



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



Telephone: (517) 373-2768  
Fax: (517) 373-1986

Senate Bill 94 (S-1 as passed by the Senate)  
Committee: Appropriations

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2020-21 YEAR-TO-DATE*	FY 2021-22 SENATE-PASSED	CHANGES FROM FY 2020-21 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions .....	0.0	0.0	N/A	N/A
<b>GROSS .....</b>	<b>425,667,600</b>	<b>434,653,600</b>	<b>8,986,000</b>	<b>2.1</b>
Less:				
Interdepartmental Grants Received .....	0	0	0	0.0
<b>ADJUSTED GROSS .....</b>	<b>425,667,600</b>	<b>434,653,600</b>	<b>8,986,000</b>	<b>2.1</b>
Less:				
Federal Funds .....	0	0	0	0.0
Local and Private .....	0	0	0	0.0
<b>TOTAL STATE SPENDING .....</b>	<b>425,667,600</b>	<b>434,653,600</b>	<b>8,986,000</b>	<b>2.1</b>
Less:				
Other State Restricted Funds .....	425,667,600	434,653,600	8,986,000	2.1
<b>GENERAL FUND/GENERAL PURPOSE .....</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.0</b>
<b>PAYMENTS TO LOCALS .....</b>	<b>425,667,600</b>	<b>434,653,600</b>	<b>8,986,000</b>	<b>2.1</b>

\*As of February 8, 2021.

	Gross	GF/GP
<b>FY 2020-21 Year-to-Date Appropriation .....</b>	<b>\$425,667,600</b>	<b>\$0</b>
<b>Changes from FY 2020-21 Year-to-Date:</b>		
1. <b>Community College Operational Support Payments.</b> The Governor and Senate included a one-time increase of 2.0% as operational support payments outside of base State operations payments. The increase would be distributed using the current statutory funding formula for community colleges.	6,473,100	0
2. <b>MPSERS UAAL Stabilization Payments.</b> The Governor and Senate included an increase for this item to reflect an increase in the State's share of costs above the statutory cap. The increase is largely due to updated payroll growth assumptions. This change would bring total MPSERS UAAL stabilization payments for community colleges to \$87.2 million.	3,300,000	0
3. <b>MPSERS Normal Cost Offset.</b> The Governor and Senate reduced this item to a total of \$11.7 million. The change reflects the amount necessary to make required payments at the current assumed rate of return for MPSERS of 6.8%.	(694,000)	0
4. <b>North American Indian Tuition Waiver Reimbursement Adjustment.</b> The Governor and Senate reduced ITW reimbursements to \$1.7 million to reflect the most recent waiver cost data provided by community colleges.	(93,100)	0
5. <b>Comparison to Governor's Recommendation.</b> The Senate is \$0 Gross and \$0 GF/GP under the Governor.		
<b>Total Changes .....</b>	<b>\$8,986,000</b>	<b>\$0</b>
<b>FY 2021-22 Senate-Passed Appropriation .....</b>	<b>\$434,653,600</b>	<b>\$0</b>

**Boilerplate Changes from FY 2020-21 Year-to-Date:**

1. **Schedule of Payments to Community Colleges.** The Governor removed language requiring the State Budget Director to notify the House and Senate Subcommittees before funds are withheld because of a failure to report certain information as required by statute, and changed the schedule for MPSERS payments to quarterly rather than monthly. The Senate did not concur with the removal of the funds withholding language, but did concur with moving MPSERS payments to a quarterly basis. (Sec. 206)
2. **MPSERS Payment Schedule.** The Governor and Senate included additional language that would allocate MPSERS payments based on quarterly payroll reports. (Sec. 207a)
3. **Use and Finance Noncompliance Penalty.** The Governor removed a section that imposes a 1.0% reduction in State funding to a community college for each violation of certain requirements of the Management and Budget Act. The Senate retained this section. (Sec. 208)
4. **Transparency Reporting - Noncompliance Penalty.** The Governor removed language that allows the State Budget Director to withhold monthly payments to community colleges if the colleges do not comply with statutory transparency reporting requirements. The Governor also removed various reporting requirements from this section. The Senate retained current-year language. (Sec. 209)
5. **Campus Safety Information.** The Governor removed a requirement that colleges certify compliance with the requirements of this section, as well as the ability for the State Budget Director to withhold payments to colleges that fail to do so. The Senate retained current-year language. (Sec. 209a)
6. **Block Transfer Report.** The Senate made several changes to the reporting requirements of this section. (Sec. 210b)
7. **Bachelor of Science in Nursing Degree Report.** The Senate included a new reporting section requiring a summary of efforts made by community colleges to establish articulation agreements with public and private universities for a Bachelor of Science in Nursing program. (Sec. 210g)
8. **Cost Containment.** The Governor and Senate removed a section requiring community colleges to pursue various efficiencies in their operations. (Sec. 212)
9. **Performance Audits.** The Governor removed a section allowing the Auditor General to conduct performance audits on community colleges. The Senate retained this section. (Sec. 220)
10. **COVID-19 Report.** The Governor and Senate removed a section containing two reports that require colleges to report various information relative to their responses to COVID-19. (Sec. 226b)
11. **Campus Free Speech Report.** The Governor removed a report on activities related to free speech issues on college campuses. The Senate modified this section to state the intent of the Legislature that community colleges establish advocacy policies on campus. (Sec. 226d)
12. **Pregnant and Parenting Services.** The Senate included a new section allowing community colleges to establish a pregnant and parenting student services office. (Sec. 226f)
13. **Communication with the Legislature.** The Governor removed a section prohibiting a community college from taking disciplinary action against an employee who communicates with members of the Legislature or their staff. The Senate retained this section. (Sec. 228)
14. **Tuition Restraint.** The Governor and Senate included a new section that would make the receipt of performance funding contingent upon keeping increases in tuition and fee rates for the 2021-22 academic year less than 4.2%. (Sec. 230[5])

