

# FY 2025-26 HIGHER EDUCATION BUDGET

S.B. 167 (S-1): SENATE SUBCOMMITTEE REC.

(as reported)

Committee: Appropriations



Throughout this document Senate means Subcommittee Recommendation

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2024-25 YEAR-TO-DATE*	FY 2025-26 SENATE SUBCOMMITTEE REC.	CHANGES FROM FY 2024-25 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions .....	0.0	0.0	N/A	N/A
<b>GROSS .....</b>	<b>2,324,292,600</b>	<b>2,412,322,700</b>	<b>88,030,100</b>	<b>3.8</b>
Less:				
Interdepartmental Grants Received .....	0	0	0	0.0
<b>ADJUSTED GROSS .....</b>	<b>2,324,292,600</b>	<b>2,412,322,700</b>	<b>88,030,100</b>	<b>3.8</b>
Less:				
Federal Funds .....	3,200,000	3,200,000	0	0.0
Local and Private .....	0	0	0	0.0
<b>TOTAL STATE SPENDING .....</b>	<b>2,321,092,600</b>	<b>2,409,122,700</b>	<b>88,030,100</b>	<b>3.8</b>
Less:				
Other State Restricted Funds .....	461,668,300	602,177,700	140,509,400	30.4
<b>GENERAL FUND/GENERAL PURPOSE .....</b>	<b>1,859,424,300</b>	<b>1,806,945,000</b>	<b>(52,479,300)</b>	<b>(2.8)</b>
<b>PAYMENTS TO LOCALS .....</b>	<b>70,000</b>	<b>0</b>	<b>(70,000)</b>	<b>(100.0)</b>

\*As of February 5, 2025.

## Major Boilerplate Changes from FY 2024-25 Year-to-Date:

- 1. Repealed Sections.** **236d** (One-time 1% increase), **236f** (FY 2023-24 MI Geological Survey reapprop.), **236n** (FY 2023-24 TIP supp.), **236r** (Ed. perf. study)
- 2. Charter School Authorizers.** Amends current language to require authorizers to have an abandoned facilities policy. (Sec. **275k**); Creates new section requiring a portion of authorizer fee to offset scholarship costs (Sec. **275l**)
- 3. Best Practices.** Retained section and applied to ongoing and ITEM grant funding. Added two new best practices: Co-requisite model of gateway math and English courses; Assessing students for prior learning credit. (Sec. **241e**)
- 4. MI Achievement Scholarship (MAS).** The Senate increased the time a student may delay enrollment after high school graduation and remain eligible for MAS from 15 to 24 months. The Senate also reduced the \$10.0M MAS marketing allowance to \$5.0M and expanded the allowable use to all State scholarships. (**248**)
- 5. Tuition Restraint.** The Senate recommended tuition restraint at 4.5% or \$735 for FY 2025-26 and 3.5% or \$570 for FY 2026-27. For FY 2026-27, the Senate also included a requirement that on-campus housing charges be subject to restraint of 3.5% or \$438. Restraint for on-campus housing charges would apply only to a university with a mandatory on-campus housing policy reportable under section 275m. (**241c**)
- 6. Other New Sections.** The Senate added: **236m** (ITEM grant allocations); **275n** (Scholarship award conditions - Elliott-Larsen compliance); **275o** (Changes to diversity, equity, and inclusion programs), **287** (Cost of attendance report rewrite)

