONCERNING APPROPRIATIONS

3 GENERAL SECTIONS

4

Sec. 201. (1) Pursuant to section 30 of article IX of the state

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constitution of 1963, total state spending from state resources in part 1

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of this appropriation act is \$1,609,469,039.00. Of the state spending

7

from state resources in part 1 for campus based and other financial aid

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programs, it is estimated that \$4,667,700.00 are local spending pursuant

9

to section 30 of article IX of the state constitution of 1963. The dis-

10 tribution is as follows:

11 GRANTS AND FINANCIAL AID

12

Part-time independent student program..... \$ 1,493,000

13

Michigan education opportunity grant..... 999,600

14

Michigan work-study..... 2,175,100

15

TOTAL..... \$ 4,667,700

16

(2) If it appears to the principal executive officer of a department

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or branch that state spending to local units of government will be less

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than the amount that was projected to be expended under subsection (1),

19

the principal executive officer shall immediately give notice of the

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approximate shortfall to the state budget director.

21

Sec. 202. (1) For institutions with fiscal years ending June 30,

22

1999, the sums appropriated in this act are appropriated for their fiscal

23

years ending June 30, 1999 and shall be paid out of the state treasury

24

and distributed by the state treasurer to the respective institutions in

25

9 monthly installments for the period October 1, 1998 to June 30, 1999

26

pursuant to 1991 PA 190, MCL 487.2101 to 487.2105. For an institution

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1 with a fiscal year ending September 30, 1999, the sums appropriated in  
2 this act are appropriated for their fiscal year ending September 30, 1999  
3 and shall be paid out of the state treasury and distributed by the state  
4 treasurer in 12 monthly installments for the period October 1, 1998 to  
5 September 30, 1999 pursuant to 1991 PA 190, MCL 487.2101 to 487.2105.

6 (2) The amount distributed to an institution shall not exceed the  
7 net appropriations plus additional distributions specifically authorized  
8 by this act.

9 (3) All universities shall submit higher education institutional  
10 data inventory (HEIDI) data and associated financial and program informa-  
11 tion requested by and in a manner prescribed by the state budget  
12 director. For universities with fiscal years ending June 30, 1998, these  
13 data shall be submitted to the department of management and budget by  
14 October 15, 1998. Universities with a fiscal year ending September 30,  
15 1998 shall submit preliminary HEIDI data by November 15, 1998, and final  
16 data by December 15, 1998.

17 (4) A detailed description of procedures utilized to arrive at the  
18 amounts appropriated in part 1 shall be submitted to each institution by  
19 the senate and house fiscal agencies.

20 Sec. 203. Money received by the state from the federal government  
21 or private sources for the use of a college or university is appropriated  
22 for the purpose for which it was provided. The acceptance and use of  
23 federal or private funds does not place an obligation upon the legisla-  
24 ture to continue the purposes for which the funds are made available.

25 Sec. 204. The expenditures and funding sources authorized under  
26 this act are subject to the management and budget act, 1984 PA 431, MCL  
27 18.1101 to 18.1594.

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1           Sec. 205. A state institution of higher education that receives  
2 funds under this act shall furnish all program and financial information  
3 that is required by and in a manner prescribed by the state budget direc-  
4 tor or the house or senate appropriations committee.

5           Sec. 206. Funds appropriated in part 1 shall not be used for the  
6 purchase of foreign goods or services if competitively priced American  
7 goods or services of comparable quality are available. Not later than  
8 May 1, 1999, each university shall have available upon request informa-  
9 tion on efforts to comply with this section.

10          Sec. 207. If a state institution of higher education that receives  
11 funds under this act notifies the department of treasury regarding its  
12 tuition and fee rates in order to qualify as an eligible institution for  
13 the Michigan tuition tax credit under section 274 of the income tax act  
14 of 1967, 1967 PA 281, MCL 206.274, the institution shall also submit the  
15 notification and applicable documentation of tuition and fee changes to  
16 the house and senate fiscal agencies.

17 **GRANTS AND FINANCIAL AID**

18          Sec. 301. (1) Payments of the amounts included in section 119 for  
19 the state competitive scholarship program shall be distributed pursuant  
20 to 1964 PA 208, MCL 390.971 to 390.981.

21           (2) The Michigan higher education assistance authority shall imple-  
22 ment a proportional competitive scholarship maximum award level for  
23 recipients enrolled less than full-time in a given semester or term.

