



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



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

**FY 2021-22
House Bill 4260 (S-1):**

Bill Page Nos.

- Article I – Community Colleges 1 - 6
- Article II – Higher Education..... 7 - 15

Date Completed: 6-30-21



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



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

House Bill 4260 (S-1)
Committee: Appropriations (discharged)

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2020-21 YEAR-TO-DATE*	FY 2021-22 HB 4260 (S-1)	CHANGES FROM FY 2020-21 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions	0.0	0.0	N/A	N/A
GROSS	425,667,600	437,890,100	12,222,500	2.9
Less:				
Interdepartmental Grants Received	0	0	0	0.0
ADJUSTED GROSS	425,667,600	437,890,100	12,222,500	2.9
Less:				
Federal Funds	0	0	0	0.0
Local and Private	0	0	0	0.0
TOTAL STATE SPENDING	425,667,600	437,890,100	12,222,500	2.9
Less:				
Other State Restricted Funds	425,667,600	437,890,100	12,222,500	2.9
GENERAL FUND/GENERAL PURPOSE	0	0	0	0.0
PAYMENTS TO LOCALS	425,667,600	437,890,100	12,222,500	2.9

*As of February 8, 2021.

	Gross	GF/GP
FY 2020-21 Year-to-Date Appropriation	\$425,667,600	\$0
Changes from FY 2020-21 Year-to-Date:		
1. Community College Operational Support Payments. The Governor included a one-time increase of 2.0% as operational support payments outside of base State operations payments. The Senate included a 2.0% ongoing increase (\$6.5 million) and a 1.0% one-time increase (\$3.2 million). In all cases, the increases would be distributed using the current statutory funding formula for community colleges.	9,709,600	0
2. MPSERS UAAL Stabilization Payments. 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. MPSERS Normal Cost Offset. 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. North American Indian Tuition Waiver Reimbursement Adjustment. 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
Total Changes	\$12,222,500	\$0
FY 2021-22 HB 4260 (S-1) Appropriation	\$437,890,100	\$0

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 MPERS payments to quarterly rather than monthly. The Senate did not concur with the removal of the funds withholding language, but did concur with moving MPERS payments to a quarterly basis. (Sec. 206)
2. **MPERS Payment Schedule.** The Governor and Senate included additional language that would allocate MPERS 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: 6-30-21

Fiscal Analyst: Josh Sefton

Table 1: FY 2021-22 Community College Appropriations: Governor's Recommendation

College	FY 2020-21 Operations	FY 2020-21 ITW Reimburse.	FY 2020-21 Year-To-Date	FY 2021-22 Adjustments											
				30.0% Sustainability*	10.0% Performance Improvement	10.0% Performance Completion #	10.0% Performance Completion Rate	30.0% Contact Hours	5.0% Administrative Costs	5.0% Local Strategic Value	Total Formula Distribution	ITW/Other Adjustments	Total Adjustments	FY 2021-22 Appropriation	Percent Change
Alpena	\$5,753,300	\$14,200	\$5,767,500	\$34,520	\$12,196	\$7,455	\$16,473	\$17,662	\$12,720	\$5,753	\$106,800	\$9,700	\$116,500	\$5,884,000	2.0%
Bay de Noc	5,602,800	116,700	5,719,500	33,617	21,167	7,965	16,117	20,286	11,200	5,603	116,000	(5,100)	110,900	5,830,400	1.9%
Delta	15,160,500	47,700	15,208,200	90,963	26,531	26,499	31,162	84,429	12,058	15,161	286,800	12,400	299,200	15,507,400	2.0%
Glen Oaks	2,651,200	0	2,651,200	15,907	17,316	3,446	11,440	14,319	1,543	2,651	66,700	0	66,700	2,717,900	2.5%
Gogebic	4,873,700	49,600	4,923,300	29,242	7,798	4,316	16,303	12,315	9,867	4,874	84,700	2,400	87,100	5,010,400	1.8%
Grand Rapids	18,773,100	233,900	19,007,000	112,639	37,546	42,436	37,019	180,869	13,767	18,773	443,000	(35,300)	407,700	19,414,700	2.1%
Henry Ford	22,533,100	24,500	22,557,600	135,199	36,053	31,052	36,453	136,747	13,985	22,533	411,600	(9,500)	402,100	22,959,700	1.8%
Jackson	12,756,200	58,000	12,814,200	76,537	24,675	17,154	20,410	55,427	12,889	12,756	219,800	(11,800)	208,000	13,022,200	1.6%
Kalamazoo Valley	13,099,900	63,800	13,163,700	78,600	29,461	21,993	27,674	83,338	14,542	13,100	268,700	22,300	291,000	13,454,700	2.2%
Kellogg	10,267,100	61,600	10,328,700	61,603	22,819	18,730	23,524	50,547	14,033	10,267	201,500	(10,300)	191,200	10,519,900	1.9%
Kirtland	3,358,400	36,400	3,394,800	20,150	12,878	6,518	5,373	18,890	11,058	3,358	78,300	(29,900)	48,400	3,443,200	1.4%
Lake Michigan	5,702,700	8,600	5,711,300	34,216	9,124	9,549	5,124	30,677	6,419	5,703	104,800	4,500	109,300	5,820,600	1.9%
Lansing	32,852,000	158,000	33,010,000	197,112	58,802	55,505	59,602	144,321	12,935	32,852	561,100	(35,300)	525,800	33,535,800	1.6%
Macomb	34,276,100	43,400	34,319,500	205,657	54,842	60,303	62,051	229,372	14,044	34,276	660,500	(20,100)	640,400	34,959,900	1.9%
Mid Michigan	5,184,400	124,800	5,309,200	31,106	8,295	10,616	14,989	36,972	9,242	5,184	116,400	29,100	145,500	5,454,700	2.7%
Monroe	4,746,200	500	4,746,700	28,477	11,199	8,964	7,594	28,932	12,529	4,746	102,400	200	102,600	4,849,300	2.2%
Montcalm	3,570,600	7,100	3,577,700	21,424	9,229	7,721	5,713	11,806	15,021	3,571	74,600	(2,300)	72,300	3,650,000	2.0%
Mott	16,440,000	24,000	16,464,000	98,640	26,304	29,605	26,304	75,300	12,399	16,440	285,000	17,000	302,000	16,766,000	1.8%
Muskegon	9,289,100	73,900	9,363,000	55,735	14,863	13,246	21,907	41,553	13,535	9,289	170,100	(16,400)	153,700	9,516,700	1.6%
North Central	3,389,300	173,400	3,562,700	20,336	8,954	7,211	12,216	20,195	12,121	3,389	84,400	7,800	92,200	3,654,900	2.6%
Northwestern	9,567,100	276,000	9,843,100	57,403	19,590	14,048	22,648	42,376	11,514	9,567	152,300	(24,800)	127,500	9,995,400	1.5%
Oakland	22,211,700	35,100	22,246,800	133,271	43,045	59,046	42,623	167,061	12,810	22,212	480,100	(1,600)	478,500	22,725,300	2.2%
Schoolcraft	13,196,200	40,300	13,236,500	79,177	21,114	34,396	28,079	113,250	14,279	13,196	303,500	(1,500)	302,000	13,538,500	2.3%
Southwestern	6,979,400	37,200	7,016,600	41,877	32,301	9,535	11,167	25,544	9,419	6,979	136,800	(3,100)	133,700	7,150,300	1.9%
St. Clair	7,385,200	3,400	7,388,600	44,311	12,818	16,889	19,674	44,940	10,697	7,385	156,700	11,700	168,400	7,557,000	2.3%
Washtenaw	13,855,900	32,300	13,888,200	83,136	22,169	79,605	29,784	136,879	13,320	13,856	378,700	3,000	381,700	14,269,900	2.7%
Wayne County	17,593,400	14,900	17,608,300	105,561	42,024	39,303	28,150	103,618	11,108	17,593	347,400	100	347,500	17,955,800	2.0%
West Shore	2,585,600	26,500	2,612,100	15,514	4,197	4,207	4,137	11,089	7,815	2,586	49,600	(6,300)	43,300	2,655,400	1.7%
Subtotal Operations:	\$323,654,200	\$1,785,800	\$325,440,000	\$1,941,930	\$647,310	\$647,310	\$647,310	\$1,941,930	\$323,655	\$323,655	\$6,473,100	(\$93,100)	\$6,380,000	\$331,820,000	2.0%
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%
Total Appropriations:			\$425,667,600	\$1,941,930	\$647,310	\$647,310	\$647,310	\$1,941,930	\$323,655	\$323,655	\$6,473,100	\$2,512,900	\$8,986,000	\$434,653,600	2.1%
State School Aid Fund			425,667,600	1,941,930	647,310	647,310	647,310	1,941,930	323,655	323,655	6,473,100	2,512,900	8,986,000	\$434,653,600	2.1%
GF/GP			\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	N/A