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FY 2024-25 Year-to-Date Appropriation .....		\$2,324,292,600	\$1,859,424,300		
		CHANGE FROM FY 2024-25 Y-T-D		FY 2025-26 RECOMMENDED APPROPRIATION	
		Gross	GF/GP	Gross	GF/GP
<b><u>Baseline Adjustments</u></b>					
<b>1. Tuition Incentive Program.</b> The Senate increased appropriations for this program due to increased projected costs. Various policy changes over the last several years have increased the number of students eligible for the program, resulting in increased costs.		28,500,000	28,500,000	122,300,000	122,300,000
<b>2. ITW Reimbursements.</b> The Senate included an adjustment to ITW payments to universities based on the most recent ITW cost data submitted to the Department of Lifelong Education, Advancement, and Potential.		1,209,900	1,209,900	14,534,800	14,534,800
<b>3. Midwest Higher Education Compact.</b> The Senate included additional funds for Michigan's dues for membership in the Compact.		5,300	5,300	122,100	122,100
<b>4. Michigan Tuition Grant (MTG) Phaseout.</b> The Senate reduced funding for the MTG to reflect the phaseout of this program under Public Act 233 of 2024. PA 233 prohibits students enrolling in a college or university for the first time after September 30, 2023, from receiving an MTG award if the student had not previously received an award.		(25,000,000)	(25,000,000)	16,522,700	16,522,700
<b>5. Michigan Competitive Scholarship (MCS) Phaseout.</b> The Senate reduced funding for the MCS to reflect the phaseout of this program under Public Act 233 of 2024. PA 233 prohibits students enrolling in a college or university for the first time after September 30, 2023, from receiving an MCS award if the student had not previously received an award.		(9,000,000)	(9,000,000)	10,930,900	10,930,900
<b>6. MPSERS Normal Costs.</b> The Senate reduced appropriations for MPSERS normal costs, which are the present value of the cost of future retirement benefits accrued during a year of employment. This appropriation varies annually, based on market conditions, payroll growth, and various other actuarial assumptions. There are seven State universities that participate in the MPSERS system.		(900,000)	0	7,600,000	0
<b><u>New Programs/Program Increases</u></b>					
<b>7. University Operations.</b> The Senate included a 3.0% ongoing operations increase for universities, distributed proportionately to each university's FY 2024-25 operations amounts. This amount also includes a 3.0% increase for MSU Extension and MSU AgBioResearch.		52,320,200	52,320,200	1,779,311,300	1,220,643,000

	CHANGE FROM FY 2024-25 Y-T-D		FY 2025-26 RECOMMENDED APPROPRIATION	
	Gross	GF/GP	Gross	GF/GP
<b>8. Michigan Achievement Scholarship.</b> The Senate increased the ongoing annual deposit into the Postsecondary Scholarship Fund (PSF) by \$50.0 million. The PSF is the fund source for the Michigan Achievement Scholarship, and can be used to cover funding shortfalls in other State scholarship appropriations, upon notification of the Legislature.	50,000,000	50,000,000	345,000,000	345,000,000
<b><u>Eliminations/Reductions</u></b>				
<b>9. Scholarship Marketing.</b> The Senate reduced the amount from the PSF that MiLEAP is allowed to use for marketing of MAS from \$10.0M to \$5.0M, and expanded the allowable use of the funds from MAS marketing only to all State scholarship programs.	(5,000,000)	(5,000,000)	5,000,000	5,000,000
<b><u>One-Time Appropriations</u></b>				
<b>10. Infrastructure, Technology, Equipment, and Maintenance (ITEM) Grants.</b> The Senate included a new one-time program to provide grants to universities for infrastructure, technology, equipment, maintenance, and safety. Each university would receive a minimum grant equivalent to a 1% operations increase, allocated proportionately to each university's State operations payment. Remaining funds, approximately \$16.7 million, would be distributed to universities that certified to the State Budget Director that the university did not receive a capital outlay planning or construction authorization in 2025.	33,409,400	0	33,409,400	0
<b>11. Student Loan Refinancing Program.</b> The Senate included one-time funds for the creation of a program to assist Michigan residents with refinancing student loans.	15,000,000	15,000,000	15,000,000	15,000,000
<b>12. Michigan Reconnect Short-Term Training.</b> The Senate included one-time funds to allow individuals who are at least 21 years old to receive a skills scholarship to a qualified occupational or private training program.	2,500,000	2,500,000	2,500,000	2,500,000
<b>13. Wayne State University.</b> The Senate included one-time funds to support the Michigan Area Health Education Center.	2,000,000	0	2,000,000	0
<b>14. Western Michigan University.</b> The Senate included one-time funds to support WMU's teacher education program.	1,000,000	500,000	1,000,000	500,000
<b>15. Grand Valley State University.</b> The Senate included one-time funds to support GVSU's Competency-Based Education Incubator program	1,000,000	1,000,000	1,000,000	1,000,000