24           (3) If a student who receives an award under this section has his or  
25 her tuition and fees paid under the Michigan educational trust program,

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1 pursuant to the Michigan education trust act, 1986 PA 316, MCL 390.1421  
2 to 390.1444, and still has financial need, the funds awarded under this  
3 section may be used for educational expenses other than tuition and  
4 fees.

5 (4) If the Michigan higher education assistance authority increases  
6 the maximum award per eligible student from that provided in the previous  
7 fiscal year, it shall not have the effect of reducing the number of eli-  
8 gible students receiving awards in relation to the total number of eligi-  
9 ble applicants. Any increase in the maximum grant shall be proportional  
10 for all eligible students receiving awards.

11 Sec. 302. (1) The amounts appropriated in section 119 for the state  
12 tuition grant program shall be distributed pursuant to 1966 PA 313, MCL  
13 390.991 to 390.997a.

14 (2) Tuition grant awards shall be made to all eligible Michigan res-  
15 idents who apply before September 1, 1998 and who are qualified. Tuition  
16 grant awards shall not be made to students newly enrolled in a juris  
17 doctor law degree program after the 1995-96 academic year.

18 (3) The Michigan higher education assistance authority shall deter-  
19 mine an actual maximum tuition grant award per student that ensures that  
20 the aggregate payments for the tuition grant program do not exceed the  
21 appropriation contained in section 119 for the state tuition grant  
22 program. By October 15, 1998, and again by December 15, 1998, the  
23 authority shall analyze the status of award commitments, shall make any  
24 necessary adjustments, and shall confirm that those award commitments  
25 will not exceed the appropriation contained in section 119 for the  
26 tuition grant program. The determination and actions shall be reported  
27 to the state budget director and the house and senate fiscal agencies no

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1 later than December 15, 1998. If award adjustments are necessary, the  
2 students shall be notified of the adjustment by the third Monday in  
3 January.

4 (4) Any unexpended and unencumbered funds remaining on September 30,  
5 1999 from the amounts appropriated in section 119 for the tuition grant  
6 program shall not lapse on September 30, 1999, but shall continue to be  
7 available for expenditure for tuition grants provided in the 1999-2000  
8 fiscal year. The use of these unexpended fiscal year 1998-99 funds shall  
9 terminate at the end of the 1999-2000 fiscal year.

10 (5) The Michigan higher education assistance authority shall con-  
11 tinue a proportional tuition grant maximum award level for recipients  
12 enrolled less than full-time in a given semester or term.

13 (6) If the Michigan higher education assistance authority increases  
14 the maximum award per eligible student from that provided in the previous  
15 fiscal year, it shall not have the effect of reducing the number of eli-  
16 gible students receiving awards in relation to the total number of eligi-  
17 ble applicants. Any increase in the maximum grant shall be proportional  
18 for all eligible students receiving awards.

19 Sec. 303. (1) Included in the appropriation in section 119 is fund-  
20 ing for the Michigan work-study program established under 1986 PA 288,  
21 MCL 390.1371 to 390.1382, and 1986 PA 303, MCL 390.1321 to 390.1332. An  
22 effort should be made by each institution participating in the Michigan  
23 work-study program to assure that not less than 10% of those undergradu-  
24 ate, graduate, and professional students eligible to participate in the  
25 program are placed with for-profit employers no later than December 31 of  
26 each year for which funding is provided under this act.

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1           (2) The Michigan higher education assistance authority shall  
2 allocate funds to institutions eligible for work-study money based upon  
3 each institution's specific Pell grant index and each institution's util-  
4 ization rate of work-study funds for the 3 most recent years for which  
5 statistics are available.

6           (3) The Michigan higher education assistance authority shall set  
7 aside not more than 5% of the total work-study appropriation to process  
8 requests from participating institutions for allocation adjustments.  
9 Allocation adjustments shall be based on criteria set by the authority  
10 prior to making the allocations under subsection (2).

11           Sec. 304. (1) Payments of the amounts included in section 119 for  
12 the general degree reimbursement program established under 1974 PA 75,  
13 MCL 390.1021 to 390.1027, shall be made for all degrees identified in  
14 section 1(1) of 1974 PA 75, MCL 390.1021, except doctor of dental sur-  
15 gery, doctor of dental medicine, juris doctor law, and allied health  
16 degrees.