Date Completed: 5-12-21

Fiscal Analyst: Josh Sefton

**Table 1: FY 2021-22 Community College Appropriations: Senate-Passed**

College	FY 2020-21 Operations	FY 2020-21 ITW Reimburse.	FY 2020-21 Year-To-Date					
				One-Time 2% Operations Inc.	ITW/Other Adjustments	Total Adjustments	FY 2020-21 Appropriation	Percent Change
Alpena	\$5,753,300	\$14,200	\$5,767,500	\$106,800	\$9,700	\$116,500	\$5,884,000	2.0%
Bay de Noc	5,602,800	116,700	5,719,500	116,000	(5,100)	110,900	5,830,400	1.9%
Delta	15,160,500	47,700	15,208,200	286,800	12,400	299,200	15,507,400	2.0%
Glen Oaks	2,651,200	0	2,651,200	66,700	0	66,700	2,717,900	2.5%
Gogebic	4,873,700	49,600	4,923,300	84,700	2,400	87,100	5,010,400	1.8%
Grand Rapids	18,773,100	233,900	19,007,000	443,000	(35,300)	407,700	19,414,700	2.1%
Henry Ford	22,533,100	24,500	22,557,600	411,600	(9,500)	402,100	22,959,700	1.8%
Jackson	12,756,200	58,000	12,814,200	219,800	(11,800)	208,000	13,022,200	1.6%
Kalamazoo Valley	13,099,900	63,800	13,163,700	268,700	22,300	291,000	13,454,700	2.2%
Kellogg	10,267,100	61,600	10,328,700	201,500	(10,300)	191,200	10,519,900	1.9%
Kirtland	3,358,400	36,400	3,394,800	78,300	(29,900)	48,400	3,443,200	1.4%
Lake Michigan	5,702,700	8,600	5,711,300	104,800	4,500	109,300	5,820,600	1.9%
Lansing	32,852,000	158,000	33,010,000	561,100	(35,300)	525,800	33,535,800	1.6%
Macomb	34,276,100	43,400	34,319,500	660,500	(20,100)	640,400	34,959,900	1.9%
Mid Michigan	5,184,400	124,800	5,309,200	116,400	29,100	145,500	5,454,700	2.7%
Monroe	4,746,200	500	4,746,700	102,400	200	102,600	4,849,300	2.2%
Montcalm	3,570,600	7,100	3,577,700	74,600	(2,300)	72,300	3,650,000	2.0%
Mott	16,440,000	24,000	16,464,000	285,000	17,000	302,000	16,766,000	1.8%
Muskegon	9,289,100	73,900	9,363,000	170,100	(16,400)	153,700	9,516,700	1.6%
North Central	3,389,300	173,400	3,562,700	84,400	7,800	92,200	3,654,900	2.6%
Northwestern	9,567,100	276,000	9,843,100	177,100	(24,800)	152,300	9,995,400	1.5%
Oakland	22,211,700	35,100	22,246,800	480,100	(1,600)	478,500	22,725,300	2.2%
Schoolcraft	13,196,200	40,300	13,236,500	303,500	(1,500)	302,000	13,538,500	2.3%
Southwestern	6,979,400	37,200	7,016,600	136,800	(3,100)	133,700	7,150,300	1.9%
St. Clair	7,385,200	3,400	7,388,600	156,700	11,700	168,400	7,557,000	2.3%
Washtenaw	13,855,900	32,300	13,888,200	378,700	3,000	381,700	14,269,900	2.7%
Wayne County	17,593,400	14,900	17,608,300	347,400	100	347,500	17,955,800	2.0%
West Shore	2,585,600	26,500	2,612,100	49,600	(6,300)	43,300	2,655,400	1.7%
<b>Subtotal Operations:</b>	<b>\$323,654,200</b>	<b>\$1,785,800</b>	<b>\$325,440,000</b>	<b>\$6,473,100</b>	<b>(\$93,100)</b>	<b>\$6,380,000</b>	<b>\$331,820,000</b>	<b>2.0%</b>
MPSERS Normal Cost Offset			\$12,394,000		(\$694,000)	(\$694,000)	\$11,700,000	(5.6%)
MPSERS Retiree Health Care			1,733,600		0	0	1,733,600	0.0%
MPSERS Reform Costs			83,900,000		3,300,000	3,300,000	87,200,000	3.9%
Renaissance Zone Reimbursements			2,200,000		0	0	2,200,000	0.0%
<b>Total Appropriations:</b>			<b>\$425,667,600</b>	<b>\$6,473,100</b>	<b>\$2,512,900</b>	<b>\$8,986,000</b>	<b>\$434,653,600</b>	<b>2.1%</b>
<b>State School Aid Fund</b>			<b>425,667,600</b>	<b>6,473,100</b>	<b>2,512,900</b>	<b>8,986,000</b>	<b>\$434,653,600</b>	<b>2.1%</b>
<b>GF/GP</b>			<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>N/A</b>