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	CHANGE FROM FY 2024-25 Y-T-D		FY 2025-26 RECOMMENDED APPROPRIATION	
	Gross	GF/GP	Gross	GF/GP
<b>16. FAFSA Completion Incentive.</b> The Senate included one-time funds to encourage Michigan residents to fill out a FAFSA for the first time. This program is funded in the current year at \$980,000.	1,000,000	1,000,000	1,000,000	1,000,000
<b>17. Remove FY 2024-25 One-Time Appropriations.</b> The Senate removed the following FY 2024-25 One-Time appropriations: \$16.3M for 1% one-time operations increase; \$10.0M for MPERS UAAL payoff; \$1.0M for MI Transfer Pathways; \$980,000 for the FAFSA completion incentive program; \$750,000 for WMU Project Clean; \$200,000 for an education performance study; and \$70,000 campus safety in the City of Kalamazoo.	(60,014,700)	(50,014,700)		
<b>Other</b>				
<b>18. School Aid Fund to GF/GP Fund Shift.</b> The Senate included a fund shift in university operations that would replace \$115.5 million GF/GP that currently supports university operations payments with School Aid Fund.	0	(115,500,000)		
Total Changes.....	\$88,030,100	(\$52,479,300)		
<b>FY 2025-26 SENATE SUBCOMMITTEE REC.....</b>	<b>\$2,412,322,700</b>	<b>\$1,806,945,000</b>		