17           (2) The reimbursement rate per eligible degree shall be the equally  
18 prorated amount permitted by the appropriation, except that the amount of  
19 the reimbursement for each associate degree shall be 1/2 of the rate of  
20 reimbursement for the other degrees eligible under subsection (1) for the  
21 general degree reimbursement program.

22           (3) From the general degree reimbursement program, \$135,300.00 shall  
23 be provided to Spring Arbor College for the southern Michigan state  
24 prison program.

25           (4) From the general degree reimbursement program, \$200,500.00 shall  
26 be provided to the University of Detroit - Mercy for graduate research  
27 aid.

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1 (5) From the general degree reimbursement program, \$30,100.00 shall  
2 be provided to Marygrove College for learning clinics.

3 (6) From the general degree reimbursement program, \$50,000.00 shall  
4 be provided to Suomi College for career education programs.

5 Sec. 305. The reimbursement rate per eligible degree under the  
6 allied health degree reimbursement program established under 1974 PA 75,  
7 MCL 390.1021 to 390.1027, shall be the equally prorated amount permitted  
8 by the appropriation included in section 119.

9 Sec. 306. Funds disbursed through the degree reimbursement programs  
10 shall not be used by any recipient institution for theology or divinity  
11 programs.

12 Sec. 307. The auditor general shall audit selected enrollments,  
13 degrees, and awards at selected independent colleges and universities  
14 receiving awards administered by the department of treasury. The audits  
15 shall be based upon definitions and requirements established by the state  
16 budget director and the senate and house fiscal agencies. The auditor  
17 general shall submit a report of findings to the senate and house appro-  
18 priations committees not later than May 1, 1999.

19 Sec. 308. The sums appropriated in section 119 for the student  
20 financial aid and degree reimbursement programs shall be paid out of the  
21 state treasury and shall be distributed to the respective institutions  
22 under a quarterly payment system as follows:

23 (a) For the state competitive scholarship, tuition incentive, and  
24 tuition grant programs, 40% shall be paid at the beginning of the state's  
25 first fiscal quarter, 40% at the beginning of the state's second fiscal  
26 quarter, 10% at the beginning of the state's third fiscal quarter, and  
27 10% at the beginning of the state's fourth fiscal quarter.

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1 (b) For the work-study program, payments shall be made in 11 monthly  
2 installments from October 1 to August 31 of any year.

3 (c) For the part-time independent student program and Michigan edu-  
4 cation opportunity grant program, 50% shall be paid at the beginning of  
5 the state's first fiscal quarter, 25% at the beginning of the state's  
6 second fiscal quarter, and 25% at the beginning of the state's third  
7 fiscal quarter.

8 (d) For the general degree reimbursement program, allied health  
9 degree reimbursement program, Michigan resident dental grant program, and  
10 Robert C. Byrd honors scholarship program, 50% shall be paid at the  
11 beginning of the state's first fiscal quarter and 50% at the beginning of  
12 the state's second fiscal quarter after the number of earned degrees con-  
13 ferred and total amounts to be paid are certified.

14 Sec. 309. The Michigan higher education assistance authority shall  
15 determine the needs analysis criteria for students to qualify for the  
16 competitive scholarship program and tuition grant program. To be consis-  
17 tent with federal requirements, student wages may be taken into consider-  
18 ation when determining the amount of the award.

19 Sec. 310. (1) The funds appropriated in section 119 for the tuition  
20 incentive program/high school completion program shall be distributed as  
21 provided in this section and pursuant to the administrative procedures  
22 for the tuition incentive program/high school completion program of the  
23 family independence agency.

24 (2) As used in this section:

25 (a) "Phase I" means the first part of the tuition incentive assist-  
26 ance program defined as the academic period of 80 semester or 120 term  
27 credits, or less, leading to an associate degree or certificate.

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1 (b) "Phase II" means the second part of the tuition incentive  
2 assistance program which provides assistance in the third and fourth year  
3 of 4-year degree programs.

4 (c) "Department" means the family independence agency.

5 (3) A person shall meet the following basic criteria and financial  
6 thresholds to be eligible for tuition incentive benefits:

7 (a) To be eligible for phase I, a person shall meet all of the fol-  
8 lowing criteria:

9 (i) Apply for certification to the department before graduating from  
10 high school or completing the general education development (GED)  
11 certificate.

