



Senate Fiscal Agency
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BILL ANALYSIS

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FY 2009-10 Year-to-Date Gross Appropriation	\$1,612,243,300
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Changes from FY 2009-10 Year-to-Date:

Items Included by the Senate and House

- | | |
|---|---------|
| 1. Higher Education Database. FY 2009-10 funding level of \$105,000 GF/GP maintained. | 0 |
| 2. Midwest Higher Education Compact. Annual dues payment of \$95,000 GF/GP maintained. | 0 |
| 3. King-Chavez-Parks Competitive Grants. FY 2009-10 funding level of \$2,691,500 GF/GP maintained. | 0 |
| 4. Michigan Merit Awards. The \$100 placeholder was eliminated due to the final phase-out of the awards. | (100) |
| 5. Financial Aid. FY 2009-10 Federal funding levels for Byrd Scholarships (\$1.5 million) and Project Gear-Up (\$1.5 million) maintained; \$151,500 GF/GP for Children of Veterans Tuition Grants and \$48,500 GF/GP for Police/Fire Fighter Survivor Tuition Grants, added. | 200,000 |

Conference Agreement on Items of Difference

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|---|--------------|
| 6. University Operations. Both House and Senate replaced \$68.2 million in Federal ARRA revenue with GF/GP. House restored Senate's 3.1% GF/GP reduction. Conference reduced each university's operations appropriation by 2.8%. <u>Table 1</u> outlines the FY 2010-11 amounts for each university. | (40,837,700) |
| 7. Agricultural Experiment Station (AES) and Cooperative Extension Service (CES). House restored Senate's 3.1% GF/GP reduction. Conference reduced AES and CES by 2.8%, resulting in FY 2010-11 funding levels of \$33,243,100 and \$28,672,600, respectively. | (1,780,200) |
| 8. State Competitive Scholarships. Senate retained FY 2009-10 program; House added \$8.4 million GF/GP to increase the annual grant maximum from \$510 per student to \$800 per student, for these need/merit based grants for students at public and independent colleges. Conference added \$3,653,200 GF/GP and included a reduction of \$1.4 million in Federal funds, resulting in an FY 2010-11 total funding level of \$19,861,700. This funding level would equalize the two-year appropriation reductions for Tuition Grants and Competitive Scholarships at 44.1%. | 2,253,200 |
| 9. Tuition Grants. Senate retained FY 2009-10 program (Governor had eliminated these need-based grants for students at independent colleges); House added \$100 and changed boilerplate provisions. Conference concurred with Senate and retained FY 2009-10 program funding of \$31,664,700. | 0 |
| 10. Tuition Incentive Program (TIP). House concurred with Senate's restoration of FY 2009-10 program (Governor had eliminated Phase II of TIP and limited reimbursement levels) but replaced \$7.3 million of Federal TANF revenue added by the Senate, with \$7.3 million GF/GP revenue. Conference concurred with the House funding of \$37.4 million, financed from \$30.1 million from the Merit Award Trust Fund and \$7.3 million GF/GP. | 6,200,000 |

Total Changes	(\$33,964,800)
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FY 2010-11 Enacted Gross Appropriation	\$1,578,278,500
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Changes from FY 2009-10 Year to Date:Items Included by the Senate and House

1. **Buy American.** Governor, Senate, and House changed from intent to requirement. (Sec. 209)
2. **Conflicts of Interest.** Governor, Senate, and House deleted intent for university governing boards to examine operations for potential conflicts of interest. (Sec. 217)
3. **Tuition Incentive Program (TIP).** Governor, Senate, and House added prohibition for incarcerated individuals. (Sec. 310)
4. **Required Textbooks.** Governor, Senate, and House eliminated intent for private bookstore access to textbook lists and student accounts; Senate and House added intent for universities to develop policies to minimize costs of textbooks/course materials, and required reports on those policies. (Sec. 426)
5. **AES and CES.** Governor, Senate, and House deleted intent to add \$3.5 million for bioeconomy research. (Sec. 433 (3)).
6. **Timely Graduation.** Governor, Senate, and House deleted intent for universities to facilitate. (Sec. 471)

