



Senate Fiscal Agency
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BILL ANALYSIS

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FY 2009-10 Year-to-Date Gross Appropriation \$299,360,500

Changes from FY 2009-10 Year-to-Date:

Items Included by the Senate and House

1. **Renaissance Zone Tax Reimbursement Funding.** The Governor, Senate and House reduced Renaissance Zone reimbursements by \$260,000 based on estimated FY 2010-11 payments. Table 1 shows current Department of Treasury estimates for FY 2010-11 community college Renaissance Zone reimbursements. The Leadership Target Agreement eliminated Renaissance Zone reimbursements. (3,480,000)

Table 1

FY 2010-11 Estimated Renaissance Zone Reimbursements			
College	Reimbursement	College	Reimbursement
Alpena	\$7,782	Mid-Michigan	5,981
Bay de Noc	2,187	Monroe	1,068
Delta	190,607	Montcalm	341,039
Glen Oaks	4,777	Mott	53,355
Gogebic	5,047	Muskegon	68,459
Grand Rapids	418,018	Northwestern	26,924
Jackson	134,446	Oakland	53,923
Kalamazoo Valley	125,842	St. Clair	19,524
Kellogg	260,993	Southwestern	348
Lake Michigan	178,792	Wayne County	679,624
Lansing	52,195	West Shore	57,997
Macomb	180,031		
Statewide Estimated Reimbursement			\$2,868,959

Source: Dept. of Treasury

Note: Boilerplate Section 404 (Renaissance Zone) was also removed.

Conference Agreement on Items of Difference

2. **Continuation Funding.** The Governor maintained funding for community college operations and at-risk funding at the FY 2009-10 level. The Senate reduced funding for operations by \$9,160,000 (3.1%). The House restored funding for operations. The Conference concurred with the House. 0

Total Changes..... (\$3,480,000)

FY 2010-11 Conference Report Gross Appropriation \$295,880,500

Amount Over/(Under) GF/GP Target: \$0

Changes from FY 2009-10 Year to Date:Items Included by the Senate and House

1. **Payment Distribution Schedule.** Requires At-risk categorical grant to be paid in full to colleges by November 1. The Governor changed this provision to provide for an eleven month payment schedule consistent with State aid for operations. The Senate and House maintained the November 1 full payment. (Sec. 211)
2. **Joint Capital Outlay Subcommittee (JCOS).** The Governor removed the provision requiring compliance with JCOS use and finance requirements. The Senate and House restored current year language. (Sec. 217)
3. **Legislative Summit.** Governor, Senate, and House removed language that encourages community colleges to organize and participate in a legislative summit on a strategy for meeting the employment needs of the entire State. (Sec. 224(4))
4. **Nursing Education Programs.** Governor, Senate, and House removed provisions related to financial aid. (Sec. 241)
5. **Payments in Lieu of Taxes.** States legislative intent that interested parties continue the discussion regarding payments in lieu of taxes, especially for community college districts that contain significant portions of nontaxable land. The Governor removed this section. The Senate and House restored it. (Sec. 242)
6. **Tuition Restraint.** States legislative intent to encourage each community college to make every effort possible not to raise in-district tuition and fees charged to Michigan residents by more than the annual average percentage increase in the U. S. Consumer Price Index, plus 0.5%. The Governor, Senate, and House removed this section. (Sec. 248)
7. **Efficiencies.** Encourages community colleges to achieve efficiencies through joint ventures, collaborations, adjusting the size and frequency of classes, web-based instruction, consolidation of services, and coordinating and sharing proposed capital outlay improvements. Requires MCCA to prepare a written report detailing these efficiency practices. The Governor, Senate, and House eliminated the reporting requirement. (Sec. 249)
8. **Performance Indicators Task Force.** Provides that it is the intent of the Legislature that performance measures be reviewed and more fully implemented for distribution of State funding in future years and that the performance indicators task force review and implement one or more measurable data items for the local strategic value indicator and review and implement one or more measurable data items for an administrative cost formula component. The Governor removed this section. The Senate and House restored it. (Sec. 304)
9. **Other Changes.** The Governor, Senate, and House removed provisions that required DELEG to submit reports and included the provisions in the DELEG budget bill. (Secs. 501, 506, 509) Sections imposing duties on Treasury and DELEG, but providing no funding for those function were eliminated by the Governor, Senate, and House. (Secs. 511, 513) The Governor altered various sections by removing references to legislative intent. The Senate and House restored those references. (Secs. 224, 241, 249)