12 (ii) Be less than 20 years of age at the time of high school gradua-  
13 tion or GED completion.

14 (iii) Be a United States citizen and a resident of Michigan accord-  
15 ing to institutional criteria.

16 (iv) Be at least a half-time student, earning less than 80 semester  
17 or 120 term credits at a participating educational institution within 4  
18 years of high school graduation or GED certificate completion.

19 (b) To be eligible for phase II, a person shall meet either of the  
20 following criteria in addition to the criteria in subdivision (a):

21 (i) Complete at least 56 transferable semester or 84 transferable  
22 term credits.

23 (ii) Obtain an associate degree or certificate at a participating  
24 institution.

25 (c) To be eligible for phase I or phase II, a person must be finan-  
26 cially eligible as determined by the department. A person is financially  
27 eligible for the tuition incentive program if that person was medicaid

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1 eligible for 24 months within the 36 months before application.

2 Certification of eligibility may begin in the sixth grade and continue  
3 until the time of enrollment in a participating institution.

4 (4) For phase I, the department shall provide payment on behalf of a  
5 person eligible under subsection (3). The department shall reject bill-  
6 ings that are excessive or outside the guidelines for the type of educa-  
7 tional institution.

8 (5) For phase I, all of the following apply:

9 (a) Payments for associate degree or certificate programs shall not  
10 be made for more than 80 semester or 120 term credits for any individual  
11 student at any participating institution.

12 (b) For persons enrolled at a Michigan community college, the  
13 department shall pay the current in-district tuition and mandatory fees.  
14 For persons residing in an area that is not included in any community  
15 college district, the out-of-district tuition rate may be authorized.

16 (c) For persons enrolled at a Michigan public university, the  
17 department shall pay lower level resident tuition and mandatory fees for  
18 the current year.

19 (d) For persons enrolled at a Michigan independent, nonprofit degree  
20 granting college or university or a Michigan federal tribally controlled  
21 community college, the department shall pay mandatory fees for the cur-  
22 rent year and a per credit payment that does not exceed the average com-  
23 munity college in-district per credit tuition rate as reported on August  
24 1, for the immediately preceding academic year.

25 (6) A person participating in phase II may be eligible for addi-  
26 tional funds not to exceed \$500.00 per semester or \$400.00 per term up to  
27 a maximum of \$2,000.00 subject to the following conditions:

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1 (a) Credits are earned in a 4-year program at a Michigan degree  
2 granting 4-year college or university.

3 (b) The tuition reimbursement is for coursework completed within 30  
4 months of completion of the phase I requirements.

5 (7) Program payments shall not be used by any recipient for theology  
6 or divinity courses.

7 (8) The department shall work closely with participating institu-  
8 tions to develop an application and eligibility determination process  
9 that will provide the highest level of participation and ensure that all  
10 requirements of the program are met.

11 (9) Applications for the tuition incentive program may be approved  
12 at any time after the student begins the sixth grade. If a determination  
13 of financial eligibility is made, that determination is valid as long as  
14 the student meets all other program requirements and conditions.

15 (10) Each institution shall ensure that all known available  
16 restricted grants for tuition and fees are used prior to billing the  
17 tuition incentive program for any portion of a student's tuition and  
18 fees.

19 (11) The department shall ensure that the tuition incentive program  
20 is well publicized and that potentially eligible medicaid clients are  
21 provided information on the program. The department shall provide the  
22 necessary funding and staff to fully operate the program.

23 (12) When statutory provisions are enacted to provide for a tuition  
24 incentive program/high school completion program, the provisions of this  
25 section are superseded.

26 (13) Any unexpended and unencumbered funds remaining on September  
27 30, 1999 from the amounts appropriated in section 119 for the tuition

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1 incentive program shall not lapse on September 30, 1999, but shall  
2 continue to be available for expenditure for the tuition incentive pro-  
3 gram in the fiscal year ending September 30, 2000.

4       Sec. 311. To enable the legislature to evaluate the appropriation  
5 needs of higher education, each independent college and university shall  
6 make available to the legislature, upon request, data regarding grants  
7 for the preceding, current, and ensuing fiscal years.

8       Sec. 312. The funds appropriated in section 119 for the center for  
9 advanced technologies-engineering program provided in conjunction with  
10 the coalition for new manufacturing education are designated to  
11 focus:hope to reimburse the costs of the manufacturing based education.