Table 2: FY 2021-22 Community College Appropriations: HB 4260 (S-1)

College	FY 2020-21 Operations	FY 2020-21 ITW Reimburse.	FY 2020-21 Year-To-Date	FY 2021-22 Adjustments										FY 2021-22 Appropriation	Percent Change
				30.0% Sustainability*	10.0% Performance Improvement	10.0% Performance Completion #	10.0% Performance Completion Rate	30.0% Contact Hours	5.0% Administrative Costs	5.0% Local Strategic Value	Total Formula Distribution¹	ITW/Other Adjustments	Total Adjustments		
Alpena	\$5,753,300	\$14,200	\$5,767,500	\$51,780	\$18,295	\$11,183	\$24,710	\$26,493	\$19,080	\$8,630	\$160,200	\$9,700	\$169,900	\$5,937,400	2.9%
Bay de Noc	5,602,800	116,700	5,719,500	\$50,425	\$31,750	\$11,948	\$24,175	\$30,429	\$16,801	\$8,404	173,900	(5,100)	168,800	5,888,300	3.0%
Delta	15,160,500	47,700	15,208,200	\$136,445	\$39,797	\$39,748	\$46,743	\$126,644	\$18,087	\$22,741	430,200	12,400	442,600	15,650,800	2.9%
Glen Oaks	2,651,200	0	2,651,200	\$23,861	\$25,974	\$5,169	\$17,159	\$21,478	\$2,315	\$3,977	99,900	0	99,900	2,751,100	3.8%
Gogebic	4,873,700	49,600	4,923,300	\$43,863	\$11,697	\$6,473	\$24,455	\$18,473	\$14,800	\$7,311	127,100	2,400	129,500	5,052,800	2.6%
Grand Rapids	18,773,100	233,900	19,007,000	\$168,958	\$56,319	\$63,654	\$55,529	\$271,304	\$20,651	\$28,160	664,600	(35,300)	629,300	19,636,300	3.3%
Henry Ford	22,533,100	24,500	22,557,600	\$202,798	\$54,080	\$46,578	\$54,080	\$205,120	\$20,977	\$33,800	617,400	(9,500)	607,900	23,165,500	2.7%
Jackson	12,756,200	58,000	12,814,200	\$114,806	\$37,012	\$25,731	\$30,615	\$83,140	\$19,334	\$19,134	329,800	(11,800)	318,000	13,132,200	2.5%
Kalamazoo Valley	13,099,900	63,800	13,163,700	\$117,899	\$44,192	\$32,989	\$41,512	\$125,006	\$21,813	\$19,650	403,100	22,300	425,400	13,589,100	3.2%
Kellogg	10,267,100	61,600	10,328,700	\$92,404	\$34,229	\$28,096	\$35,286	\$75,821	\$21,050	\$15,401	302,300	(10,300)	292,000	10,620,700	2.8%
Kirtland	3,358,400	36,400	3,394,800	\$30,226	\$19,317	\$9,776	\$8,060	\$28,335	\$16,587	\$5,038	117,300	(29,900)	87,400	3,482,200	2.6%
Lake Michigan	5,702,700	8,600	5,711,300	\$51,324	\$13,687	\$14,323	\$13,687	\$46,015	\$9,629	\$8,554	157,200	4,500	161,700	5,873,000	2.8%
Lansing	32,852,000	158,000	33,010,000	\$295,669	\$88,203	\$83,258	\$89,402	\$216,482	\$19,403	\$49,278	841,700	(35,300)	806,400	33,816,400	2.4%
Macomb	34,276,100	43,400	34,319,500	\$308,486	\$82,263	\$90,455	\$93,077	\$344,059	\$21,066	\$51,414	990,800	(20,100)	970,700	35,290,200	2.8%
Mid Michigan	5,184,400	124,800	5,309,200	\$46,660	\$12,443	\$15,924	\$22,483	\$55,457	\$13,863	\$7,777	174,600	29,100	203,700	5,512,900	3.8%
Monroe	4,746,200	500	4,746,700	\$42,716	\$16,799	\$13,446	\$11,391	\$43,398	\$18,794	\$7,119	153,700	200	153,900	4,900,600	3.2%
Montcalm	3,570,600	7,100	3,577,700	\$32,135	\$13,844	\$11,581	\$8,569	\$22,531	\$17,709	\$5,356	111,700	(2,300)	109,400	3,687,100	3.1%
Mott	16,440,000	24,000	16,464,000	\$147,960	\$39,456	\$44,407	\$39,456	\$112,949	\$18,598	\$24,660	427,500	17,000	444,500	16,908,500	2.7%
Muskegon	9,289,100	73,900	9,363,000	\$83,602	\$22,294	\$19,869	\$32,860	\$62,330	\$20,302	\$13,934	255,200	(16,400)	238,800	9,601,800	2.6%
North Central	3,389,300	173,400	3,562,700	\$30,504	\$13,430	\$10,816	\$18,325	\$30,293	\$18,181	\$5,084	126,600	7,800	134,400	3,697,100	3.8%
Northwestern	9,567,100	276,000	9,843,100	\$86,104	\$29,385	\$21,072	\$33,972	\$63,564	\$17,271	\$14,351	265,700	(24,800)	240,900	10,084,000	2.4%
Oakland	22,211,700	35,100	22,246,800	\$199,906	\$64,568	\$88,569	\$63,934	\$250,592	\$19,214	\$33,318	720,100	(1,600)	718,500	22,965,300	3.2%
Schoolcraft	13,196,200	40,300	13,236,500	\$118,766	\$31,671	\$51,594	\$42,119	\$169,875	\$21,419	\$19,794	455,200	(1,500)	453,700	13,690,200	3.4%
Southwestern	6,979,400	37,200	7,016,600	\$62,815	\$48,451	\$14,303	\$16,751	\$38,316	\$14,129	\$10,469	205,200	(3,100)	202,100	7,218,700	2.9%
St. Clair	7,385,200	3,400	7,388,600	\$66,467	\$19,227	\$25,333	\$29,511	\$67,411	\$16,046	\$11,078	235,100	11,700	246,800	7,635,400	3.3%
Washtenaw	13,855,900	32,300	13,888,200	\$124,703	\$33,254	\$119,407	\$44,676	\$205,318	\$19,980	\$20,784	568,100	3,000	571,100	14,459,300	4.1%
Wayne County	17,593,400	14,900	17,608,300	\$158,341	\$63,036	\$58,954	\$42,224	\$155,427	\$16,661	\$26,390	521,000	100	521,100	18,129,400	3.0%
West Shore	2,585,600	26,500	2,612,100	\$23,270	\$6,296	\$6,310	\$6,205	\$16,633	\$11,723	\$3,878	74,400	(6,300)	68,100	2,680,200	2.6%
Subtotal Operations:	\$323,654,200	\$1,785,800	\$325,440,000	\$2,912,895	\$970,965	\$970,965	\$970,965	\$2,912,895	\$485,483	\$485,483	\$9,709,600	(\$93,100)	\$9,616,500	\$335,056,500	3.0%
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%
Total Appropriations:			\$425,667,600	\$2,912,895	\$970,965	\$970,965	\$970,965	\$2,912,895	\$485,483	\$485,483	\$9,709,600	\$2,512,900	\$12,222,500	\$437,890,100	2.9%
State School Aid Fund			425,667,600	2,912,895	970,965	970,965	970,965	2,912,895	485,483	485,483	9,709,600	2,512,900	12,222,500	\$437,890,100	2.9%
GF/GP			\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	N/A

¹ 2/3 of this amount is provided on an ongoing basis; 1/3 is provided on a one-time basis.

