



Senate Fiscal Agency
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BILL ANALYSIS

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| | |
|---|-----------------|
| FY 2007-08 Year-to-Date Gross Appropriation | \$1,886,675,700 |
|---|-----------------|

Changes from FY 2007-08 Year-to-Date:

Items Included by the Senate and House

- | | |
|---|---------------|
| 1. August 2007 Delayed Payment. This one-time payment is eliminated. | (138,736,000) |
| 2. Midwest Higher Education Compact. Annual dues increased from \$90,000 to \$95,000. | 5,000 |
| 3. Michigan Merit/Promise Grants. Funds adjusted for the transition, with FY 2008-09 total appropriations of \$5.2 million for Merit Awards and \$90.5 million for Promise Grants. | 1,900,000 |
| 4. Tuition Incentive Program (TIP). Funds were added for caseload growth, resulting in an FY 2008-09 appropriation of \$25.2 million. | 4,100,000 |
| 5. Grants and Financial Aid. Tuition Grants, Work Study, Part-time Independent Grants, Michigan Education Opportunity Grants, Byrd Scholarships, Nursing Program, Children of Veterans Tuition Grants, and Gear-Up were retained at FY 2007-08 funding levels, including \$3.3 million in fund shifts from State restricted revenue to General Fund. | 0 |

Conference Agreement on Items of Difference

- | | |
|---|------------|
| 6. University Operations. The Governor provided a total increase of 3.0%, with individual university increases ranging from 2.3% to 6.2%. The Senate and House added across-the-board increases of 3.0% and 2.7%, respectively. Conference included an across-the-board 1.0% increase. | 14,527,300 |
| 7. Indian Tuition Waivers. The House added \$2.4 million for unfunded costs; Conference did not include new funding. | 0 |
| 8. Agricultural Experiment Station (AES) and Cooperative Extension Service (CES). The Governor and Senate added 3.0% increases, the House 2.7%, Conference provided 1.0% increases for AES (\$340,000) and CES (\$293,200). | 633,200 |
| 9. State Competitive Scholarships. The House added \$2.4 million to increase the maximum grant to \$1,400. Conference retained maximum grants at the FY 2007-08 level of \$1,300. | 0 |
| 10. Format Change. The Senate bill included all 15 universities in one section; House and Conference retained current year format with articles. | |

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|---------------------|-----------------|
| Total Changes | (\$117,570,500) |
|---------------------|-----------------|

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|--|-----------------|
| FY 2008-09 Conference Report Gross Appropriation | \$1,769,105,200 |
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Amount Over/(Under) GF/GP Target: \$0

Changes from FY 2007-08 Year to Date:Items Included by the Senate and House

1. **Future Farmers of America.** Earmark of \$80,000 changed from intent to requirement. (Sec. 434)
2. **Coordination of Purchases Among Universities.** Intent changed to requirement. (Sec. 466)
3. **Community Colleges/Universities Cooperation on Transfer Students.** Intent changed to requirement. (Sec. 603)

Conference Agreement on Items of Difference

4. **Definition of Research University.** Senate deleted; Governor, House, Conference retained. (Sec. 203)
5. **Preference for Michigan Vehicles.** Governor and Senate deleted intent for universities to lease and/or purchase only vehicles assembled or manufactured in Michigan; House and Conference retained. (Sec. 210)
6. **Postsecondary Student Data System.** House added intent for a comprehensive preschool-through-postsecondary system for public universities (Sec. 216) and for independent colleges (Sec. 316). Conference required a progress report from public universities (Sec. 216) and deleted Sec. 316.
7. **Conflicts of Interest.** House and Conference added intent for each university governing board to examine its operations for potential conflicts of interest. (Sec. 217)
8. **State Competitive Scholarships.** House added intent to increase maximum grant to \$1,400; Conference modified to provide intent for a 1.0% funding increase. (Sec. 301)
9. **Tuition Grants.** Governor and House deleted reference to a grant amount and the carryforward of unexpended funds; Senate retained these provisions and added intent to secure a 3.0% increase; Conference concurred with Senate but replaced intent for 3.0% increase with 1.0%. (Sec. 302)
10. **Financial Aid Report.** House and Conference required annual report from the Department of Treasury. (Sec. 315)
11. **Per Student Floor Funding.** Senate and Conference retained \$3,775 floor and intent to fund from FY 2007-08 year-end balances; Governor and House deleted. (Sec. 450)
12. **Indian Tuition.** Conference added intent to pay for unfunded costs from FY 2007-08 year-end balances. (Sec. 451)
13. **Suicide Prevention.** Governor and Senate deleted intent for universities to develop education programs; House and Conference retained. (Sec. 462)
14. **Macomb County.** Governor and Senate deleted report on county residents enrolled at public universities; House and Conference retained. (Sec. 463)
15. **Research Commercialization Report.** Governor deleted; House, Senate, and Conference retained; Senate and Conference added penalty for late submission. (Sec. 464)
16. **Performance Standards.** Governor and Senate deleted intent to establish for public universities; House and Conference retained. (Sec. 467)
17. **Pell Grant Report.** Governor, House, and Conference added requirement; Senate did not include. (Sec. 469)
18. **Presidential Salaries.** Senate added intent for universities to limit increases to Detroit CPI; House and Conference did not include. (Sec. 470)
19. **Timely Graduation.** Senate and Conference added intent for universities to provide counseling and limit changes to general graduation requirements during a student's enrollment; House did not include. (Sec. 471)
20. **Receipt of 2007 Delayed Payment.** Senate added intent to penalize universities that did not provide promised tuition rebates; House did not include; Conference included intent for universities to provide rebates. (Sec. 472)
21. **Enrollment Reporting.** House and Conference clarified types of distance learning credit hours that can be reported. (Sec. 701)
22. **New Degree Programs.** House and Conference added Presidents Council list of approved new programs. (Sec. 701a)
23. **Federal Privacy Act.** Governor, Senate, and Conference changed from intent to requirement that universities comply with disclosure provisions of the act; House retained intent. (Sec. 714)
24. **Nursing Education/Shortage.** Senate and Conference required status report from DLEG; House did not include. (Sec. 715)