12 **STATE UNIVERSITIES**

13       Sec. 401. (1) Included in section 115 is \$5,700,387.00 to Wayne  
14 State University for the Joseph F. Young, Sr. psychiatric research and  
15 training program. Wayne State University shall use these funds for psy-  
16 chiatric laboratory and clinical research, training, and treatment  
17 services. Within the available appropriation, services shall not be  
18 denied to any patient who meets established research guidelines for  
19 treatment on the basis of personal financial circumstances, age, geo-  
20 graphic residence, or projected/actual length of treatment as medically  
21 warranted.

22       (2) Wayne State University shall report the following information to  
23 the department of community health by November 1, 1999:

24       (a) The number and type of psychiatric research projects funded by  
25 the appropriation described in subsection (1).

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1 (b) The number and type of students trained and the location of  
2 training funded by the appropriation.

3 (c) Demographic data regarding the number and profile of patients to  
4 receive psychiatric services funded by the appropriation and a profile of  
5 the services provided.

6 (d) A summary budget outlining major expenditure categories and any  
7 first- and third-party reimbursements.

8 (3) Copies of these reports shall also be provided to the house and  
9 senate fiscal agencies and the state budget director.

10 Sec. 402. The University of Michigan biological station at Douglas  
11 Lake in Cheboygan County is regarded as a unique resource and is desig-  
12 nated as a special research reserve. It is the intent of the legislature  
13 to protect and preserve the unique long-term research value and capabili-  
14 ties of the biological station area and Douglas Lake. The legislature  
15 further intends that no state programs or policies be developed that  
16 would have a deleterious impact on the research value of Douglas Lake.

17 Sec. 404. It is the intent of the legislature that no funds, other  
18 than tuition and other revenues from law school students or private funds  
19 explicitly directed to the Detroit College of Law - Michigan State  
20 University law alliance, shall be used either directly or indirectly to  
21 support the joint law school. The auditor general or a certified public  
22 accountant appointed by the auditor general shall audit the financial and  
23 accounting systems of the Detroit College of Law - Michigan State  
24 University law alliance to determine compliance with this statement of  
25 legislative intent and report its findings to the state budget director,  
26 house and senate fiscal agencies, and members of the house and senate  
27 appropriations subcommittees on higher education.

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1       Sec. 405. (1) There is created the higher education institutional  
2 data inventory advisory committee. The committee shall be appointed by  
3 the state budget director and shall consist of the following members:

4       (a) One representative from the house fiscal agency.

5       (b) One representative from the senate fiscal agency.

6       (c) One representative from the state budget director's office.

7       (d) Three representatives of the presidents council of state  
8 universities. The presidents council shall appoint 1 representative each  
9 from a masters, a doctoral, and a research university.

10       (2) The committee shall provide for the general scope and direction  
11 for implementing the conversion and modernization of the state's higher  
12 education databases, for which funding is provided in section 117.

13       (3) The committee shall prepare a plan for the conversion and mod-  
14 ernization effort. The plan shall include, but is not limited to, all of  
15 the following:

16       (a) The development of a data dictionary.

17       (b) The integration of appropriate federal and state databases.

18       (c) The assurance of the accuracy of the data.

19       Sec. 408. The legislature recognizes that the first and foremost  
20 obligation of the public universities is undergraduate instruction. The  
21 public universities are therefore encouraged to increase their commitment  
22 of tenured and tenure track faculty to undergraduate instruction.

23       Sec. 409. The amounts included in part 1 for public universities to  
24 establish a per-student funding floor of \$4,300.00 shall be recognized as  
25 a permanent part of base funding and the concept of maintaining reason-  
26 able per-student floor funding shall be continued into future fiscal  
27 years. It is the legislative goal to achieve a \$4,500.00 per-student

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1 funding floor for master level universities and a \$6,000.00 per-student  
2 funding floor for doctoral level universities.

3       Sec. 412. From the funds appropriated in part 1, each state univer-  
4 sity shall establish a system to track students that graduate from the  
5 university. The system shall minimally provide information on the  
6 students' field of study and year of graduation, whether they are  
7 employed or continuing their education, the field in which they are  
8 employed or their subsequent field of academic study, their job title,  
9 their salary, and their city, town, or other place of residence.