Date Completed: 4-30-25

Fiscal Analyst: Josh Sefton

# FY 2025-26 Higher Education Appropriations Comparison

University	FY 2024-25 Year-To-Date	Governor's Recommendation			Senate		
		FY 2025-26 Gov. Rec.	Dollar Change	Percent Change	FY 2025-26 Senate	Dollar Change	Percent Change
Central	\$97,771,900	\$100,753,900	\$2,982,000	3.0%	\$99,792,300	\$2,020,400	2.1%
Eastern	85,208,400	87,785,000	2,576,600	3.0	86,936,900	1,728,500	2.0
Ferris	61,137,700	63,030,800	1,893,100	3.1	62,426,800	1,289,100	2.1
Grand Valley	99,837,200	102,712,600	2,875,400	2.9	101,727,400	1,890,200	1.9
Lake Superior	15,981,300	16,497,000	515,700	3.2	16,351,000	369,700	2.3
Michigan State	326,827,700	337,013,100	10,185,400	3.1	333,766,200	6,938,500	2.1
Michigan Tech	55,781,900	57,395,600	1,613,700	2.9	56,845,600	1,063,700	1.9
Northern	54,783,700	56,402,900	1,619,200	3.0	55,869,200	1,085,500	2.0
Oakland	74,047,200	76,311,800	2,264,600	3.1	75,574,300	1,527,100	2.1
Saginaw Valley	34,731,400	35,760,300	1,028,900	3.0	35,415,000	683,600	2.0
UM-Ann Arbor	365,681,400	377,074,300	11,392,900	3.1	373,432,700	7,751,300	2.1
UM-Dearborn	32,033,000	32,981,000	948,000	3.0	32,662,700	629,700	2.0
UM-Flint	26,955,700	27,951,200	995,500	3.7	27,684,500	728,800	2.7
Wayne State	229,975,400	236,969,300	6,993,900	3.0	234,673,800	4,698,400	2.0
Western	123,039,800	126,886,200	3,846,400	3.1	125,662,000	2,622,200	2.1
<b>Subtotal University Operations:</b>	<b>\$1,683,793,700</b>	<b>\$1,735,525,000</b>	<b>\$51,731,300</b>	<b>3.1%</b>	<b>\$1,718,820,400</b>	<b>\$35,026,700</b>	<b>2.1%</b>
MPERSERS Reimbursement	\$0	\$0	\$0	0.0%	\$0	\$0	0.0%
MPERSERS Normal Cost Offset	8,500,000	7,600,000	(900,000)	(10.6)	7,600,000	(900,000)	(10.6)
MSU AgBioResearch	39,481,400	40,675,500	1,194,100	3.0	40,280,600	799,200	2.0
MSU Extension	34,055,600	35,085,600	1,030,000	3.0	34,745,100	689,500	2.0
ITEM grants (one-time)	0	0	0	N/A	33,409,400	33,409,400	N/A
Student loan refinance program (one-time)	0	0	0	N/A	15,000,000	15,000,000	N/A
Reconnect Short-Term Training Grants (one-time)	0	0	0	N/A	2,500,000	2,500,000	N/A
WSU - MI Area Health Education Center (one-time)	0	0	0	N/A	2,000,000	2,000,000	N/A
WMU - Educator program enhancements (one-time)	0	0	0	N/A	1,000,000	1,000,000	N/A
GVSU - Competency-Based Ed. Incubator (one-time)	0	0	0	N/A	1,000,000	1,000,000	N/A
MPERSERS UAAL paydown (one-time)	10,000,000	0	(10,000,000)	(100.0)	0	(10,000,000)	(100.0)
Michigan transfer pathways (one-time)	1,000,000	0	(1,000,000)	(100.0)	0	(1,000,000)	(100.0)
FAFSA completion incentive program (one-time)	980,000	0	(980,000)	(100.0)	1,000,000	20,000	2.0
WMU Project Clean (one-time)	750,000	0	(750,000)	(100.0)	0	(750,000)	(100.0)
Education performance study (one-time)	200,000	0	(200,000)	(100.0)	0	(200,000)	(100.0)
City of Kalamazoo campus safety (one-time)	70,000	0	(70,000)	(100.0)	0	(70,000)	(100.0)
Higher Education Database	200,000	200,000	0	0.0	200,000	0	0.0
Midwest Higher Ed Compact	116,800	122,100	5,300	4.5	122,100	5,300	0.0
King-Chavez-Parks	2,691,500	2,691,500	0	0.0	2,691,500	0	0.0
<b>Total Universities</b>	<b>\$1,781,839,000</b>	<b>\$1,821,899,700</b>	<b>\$40,060,700</b>	<b>2.2%</b>	<b>\$1,860,369,100</b>	<b>\$78,530,100</b>	<b>4.4%</b>
<b>School Aid Fund</b>	<b>461,668,300</b>	<b>550,768,300</b>	<b>89,100,000</b>	<b>19.3</b>	<b>602,177,700</b>	<b>140,509,400</b>	<b>30.4</b>
<b>State GF/GP</b>	<b>\$1,320,170,700</b>	<b>\$1,271,131,400</b>	<b>(\$49,039,300)</b>	<b>(3.7%)</b>	<b>\$1,258,191,400</b>	<b>(\$61,979,300)</b>	<b>(4.7%)</b>
<b>Grants and Financial Aid</b>							
State Competitive Scholarships	\$19,930,900	\$10,930,900	(\$9,000,000)	(45.2%)	\$10,930,900	(9,000,000)	(45.2%)
Tuition Grants	41,522,700	16,522,700	(25,000,000)	(60.2)	16,522,700	(25,000,000)	(60.2)
Tuition Incentive Program (TIP)	93,800,000	122,300,000	28,500,000	30.4	122,300,000	28,500,000	30.4
Michigan Achievement Scholarship	330,000,000	350,000,000	20,000,000	6.1	345,000,000	15,000,000	4.5
Michigan Reconnect Program	52,000,000	52,000,000	0	0.0	52,000,000	0	0.0
Children of Veterans & Officer's Tuition	2,000,000	2,000,000	0	0.0	2,000,000	0	0.0
Project Gear-Up	3,200,000	3,200,000	0	0.0	3,200,000	0	0.0
<b>Total Grants/Financial Aid</b>	<b>\$542,453,600</b>	<b>\$556,953,600</b>	<b>\$14,500,000</b>	<b>2.7%</b>	<b>\$551,953,600</b>	<b>\$9,500,000</b>	<b>1.8%</b>
<b>Federal Higher Ed Act</b>	<b>3,200,000</b>	<b>3,200,000</b>	<b>0</b>	<b>0.0</b>	<b>3,200,000</b>	<b>0</b>	<b>0.0</b>
<b>State GF/GP</b>	<b>\$539,253,600</b>	<b>\$553,753,600</b>	<b>\$14,500,000</b>	<b>2.7%</b>	<b>\$548,753,600</b>	<b>\$9,500,000</b>	<b>1.8%</b>
<b>TOTAL HIGHER EDUCATION</b>							
<b>TOTAL ALL FUNDS</b>	<b>\$2,324,292,600</b>	<b>\$2,378,853,300</b>	<b>\$54,560,700</b>	<b>2.3%</b>	<b>\$2,412,322,700</b>	<b>\$88,030,100</b>	<b>3.8%</b>
<b>TOTAL FEDERAL</b>	<b>3,200,000</b>	<b>3,200,000</b>	<b>0</b>	<b>0.0</b>	<b>3,200,000</b>	<b>0</b>	<b>0.0</b>
<b>TOTAL STATE RESTRICTED</b>	<b>461,668,300</b>	<b>550,768,300</b>	<b>89,100,000</b>	<b>19.3</b>	<b>602,177,700</b>	<b>140,509,400</b>	<b>30.4</b>
<b>TOTAL STATE GF/GP</b>	<b>\$1,859,424,300</b>	<b>\$1,824,885,000</b>	<b>(\$34,539,300)</b>	<b>(1.9%)</b>	<b>\$1,806,945,000</b>	<b>(\$52,479,300)</b>	<b>(2.8%)</b>