Table 3: FY 2021-22 Community College Appropriations: House-Passed HB 4401

College	FY 2020-21 Operations	FY 2020-21 ITW Reimburse.	FY 2020-21 Year-To-Date	FY 2021-22 Adjustments								
				Reallocate Operations	\$3.5M Base Appropriation	3-Year FYES Average	Proportional to FY 2020-21	Redistribution of Funds over 10% Increase Cap	ITW/Other Adjustments	Total Adjustments	FY 2021-22 Appropriation	Percent Change
Alpena	\$5,753,300	\$14,200	\$5,767,500	(\$5,753,300)	\$3,500,000	\$695,019	\$2,876,362	(\$740,381)	\$9,700	\$587,400	\$6,354,900	10.2%
Bay de Noc	5,602,800	116,700	5,719,500	(5,602,800)	3,500,000	876,329	2,801,120	(1,003,249)	(5,100)	\$566,300	6,285,800	9.9%
Delta	15,160,500	47,700	15,208,200	(15,160,500)	3,500,000	3,808,200	7,579,492	1,747,508	12,400	\$1,487,100	16,695,300	9.8%
Glen Oaks	2,651,200	0	2,651,200	(2,651,200)	3,500,000	524,954	1,325,467	(2,434,121)	0	\$265,100	2,916,300	10.0%
Gogebic	4,873,700	49,600	4,923,300	(4,873,700)	3,500,000	497,547	2,436,606	(1,067,853)	2,400	\$495,000	5,418,300	10.1%
Grand Rapids	18,773,100	233,900	19,007,000	(18,773,100)	3,500,000	7,362,005	9,385,611	422,684	(35,300)	\$1,861,900	20,868,900	9.8%
Henry Ford	22,533,100	24,500	22,557,600	(22,533,100)	3,500,000	5,931,910	11,265,423	2,720,867	(9,500)	\$875,600	23,433,200	3.9%
Jackson	12,756,200	58,000	12,814,200	(12,756,200)	3,500,000	2,368,969	6,377,462	1,087,869	(11,800)	\$566,300	13,380,500	4.4%
Kalamazoo Valley	13,099,900	63,800	13,163,700	(13,099,900)	3,500,000	3,498,288	6,549,295	870,917	22,300	\$1,340,900	14,504,600	10.2%
Kellogg	10,267,100	61,600	10,328,700	(10,267,100)	3,500,000	1,910,074	5,133,037	689,789	(10,300)	\$955,500	11,284,200	9.3%
Kirtland	3,358,400	36,400	3,394,800	(3,358,400)	3,500,000	604,365	1,679,032	(2,088,497)	(29,900)	\$306,600	3,701,400	9.0%
Lake Michigan	5,702,700	8,600	5,711,300	(5,702,700)	3,500,000	1,254,408	2,851,065	(1,331,173)	4,500	\$576,100	6,287,400	10.1%
Lansing	32,852,000	158,000	33,010,000	(32,852,000)	3,500,000	5,687,353	16,424,357	7,275,590	(35,300)	\$0	33,010,000	0.0%
Macomb	34,276,100	43,400	34,319,500	(34,276,100)	3,500,000	9,437,928	17,136,336	4,327,736	(20,100)	\$105,800	34,425,300	0.3%
Mid Michigan	5,184,400	124,800	5,309,200	(5,184,400)	3,500,000	1,626,163	2,591,941	(1,999,904)	29,100	\$562,900	5,872,100	10.6%
Monroe	4,746,200	500	4,746,700	(4,746,200)	3,500,000	1,162,348	2,372,863	(1,814,311)	200	\$474,900	5,221,600	10.0%
Montcalm	3,570,600	7,100	3,577,700	(3,570,600)	3,500,000	621,231	1,785,121	(1,978,252)	(2,300)	\$355,200	3,932,900	9.9%
Mott	16,440,000	24,000	16,464,000	(16,440,000)	3,500,000	3,209,458	8,219,178	1,494,364	17,000	\$0	16,464,000	0.0%
Muskegon	9,289,100	73,900	9,363,000	(9,289,100)	3,500,000	1,900,235	4,644,086	179,479	(16,400)	\$918,300	10,281,300	9.8%
North Central	3,389,300	173,400	3,562,700	(3,389,300)	3,500,000	852,435	1,694,481	(2,300,516)	7,800	\$364,900	3,927,600	10.2%
Northwestern	9,567,100	276,000	9,843,100	(9,567,100)	3,500,000	1,680,977	4,783,072	607,351	(24,800)	\$979,500	10,822,600	10.0%
Oakland	22,211,700	35,100	22,246,800	(22,211,700)	3,500,000	7,464,607	11,104,739	2,366,854	(1,600)	\$2,222,900	24,469,700	10.0%
Schoolcraft	13,196,200	40,300	13,236,500	(13,196,200)	3,500,000	4,598,794	6,597,440	(176,534)	(1,500)	\$1,322,000	14,558,500	10.0%
Southwestern	6,979,400	37,200	7,016,600	(6,979,400)	3,500,000	1,030,231	3,489,351	(338,782)	(3,100)	\$698,300	7,714,900	10.0%
St. Clair	7,385,200	3,400	7,388,600	(7,385,200)	3,500,000	1,670,436	3,692,231	(737,467)	11,700	\$751,700	8,140,300	10.2%
Washtenaw	13,855,900	32,300	13,888,200	(13,855,900)	3,500,000	5,577,724	6,927,257	(759,981)	3,000	\$1,392,100	15,280,300	10.0%
Wayne County	17,593,400	14,900	17,608,300	(17,593,400)	3,500,000	4,587,550	8,795,820	2,104,730	100	\$1,394,800	19,003,100	7.9%
West Shore	2,585,600	26,500	2,612,100	(2,585,600)	3,500,000	465,923	1,292,671	(2,412,394)	(6,300)	\$254,300	2,866,400	9.7%
Subtotal Operations:	\$323,654,200	\$1,785,800	\$325,440,000	(\$323,654,200)	\$98,000,000	\$80,905,461	\$161,810,916	\$4,712,323	(\$93,100)	\$21,681,400	\$347,121,400	6.7%
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%
Total Appropriations:			\$425,667,600	(\$323,654,200)	\$98,000,000	\$80,905,461	\$161,810,916	\$4,712,323	\$2,512,900	\$24,287,400	\$449,955,000	5.7%
State School Aid Fund			425,667,600	(\$323,654,200)	98,000,000	80,905,461	161,810,916	4,712,323	2,512,900	19,599,300	\$445,266,900	4.6%
GF/GP			\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$4,688,100	\$4,688,100	N/A

