



Senate Fiscal Agency  
P. O. Box 30036  
Lansing, Michigan 48909-7536



# BILL ANALYSIS

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<b>FY 2008-09 Year-to-Date Gross Appropriation .....</b>	<b>\$1,759,105,200</b>
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## Changes from FY 2008-09 Year-to-Date:

### Items Included by the House and Senate

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|--|-------------|
| 1. <b>Indian Tuition Waivers.</b> House and Senate added \$29,700 to Central as a pass-through to the Saginaw Chippewa Tribal College.                               | 29,700      |
| 2. <b>King-Chavez-Parks Competitive Grants.</b> Governor eliminated; House/Senate retained.  | 0           |
| 3. <b>Tuition Incentive Program (TIP).</b> House and Senate agreed with Governor on caseload adjustment from \$25.2 million to \$31.2 million for total TIP funding. | 6,000,000   |
| 4. <b>Merit Awards.</b> House/Senate retained \$100 line-item as program continues to phase out.   | (5,199,900) |

### Conference Agreement on Items of Difference

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|---|--------------|
| 5. <b>University Operations.</b> Governor reduced each university by 3.0%; House restored the 3.0% with Federal stimulus revenue; Senate pro-rated the Federal amount for each university, resulting in a 0.4% reduction from FY 2008-09 for each university's operations. Conference concurred with Senate.  | (6,101,700)  |
| 6. <b>Agricultural Experiment Station (AES) and Cooperative Extension Service (CES).</b> Governor reduced funding by \$32.0 million (50.0%) and combined AES and CES into one line-item; House/Senate retained separate line-items. House replaced 3.0% of Gov's reduction with Federal stimulus funds; Senate replaced \$27.8 million with Federal stimulus funds (in conformance with the plan submitted by the Governor to the Federal government) but added \$3.96 million to equalize the reduction at 0.4%, consistent with university operations. House also added \$3.5 million GF/GP for bioeconomy research at MSU. Conference concurred with Senate. | (255,800)    |
| 7. <b>Statewide Programs.</b> Senate eliminated funds for HEIDI administration and Midwest Compact dues. Conference provided \$105,000 for HEIDI and restored dues funding to \$95,000.   | (95,000)     |
| 8. <b>Indian Tuition Waivers.</b> House added \$3,149,700 from Federal stimulus revenue for unfunded costs; Senate included a \$100 placeholder; Conference eliminated the funding.   | 0            |
| 9. <b>Need-Based Financial Aid.</b> Governor created new program and reduced aid by \$18.8 million; House restored all current year programs but funded 3.0% from Federal stimulus revenue; Senate retained three programs at reduced funding levels: State Competitive Scholarships - \$16.3 million, Tuition Grants - \$31.7 million, and Nursing Scholarships - \$200,000. Conference funded only two programs: Competitive Scholarships at \$17.6 million and Tuition Grants at \$31.7 million.   | (59,239,200) |
| 10. <b>Michigan Promise Grants.</b> Governor and House added \$59.5 million to reflect the FY 2009-10 estimated cost of \$140.0 million; Senate and Conference eliminated this merit-based program.   | (80,500,000) |
| 11. <b>Gear-Up.</b> Conference reduced this Federal program that provides early intervention services in middle/high school and college scholarships for low-income students, to \$1.5 million to reflect expected expenditures.  | (1,500,000)  |

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Total Changes.....	(\$146,861,900)
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<b>FY 2009-10 Conference Report Gross Appropriation .....</b>	<b>\$1,612,243,300</b>
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**Amount Over/(Under) GF/GP Target: \$0**