Table 2: HIGHER EDUCATION APPROPRIATIONS: GOVERNOR'S RECOMMENDATION

University	FY 2024-25 Year-To-Date Operations	FY 2024-25 YTD Ongoing Ops. Increase	FY 2024-25 YTD One-Time Ops. Increase	FY 2024-25 Year-To-Date ITW Reimb.	FY 2024-25 Year-To-Date Appropriation	Operations Adjustments				Other Changes	FY 2025-26 Gov's Rec	Dollar Change From FY 2024-25	Percent Change	Appropriation Per FYES
						Remove FY25 One-Time Ops. Increase	4.0% Ongoing Ops. Increase	ITW Adjustment	Total Operations Changes					
Central	\$93,819,600	\$1,407,300	\$938,200	\$1,606,800	\$97,771,900	(\$938,200)	\$3,846,600	\$73,600	\$2,982,000		\$100,753,900	\$2,982,000	3.0%	\$7,633
Eastern	82,738,700	1,241,100	827,400	401,200	85,208,400	(827,400)	3,392,300	11,700	2,576,600		87,785,000	2,576,600	3.0	\$8,011
Ferris	58,932,300	884,000	589,300	732,100	61,137,700	(589,300)	2,416,200	66,200	1,893,100		63,030,800	1,893,100	3.1	\$7,619
Grand Valley	96,111,200	1,441,700	961,100	1,323,200	99,837,200	(961,100)	3,940,600	(104,100)	2,875,400		102,712,600	2,875,400	2.9	\$5,027
Lake Superior	14,251,800	213,800	142,500	1,373,200	15,981,300	(142,500)	584,300	73,900	515,700		16,497,000	515,700	3.2	\$12,545
Michigan State	316,765,400	4,751,500	3,167,700	2,143,100	326,827,700	(3,167,700)	12,987,400	365,700	10,185,400		337,013,100	10,185,400	3.1	\$6,845
Michigan Tech	53,658,800	804,900	536,600	781,600	55,781,900	(536,600)	2,200,000	(49,700)	1,613,700		57,395,600	1,613,700	2.9	\$8,345
Northern	52,069,300	781,000	520,700	1,412,700	54,783,700	(520,700)	2,134,800	5,100	1,619,200		56,402,900	1,619,200	3.0	\$8,843
Oakland	71,957,000	1,079,400	719,600	291,200	74,047,200	(719,600)	2,950,200	34,000	2,264,600		76,311,800	2,264,600	3.1	\$5,392
Saginaw Valley	33,690,600	505,400	336,900	198,500	34,731,400	(336,900)	1,381,300	(15,500)	1,028,900		35,760,300	1,028,900	3.0	\$5,886
UM-Ann Arbor	355,278,300	5,329,000	3,552,800	1,521,300	365,681,400	(3,552,800)	14,566,400	379,300	11,392,900		377,074,300	11,392,900	3.1	\$7,116
UM-Dearborn	31,048,000	465,700	310,500	208,800	32,033,000	(310,500)	1,273,000	(14,500)	948,000		32,981,000	948,000	3.0	\$5,007
UM-Flint	26,013,500	390,200	260,100	291,900	26,955,700	(260,100)	1,066,600	189,000	995,500		27,951,200	995,500	3.7	\$4,918
Wayne State	223,950,900	3,359,300	2,239,500	425,700	229,975,400	(2,239,500)	9,182,000	51,400	6,993,900		236,969,300	6,993,900	3.0	\$11,116
Western	119,440,200	1,791,600	1,194,400	613,600	123,039,800	(1,194,400)	4,897,000	143,800	3,846,400		126,886,200	3,846,400	3.1	\$8,702
<b>Subtotal University Operations:</b>	<b>\$1,629,725,600</b>	<b>\$24,445,900</b>	<b>\$16,297,300</b>	<b>\$13,324,900</b>	<b>\$1,683,793,700</b>	<b>(\$16,297,300)</b>	<b>\$66,818,700</b>	<b>\$1,209,900</b>	<b>\$51,731,300</b>	<b>\$0</b>	<b>\$1,735,525,000</b>	<b>\$51,731,300</b>	<b>3.1%</b>	<b>\$7,290</b>
MPERS Reimbursement					\$0						\$0	\$0	0.0%	
MPERS Normal Cost Offset					8,500,000					(900,000)	7,600,000	(900,000)	(10.6)	
MSU AgBioResearch					39,481,400	(385,200)	1,579,300		\$1,194,100		40,675,500	1,194,100	3.0	