Table 4: FY 2021-22 Community College Appropriations

College	FY 2020-21 Year-To-Date	FY 2021-22 Governor's Recommendation			FY 2021-22 Senate			FY 2021-22 House		
		Adjustments	Appropriation	Percent Change	Adjustments	Appropriation	Percent Change	Adjustments	Appropriation	Percent Change
Alpena	\$5,767,500	\$116,500	\$5,884,000	2.0%	\$169,900	\$5,937,400	2.9%	\$587,400	\$6,354,900	10.2%
Bay de Noc	5,719,500	110,900	5,830,400	1.9	168,800	5,888,300	3.0	566,300	6,285,800	9.9
Delta	15,208,200	299,200	15,507,400	2.0	442,600	15,650,800	2.9	1,487,100	16,695,300	9.8
Glen Oaks	2,651,200	66,700	2,717,900	2.5	99,900	2,751,100	3.8	265,100	2,916,300	10.0
Gogebic	4,923,300	87,100	5,010,400	1.8	129,500	5,052,800	2.6	495,000	5,418,300	10.1
Grand Rapids	19,007,000	407,700	19,414,700	2.1	629,300	19,636,300	3.3	1,861,900	20,868,900	9.8
Henry Ford	22,557,600	402,100	22,959,700	1.8	607,900	23,165,500	2.7	875,600	23,433,200	3.9
Jackson	12,814,200	208,000	13,022,200	1.6	318,000	13,132,200	2.5	566,300	13,380,500	4.4
Kalamazoo Valley	13,163,700	291,000	13,454,700	2.2	425,400	13,589,100	3.2	1,340,900	14,504,600	10.2
Kellogg	10,328,700	191,200	10,519,900	1.9	292,000	10,620,700	2.8	955,500	11,284,200	9.3
Kirtland	3,394,800	48,400	3,443,200	1.4	87,400	3,482,200	2.6	306,600	3,701,400	9.0
Lake Michigan	5,711,300	109,300	5,820,600	1.9	161,700	5,873,000	2.8	576,100	6,287,400	10.1
Lansing	33,010,000	525,800	33,535,800	1.6	806,400	33,816,400	2.4	0	33,010,000	0.0
Macomb	34,319,500	640,400	34,959,900	1.9	970,700	35,290,200	2.8	105,800	34,425,300	0.3
Mid Michigan	5,309,200	145,500	5,454,700	2.7	203,700	5,512,900	3.8	562,900	5,872,100	10.6
Monroe	4,746,700	102,600	4,849,300	2.2	153,900	4,900,600	3.2	474,900	5,221,600	10.0
Montcalm	3,577,700	72,300	3,650,000	2.0	109,400	3,687,100	3.1	355,200	3,932,900	9.9
Mott	16,464,000	302,000	16,766,000	1.8	444,500	16,908,500	2.7	0	16,464,000	0.0
Muskegon	9,363,000	153,700	9,516,700	1.6	238,800	9,601,800	2.6	918,300	10,281,300	9.8
North Central	3,562,700	92,200	3,654,900	2.6	134,400	3,697,100	3.8	364,900	3,927,600	10.2
Northwestern	9,843,100	152,300	9,995,400	1.5	240,900	10,084,000	2.4	979,500	10,822,600	10.0
Oakland	22,246,800	478,500	22,725,300	2.2	718,500	22,965,300	3.2	2,222,900	24,469,700	10.0
Schoolcraft	13,236,500	302,000	13,538,500	2.3	453,700	13,690,200	3.4	1,322,000	14,558,500	10.0
Southwestern	7,016,600	133,700	7,150,300	1.9	202,100	7,218,700	2.9	698,300	7,714,900	10.0
St. Clair	7,388,600	168,400	7,557,000	2.3	246,800	7,635,400	3.3	751,700	8,140,300	10.2
Washtenaw	13,888,200	381,700	14,269,900	2.7	571,100	14,459,300	4.1	1,392,100	15,280,300	10.0
Wayne County	17,608,300	347,500	17,955,800	2.0	521,100	18,129,400	3.0	1,394,800	19,003,100	7.9
West Shore	2,612,100	43,300	2,655,400	1.7	68,100	2,680,200	2.6	254,300	2,866,400	9.7
Subtotal Operations:	\$325,440,000	\$6,380,000	\$331,820,000	2.0%	\$9,616,500	\$335,056,500	3.0%	\$21,681,400	\$347,121,400	6.7%
MPSERS Normal Cost Offset	\$12,394,000	(\$694,000)	\$11,700,000	(5.6%)	(\$694,000)	\$11,700,000	(5.6%)	(\$694,000)	\$11,700,000	(5.6%)
MPSERS Retiree Health Care	1,733,600	0	1,733,600	0.0	0	1,733,600	0.0	0	1,733,600	0.0
MPSERS Reform Costs	83,900,000	3,300,000	87,200,000	3.9	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	0	2,200,000	0.0
Total Appropriations:	\$425,667,600	\$8,986,000	\$434,653,600	2.1%	\$12,222,500	\$437,890,100	2.9%	\$24,287,400	\$449,955,000	5.7%
State School Aid Fund	425,667,600	8,986,000	434,653,600	2.1	12,222,500	437,890,100	2.9	16,993,300	449,955,000	4.0
GF/GP	\$0	\$0	\$0	0.0%	\$0	\$0	0.0%	\$4,688,100	\$4,688,100	N/A



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



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

House Bill 4260 (S-1)
Committee: Appropriations (discharged)

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2020-21 YEAR-TO-DATE*	FY 2021-22 HB 4260 (S-1)	CHANGES FROM FY 2020-21 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions	0.0	0.0	N/A	N/A
GROSS	1,699,925,400	2,513,025,500	813,100,100	47.8
Less:				
Interdepartmental Grants Received	0	0	0	0.0
ADJUSTED GROSS	1,699,925,400	2,513,025,500	813,100,100	47.8
Less:				
Federal Funds	126,026,400	128,526,400	2,500,000	2.0
Local and Private	0	0	0	0.0
TOTAL STATE SPENDING	1,573,899,000	2,384,499,100	810,600,100	51.5
Less:				
Other State Restricted Funds	356,063,300	1,121,403,300	765,340,000	214.9
GENERAL FUND/GENERAL PURPOSE	1,217,835,700	1,263,095,800	45,260,100	3.7
PAYMENTS TO LOCALS	0	0	0	0.0

*As of February 8, 2021.

	Gross	GF/GP
FY 2020-21 Year-to-Date Appropriation	\$1,699,925,400	\$1,217,835,700

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

- University Operational Support Payments.** The Governor included a one-time increase of 2.0% as operational support payments outside of base State operations payments. The increase would be distributed proportionately to each university's FY 2020-21 base operations amounts. This item also included a 2.0% increase for MSU AgBioResearch and MSU Extension.

 The Senate included a 2.0% ongoing increase (\$29.2 million) for each university and a 1% one-time increase (\$14.6 million) divided amongst the 8 universities that do not participate in the Michigan Public School Employees' Retirement System (MPERS). These increases would be distributed proportionately to each university's FY 2020-21 Operations amounts. Additionally, MSU Extension and MSU AgBioResearch would receive a 3% increase (\$1.0 million AgBioResearch, \$904,100 Extension), 2/3 of which would be ongoing and 1/3 would be one-time.
- MPERS Obligation Payoff.** The Senate included \$760.0 million in one-time School Aid Fund that would allow the 7 universities that participate in MPERS to pay off their obligations to the system. Table 5 shows the amounts of each university's obligations.

3. King-Chavez-Parks (KCP) Program Changes. The Senate reduced the amount in each university's budget for the KCP Visiting Professors Program from \$9,895 to \$4,895 and reduced the amount for the Select Student Support Services Program in total from \$1,956,100 to \$1,882,500. These funds totaling \$148,600 GF/GP were moved to a new KCP Pregnant and Parenting Student Support Services Program.	0	0
4. MPSERS UAAL Stabilization Payments. 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 universities to \$13.5 million.	1,800,000	0
5. MPSERS Normal Cost Offset. The Governor and Senate increased this item to a total of \$4.7 million. The change reflects the amount necessary to make required payments at the current assumed rate of return for MPSERS of 6.8%.	3,540,000	0
6. North American ITW Reimbursement Adjustment. The Governor and Senate increased ITW reimbursements to \$12.4 million to reflect the most recent waiver cost data provided by universities.	484,000	484,000
7. Tuition Incentive Program (TIP). The Governor included two adjustments to TIP: The first would be a \$2.5 million TANF increase to account for a projected increase in demand for the program. The second was a \$5.8 million TANF reduction to reflect savings from a proposed boilerplate change that would limit TIP Phase I payments for universities to 2.5 times the average tuition rate of community colleges. In total, support for TIP under the Governor's Recommendation would decrease from \$68.8 million to \$65.5 million. The Senate included the \$2.5 million increase but did not include the \$5.8 million reduction or the related boilerplate change.	2,500,000	0
8. Midwest Higher Education Compact. The Governor and Senate included an increase for dues paid by Michigan to support the Compact, bringing the total to \$116,800.	1,800	1,800
9. Remove One-Time Passthrough Payment to Bay Mills Community College. The Governor and Senate removed a \$1.0 million one-time passthrough payment to Bay Mills Community College. The passthrough was performed by Lake Superior State University, so the reduction is reflected in LSSU's operations line.	(1,000,000)	(1,000,000)
Total Changes	\$813,100,100	\$45,260,100
FY 2021-22 HB 4260 (S-1) Appropriation	\$2,513,025,500	\$1,263,095,800

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

1. **Federal Contingency Funds.** The Senate removed a section appropriating \$6.0 million in Federal contingency funds. (Sec. 236b)
2. **Transparency Reporting.** The Governor removed certain transparency reporting requirements as well as language that allows the State Budget Director to withhold monthly payments to universities if they fail to comply with statutory financial transparency requirements. The Senate did not concur with most of these changes, but did remove several metrics related to early college programs (Sec. 245)
3. **Campus Safety Information.** The Governor removed the requirement that universities certify compliance with the requirements of this section, as well as the ability for the State Budget Director to withhold payments to universities that fail to do so. The Senate did not concur with this change. (Sec. 245a)
4. **Michigan Tuition Grants - Institutional Limitation.** The Governor removed language that specifies that the \$4.8 million institutional limit for Tuition Grants does not apply to other financial aid programs. The Senate did not concur with the Governor's change and increased the institutional limit to \$5.0 million. (Sec. 252)

This analysis was prepared by nonpartisan Senate staff for use by the Senate in its deliberation.