**Table 2: FY 2021-22 Community College Appropriations**

College	FY 2020-21 Year-To-Date	FY 2021-22 Governor's Recommendation			FY 2021-22 Senate		
		Adjustments	Appropriation	Percent Change	Adjustments	Appropriation	Percent Change
Alpena	\$5,767,500	\$116,500	\$5,884,000	2.0%	\$116,500	\$5,884,000	2.0%
Bay de Noc	5,719,500	110,900	5,830,400	1.9	110,900	5,830,400	1.9
Delta	15,208,200	299,200	15,507,400	2.0	299,200	15,507,400	2.0
Glen Oaks	2,651,200	66,700	2,717,900	2.5	66,700	2,717,900	2.5
Gogebic	4,923,300	87,100	5,010,400	1.8	87,100	5,010,400	1.8
Grand Rapids	19,007,000	407,700	19,414,700	2.1	407,700	19,414,700	2.1
Henry Ford	22,557,600	402,100	22,959,700	1.8	402,100	22,959,700	1.8
Jackson	12,814,200	208,000	13,022,200	1.6	208,000	13,022,200	1.6
Kalamazoo Valley	13,163,700	291,000	13,454,700	2.2	291,000	13,454,700	2.2
Kellogg	10,328,700	191,200	10,519,900	1.9	191,200	10,519,900	1.9
Kirtland	3,394,800	48,400	3,443,200	1.4	48,400	3,443,200	1.4
Lake Michigan	5,711,300	109,300	5,820,600	1.9	109,300	5,820,600	1.9
Lansing	33,010,000	525,800	33,535,800	1.6	525,800	33,535,800	1.6
Macomb	34,319,500	640,400	34,959,900	1.9	640,400	34,959,900	1.9
Mid Michigan	5,309,200	145,500	5,454,700	2.7	145,500	5,454,700	2.7
Monroe	4,746,700	102,600	4,849,300	2.2	102,600	4,849,300	2.2
Montcalm	3,577,700	72,300	3,650,000	2.0	72,300	3,650,000	2.0
Mott	16,464,000	302,000	16,766,000	1.8	302,000	16,766,000	1.8
Muskegon	9,363,000	153,700	9,516,700	1.6	153,700	9,516,700	1.6
North Central	3,562,700	92,200	3,654,900	2.6	92,200	3,654,900	2.6
Northwestern	9,843,100	152,300	9,995,400	1.5	152,300	9,995,400	1.5
Oakland	22,246,800	478,500	22,725,300	2.2	478,500	22,725,300	2.2
Schoolcraft	13,236,500	302,000	13,538,500	2.3	302,000	13,538,500	2.3
Southwestern	7,016,600	133,700	7,150,300	1.9	133,700	7,150,300	1.9
St. Clair	7,388,600	168,400	7,557,000	2.3	168,400	7,557,000	2.3
Washtenaw	13,888,200	381,700	14,269,900	2.7	381,700	14,269,900	2.7
Wayne County	17,608,300	347,500	17,955,800	2.0	347,500	17,955,800	2.0
West Shore	2,612,100	43,300	2,655,400	1.7	43,300	2,655,400	1.7
<b>Subtotal Operations:</b>	<b>\$325,440,000</b>	<b>\$6,380,000</b>	<b>\$331,820,000</b>	<b>2.0%</b>	<b>\$6,380,000</b>	<b>\$331,820,000</b>	<b>2.0%</b>
MPERS Normal Cost Offset	\$12,394,000	(\$694,000)	\$11,700,000	(5.6%)	(\$694,000)	\$11,700,000	(5.6%)
MPERS Retiree Health Care	1,733,600	0	1,733,600	0.0	0	1,733,600	0.0
MPERS Reform Costs	83,900,000	3,300,000	87,200,000	3.9	3,300,000	87,200,000	3.9
Renaissance Zone Reimbursements	2,200,000	0	2,200,000	0.0	0	2,200,000	0.0
<b>Total Appropriations:</b>	<b>\$425,667,600</b>	<b>\$8,986,000</b>	<b>\$434,653,600</b>	<b>2.1%</b>	<b>\$8,986,000</b>	<b>\$434,653,600</b>	<b>2.1%</b>
<b>State School Aid Fund</b>	<b>425,667,600</b>	<b>8,986,000</b>	<b>434,653,600</b>	<b>2.1</b>	<b>8,986,000</b>	<b>434,653,600</b>	<b>2.1</b>
<b>GF/GP</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>0.0%</b>	<b>\$0</b>	<b>\$0</b>	<b>0.0%</b>