MSU Extension					34,055,600	(332,200)	1,362,200		\$1,030,000		35,085,600	1,030,000	3.0	
MPERS UAAL paydown (one-time)					10,000,000					(10,000,000)	0	(10,000,000)	(100.0)	
FAFSA completion incentive program (one-time)					980,000					(980,000)	0	(980,000)	(100.0)	
Michigan Transfer Pathways (one-time)					1,000,000					(1,000,000)	0	(1,000,000)	(100.0)	
WMU Project Clean (one-time)					750,000					(750,000)	0	(750,000)	(100.0)	
Education performance study (one-time)					200,000					(200,000)	0	(200,000)	(100.0)	
City of Kalamazoo campus safety (one-time)					70,000					(70,000)	0	(70,000)	(100.0)	
Higher Education Database					200,000						200,000	0	0.0	
Midwest Higher Ed Compact					116,800					5,300	122,100	5,300	4.5	
King-Chavez-Parks					2,691,500						2,691,500	0	0.0	
<b>Total Universities</b>					<b>\$1,781,839,000</b>	<b>(\$17,014,700)</b>	<b>\$69,760,200</b>	<b>\$1,209,900</b>	<b>\$53,955,400</b>	<b>(\$13,894,700)</b>	<b>\$1,821,899,700</b>	<b>\$40,060,700</b>	<b>2.2%</b>	
<b>School Aid Fund</b>					<b>461,668,300</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>89,100,000</b>	<b>550,768,300</b>	<b>89,100,000</b>	<b>19.3</b>	
<b>State GF/GP</b>					<b>\$1,320,170,700</b>	<b>(\$17,014,700)</b>	<b>\$69,760,200</b>	<b>\$1,209,900</b>	<b>\$53,955,400</b>	<b>(\$102,994,700)</b>	<b>\$1,271,131,400</b>	<b>(\$49,039,300)</b>	<b>(3.7%)</b>	
<b>Grants and Financial Aid</b>														
State Competitive Scholarships					\$19,930,900					(\$9,000,000)	\$10,930,900	(\$9,000,000)	(45.2%)	
Tuition Grants					41,522,700					(25,000,000)	16,522,700	(25,000,000)	(60.2)	
Tuition Incentive Program (TIP)					93,800,000					28,500,000	122,300,000	28,500,000	30.4	
Michigan Achievement Scholarship <sup>1</sup>					330,000,000					20,000,000	350,000,000	20,000,000	6.1	
Michigan Reconnect Program					52,000,000					0	52,000,000	0	N/A	
Children of Veterans & Officer's Tuition					2,000,000					0	2,000,000	0	0.0	
Project Gear-Up					3,200,000					0	3,200,000	0	0.0	
<b>Total Grants/Financial Aid</b>					<b>\$542,453,600</b>					<b>\$14,500,000</b>	<b>\$556,953,600</b>	<b>\$14,500,000</b>	<b>2.7%</b>	
<b>Federal Higher Ed Act</b>					<b>3,200,000</b>					<b>0</b>	<b>3,200,000</b>	<b>0</b>	<b>0.0</b>	
<b>State GF/GP</b>					<b>\$539,253,600</b>					<b>\$14,500,000</b>	<b>\$553,753,600</b>	<b>\$14,500,000</b>	<b>2.7%</b>	
<b>TOTAL HIGHER EDUCATION</b>														
<b>TOTAL ALL FUNDS</b>					<b>\$2,324,292,600</b>	<b>(\$17,014,700)</b>	<b>\$69,760,200</b>	<b>\$1,209,900</b>	<b>\$53,955,400</b>	<b>\$605,300</b>	<b>\$2,378,853,300</b>	<b>\$54,560,700</b>	<b>2.3%</b>	
<b>TOTAL FEDERAL</b>					<b>3,200,000</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>3,200,000</b>	<b>0</b>	<b>0.0</b>	
<b>TOTAL STATE RESTRICTED</b>					<b>461,668,300</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>89,100,000</b>	<b>550,768,300</b>	<b>89,100,000</b>	<b>19.3</b>	
<b>TOTAL STATE GF/GP</b>					<b>\$1,859,424,300</b>	<b>(\$17,014,700)</b>	<b>\$69,760,200</b>	<b>\$1,209,900</b>	<b>\$53,955,400</b>	<b>(\$88,494,700)</b>	<b>\$1,824,885,000</b>	<b>(\$34,539,300)</b>	<b>(1.9%)</b>	