5. **Michigan Tuition Grants - Program Reporting.** The Senate removed a requirement that independent colleges participating in the Tuition Grant program report program completion, remedial education, and Pell status of students receiving a grant from the program. (Sec. 252[7])
6. **Tuition Incentive Program - Limit Payment Size.** The Governor included new language that would limit payments made to universities under Phase I of this program to a per-credit payment that does not exceed 2.5 times the average community college in-district tuition rate. The Senate did not concur with this change. (Sec. 256)
7. **Financial Aid Program Outreach.** The Governor removed a section stating the intent of the Legislature that Treasury launch an aggressive campaign to inform high school students about State financial aid programs. The Senate retained this section. (Sec. 259)
8. **Financial Aid Resources Website.** The Governor removed a number of required specifications to the financial aid informational website required to be created under this section. The Senate concurred with most of these changes, and included a new requirement that Treasury inform each school district about the website. (Sec. 260)
9. **U of M Douglas Lake Biological Station.** The Governor removed a section that designates Douglas Lake a special reserve and states the intent of the Legislature that no State programs or policies be developed that would have a deleterious impact on the research value of Douglas Lake. The Senate retained this section. (Sec. 261)
10. **Tuition Restraint - Lower Threshold.** The Governor and Senate reduced the allowable tuition increase under this section from 4.25%, or \$586, to 4.2%, or \$590. (Sec. 265)
11. **Tuition Restraint - Exceeding Limit.** The Governor removed language that restricts a university that exceeds the rate cap from receiving a capital outlay planning or construction authorization, as well as language that specifies that the Legislature may adjust the appropriation to any university that exceeds the rate cap. The Senate did not include these changes. (Sec. 265)
12. **Performance Funding.** The Governor removed the performance funding formula, and instead provided a one-time increase of 2.0% for all universities proportional to their FY 2020-21 operations funding. The Senate retained the existing language for this section. (Sec. 265a)
13. **Campus Safety Programs.** The Governor removed a section stating the intent of the Legislature that a portion of State appropriations be used for campus safety, sexual assault prevention programs, and student mental health programs. The Senate retained this section. (Sec. 265e)
14. **ITW Reimbursement for Saginaw Chippewa Tribal College.** The Governor and Senate increased the passthrough payment for ITW reimbursement to Saginaw Chippewa Tribal College from \$79,700 to \$82,380 to reflect the most recent ITW cost data. (Sec. 269)
15. **ITW Reimbursement for Bay Mills Community College.** The Governor and Senate removed a shell section that provided a \$0 payment to Bay Mills Community College for reimbursement of its ITW costs. (Sec. 270)
16. **Bay Mills One-Time Passthrough Payment.** The Governor and Senate removed a one-time payment of \$1.0 million to Bay Mills Community College. (Sec. 270b)
17. **Discouraged Instruction Activity.** The Governor removed a section stating the intent of the Legislature that public universities not use State funds to offer instructional activities that target companies or groups of companies for unionization or decertification of a union. The Senate retained this section. (Sec. 271a)
18. **Human Embryonic Stem Cell Research.** The Governor removed a section stating the intent of the Legislature that public and private organizations' stem cell research provide certain information to the Director of the Department of Health and Human Services. Senate retained this section. (Sec. 274)
19. **Use and Finance Noncompliance Penalty.** The Governor removed a section that imposes a 1% reduction in State funding to a university for each violation of certain requirements of the Management and Budget Act. The Senate retained this section. (Sec. 275a)
20. **Communications with the Legislature.** The Governor removed a section urging universities not to take disciplinary action against employees who communicate with members of the Legislature or their staff. The Senate retained this section. (Sec. 275d)
21. **Campus Free Speech Report.** The Governor removed a report on activities related to free speech issues on university campuses. The Senate modified this section to state the intent of the Legislature that each university establish an advocacy policy. (Sec. 275f)

This analysis was prepared by nonpartisan Senate staff for use by the Senate in its deliberation.

22. **COVID-19 Report.** The Governor and Senate removed a section containing two reports that require universities to report various information relative to their responses to COVID-19. (Sec. 275g)
23. **Students with Dependents Report.** The Governor and Senate removed a requirement for universities to collect demographic data about students with dependent children and report those data to the Legislature. (Sec. 275i)
24. **King-Chavez-Parks Pregnant and Parenting Student Support Services.** The Senate included a new section detailing the requirements of this new program. (Sec. 275j)
25. **King-Chavez-Parks Future Faculty.** The Senate included new language requiring universities to report on unexpended program funds, and to allow the Department of Labor and Economic Opportunity to reallocate unspent funds within the program. The new language also would allow up to 5% of program funds to be used for administration. (Sec. 276)
26. **King-Chavez-Parks Visiting Professors.** The Senate included new language requiring universities to report on unexpended program funds, and to allow the Department of Labor and Economic Opportunity to reallocate unspent funds within the program. (Sec. 280)
27. **King-Chavez-Parks Report.** The Senate substantially rewrote the requirements of this reporting section. (Sec. 281a)
28. **King-Chavez-Parks Unexpended Grant Funds.** The Senate included new language in this section prohibiting program funds from being spent on financial aid. (Sec. 282)
29. **Performance Audits.** The Governor removed a section allowing the Auditor General to conduct performance audits of universities as deemed necessary. The Senate retained this section. (Sec. 291)

Date Completed: 6-30-21

Fiscal Analyst: Josh Sefton

Table 1: HIGHER EDUCATION APPROPRIATIONS: GOVERNOR'S RECOMMENDATION

University	FY 2020-21 Year-To-Date Operations [*]	FY 2020-21 Year-To-Date ITW Reimb.	FY 2020-21 Year-To-Date Appropriation	Operations Adjustments		ITW Adjustment and Other Changes	FY 2021-22 Gov. Rec.	Dollar Change From FY 2020-21	Percent Change	Appropriation Per FYES
				2% One-Time Proportional Increase	Total Adjustment					
Central	\$87,600,000	\$1,964,500	\$89,564,500	\$1,752,000	\$1,752,000	\$0	\$91,316,500	\$1,752,000	2.0%	\$5,339
Eastern	77,253,700	301,500	77,555,200	1,545,100	1,545,100	(21,800)	79,078,500	1,523,300	2.0	5,595
Ferris	55,025,500	908,800	55,934,300	1,100,500	1,100,500	57,000	57,091,800	1,157,500	2.1	5,599
Grand Valley	72,313,500	1,177,200	73,490,700	1,446,300	1,446,300	0	74,937,000	1,446,300	2.0	3,407
Lake Superior	14,307,000	945,100	15,252,100	266,100	266,100	(1,018,600)	14,499,600	(752,500)	(4.9)	8,939
			0							
Michigan State	287,331,700	1,604,000	288,935,700	5,746,600	5,746,600	328,800	295,011,100	6,075,400	2.1	6,156
Michigan Tech	50,101,600	693,600	50,795,200	1,002,000	1,002,000	75,700	51,872,900	1,077,700	2.1	7,894
Northern	47,809,100	1,060,600	48,869,700	956,200	956,200	(9,100)	49,816,800	947,100	1.9	7,309
Oakland	53,147,400	266,100	53,413,500	1,062,900	1,062,900	67,900	54,544,300	1,130,800	2.1	3,144
Saginaw Valley	30,583,800	219,500	30,803,300	611,700	611,700	(65,600)	31,349,400	546,100	1.8	4,334
			0							
UM-Ann Arbor	321,970,100	961,000	322,931,100	6,439,400	6,439,400	114,600	329,485,100	6,554,000	2.0	6,688
UM-Dearborn	26,167,000	167,800	26,334,800	523,300	523,300	(2,800)	26,855,300	520,500	2.0	3,754
UM-Flint	23,616,200	348,200	23,964,400	472,300	472,300	(3,200)	24,433,500	469,100	2.0	4,015
Wayne State	202,996,700	462,200	203,458,900	4,059,900	4,059,900	7,500	207,526,300	4,067,400	2.0	8,945
Western	111,522,200	841,700	112,363,900	2,230,400	2,230,400	(46,400)	114,547,900	2,184,000	1.9	6,187
Subtotal University Operations:	\$1,461,745,500	\$11,921,800	\$1,473,667,300	\$29,214,700	\$29,214,700	(\$516,000)	\$1,502,366,000	\$28,698,700	1.9%	\$5,888
MPERS Reimbursement			\$11,695,000			1,800,000	\$13,495,000	\$1,800,000	15.4%	
MPERS Normal Cost Offset			1,200,000			3,540,000	4,740,000	3,540,000	295.0	
MSU AgBioResearch	34,937,300		34,937,300	698,700	698,700		35,636,000	698,700	2.0	
MSU Extension	30,136,100		30,136,100	602,700	602,700		30,738,800	602,700	2.0	
Higher Education Database			200,000				200,000	0	0.0	
Midwest Higher Ed Compact			115,000			1,800	116,800	1,800	1.6	
King-Chavez-Parks			2,691,500				2,691,500	0	0.0	
Total Universities			\$1,554,642,200	\$30,516,100	\$30,516,100	\$4,825,800	\$1,589,984,100	\$35,341,900	2.3%	
School Aid Fund			356,063,300	0	0	5,340,000	361,403,300	5,340,000	1.5	
State GF/GP			\$1,198,578,900	\$30,516,100	\$30,516,100	(\$514,200)	\$1,228,580,800	\$30,001,900	2.5%	
Grants and Financial Aid										
State Competitive Scholarships			\$29,861,700				\$29,861,700	\$0	0.0%	
Tuition Grants			42,021,500				42,021,500	0	0.0	
Tuition Incentive Program (TIP)			68,800,000			(3,300,000)	65,500,000	(3,300,000)	(4.8)	
Children of Veterans & Officer's Tuition			1,400,000				1,400,000	0	0.0	
Project Gear-Up			3,200,000				3,200,000	0	0.0	
Total Grants/Financial Aid			\$145,283,200			(\$3,300,000)	\$141,983,200	(\$3,300,000)	(2.3%)	
Federal Higher Ed Act			3,200,000			0	3,200,000	0	0.0	
Federal TANF			122,826,400			(3,300,000)	119,526,400	(3,300,000)	(2.7)	
State GF/GP			\$19,256,800	\$0	\$0	\$0	\$19,256,800	\$0	0.0%	
TOTAL HIGHER EDUCATION										
TOTAL ALL FUNDS			\$1,699,925,400	\$30,516,100	\$30,516,100	\$1,525,800	\$1,731,967,300	\$32,041,900	1.9%	
TOTAL FEDERAL			126,026,400	0	0	(3,300,000)	122,726,400	(3,300,000)	(2.6)	
TOTAL STATE RESTRICTED			356,063,300	0	0	5,340,000	361,403,300	5,340,000	1.5	
TOTAL STATE GF/GP			\$1,217,835,700	\$30,516,100	\$30,516,100	(\$514,200)	\$1,247,837,600	\$30,001,900	2.5%	