10       Sec. 418. No state funds shall be used by any state university to  
11 undertake a collaborative effort with any other university that would  
12 have the effect of increasing its enrollment of first-time professional  
13 law degree seeking students.

14       Sec. 419. From the funds appropriated in part 1, each state univer-  
15 sity shall receive the following amount for the specified project, if  
16 any, or a project established during the fiscal year:

17	Central Michigan University.....	\$100
18	Eastern Michigan University.....	100
19	Ferris State University-collegiate skills program....	100
20	Grand Valley State University.....	100
21	Lake Superior State University.....	100
22	Michigan State University.....	100
23	Michigan Technological University.....	100
24	Northern Michigan University.....	100
25	Oakland University.....	100
26	Saginaw Valley State University.....	100

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1	University of Michigan-Ann Arbor.....	100
2	University of Michigan-Dearborn.....	100
3	University of Michigan-Flint-urban education project.	100
4	Wayne State University-Michigan urban university	
5	network.....	100
6	Western Michigan University-school of aviation	
7	sciences.....	100
8	Sec. 421. Central Michigan University shall report by April 1, 1999	
9	and September 30, 1999, to the house and senate appropriations committees	
10	and the house and senate fiscal agencies, the following information on	
11	the activities and effectiveness of the higher education charter school	
12	center for which an appropriation is provided in section 102:	
13	(a) Each public school academy provided assistance.	
14	(b) The type of assistance provided.	
15	(c) The result of the assistance provided.	
16	(d) An itemized accounting of all revenues and expenditures of the	
17	center.	
18	Sec. 426. It is legislative intent that private bookstores that	
19	sell textbooks to university students have accurate and timely access to	
20	lists of universities' required textbooks in order to provide prompt and	
21	efficient service for students. It is further legislative intent that	
22	each state university allow students who are on financial aid or are	
23	receiving tuition grants to decide where to purchase their textbooks.	

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**1 MARTIN LUTHER KING, JR. - CESAR CHAVEZ - ROSA PARKS**

**2 PROGRAMS**

3           Sec. 501. (1) Included in the appropriation for each public univer-  
4 sity in part 1 is funding for the Martin Luther King, Jr. - Cesar Chavez  
5 - Rosa Parks future faculty program, that is intended to increase the  
6 pool of minority candidates pursuing full-time faculty teaching careers  
7 in postsecondary education in this state.

8           (2) The program shall be administered by each university in a manner  
9 prescribed by the Michigan department of education.

10          Sec. 502. (1) Included in the appropriation for each public univer-  
11 sity in part 1 is funding for the Martin Luther King, Jr. - Cesar Chavez  
12 - Rosa Parks college day program that is intended to introduce school  
13 children underrepresented in postsecondary education to the potential of  
14 a college education.

15          (2) Individual program plans of each university shall include a  
16 budget of equal contributions from this program, the participating public  
17 university, the participating school district, and the participating  
18 independent degree granting college. College day funds shall not be  
19 expended to cover indirect costs. Not more than 20% of the university  
20 match shall be attributable to indirect costs.

21          (3) The program shall be administered by each university in a manner  
22 prescribed by the Michigan department of education.

23          Sec. 503. (1) Included in section 118 is funding for the Martin  
24 Luther King, Jr. - Cesar Chavez - Rosa Parks select student support serv-  
25 ices program for developing academically and economically disadvantaged  
26 student retention programs for 4-year public and independent educational  
27 institutions in this state.

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1 (2) An award made under this program to any 1 institution shall not  
2 be greater than \$150,000.00, and the amount awarded shall be matched on a  
3 70% state, 30% college or university basis.

4 (3) The program shall be administered by the Michigan department of  
5 education.

6 Sec. 504. (1) Included in section 118 is funding for the Martin  
7 Luther King, Jr. - Cesar Chavez - Rosa Parks college/university partner-  
8 ship program between 4-year universities and public community colleges,  
9 which is intended to increase the number of underrepresented minority  
10 students who transfer from community colleges into baccalaureate  
11 programs.

12 (2) The grants shall be made under this program to Michigan public  
13 universities. An award to any 1 institution shall not be greater than  
14 \$150,000.00, and the amount awarded shall be matched on a 70% state, 30%  
15 university basis.

16 (3) The program shall be administered by the Michigan department of  
17 education.

