Legislative Analysis



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CLOSE ELIGIBILITY FOR THE MICHIGAN COMPETITIVE SCHOLARSHIP

House Bill 5829 as introduced Sponsor: Rep. Samantha Steckloff Committee: Higher Education

Complete to 11-13-24

SUMMARY:

House Bill 5829 would amend 1964 PA 208 to revise statutory eligibility for the Michigan Competitive Scholarship (MCS) to close it to new recipients. The bill also would update references to the entity that oversees the Michigan Competitive Scholarship to the Department of Lifelong Education, Advancement, and Potential (MiLEAP).

The bill would add language providing that students enrolling in a postsecondary educational institution for the first time after September 30, 2023, fiscal year, and students who have not already received the MCS by that same date, would not be eligible to receive an MCS under the act.

The Michigan Competitive Scholarship webpage notes that the scholarship is already closed to new awardees who have graduated high school in 2023 or after, with the Michigan Achievement Scholarship (MAS) taking its place. A representative of MiLEAP projects that it has sufficient funds to meet existing obligations to current Michigan Competitive Scholarship recipients.

MCL 390.972 et seq.

FISCAL INFORMATION:

House Bill 5829 would result in reduced costs for the state and have no fiscal impact on local governments. The bill would change eligibility for the scholarship to match eligibility for the scholarship program in the Higher Education budget bill that prevents any student first enrolling in a postsecondary institution during FY 2022-23 from receiving a competitive scholarship. This change would slowly phase out the scholarship, reducing costs for the scholarship. The state has appropriated \$19.9 million for state competitive scholarships for FY 2024-25.

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¹ https://www.michigan.gov/mistudentaid/programs/michigan-competitive-scholarship