^{*} Operations figure for LSSU includes a \$1.0 one-time passthrough payment to Bay Mills Community College. This amount was removed, which is reflected in the ITW Adjustment and Other Changes column.

TABLE 2 - HIGHER EDUCATION APPROPRIATIONS: HB 4260 (S-1)

University	FY 2020-21 Year-To-Date Operations	FY 2020-21 Year-To-Date ITW Reimb.	FY 2020-21 Year-To-Date Appropriation	Operations Adjustments				ITW Adjustment and Other Changes	FY 2021-22 Senate	Dollar Change From FY 2020-21	Percent Change	Appropriation Per FYES
				2% Proportional to FY21 Ops. Increase	1% One-Time Prop. to FY21 Ops. Non-MPSERS	Reduction to KCP Visiting Professors	Total Adjustment					
Central	\$87,600,000	\$1,964,500	\$89,564,500	\$1,752,000	\$0	(\$5,000)	\$1,747,000	\$0	\$91,311,500	\$1,747,000	2.0%	\$5,339
Eastern	77,253,700	301,500	77,555,200	1,545,100	0	(5,000)	1,540,100	(21,800)	79,073,500	1,518,300	2.0	5,595
Ferris	55,025,500	908,800	55,934,300	1,100,500	0	(5,000)	1,095,500	57,000	57,086,800	1,152,500	2.1	5,599
Grand Valley	72,313,500	1,177,200	73,490,700	1,446,300	1,037,500	(5,000)	2,478,800	0	75,969,500	2,478,800	3.4	3,454
Lake Superior	14,307,000	945,100	15,252,100	266,100	0	(5,000)	261,100	(1,018,600)	14,494,600	(757,500)	(5.0)	8,936
Michigan State	287,331,700	1,604,000	288,935,700	5,746,600	4,122,500	(5,000)	9,864,100	328,800	299,128,600	10,192,900	3.5	6,242
Michigan Tech	50,101,600	693,600	50,795,200	1,002,000	0	(5,000)	997,000	75,700	51,867,900	1,072,700	2.1	7,893
Northern	47,809,100	1,060,600	48,869,700	956,200	0	(5,000)	951,200	(9,100)	49,811,800	942,100	1.9	7,308
Oakland	53,147,400	266,100	53,413,500	1,062,900	762,500	(5,000)	1,820,400	67,900	55,301,800	1,888,300	3.5	3,188
Saginaw Valley	30,583,800	219,500	30,803,300	611,700	438,800	(5,000)	1,045,500	(65,600)	31,783,200	979,900	3.2	4,394
UM-Ann Arbor	321,970,100	961,000	322,931,100	6,439,400	4,619,400	(5,000)	11,053,800	114,600	334,099,500	11,168,400	3.5	6,782
UM-Dearborn	26,167,000	167,800	26,334,800	523,300	375,400	(5,000)	893,700	(2,800)	27,225,700	890,900	3.4	3,806
UM-Flint	23,616,200	348,200	23,964,400	472,300	338,800	(5,000)	806,100	(3,200)	24,767,300	802,900	3.4	4,070
Wayne State	202,996,700	462,200	203,458,900	4,059,900	2,912,500	(5,000)	6,967,400	7,500	210,433,800	6,974,900	3.4	9,071
Western	111,522,200	841,700	112,363,900	2,230,400	0	(5,000)	2,225,400	(46,400)	114,542,900	2,179,000	1.9	6,186
Subtotal University Operations:	\$1,461,745,500	\$11,921,800	\$1,473,667,300	\$29,214,700	\$14,607,400	(\$75,000)	\$43,747,100	(\$516,000)	\$1,516,898,400	\$43,231,100	2.9%	\$5,945
MPSERS Reimbursement			\$11,695,000					1,800,000	\$13,495,000	\$1,800,000	15.4%	
MPSERS Normal Cost Offset			1,200,000					3,540,000	4,740,000	3,540,000	295.0	
MSU AgBioResearch	34,937,300		34,937,300	698,700	349,400		1,048,100		35,985,400	1,048,100	3.0	
MSU Extension	30,136,100		30,136,100	602,700	301,400		904,100		31,040,200	904,100	3.0	
Higher Education Database			200,000						200,000	0	0.0	
Midwest Higher Ed Compact			115,000					1,800	116,800	1,800	1.6	
King-Chavez-Parks			2,691,500					(73,600)	2,617,900	(73,600)	(2.7)	
KCP Pregnant and Parenting Serv.			0					148,600	148,600	148,600	N/A	
MPSERS Obligation Payoff			0					760,000,000	760,000,000	760,000,000	N/A	
Total Universities			\$1,554,642,200	\$30,516,100	\$15,258,200	(\$75,000)	\$45,699,300	\$764,900,800	\$2,365,242,300	\$810,600,100	52.1%	
School Aid Fund			356,063,300			0	0	765,340,000	1,121,403,300	765,340,000	214.9	
State GF/GP			\$1,198,578,900	\$30,516,100	\$15,258,200	(\$75,000)	\$45,699,300	(\$439,200)	\$1,243,839,000	\$45,260,100	3.8%	
Grants and Financial Aid												
State Competitive Scholarships			\$29,861,700						\$29,861,700	\$0	0.0%	
Tuition Grants			42,021,500						42,021,500	0	0.0	
Tuition Incentive Program (TIP)			68,800,000					2,500,000	71,300,000	2,500,000	3.6	
Children of Veterans & Officer's Tuition			1,400,000						1,400,000	0	0.0	
Project Gear-Up			3,200,000						3,200,000	0	0.0	
Total Grants/Financial Aid			\$145,283,200					\$2,500,000	\$147,783,200	\$2,500,000	1.7%	
Federal Higher Ed Act			3,200,000					0	3,200,000	0	0.0	
Federal TANF			122,826,400					2,500,000	125,326,400	2,500,000	2.0	
State GF/GP			\$19,256,800			\$0	\$0	\$0	\$19,256,800	\$0	0.0%	
TOTAL HIGHER EDUCATION												
TOTAL ALL FUNDS			\$1,699,925,400	\$30,516,100	\$15,258,200	(\$75,000)	\$45,699,300	\$767,400,800	\$2,513,025,500	\$813,100,100	47.8%	
TOTAL FEDERAL			126,026,400	0	0	0	0	2,500,000	128,526,400	2,500,000	2.0	
TOTAL STATE RESTRICTED			356,063,300	0	0	0	0	765,340,000	1,121,403,300	765,340,000	214.9	
TOTAL STATE GF/GP			\$1,217,835,700	\$30,516,100	\$15,258,200	(\$75,000)	\$45,699,300	(\$439,200)	\$1,263,095,800	\$45,260,100	3.7%	

¹ Operations figure for LSSU includes a \$1.0 one-time passthrough payment to Bay Mills Community College. This amount was removed, which is reflected in the ITW Adjustment and Other Changes column.