Date Completed: 6-26-08

Fiscal Analyst: Ellen Jeffries

FY 2008-09 HIGHER EDUCATION CONFERENCE REPORT: SENATE BILL 1099



| | (1) | (2) | (3) | (4) | (5) | (6) | (7) | (8) | (9) | (10) | (11) |
|-----------------------------------|---|--------------------------------------|---|-----------------------------------|------------------------------------|-------------------------------------|--------------------------------------|--------------------------------------|----------------------------------|-------------------------------|--------------------------------|
| | FY 2007-08 Adjusted Appropriation | 2007-08 Approp Per Student* | University Operations Increase of 1.0% | Financial Aid/Other Changes | FY 2008-09 Conference Report | Dollar Change From 2007-08 | Percent Change From 2007-08 | 2008-09 Approp Per Student* | \$ Change From Governor | \$ Change From House | \$ Change From Senate |
| UNIVERSITIES | | | | | | | | | | | |
| Central | \$81,941,100 | \$3,837 | \$819,400 | | \$82,760,500 | \$819,400 | 1.0% | \$3,875 | (1,065,200) | (1,687,400) | (1,638,800) |
| Eastern | 77,774,100 | 4,222 | 777,700 | | 78,551,800 | 777,700 | 1.0% | 4,264 | (1,011,100) | (1,451,500) | (1,555,500) |
| Ferris | 49,730,800 | 4,484 | 497,300 | | 50,228,100 | 497,300 | 1.0% | 4,529 | (1,069,800) | (938,500) | (994,600) |
| Grand Valley | 63,387,500 | 3,057 | 633,900 | | 64,021,400 | 633,900 | 1.0% | 3,088 | (916,300) | (1,368,100) | (1,267,700) |
| Lake Superior | 12,981,900 | 5,541 | 129,800 | | 13,111,700 | 129,800 | 1.0% | 5,596 | (677,200) | (437,600) | (259,700) |
| Michigan State | 290,139,800 | 6,753 | 2,901,400 | | 293,041,200 | 2,901,400 | 1.0% | 6,821 | (4,950,000) | (5,205,500) | (5,802,800) |
| Michigan Tech | 49,028,200 | 8,160 | 490,300 | | 49,518,500 | 490,300 | 1.0% | 8,242 | (1,659,900) | (963,800) | (980,500) |
| Northern | 46,171,500 | 5,408 | 461,700 | | 46,633,200 | 461,700 | 1.0% | 5,462 | (600,200) | (952,200) | (923,400) |
| Oakland | 51,932,900 | 3,549 | 519,300 | | 52,452,200 | 519,300 | 1.0% | 3,585 | (1,017,000) | (1,008,600) | (1,038,700) |
| Saginaw Valley | 28,356,200 | 3,603 | 283,600 | | 28,639,800 | 283,600 | 1.0% | 3,639 | (715,900) | (486,800) | (567,100) |
| UM-Ann Arbor | 323,439,900 | 8,020 | 3,234,400 | | 326,674,300 | 3,234,400 | 1.0% | 8,100 | (6,955,500) | (5,682,500) | (6,468,800) |
| UM-Dearborn | 25,295,000 | 4,196 | 253,000 | | 25,548,000 | 253,000 | 1.0% | 4,238 | (1,223,900) | (479,100) | (505,900) |
| UM-Flint | 21,379,900 | 4,065 | 213,800 | | 21,593,700 | 213,800 | 1.0% | 4,105 | (987,800) | (381,400) | (427,600) |
| Wayne State | 219,046,500 | 8,597 | 2,190,500 | | 221,237,000 | 2,190,500 | 1.0% | 8,683 | (4,747,000) | (3,786,000) | (4,380,900) |
| Western | 112,122,000 | 5,030 | 1,121,200 | | 113,243,200 | 1,121,200 | 1.0% | 5,081 | (1,457,600) | (2,026,600) | (2,242,400) |
| Ag Experiment Station(AES) | 33,996,200 | | 340,000 | | 34,336,200 | 340,000 | 1.0% | | (679,900) | (571,900) | (679,900) |