18 Sec. 505. (1) Included in the appropriation in section 118 is fund-  
19 ing for the Martin Luther King, Jr. - Cesar Chavez - Rosa Parks visiting  
20 professors program which is intended to increase the number of minority  
21 instructors in the classroom and provide role models for underrepresented  
22 minority students.

23 (2) The program shall be administered by the Michigan department of  
24 education.

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**1 UNIVERSITY SERVICE TO K-12 EDUCATION**

2           Sec. 601. (1) From the amount appropriated in part 1 for state uni-  
3 versities, the state universities shall systematically inform Michigan  
4 high schools regarding the academic status of students from each high  
5 school in a manner prescribed by the presidents council, state universi-  
6 ties of Michigan in cooperation with the Michigan association of second-  
7 ary school principals.

8           (2) The Michigan high schools shall systematically inform the state  
9 universities about the use of information received under this section in  
10 a manner prescribed by the Michigan association of secondary school prin-  
11 cipals in cooperation with the presidents council, state universities of  
12 Michigan.

**13 GENERAL REPORTS AND AUDITS**

14           Sec. 701. (1) The auditor general shall audit enrollments at 5 ran-  
15 domly selected public universities. The audits shall be based upon the  
16 definitions and requirements established by the state budget director and  
17 the senate and house fiscal agencies. The audits shall be based on uni-  
18 form reporting categories and shall include higher education institu-  
19 tional data inventory (HEIDI) data. The auditor general shall submit a  
20 report of findings to the house and senate appropriations committees no  
21 later than March 1, 1999.

22           (2) Student credit hours reports shall not include the following:

23           (a) Student credit hours generated through correspondence courses,  
24 credit by examination, or inmate prison programs regardless of teaching  
25 location.

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1 (b) Student credit hours generated in new degree programs after  
2 January 1, 1975, that have not been specifically authorized for funding  
3 by the legislature, except spin-off programs converted from existing core  
4 programs that do all of the following:

5 (i) Represent new options, fields, or concentrations within existing  
6 programs.

7 (ii) Are consistent with the current institutional role and  
8 mission.

9 (iii) Are accommodated within the continuing funding base of the  
10 institution.

11 (iv) Do not require a new degree level beyond that which the insti-  
12 tution is currently authorized to grant within that discipline or field.

13 (v) Do not require funding from the state other than that provided  
14 by the student credit hours generated within the program, either before  
15 program initiation or within the first 3 years of program operation.

16 Sec. 702. The principal executive officer of each institution of  
17 higher education receiving an appropriation under this act shall expend a  
18 portion of the funds appropriated to that institution to make a report to  
19 the auditor general, the house and senate fiscal agencies, and the state  
20 budget director within 60 days after the auditor general issues his or  
21 her annual report on the operation of the institution. The institution's  
22 report shall specify all of the following:

23 (a) The recommendations of the auditor general implemented by the  
24 institution, including projected dates and resources required, if any, to  
25 achieve compliance.

26 (b) The recommendations of the auditor general not implemented by  
27 the institution or implemented by the institution as modified.

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1 (c) The rationale for not implementing a recommendation of the  
2 auditor general or of implementing a recommendation as modified.

3 Sec. 704. (1) Each state university shall annually submit a report  
4 to the state budget director and house and senate fiscal agencies on  
5 efforts to ensure the English language oral proficiency of teaching  
6 faculty.

7 (2) The next reporting date for the report under subsection (1) is  
8 November 1, 1998.

9 Sec. 705. (1) Each state university shall report the following  
10 information for the 1997-98 academic year to the house and senate fiscal  
11 agencies and the state budget director:

12 (a) Separately, the number of ranked faculty, unranked faculty, and  
13 graduate assistants who taught an undergraduate class section.

14 (b) The total number of undergraduate credit hours and section cred-  
15 its taught by each of the following:

16 (i) Ranked faculty.

17 (ii) Unranked faculty.

18 (iii) Graduate assistants.

19 (2) For the purposes of this section, "ranked faculty", "unranked  
20 faculty", and "graduate assistants" mean those terms as defined in the  
21 higher education institutional data inventory (HEIDI).

22 (3) This information shall be provided on or before October 31,  
23 1998.

24 Sec. 708. The auditor general shall conduct not less than 3 per-  
25 formance audits of the state universities during the fiscal year ending  
26 September 30, 1999.