TABLE 3 - HIGHER EDUCATION APPROPRIATIONS: HOUSE-PASSED HB 4400

University	FY 2020-21 Year-To-Date Operations ¹	FY 2020-21 Year-To-Date ITW Reimb.	FY 2020-21 Year-To-Date Appropriation	Operations Adjustments							Total Formula Changes	ITW Adjustment and Other Changes	FY 2021-22 House	Dollar Change From FY 2020-21	Percent Change	Appropriation Per FYES
				Rebase Operations Funding	Carnegie Tier 1 Distribution	Carnegie Tier 2 Distribution	Distribution on 3-Yr FYES Average	Distribution on FY 2020-21 Appropriation	Northern Regional Hold-Harmless	Redistribution Over 10% Increase Cap						
Central	\$87,600,000	\$1,964,500	\$89,564,500	(\$87,600,000)	\$0	\$7,000,000	\$40,198,757	\$58,394,160	\$0	(\$9,036,400)	\$8,956,500	\$0	\$98,521,000	\$8,956,500	10.0%	\$5,760
Eastern	77,253,700	301,500	77,555,200	(77,253,700)	0	7,000,000	32,665,935	51,497,316	0	(6,156,300)	7,753,300	(21,800)	85,286,700	7,731,500	10.0	6,035
Ferris	55,025,500	908,800	55,934,300	(55,025,500)	0	0	21,673,309	36,679,998	0	2,229,800	5,557,600	57,000	61,548,900	5,614,600	10.0	6,037
Grand Valley	72,313,500	1,177,200	73,490,700	(72,313,500)	0	0	42,979,914	48,204,179	0	(11,521,500)	7,349,100	0	80,839,800	7,349,100	10.0	3,676
Lake Superior	14,307,000	945,100	15,252,100	(14,307,000)	0	0	3,624,348	8,870,446	809,600	1,021,200	18,600	(1,018,600)	14,252,100	(1,000,000)	(6.6)	8,787
Michigan State	287,331,700	1,604,000	288,935,700	(287,331,700)	33,333,333	0	90,809,973	191,535,311	0	(25,112,900)	3,234,000	328,800	292,498,500	3,562,800	1.2	6,104
Michigan Tech	50,101,600	693,600	50,795,200	(50,101,600)	0	7,000,000	13,933,254	33,397,727	2,674,100	(6,979,200)	(75,700)	75,700	50,795,200	0	0.0	7,730
Northern	47,809,100	1,060,600	48,869,700	(47,809,100)	0	0	11,790,504	31,869,546	4,137,300	20,800	9,100	(9,100)	48,869,700	0	0.0	7,170
Oakland	53,147,400	266,100	53,413,500	(53,147,400)	0	7,000,000	36,869,032	35,428,057	0	(20,801,600)	5,348,100	67,900	58,829,500	5,416,000	10.1	3,391
Saginaw Valley	30,583,800	219,500	30,803,300	(30,583,800)	0	0	14,329,437	20,387,161	0	(1,059,000)	3,073,800	(65,600)	33,811,500	3,008,200	9.8	4,675
UM-Ann Arbor	321,970,100	961,000	322,931,100	(321,970,100)	33,333,333	0	62,472,313	214,625,269	0	(28,028,300)	(39,567,500)	114,600	283,478,200	(39,452,900)	(12.2)	5,754
UM-Dearborn	26,167,000	167,800	26,334,800	(26,167,000)	0	0	13,262,218	17,442,922	0	(1,904,900)	2,633,200	(2,800)	28,965,200	2,630,400	10.0	4,049
UM-Flint	23,616,200	348,200	23,964,400	(23,616,200)	0	0	12,024,943	15,742,559	0	(1,755,200)	2,396,100	(3,200)	26,357,300	2,392,900	10.0	4,332
Wayne State	202,996,700	462,200	203,458,900	(202,996,700)	33,333,333	0	54,939,491	135,317,600	0	(28,803,200)	(8,209,500)	7,500	195,256,900	(8,202,000)	(4.0)	8,417
Western	111,522,200	841,700	112,363,900	(111,522,200)	0	7,000,000	35,293,045	74,340,699	0	(3,588,200)	1,523,300	(46,400)	113,840,800	1,476,900	1.3	6,149
Subtotal University Operations:	\$1,461,745,500	\$11,921,800	\$1,473,667,300	(\$1,461,745,500)	\$100,000,000	\$35,000,000	\$486,866,475	\$973,732,950	\$7,621,000	(\$141,474,900)	\$0	(\$516,000)	\$1,473,151,300	(\$516,000)	(0.0%)	\$ 5,774
MPSERS Reimbursement			\$11,695,000									1,800,000	\$13,495,000	\$1,800,000	15.4%	
MPSERS Normal Cost Offset			1,200,000									3,540,000	4,740,000	3,540,000	295.0	
MSU AgBioResearch	34,937,300		34,937,300								0		34,937,300	0	0.0	
MSU Extension	30,136,100		30,136,100								0		30,136,100	0	0.0	
Higher Education Database			200,000										200,000	0	0.0	
Midwest Higher Ed Compact			115,000									1,800	116,800	1,800	1.6	
King-Chavez-Parks			2,691,500										2,691,500	0	0.0	
Pregnant and Parenting Services			0									500,000	500,000	500,000	N/A	
WSU De-Escalation Training Ctr.			0									150,000	150,000	150,000	N/A	
Prison Collegiate Ed. Init. - Calvin U.			0									1,000,000	1,000,000	1,000,000	N/A	
Total Universities			\$1,554,642,200								\$0	\$6,475,800	\$1,561,118,000	\$6,475,800	0.4%	
School Aid Fund			356,063,300								0	5,340,000	361,403,300	5,340,000	1.5	
State GF/GP			\$1,198,578,900								\$0	\$1,135,800	\$1,199,714,700	\$1,135,800	0.1%	
Grants and Financial Aid																
State Competitive Scholarships			\$29,861,700										\$29,861,700	\$0	0.0%	
Tuition Grants			42,021,500										42,021,500	0	0.0	
Tuition Incentive Program (TIIP)			68,800,000									2,500,000	71,300,000	2,500,000	3.6	
Children of Veterans & Officer's Tuition			1,400,000										1,400,000	0	0.0	
Project Gear-Up			3,200,000										3,200,000	0	0.0	
Total Grants/Financial Aid			\$145,283,200								\$0	\$2,500,000	\$147,783,200	\$2,500,000	1.7%	
Federal Higher Ed Act			3,200,000								0	0	3,200,000	0	0.0	
Federal TANF			122,826,400								0	2,500,000	125,326,400	2,500,000	2.0	
State GF/GP			\$19,256,800								\$0	\$0	\$19,256,800	\$0	0.0%	
TOTAL HIGHER EDUCATION																
TOTAL ALL FUNDS			\$1,699,925,400								\$0	\$8,975,800	\$1,708,901,200	\$8,975,800	0.5%	
TOTAL FEDERAL			126,026,400								0	2,500,000	128,526,400	2,500,000	2.0	
TOTAL STATE RESTRICTED			356,063,300								0	5,340,000	361,403,300	5,340,000	1.5	
TOTAL STATE GF/GP			\$1,217,835,700								\$0	\$1,135,800	\$1,218,971,500	\$1,135,800	0.1%	

¹ Operations figure for LSSU includes a \$1.0 one-time passthrough payment to Bay Mills Community College. This amount was removed, which is reflected in the ITW Adjustment and Other Changes column.