| Cooperative Extension(CES) | 29,322,300 | | 293,200 | | 29,615,500 | 293,200 | 1.0% | | (586,500) | (493,300) | (586,500) |
| Higher Education Database | 200,000 | | | | 200,000 | 0 | 0.0% | | 0 | 100 | 0 |
| Midwest Higher Ed Compact | 90,000 | | | 5,000 | 95,000 | 5,000 | 5.6% | | 0 | (100) | 0 |
| King-Chavez-Parks | 2,691,500 | | | | 2,691,500 | 0 | 0.0% | | 0 | 100 | 0 |
| Total Universities | \$1,519,027,300 | \$5,734 | \$15,160,500 | \$5,000 | \$1,534,192,800 | \$15,165,500 | 1.0% | \$5,792 | (30,320,800) | (27,920,700) | (30,320,800) |
| State GF/GP | \$1,519,027,300 | | \$15,160,500 | \$5,000 | \$1,534,192,800 | \$15,165,500 | 1.0% | | (30,320,800) | (27,920,700) | (30,320,800) |
| GRANTS & FINANCIAL AID | | | | | | | | | | | |
| Competitive Scholarships | \$35,530,500 | | | | \$35,530,500 | \$0 | 0.0% | | 0 | (2,400,000) | 0 |
| Tuition Grants | 56,668,100 | | | | 56,668,100 | 0 | 0.0% | | 0 | (100) | 0 |
| Work Study | 7,326,300 | | | | 7,326,300 | 0 | 0.0% | | 0 | 100 | 0 |
| Part-time Independent | 2,653,300 | | | | 2,653,300 | 0 | 0.0% | | 0 | (100) | 0 |
| Ed.Opportunity Grants(MEOG) | 2,084,200 | | | | 2,084,200 | 0 | 0.0% | | 0 | 100 | 0 |
| Byrd Scholarship Program | 1,500,000 | | | | 1,500,000 | 0 | 0.0% | | 0 | 0 | 0 |
| Nursing Scholarship Program | 4,250,000 | | | | 4,250,000 | 0 | 0.0% | | 0 | (100) | 0 |
| Michigan Merit Award Program | 60,000,000 | | | (54,800,000) | 5,200,000 | (54,800,000) | -91.3% | | 0 | 100 | 0 |
| Michigan Promise Grant Program | 43,500,000 | | | 47,000,000 | 90,500,000 | 47,000,000 | 108.0% | | 0 | (100) | 0 |
| Tuition Incentive Program(TIP) | 21,100,000 | | | 4,100,000 | 25,200,000 | 4,100,000 | 19.4% | | 0 | 100 | 0 |
| Children of Veterans Tuition | 1,000,000 | | | | 1,000,000 | 0 | 0.0% | | 0 | (100) | 0 |
| Project Gear-Up | 3,000,000 | | | | 3,000,000 | 0 | 0.0% | | 0 | 0 | 0 |
| TOTAL FINANCIAL AID | \$238,612,400 | | \$0 | (\$3,700,000) | \$234,912,400 | (\$3,700,000) | -1.6% | | 0 | (2,400,100) | 0 |
| Federal | 7,400,000 | | 0 | 0 | 7,400,000 | 0 | 0.0% | | 0 | 0 | 0 |
| Merit Award Trust Fund | 123,600,000 | | 0 | (7,800,000) | 115,800,000 | (7,800,000) | -6.3% | | 0 | 0 | 0 |
| MHEAA Operating Fund | 1,200,000 | | 0 | (1,200,000) | 0 | (1,200,000) | -100.0% | | 0 | 0 | 0 |
| Tuition Grant Carryforward | 1,400,000 | | 0 | (1,400,000) | 0 | (1,400,000) | -100.0% | | 0 | 0 | 0 |
| Veterans Tax Checkoff | 1,000,000 | | 0 | (700,000) | 300,000 | (700,000) | -70.0% | | 0 | 0 | 0 |
| State GF/GP | \$104,012,400 | | \$0 | \$7,400,000 | \$111,412,400 | \$7,400,000 | 7.1% | | 0 | (2,400,100) | 0 |
| TOTAL HIGHER ED | \$1,757,639,700 | | \$15,160,500 | (\$3,695,000) | \$1,769,105,200 | \$11,465,500 | 0.7% | | (30,320,800) | (30,320,800) | (30,320,800) |
| TOTAL FEDERAL | 7,400,000 | | 0 | 0 | 7,400,000 | 0 | 0.0% | | 0 | 0 | 0 |
| TOTAL STATE RESTRICTED | 127,200,000 | | 0 | (11,100,000) | 116,100,000 | (11,100,000) | -8.7% | | 0 | 0 | 0 |
| TOTAL STATE GF/GP | \$1,623,039,700 | | \$15,160,500 | \$7,405,000 | \$1,645,605,200 | \$22,565,500 | 1.4% | | (30,320,800) | (30,320,800) | (30,320,800) |