Act No. 186
Public Acts of 2003
Approved by the Governor
October 17, 2003

Filed with the Secretary of State October 17, 2003

EFFECTIVE DATE: October 17, 2003

## STATE OF MICHIGAN 92ND LEGISLATURE REGULAR SESSION OF 2003

Introduced by Senators Van Woerkom, Gilbert, Birkholz, Cassis, Brown, George, McManus, Garcia, Bishop, Cropsey, Sanborn, Hammerstrom, Sikkema, Kuipers, Johnson, Stamas, Jelinek, Hardiman, Allen, Goschka, Toy and Patterson

## ENROLLED SENATE BILL No. 701

AN ACT to amend 1999 PA 94, entitled "An act to create the Michigan merit award scholarship trust fund; to create the Michigan merit award scholarship board and prescribe the powers and duties of the board; and to provide for the Michigan merit award scholarship program," by amending section 8 (MCL 390.1458), as amended by 2002 PA 736.

The People of the State of Michigan enact:

Sec. 8. (1) A Michigan merit award scholarship shall be used only to pay for eligible costs. The board shall determine the manner and form of application for payment of a Michigan merit award scholarship by a student eligible under section 7 and the procedure for payment to the student or to the approved postsecondary educational institution on the student's behalf. As determined by the board, upon the request of a student or parent or legal guardian of a minor student, the board may pay a Michigan merit award scholarship in 2 consecutive annual installments rather than 1 lump sum for a student who graduates from high school or passes the general educational development (GED) test or approved graduate equivalency examination before March 1, 2003. For each student who graduates from high school or passes the general educational development (GED) test or approved graduate equivalency examination on or after March 1, 2003, the board shall pay a Michigan merit award scholarship in 2 consecutive annual installments, beginning in the state fiscal year for which the student is otherwise eligible under section 7. The first installment shall not exceed 50% of the award amount, and the second installment shall consist of the remaining award amount. Verification that the student has met the enrollment criteria under section 7(4)(c) is required prior to issuance of the second installment.

- (2) An approved postsecondary educational institution shall not consider a Michigan merit award scholarship in determining a student's eligibility for a financial aid program administered by this state. It is the intent of the legislature that an approved postsecondary educational institution not reduce institutionally-funded student aid because of the Michigan merit award scholarship program.
- (3) Before payment of a Michigan merit award scholarship to a student or approved postsecondary educational institution, the student shall certify or affirm in writing to the board each of the following:
  - (a) That the student is enrolled at an approved postsecondary educational institution.
  - (b) The name of the approved postsecondary educational institution in which the student is enrolled.
  - (c) That the student agrees to use the Michigan merit award scholarship only for eligible costs.
  - (d) That the student has not been convicted of a felony involving an assault, physical injury, or death.

- (e) That the student graduated from high school or passed the general educational development (GED) test or approved graduate equivalency examination within 1 of the following time periods:
- (i) If the student graduated from high school or passed the test or examination before March 1, 2002, within the 7-year period preceding the date of the student's application to receive his or her Michigan merit award scholarship.
- (ii) If the student graduated on or after March 1, 2002, within the 4-year period preceding the date of the student's application to receive his or her Michigan merit award scholarship, or within a period equal to 4 years plus the number of days the student served as a member of the United States armed forces or peace corps if the student became a member of the United States armed forces or peace corps during this 4-year period and served for 4 years or less. The board may also extend the 4-year period if the board determines that an extension is warranted because of an illness or disability of the student or in the student's immediate family or another family emergency.
- (4) The board shall not begin disbursing funds for a Michigan merit award scholarship to a student or an approved postsecondary educational institution on behalf of the student unless it receives the request or application for payment, including the written certification or affirmation described in this section, from the student on or before 1 of the following dates, for disbursement in that academic year:
  - (a) In the 2002-2003 academic year, January 15.

<ul><li>(b) In the 2003-2004 academic year, September 15 if the st</li><li>(c) In the 2003-2004 academic year, November 15 if the stud</li><li>(d) In any other academic year, September 15.</li></ul>	
This act is ordered to take immediate effect.	
	Carol Morey Viventi
	Secretary of the Senate
	Clerk of the House of Representatives
Approved	
Governor	