<sup>1</sup> The Governor's Recommendation contains a \$50M ongoing increase for the Postsecondary Scholarship Fund (PSF) deposit, and removes the \$30M one-time PSF deposit from FY25. The PSF is the fund source for the Michigan Achievement Scholarship. The sole source of revenue for the PSF is an annual GF/GP deposit.

Table 3: HIGHER EDUCATION APPROPRIATIONS: SENATE SUBCOMMITTEE CHAIR'S RECOMMENDATION

University	FY 2024-25 Year-To-Date Operations	FY 2024-25 YTD Ongoing Ops. Increase	FY 2024-25 YTD One-Time Ops. Increase	FY 2024-25 Year-To-Date ITW Reimb.	FY 2024-25 Year-To-Date Appropriation	Operations Adjustments				Other Changes	FY 2025-26 Senate	Dollar Change From FY 2024-25	Percent Change	Appropriation Per FYES
						Remove FY25 One-Time Ops. Increase	3.0% Ongoing Ops. Increase	ITW Adjustment	Total Operations Changes					
Central	\$93,819,600	\$1,407,300	\$938,200	\$1,606,800	\$97,771,900	(\$938,200)	\$2,885,000	\$73,600	\$2,020,400		\$99,792,300	\$2,020,400	2.1%	\$7,560
Eastern	82,738,700	1,241,100	827,400	401,200	85,208,400	(827,400)	2,544,200	11,700	1,728,500		86,936,900	1,728,500	2.0	\$7,934
Ferris	58,932,300	884,000	589,300	732,100	61,137,700	(589,300)	1,812,200	66,200	1,289,100		62,426,800	1,289,100	2.1	\$7,546
Grand Valley	96,111,200	1,441,700	961,100	1,323,200	99,837,200	(961,100)	2,955,400	(104,100)	1,890,200		101,727,400	1,890,200	1.9	\$4,979
Lake Superior	14,251,800	213,800	142,500	1,373,200	15,981,300	(142,500)	438,300	73,900	369,700		16,351,000	369,700	2.3	\$12,434
Michigan State	316,765,400	4,751,500	3,167,700	2,143,100	326,827,700	(3,167,700)	9,740,500	365,700	6,938,500		333,766,200	6,938,500	2.1	\$6,779
Michigan Tech	53,658,800	804,900	536,600	781,600	55,781,900	(536,600)	1,650,000	(49,700)	1,063,700		56,845,600	1,063,700	1.9	\$8,265
Northern	52,069,300	781,000	520,700	1,412,700	54,783,700	(520,700)	1,601,100	5,100	1,085,500		55,869,200	1,085,500	2.0	\$8,760
Oakland	71,957,000	1,079,400	719,600	291,200	74,047,200	(719,600)	2,212,700	34,000	1,527,100		75,574,300	1,527,100	2.1	\$5,340
Saginaw Valley	33,690,600	505,400	336,900	198,500	34,731,400	(336,900)	1,036,000	(15,500)	683,600		35,415,000	683,600	2.0	\$5,829
UM-Ann Arbor	355,278,300	5,329,000	3,552,800	1,521,300	365,681,400	(3,552,800)	10,924,800	379,300	7,751,300		373,432,700	7,751,300	2.1	\$7,048
UM-Dearborn	31,048,000	465,700	310,500	208,800	32,033,000	(310,500)	954,700	(14,500)	629,700		32,662,700	629,700	2.0	\$4,959
UM-Flint	26,013,500	390,200	260,100	291,900	26,955,700	(260,100)	799,900	189,000	728,800		27,684,500	728,800	2.7	\$4,871
Wayne State	223,950,900	3,359,300	2,239,500	425,700	229,975,400	(2,239,500)	6,886,500	51,400	4,698,400		234,673,800	4,698,400	2.0	\$11,008
Western	119,440,200	1,791,600	1,194,400	613,600	123,039,800	(1,194,400)	3,672,800	143,800	2,622,200		125,662,000	2,622,200	2.1	\$8,618