Conference Agreement on Items of Difference

7. **University Vehicle Lease/Purchase.** Governor and Senate included preference for vehicles made in Michigan or U.S.; House restricted preference to Michigan vehicles; Conference concurred with House. (Sec. 210)
8. **Deprived and Depressed Communities.** Governor, House, and Conference directed universities to ensure that businesses in these areas compete for contracts for services and supplies; Senate did not include. (Sec. 211)
9. **Transparency.** House added intent for universities to post expenditures on publicly accessible Internet site; Senate did not include; Conference concurred with House. (Sec. 218)
10. **State Competitive Scholarships.** Senate retained current program; House increased maximum award to \$800; Conference added language to report any insufficiency of funds, which mirrors Tuition Grant language. (Sec. 301)
11. **Tuition Grants.** Senate/Conference retained current program; House lowered maximum award to \$1,610. (Sec. 302)
12. **Financial Aid Workgroup.** Senate/Conference deleted intent to examine aid programs; House retained. (Sec. 316)
13. **Intent to Supplement Tuition Grants.** Senate retained; House and Conference deleted. (Sec. 317)
14. **Intent to Fund Broad-Based Scholarship Program.** House added; Senate/Conference did not include. (Sec. 318)
15. **Intent to Supplement State Competitive Scholarships.** Senate retained; House/Conference deleted. (Sec 319)
16. **University Financial Aid.** House added intent for student aid spending to increase by at least same percent as resident undergraduate tuition increase; Senate did not include; Conference concurred with House. (Sec. 436)
17. **Per-Student Floor Funding.** Senate and Conference retained intent at \$3,775; House deleted. (Sec. 450)
18. **Indian Tuition.** Governor/Senate deleted intent to pay for unfunded costs; House/Conference retained. (Sec.451)
19. **Macomb County Enrollment Report.** Governor and Senate deleted; House and Conference retained. (Sec. 463)
20. **Urban Center.** House added intent to appropriate funds to universities exploring creation of such centers; Senate did not include; Conference concurred with House. (Sec. 481)
21. **Competitive Bidding.** Senate added intent for universities to use bid process for custodial and food services; House and Conference did not include. (Sec. 482)
22. **Human Embryonic Stem Cell Research.** Senate added intent for universities to report; House and Conference did not include. (Sec. 484)
23. **Counseling Programs.** Senate added intent for universities to report on efforts to accommodate the religious beliefs of students in these programs; House and Conference did not include. (Sec. 486)
24. **New Academic Degree Programs.** House/Conference added FY 2010-11 list of approved programs. (Sec. 701(a))