Conference Agreement on Items of Difference

10. **Prevailing Wages on State Projects.** The House added language stating funds appropriated in this act shall not be used to construct or improve a community college building unless the community college and contractor state in the construction contract that the community college and contractor will not knowingly or repeatedly violate the provisions of the State prevailing wage law (1965 PA 166). The Conference removed this section. (Sec. 250)
11. **Expenditures on Internet.** The House added language providing that it is the intent of the legislature that community colleges shall develop, post, and maintain a user friendly and publicly accessible Internet site, with all expenditures made by the college within a fiscal year. The posting must include the purpose for which the expenditure is made. A community college shall not expend more than \$100.00 from the appropriations in Part 1 to implement the requirements of this section. The Conference removed this section. (Sec. 254)
12. **P-20 Longitudinal Data System.** Requires community colleges receiving funds under this act to cooperate with the State to comply with the provisions of the American Recovery and Reinvestment Act of 2009 requiring the establishment of a statewide P-20 Longitudinal Data System. The House modified the language to provide that community colleges shall cooperate with all measures taken by the State to establish a statewide P-20 Education Longitudinal Data System to comply with the State Fiscal Stabilization Fund provisions of the American Recovery and Reinvestment Act of 2009. The Conference concurred with the Senate. (Sec. 405)
13. **Unrestricted Assets Report.** The House included new language requiring community colleges with unrestricted assets equal to more than 25.7% of overall annual operating revenue at the close of the college's 2009-2010 fiscal year to prepare a report outlining the college's intended use or purpose for carrying the unrestricted assets. The Conference removed this section. (Sec. 514)