**Changes from FY 2008-09 Year to Date:**Items Included by the House and Senate

1. **Postsecondary Student Data System.** Governor/House/Senate deleted requirement for progress report. (Sec. 216)
2. **American Recovery/Reinvestment Act (ARRA).** House/Senate required universities to comply. (New Sec. 216)
3. **Student Wages.** Gov. deleted consideration in determining financial aid awards; House/Senate retained. (Sec. 309)
4. **Financial Aid Report.** Governor changed due date from January 15 to March 31; House to February 15; Senate to February 14. (Sec. 315)
5. **Financial Aid Workgroup.** House/Senate added intent for workgroup to examine State programs. (Sec. 316)
6. **Douglas Lake.** Governor deleted intent to preserve research value; House/Senate retained. (Sec. 402)
7. **Tuition Restraint.** House/Senate required tuition mitigation or renovation of student facilities (classrooms, research, housing) with ARRA funds. (Sec. 436)
8. **Suicide Prevention.** Governor/House/Senate deleted intent for universities to develop education programs. (Sec. 462)
9. **Research Commercialization Report.** Governor/House/Senate deleted penalty for late submission. (Sec. 464)
10. **Performance Standards.** Governor/House/Senate deleted intent to establish for public universities. (Sec. 467)
11. **Pell Grant Report.** Governor/House/Senate restricted report to undergraduate students. (Sec. 469)
12. **Nursing Education/Shortage.** Governor/House/Senate moved status report requirement to DELEG bill. (Sec. 715)

Conference Agreement on Items of Difference

13. **Conflicts of Interest.** Governor/Senate deleted intent for each university governing board to examine its operations for potential conflicts of interest; House/Conference retained. (Sec. 217)
14. **State Competitive Scholarships.** Governor deleted; House/Senate and Conference retained. (Sec. 301)
15. **Tuition Grants.** Governor deleted; House/Senate retained; Senate/Conference capped each school at \$3.0 million, restricted to undergraduates (Sec. 302), and added intent to increase funds when revenue is available. (Sec. 317)
16. **Work Study.** Governor/Senate deleted; House retained; Conference added intent to fund. (Sec. 319)
17. **Michigan Nursing Scholarships.** Governor deleted; House/Senate/Conf. deleted but added intent to fund. (Sec. 319)
18. **Promise Grants.** Senate/Conference included intent to add funds when revenue is available. (Sec. 318)
19. **Intent to Fund.** Conference added for all financial aid programs. (Sec. 319)
20. **Required Textbooks.** Governor/Senate deleted intent for timely access by private bookstores of lists/accounts; House retained and added option of fixed fee for access; Senate added intent for universities to establish process to review new textbook requests; Conference included House and Senate language. (Sec. 426)
21. **AES and CES.** Governor increased GREEN earmark to \$8.0 million, added \$8.0 million earmark for animal agriculture initiative, and expanded reporting requirements; House/Senate/Conference did not concur with AES/CES combination or with new earmarks; House added \$3.5 million for bioeconomy research at MSU, Senate/Conference added intent. (Sec. 433)
22. **Future Farmers of America.** Governor/House deleted \$80,000 earmark; Senate/Conference retained (Sec. 434)
23. **Per Student Floor Funding.** Governor/House deleted intent to provide \$3,775 per student; Senate/Conference retained. (Sec. 450)
24. **Indian Tuition.** Gov./Senate/Conf. deleted intent to pay for unfunded costs; House retained (Sec. 451); House/Senate/Conf. added \$29,700 pass-through from Central to Saginaw Chippewa Tribal College (Sec. 460); Gov. deleted \$100,000 pass-through from Lake Superior to Bay Mills College, House/Senate/Conf. retained (Sec. 461).
25. **Macomb County.** Governor/Senate deleted enrollment report requirement; House/Conference retained. (Sec. 463)
26. **Student Veterans.** Senate/Conference added intent to assist on each campus with tuition, liaison, and flexible application deadlines. (Sec. 480)
27. **HEIDI Enrollment Audits.** Governor/House replaced fiscal agencies with HEIDI Advisory Committee as an advisor; Senate/Conference retained fiscal agencies and added HEIDI Advisory Committee. (Sec. 701)
28. **New Academic Programs.** Senate/Conf. added FY 2009-10 programs approved by Presidents Council. (Sec. 701a)