Date Completed: 10-12-10

Fiscal Analyst: Ellen Jeffries



TABLE 1: PUBLIC ACT 203 OF 2010 - FY 2010-11 HIGHER EDUCATION ENACTED APPROPRIATIONS

	(1)	(2)	(3)	(4)	(5)	(6)	(7)
	FY 2009-10 Year-To-Date Appropriation	Replace ARRA With GF; Reduce Univs by 2.8%	Adjust Fed Funds; Increase SCS,TIP, Children of Vets, Officer Survivors	FY 2010-11 Public Act 203 of 2010	Dollar Change From 2009-10	Percent Change From 2009-10	2010-11 Approp Per Student*
Universities							
Central	\$82,436,000	(\$2,304,000)		\$80,132,000	(\$2,304,000)	-2.8%	\$3,722
Eastern	78,212,100	(2,185,900)		76,026,200	(2,185,900)	-2.8%	4,323
Ferris	50,017,100	(1,397,900)		48,619,200	(1,397,900)	-2.8%	4,168
Grand Valley	63,758,300	(1,781,900)		61,976,400	(1,781,900)	-2.8%	2,867
Lake Superior	13,059,200	(365,000)		12,694,200	(365,000)	-2.8%	5,316
Michigan State	291,841,700	(8,156,500)		283,685,200	(8,156,500)	-2.8%	6,424
Michigan Tech	49,302,100	(1,377,900)		47,924,200	(1,377,900)	-2.8%	7,278
Northern	46,438,200	(1,297,900)		45,140,300	(1,297,900)	-2.8%	5,363
Oakland	52,220,800	(1,459,500)		50,761,300	(1,459,500)	-2.8%	3,368
Saginaw Valley	28,517,700	(797,000)		27,720,700	(797,000)	-2.8%	3,366
UM-Ann Arbor	325,347,400	(9,092,900)		316,254,500	(9,092,900)	-2.8%	7,654
UM-Dearborn	25,437,100	(710,900)		24,726,200	(710,900)	-2.8%	3,924
UM-Flint	21,498,900	(600,900)		20,898,000	(600,900)	-2.8%	3,542
Wayne State	220,329,200	(6,157,800)		214,171,400	(6,157,800)	-2.8%	8,850
Western	112,766,800	(3,151,700)		109,615,100	(3,151,700)	-2.8%	4,927
Ag Experiment Station (AES)	34,198,900	(955,800)		33,243,100	(955,800)	-2.8%	
Cooperative Extension (CES)	29,497,000	(824,400)		28,672,600	(824,400)	-2.8%	
Higher Education Database	105,000			105,000	0	0.0%	
Midwest Higher Ed Compact	95,000			95,000	0	0.0%	
King-Chavez-Parks	2,691,500			2,691,500	0	0.0%	
Total Universities	\$1,527,770,000	(\$42,617,900)	\$0	\$1,485,152,100	(\$42,617,900)	-2.8%	\$5,522
Federal Stimulus	\$68,238,000	(\$68,238,000)	\$0	\$0	(\$68,238,000)	-100.0%	
State GF/GP	\$1,459,532,000	\$25,620,100	\$0	\$1,485,152,100	\$25,620,100	1.8%	
Grants and Financial Aid							
Competitive Scholarships	\$17,608,500		\$2,253,200	\$19,861,700	\$2,253,200	12.8%	
Tuition Grants	31,664,700			31,664,700	0	0.0%	
Byrd Scholarship Program	1,500,000			1,500,000	0	0.0%	
Michigan Merit Award Program	100		(100)	0	(100)	-100.0%	
Tuition Incentive Program(TIP)	31,200,000		6,200,000	37,400,000	6,200,000	19.9%	
Children of Vets/Survivors Tuition	1,000,000		200,000	1,200,000	200,000	20.0%	
Project Gear-Up	1,500,000			1,500,000	0	0.0%	
Total Grants/Financial Aid	\$84,473,300	\$0	\$8,653,100	\$93,126,400	\$8,653,100	10.2%	
Federal	5,900,000	0	(1,400,000)	4,500,000	(1,400,000)	-23.7%	
Merit Award Trust Fund	30,100,100	0	(100)	30,100,000	(100)	-0.0%	
Veterans Tax Checkoff	300,000	0	0	300,000	0	0.0%	
State GF/GP	\$48,173,200	\$0	\$10,053,200	\$58,226,400	\$10,053,200	20.9%	
TOTAL HIGHER ED	\$1,612,243,300	(\$42,617,900)	\$8,653,100	\$1,578,278,500	(\$33,964,800)	-2.1%	
TOTAL FEDERAL	74,138,000	(68,238,000)	(1,400,000)	4,500,000	(69,638,000)	-93.9%	
TOTAL STATE RESTRICTED	30,400,100	0	(100)	30,400,000	(100)	-0.0%	
TOTAL STATE GF/GP	\$1,507,705,200	\$25,620,100	\$10,053,200	\$1,543,378,500	\$35,673,300	2.4%	