



Senate Fiscal Agency  
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<b>FY 2004-05 Senate-Passed Gross Appropriation .....</b>	<b>\$1,698,585,600</b>
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**House Changes to Senate-Passed:**

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|---|--------------|
| 1. <b>University Operations.</b> The House reduces this line item by \$100 for each university to create points of difference with the Senate, except that Central, Grand Valley, Oakland, and Saginaw Valley each receive an additional \$100 financed from Merit Award Trust Fund revenue, and the line items for Lake Superior and Northern are points of difference due to the transfer of Bay Mills funding (see <u>Item 3</u> ).  | (500)        |
| 2. <b>Tuition Restraint.</b> The House reduces this line item by \$100 for each university to create points of difference with the Senate.  | (1,500)      |
| 3. <b>Bay Mills Indian Tuition Waiver Funding.</b> Northern has been the fiscal agent for the \$100,000 pass-through to Bay Mills Tribal College since FY 1996-97; the House transfers these dollars from Northern to Lake Superior who will serve as the new fiscal agent. The House also provides \$2,000 to Lake Superior for administrative costs.  | 2,000        |
| 4. <b>Midwest Higher Education Compact Dues.</b> The Governor eliminated the payment, the Senate added \$100 as a placeholder, and the House provides payment of \$82,500 for two years, financed from Merit Award Trust Fund revenue.  | 164,900      |
| 5. <b>Points of Difference.</b> The House reduces the line items for the Higher Education database, the King-Chavez-Parks competitive grants, and State-funded grants and financial aid programs by \$100 to create points of difference with the Senate.   | (1,200)      |
| 6. <b>Michigan Merit Awards.</b> The Senate appropriated \$67 million which includes funding for the graduating class of 2004 (the first half of the \$2,500 awards for in-State students, and full payment of \$1,000 for out-of-State students), as well as payments due to qualified students from previous graduating classes. There was a Governor's revised recommendation on May 27, 2004, that assumed savings of \$24 million due to new expenditure estimates for FY 2004-05 (\$4 million) and a House proposal to pay awards at the end of an academic year following confirmation that a student has a minimum of a 2.0 grade point average (\$20 million). The House includes the \$4 million reduction but lowers to \$10 million the estimated savings from the 2.0 grade point proposal, for a total reduction of \$14 million in Merit Award Trust Fund revenue. | (14,000,000) |
| 7. <b>Veterans Survivor Tuition Waiver.</b> The House adds \$1,000,000 in Merit Award Trust Fund revenue to fund this program which is currently funded from the Veterans Trust Fund in the Military and Veterans Affairs budget.   | 1,000,000    |
| 8. <b>No Points of Difference.</b> There are no differences between the House and the Senate on three line items: Agriculture Experiment Station, Cooperative Extension Service, and the Federal Robert Byrd Honors Scholarship.  |              |

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Total Changes .....	(\$12,836,300)
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<b>FY 2004-05 House-Passed Gross Appropriation .....</b>	<b>\$1,685,749,300</b>
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**Changes from FY 2004-05 Senate-Passed:**

1. **Report on Resident/Non-Resident Students.** House requires; Governor and Senate do not. (Sec. 212a)
2. **Quarterly Payment System for Financial Aid.** Governor revises to reflect 25% per quarter schedule for all programs except Work Study and Byrd Scholarships; Senate retains current year schedule of 40%/40%/10%/10%; House retains current schedule except for Dental Clinics at 25% per quarter. (Sec. 308)
3. **Tuition Incentive Program.** Governor, Senate, and House remove prohibition for payments for theology and divinity courses; House adds minimum 2.0 undergraduate grade point average eligibility requirement. (Sec. 310)
4. **Joseph F. Young Psychiatric Research.** Gov. reduces earmarking by 8.0%; Senate & House by 2.0%. (Sec. 401)
5. **Lists of Required Textbooks.** Governor deletes Legislative intent for accurate and timely access by private bookstores and the ability of students to decide where to purchase textbooks; Senate and House retain; House requires study of textbook prices. (Sec. 426)
6. **Tuition Restraint.** Governor and Senate allocate incentive amounts based on no tuition increase after December 1, 2003 for 2003-04, and tuition increase not to exceed Detroit CPI for 2004-05; Governor, Senate, and House allow retroactive compliance for 2003-04; Senate and House guarantee no reductions during FY 2004-05; House uses 3% or \$250 cap for 2004-05 tuition and revises definitions. (Sec. 436)
7. **Per-Student Floor Funding.** Senate adds legislative intent for per-student floor funding of \$3,800, based on FY 2002-03 fiscal-year-equated students; House refers to \$4,000 floor. (Sec. 450)
8. **Student and Presidential Housing.** Senate adds report requirement; House does not include. (Sec. 460)
9. **Bay Mills Indian Tuition Waivers.** House transfers pass-through funds from Northern to Lake Superior. (Sec. 461)
10. **HEIDI Audits.** Governor, Senate, and House revise definitions. (Sec. 701. (2) (a) and (3))
11. **New Academic Programs.** Governor and Senate delete FY 2003-04 list; House adds FY 2004-05 list. (Sec. 701a).
12. **Underutilized Degree Programs.** Governor and House require universities to participate in a study to determine extent of such programs; Senate does not include. (Sec. 711)
13. **Tuition Restraint Policy.** Governor, Senate, and House revise FY 2003-04 language. (Sec. 1201)
14. **Competitive Scholarships & Tuition Grants.** Senate requires notification by 6/30/04; House by 7/31/04. (Sec. 1302)
15. **University Admissions.** House prohibits State funding if there is preferential treatment. (Sec. 1303)

Date Completed: 6-11-04

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