Date Completed: 9-22-09

Fiscal Analyst: Ellen Jeffries



**FY 2009-10 HIGHER EDUCATION CONFERENCE REPORT: HB 4441**

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	FY 2008-09 Year-To-Date Appropriation	2008-09 Approp Per Student*	Governor's Operations Reductions 0.4% - 6.6%	Fund Shift GF to ARRA; Equalize Net Reductions @ -0.4%	Saginaw Chip.Tribal; Financial Aid and Other Adjustments	FY 2009-10 Conference Report	Dollar Change From 2008-09	Percent Change From 2008-09	2009-10 Approp Per Student*
<b>Universities</b>									
Central	\$82,760,500	\$3,915	(\$354,200)		\$29,700	\$82,436,000	(\$324,500)	-0.4%	\$3,899
Eastern	78,551,800	4,365	(339,700)			78,212,100	(339,700)	-0.4%	4,346
Ferris	50,228,100	4,409	(211,000)			50,017,100	(211,000)	-0.4%	4,390
Grand Valley	64,021,400	3,056	(263,100)			63,758,300	(263,100)	-0.4%	3,043
Lake Superior	13,111,700	5,594	(72,200)	19,700		13,059,200	(52,500)	-0.4%	5,571
Michigan State	293,041,200	6,769	(1,199,500)			291,841,700	(1,199,500)	-0.4%	6,742
Michigan Tech	49,518,500	7,916	(216,400)			49,302,100	(216,400)	-0.4%	7,882
Northern	46,633,200	5,533	(195,000)			46,438,200	(195,000)	-0.4%	5,510
Oakland	52,452,200	3,527	(231,400)			52,220,800	(231,400)	-0.4%	3,512
Saginaw Valley	28,639,800	3,578	(122,100)			28,517,700	(122,100)	-0.4%	3,563
UM-Ann Arbor	326,674,300	7,950	(1,326,900)			325,347,400	(1,326,900)	-0.4%	7,918
UM-Dearborn	25,548,000	4,201	(110,900)			25,437,100	(110,900)	-0.4%	4,182
UM-Flint	21,593,700	3,924	(94,800)			21,498,900	(94,800)	-0.4%	3,906
Wayne State	221,237,000	8,963	(907,800)			220,329,200	(907,800)	-0.4%	8,927
Western	113,243,200	5,149	(476,400)			112,766,800	(476,400)	-0.4%	5,127
Ag Experiment Station(AES)	34,336,200		(2,253,300)	2,116,000		34,198,900	(137,300)	-0.4%	
Cooperative Extension(CES)	29,615,500		(1,943,500)	1,825,000		29,497,000	(118,500)	-0.4%	
Higher Education Database	200,000				(95,000)	105,000	(95,000)	-47.5%	
Midwest Higher Ed Compact	95,000				0	95,000	0	0.0%	
King-Chavez-Parks	2,691,500					2,691,500	0	0.0%	
<b>Total Universities</b>	<b>\$1,534,192,800</b>	<b>\$5,776</b>	<b>(\$10,318,200)</b>	<b>\$3,960,700</b>	<b>(\$65,300)</b>	<b>\$1,527,770,000</b>	<b>(\$6,422,800)</b>	<b>-0.4%</b>	<b>\$5,752</b>
<b>Federal Stimulus</b>	<b>\$0</b>		<b>\$0</b>	<b>\$68,238,000</b>	<b>\$0</b>	<b>68,238,000</b>	<b>68,238,000</b>	<b>na</b>	
<b>State GF/GP</b>	<b>\$1,534,192,800</b>		<b>(\$10,318,200)</b>	<b>(\$64,277,300)</b>	<b>(\$65,300)</b>	<b>\$1,459,532,000</b>	<b>(\$74,660,800)</b>	<b>-4.9%</b>	