Date Completed: 9-15-10

Fiscal Analyst: Bill Bowerman



FY 2010-11 Community College Appropriation Bill

College	FY 2009-10 Year-To-Date	FY 2010-11 Governor			FY 2010-11 Senate			FY 2010-11 House				FY 2010-11 Conference		
		Adjustments	Governor's Rec.	Percent Change	Adjustments	Senate Passed	Percent Change	Other Adjustments	Adjustments	House Passed	Percent Change	Total Adjustments	Percent Change	Total Appropriation
Alpena	5,126,100	0	5,126,100	0.0	(160,500)	4,965,600	(3.1)	0	0	5,126,100	0.0%	0	0.0%	5,126,100
Bay de Noc	5,178,400	0	5,178,400	0.0	(162,100)	5,016,300	(3.1)	0	0	5,178,400	0.0%	0	0.0%	5,178,400
Delta	13,751,600	0	13,751,600	0.0	(430,600)	13,321,000	(3.1)	0	0	13,751,600	0.0%	0	0.0%	13,751,600
Glen Oaks	2,304,800	0	2,304,800	0.0	(72,200)	2,232,600	(3.1)	0	0	2,304,800	0.0%	0	0.0%	2,304,800
Gogebic	4,275,200	0	4,275,200	0.0	(133,900)	4,141,300	(3.1)	0	0	4,275,200	0.0%	0	0.0%	4,275,200
Grand Rapids	17,219,800	0	17,219,800	0.0	(539,200)	16,680,600	(3.1)	0	0	17,219,800	0.0%	0	0.0%	17,219,800
Henry Ford	20,898,900	0	20,898,900	0.0	(654,300)	20,244,600	(3.1)	0	0	20,898,900	0.0%	0	0.0%	20,898,900
Jackson	11,542,300	0	11,542,300	0.0	(361,400)	11,180,900	(3.1)	0	0	11,542,300	0.0%	0	0.0%	11,542,300
Kalamazoo Valley	11,888,600	0	11,888,600	0.0	(372,200)	11,516,400	(3.1)	0	0	11,888,600	0.0%	0	0.0%	11,888,600
Kellogg	9,311,800	0	9,311,800	0.0	(291,600)	9,020,200	(3.1)	0	0	9,311,800	0.0%	0	0.0%	9,311,800
Kirtland	2,842,800	0	2,842,800	0.0	(89,000)	2,753,800	(3.1)	0	0	2,842,800	0.0%	0	0.0%	2,842,800
Lake Michigan	5,012,100	0	5,012,100	0.0	(156,900)	4,855,200	(3.1)	0	0	5,012,100	0.0%	0	0.0%	5,012,100
Lansing	29,762,500	0	29,762,500	0.0	(931,900)	28,830,600	(3.1)	0	0	29,762,500	0.0%	0	0.0%	29,762,500
Macomb	31,773,900	0	31,773,900	0.0	(994,800)	30,779,100	(3.1)	0	0	31,773,900	0.0%	0	0.0%	31,773,900
Mid Michigan	4,289,200	0	4,289,200	0.0	(134,300)	4,154,900	(3.1)	0	0	4,289,200	0.0%	0	0.0%	4,289,200
Monroe	4,142,800	0	4,142,800	0.0	(129,700)	4,013,100	(3.1)	0	0	4,142,800	0.0%	0	0.0%	4,142,800
Montcalm	2,981,600	0	2,981,600	0.0	(93,400)	2,888,200	(3.1)	0	0	2,981,600	0.0%	0	0.0%	2,981,600
Mott	15,016,400	0	15,016,400	0.0	(470,200)	14,546,200	(3.1)	0	0	15,016,400	0.0%	0	0.0%	15,016,400
Muskegon	8,518,600	0	8,518,600	0.0	(266,700)	8,251,900	(3.1)	0	0	8,518,600	0.0%	0	0.0%	8,518,600
North Central	2,893,600	0	2,893,600	0.0	(90,600)	2,803,000	(3.1)	0	0	2,893,600	0.0%	0	0.0%	2,893,600
Northwestern	8,682,000	0	8,682,000	0.0	(271,800)	8,410,200	(3.1)	0	0	8,682,000	0.0%	0	0.0%	8,682,000
Oakland	20,133,700	0	20,133,700	0.0	(630,400)	19,503,300	(3.1)	0	0	20,133,700	0.0%	0	0.0%	20,133,700
St. Clair	6,729,800	0	6,729,800	0.0	(210,700)	6,519,100	(3.1)	0	0	6,729,800	0.0%	0	0.0%	6,729,800
Schoolcraft	11,767,000	0	11,767,000	0.0	(368,400)	11,398,600	(3.1)	0	0	11,767,000	0.0%	0	0.0%	11,767,000
Southwestern	6,276,900	0	6,276,900	0.0	(196,500)	6,080,400	(3.1)	0	0	6,276,900	0.0%	0	0.0%	6,276,900
Washtenaw	12,149,000	0	12,149,000	0.0	(380,400)	11,768,600	(3.1)	0	0	12,149,000	0.0%	0	0.0%	12,149,000
Wayne County	15,889,900	0	15,889,900	0.0	(497,500)	15,392,400	(3.1)	0	0	15,889,900	0.0%	0	0.0%	15,889,900
West Shore	2,198,500	0	2,198,500	0.0	(68,800)	2,129,700	(3.1)	0	0	2,198,500	0.0%	0	0.0%	2,198,500
SUBTOTAL OPERATIONS:	\$292,557,800	\$0	\$292,557,800	0.0	(\$9,160,000)	\$283,397,800	(3.1)	\$0	\$0	\$292,557,800	0.0%	\$0	0.0%	\$292,557,800
At Risk	3,322,700	0	3,322,700	0.0	0	3,322,700	0.0	0	0	3,322,700	0.0%	0	0.0%	3,322,700
Renaissance Zone	3,480,000	(260,000)	3,220,000	(7.5)	(260,000)	3,220,000	(7.5)	(260,000)	(260,000)	3,220,000	-7.5%	(3,480,000)	-100.0%	0
TOTAL APPROPRIATION:	\$299,360,500	(\$260,000)	\$299,100,500	(0.1)	(\$9,420,000)	\$289,940,500	(3.1)	(\$260,000)	(\$260,000)	\$299,100,500	-0.1%	(\$3,480,000)	-1.2%	\$295,880,500
State School Aid Fund	208,400,000	(208,400,000)	0	(100.0)	(208,400,000)	0	(100.0)	0	(208,400,000)	0	-100.0%	(208,400,000)	-100.0%	0
GF/GP	\$90,960,500	\$208,140,000	\$299,100,500	228.8	\$198,980,000	\$289,940,500	218.8	(\$260,000)	\$208,140,000	\$299,100,500	228.8%	\$204,920,000	225.3%	\$295,880,500