Table 4: FY 2021-22 Higher Education Appropriations

	FY 2020-21 Year-To-Date	Governor's Recommendation			Senate			House		
		FY 2021-22 Gov. Rec.	Dollar Change	Percent Change	FY 2021-22 Senate	Dollar Change	Percent Change	FY 2021-22 House	Dollar Change	Percent Change
University										
Central	\$89,564,500	\$91,316,500	\$1,752,000	2.0%	\$91,311,500	\$1,747,000	2.0%	\$98,521,000	\$8,956,500	10.0%
Eastern	77,555,200	79,078,500	1,523,300	2.0	79,073,500	1,518,300	2.0	85,286,700	7,731,500	10.0
Ferris	55,934,300	57,091,800	1,157,500	2.1	57,086,800	1,152,500	2.1	61,548,900	5,614,600	10.0
Grand Valley	73,490,700	74,937,000	1,446,300	2.0	75,969,500	2,478,800	3.4	80,839,800	7,349,100	10.0
Lake Superior ¹	15,252,100	14,499,600	(752,500)	(4.9)	14,494,600	(757,500)	(5.0)	14,252,100	(1,000,000)	(6.6)
Michigan State	288,935,700	295,011,100	6,075,400	2.1	299,128,600	10,192,900	3.5	292,498,500	3,562,800	1.2
Michigan Tech	50,795,200	51,872,900	1,077,700	2.1	51,867,900	1,072,700	2.1	50,795,200	0	0.0
Northern	48,869,700	49,816,800	947,100	1.9	49,811,800	942,100	1.9	48,869,700	0	0.0
Oakland	53,413,500	54,544,300	1,130,800	2.1	55,301,800	1,888,300	3.5	58,829,500	5,416,000	10.1
Saginaw Valley	30,803,300	31,349,400	546,100	1.8	31,783,200	979,900	3.2	33,811,500	3,008,200	9.8
UM-Ann Arbor	322,931,100	329,485,100	6,554,000	2.0	334,099,500	11,168,400	3.5	283,478,200	(39,452,900)	(12.2)
UM-Dearborn	26,334,800	26,855,300	520,500	2.0	27,225,700	890,900	3.4	28,965,200	2,630,400	10.0
UM-Flint	23,964,400	24,433,500	469,100	2.0	24,767,300	802,900	3.4	26,357,300	2,392,900	10.0
Wayne State	203,458,900	207,526,300	4,067,400	2.0	210,433,800	6,974,900	3.4	195,256,900	(8,202,000)	(4.0)
Western	112,363,900	114,547,900	2,184,000	1.9	114,542,900	2,179,000	1.9	113,840,800	1,476,900	1.3
Subtotal University Operations:	\$1,473,667,300	\$1,502,366,000	\$28,698,700	1.9%	\$1,516,898,400	\$43,231,100	2.9%	\$1,473,151,300	(\$516,000)	(0.0%)
MPERS Reimbursement	\$11,695,000	\$13,495,000	\$1,800,000	15.4%	\$13,495,000	\$1,800,000	15.4%	\$13,495,000	\$1,800,000	15.4%
MPERS Normal Cost Offset	1,200,000	4,740,000	3,540,000	295.0	4,740,000	3,540,000	295.0	4,740,000	3,540,000	295.0
MSU AgBioResearch	34,937,300	35,636,000	698,700	2.0	35,985,400	1,048,100	3.0	34,937,300	0	0.0
MSU Extension	30,136,100	30,738,800	602,700	2.0	31,040,200	904,100	3.0	30,136,100	0	0.0
Higher Education Database	200,000	200,000	0	0.0	200,000	0	0.0	200,000	0	0.0
Midwest Higher Ed Compact	115,000	116,800	1,800	1.6	116,800	1,800	1.6	116,800	1,800	1.6
King-Chavez-Parks	2,691,500	2,691,500	0	0.0	2,617,900	(73,600)	(2.7)	2,691,500	0	0.0
Pregnant and Parenting Services	0	0	0	N/A	148,600	148,600	N/A	500,000	500,000	N/A
MPERS Obligation Payoff	0	0	0	N/A	760,000,000	760,000,000	N/A	0	0	N/A
WSU De-Escalation Training Ctr.	0	0	0	N/A	0	0	N/A	150,000	150,000	N/A
Prison Collegiate Ed. Init. - Calvin U.	0	0	0	N/A	0	0	N/A	1,000,000	1,000,000	N/A
Total Universities	\$1,554,642,200	\$1,589,984,100	\$35,341,900	2.3%	\$2,365,242,300	\$810,600,100	52.1%	\$1,561,118,000	\$6,475,800	0.4%
School Aid Fund	356,063,300	361,403,300	5,340,000	1.5	1,121,403,300	765,340,000	214.9	0	(356,063,300)	(100.0)
State GF/GP	\$1,198,578,900	\$1,228,580,800	\$30,001,900	2.5%	\$1,243,839,000	\$45,260,100	3.8%	\$1,561,118,000	\$362,539,100	30.2%
Grants and Financial Aid										
State Competitive Scholarships	\$29,861,700	\$29,861,700	\$0	0.0%	29,861,700	0	0.0%		(\$29,861,700)	(100.0%)
Tuition Grants	42,021,500	42,021,500	0	0.0	42,021,500	0	0.0		(42,021,500)	(100.0)
Tuition Incentive Program (TIP)	68,800,000	65,500,000	(3,300,000)	(4.8)	71,300,000	2,500,000	3.6		(68,800,000)	(100.0)
Children of Veterans & Officer's Tuition	1,400,000	1,400,000	0	0.0	1,400,000	0	0.0		(1,400,000)	(100.0)
Project Gear-Up	3,200,000	3,200,000	0	0.0	3,200,000	0	0.0		(3,200,000)	(100.0)
Total Grants/Financial Aid	\$145,283,200	\$141,983,200	(\$3,300,000)	(2.3%)	\$147,783,200	\$2,500,000	1.7%	\$0	(\$145,283,200)	(100.0%)
Federal Higher Ed Act	3,200,000	3,200,000	0	0.0	3,200,000	0	0.0		(3,200,000)	(100.0)
Federal TANF	122,826,400	119,526,400	(3,300,000)	(2.7)	125,326,400	2,500,000	2.0		(122,826,400)	(100.0)
State GF/GP	\$19,256,800	\$19,256,800	\$0	0.0%	\$19,256,800	\$0	0.0%	\$0	(\$19,256,800)	(100.0%)
TOTAL HIGHER EDUCATION										
TOTAL ALL FUNDS	\$1,699,925,400	\$1,731,967,300	\$32,041,900	1.9%	\$2,513,025,500	\$813,100,100	47.8%	\$1,561,118,000	(\$138,807,400)	(8.2%)
TOTAL FEDERAL	126,026,400	122,726,400	(3,300,000)	(2.6)	128,526,400	2,500,000	2.0	0	(126,026,400)	(100.0)
TOTAL STATE RESTRICTED	356,063,300	361,403,300	5,340,000	1.5	1,121,403,300	765,340,000	214.9	0	(356,063,300)	(100.0)
TOTAL STATE GF/GP	\$1,217,835,700	\$1,247,837,600	\$30,001,900	2.5%	\$1,263,095,800	\$45,260,100	3.7%	\$1,561,118,000	\$343,282,300	28.2%

¹ FY 2021-22 amounts for LSSU reflect the removal of a \$1.0 million one-time passthrough payment to Bay Mills Community College.

TABLE 5 - Net MPSERS Liabilities for Participating Universities Reported As of 9/30/2019

University	Pension	Other Post- Employment Benefits (OPEB)	TOTAL
Central Michigan University	\$ 164,606,252	\$ 22,739,133	\$ 187,345,385
Eastern Michigan University	83,913,363	11,390,501	95,303,864
Ferris State University	109,335,758	14,953,741	124,289,499
Lake Superior State University	20,034,283	2,794,718	22,829,001
Michigan Tech. University	75,502,509	10,367,445	85,869,954
Northern Michigan University	63,128,769	8,605,973	71,734,742
Western Michigan University	153,069,975	20,928,583	173,998,558
TOTAL	\$ 669,590,909	\$ 91,780,094	\$ 761,371,003