<b>GRANTS &amp; FINANCIAL AID</b>									
Competitive Scholarships	\$35,530,500				(\$17,922,000)	\$17,608,500	(\$17,922,000)	-50.4%	
Tuition Grants	56,668,100				(25,003,400)	31,664,700	(25,003,400)	-44.1%	
Work Study	7,326,300				(7,326,300)	0	(7,326,300)	-100.0%	
Part-time Independent	2,653,300				(2,653,300)	0	(2,653,300)	-100.0%	
Ed.Opportunity Grants(MEOG)	2,084,200				(2,084,200)	0	(2,084,200)	-100.0%	
Byrd Scholarship Program	1,500,000					1,500,000	0	0.0%	
Nursing Scholarship Program	4,250,000				(4,250,000)	0	(4,250,000)	-100.0%	
Michigan Merit Award Program	5,200,000				(5,199,900)	100	(5,199,900)	-100.0%	
Michigan Promise Grant Program	80,500,000				(80,500,000)	0	(80,500,000)	-100.0%	
Tuition Incentive Program(TIP)	25,200,000				6,000,000	31,200,000	6,000,000	23.8%	
Children of Veterans Tuition	1,000,000					1,000,000			
Project Gear-Up	3,000,000				(1,500,000)	1,500,000	(1,500,000)	-50.0%	
<b>TOTAL FINANCIAL AID</b>	<b>\$224,912,400</b>		<b>\$0</b>	<b>\$0</b>	<b>(\$140,439,100)</b>	<b>\$84,473,300</b>	<b>(\$140,439,100)</b>	<b>-62.4%</b>	
<b>Federal</b>	<b>7,400,000</b>		<b>0</b>	<b>0</b>	<b>(1,500,000)</b>	<b>5,900,000</b>	<b>(1,500,000)</b>	<b>-20.3%</b>	
<b>Federal Stimulus</b>	<b>0</b>		<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>na</b>	
<b>Merit Award Trust Fund</b>	<b>105,800,000</b>		<b>0</b>	<b>0</b>	<b>(75,699,900)</b>	<b>30,100,100</b>	<b>(75,699,900)</b>	<b>-71.6%</b>	
<b>Veterans Tax Checkoff</b>	<b>300,000</b>		<b>0</b>	<b>0</b>	<b>0</b>	<b>300,000</b>	<b>0</b>	<b>0.0%</b>	
<b>State GF/GP</b>	<b>\$111,412,400</b>		<b>\$0</b>	<b>\$0</b>	<b>(\$63,239,200)</b>	<b>\$48,173,200</b>	<b>(\$63,239,200)</b>	<b>-56.8%</b>	
<b>TOTAL HIGHER ED</b>	<b>\$1,759,105,200</b>		<b>(\$10,318,200)</b>	<b>\$3,960,700</b>	<b>(\$140,504,400)</b>	<b>\$1,612,243,300</b>	<b>(\$146,861,900)</b>	<b>-8.3%</b>	
<b>TOTAL FEDERAL</b>	<b>7,400,000</b>		<b>0</b>	<b>68,238,000</b>	<b>(1,500,000)</b>	<b>74,138,000</b>	<b>66,738,000</b>	<b>901.9%</b>	
<b>TOTAL STATE RESTRICTED</b>	<b>106,100,000</b>		<b>0</b>	<b>0</b>	<b>(75,699,900)</b>	<b>30,400,100</b>	<b>(75,699,900)</b>	<b>-71.3%</b>	
<b>TOTAL STATE GF/GP</b>	<b>\$1,645,605,200</b>		<b>(\$10,318,200)</b>	<b>(\$64,277,300)</b>	<b>(\$63,304,500)</b>	<b>\$1,507,705,200</b>	<b>(\$137,900,000)</b>	<b>-8.4%</b>	
					<b>Target =</b>	<b>\$1,507,705,200</b>			