<b>Subtotal University Operations:</b>	<b>\$1,629,725,600</b>	<b>\$24,445,900</b>	<b>\$16,297,300</b>	<b>\$13,324,900</b>	<b>\$1,683,793,700</b>	<b>(\$16,297,300)</b>	<b>\$50,114,100</b>	<b>\$1,209,900</b>	<b>\$35,026,700</b>	<b>\$0</b>	<b>\$1,718,820,400</b>	<b>\$35,026,700</b>	<b>2.1%</b>	<b>\$7,220</b>
MPERSERS Reimbursement					\$0						\$0	\$0	0.0%	
MPERSERS Normal Cost Offset					8,500,000					(900,000)	7,600,000	(900,000)	(10.6)	
MSU AgBioResearch					39,481,400	(385,200)	1,184,400		\$799,200		40,280,600	799,200	2.0	
MSU Extension					34,055,600	(332,200)	1,021,700		\$689,500		34,745,100	689,500	2.0	
Infrastructure, technology, equipment, and maintenance grants (one-time)					0					33,409,400	33,409,400	33,409,400	N/A	
Student loan refinancing program (one-time)					0					15,000,000	15,000,000	15,000,000	N/A	
Reconnect Short-Term Training Grants (one-time)					0					2,500,000	2,500,000	2,500,000	N/A	
WSU - MI Area Health Education Center (one-time)					0					2,000,000	2,000,000	2,000,000	N/A	
WMU -					0					1,000,000	1,000,000	1,000,000	N/A	
GVSU - Competency-Based Education Incubator (one-time)					0					1,000,000	1,000,000	1,000,000	N/A	
MPERSERS UAAL paydown (one-time)					10,000,000					(10,000,000)	0	(10,000,000)	(100.0)	
FAFSA completion incentive program (one-time)					980,000					20,000	1,000,000	20,000	2.0	
Michigan Transfer Pathways (one-time)					1,000,000					(1,000,000)	0	(1,000,000)	(100.0)	
WMU Project Clean (one-time)					750,000					(750,000)	0	(750,000)	(100.0)	
Education performance study (one-time)					200,000					(200,000)	0	(200,000)	(100.0)	
City of Kalamazoo campus safety (one-time)					70,000					(70,000)	0	(70,000)	(100.0)	
Higher Education Database					200,000						200,000	0	0.0	
Midwest Higher Ed Compact					116,800					5,300	122,100	5,300	4.5	
King-Chavez-Parks					2,691,500						2,691,500	0	0.0	
<b>Total Universities</b>					<b>\$1,781,839,000</b>	<b>(\$17,014,700)</b>	<b>\$52,320,200</b>	<b>\$1,209,900</b>	<b>\$36,515,400</b>	<b>\$42,014,700</b>	<b>\$1,860,369,100</b>	<b>\$78,530,100</b>	<b>4.4%</b>	
<b>School Aid Fund</b>					<b>461,668,300</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>140,509,400</b>	<b>602,177,700</b>	<b>140,509,400</b>	<b>30.4</b>	
<b>State GF/GP</b>					<b>\$1,320,170,700</b>	<b>(\$17,014,700)</b>	<b>\$52,320,200</b>	<b>\$1,209,900</b>	<b>\$36,515,400</b>	<b>(\$98,494,700)</b>	<b>\$1,258,191,400</b>	<b>(\$61,979,300)</b>	<b>(4.7%)</b>	
<b>Grants and Financial Aid</b>														
State Competitive Scholarships					\$19,930,900					(\$9,000,000)	\$10,930,900	(\$9,000,000)	(45.2%)	
Tuition Grants					41,522,700					(25,000,000)	16,522,700	(25,000,000)	(60.2)	
Tuition Incentive Program (TIP)					93,800,000					28,500,000	122,300,000	28,500,000	30.4	
Michigan Achievement Scholarship <sup>1</sup>					330,000,000					15,000,000	345,000,000	15,000,000	4.5	
Michigan Reconnect Program					52,000,000					0	52,000,000	0	N/A	
Children of Veterans & Officer's Tuition					2,000,000					0	2,000,000	0	0.0	
Project Gear-Up					3,200,000					0	3,200,000	0	0.0	
<b>Total Grants/Financial Aid</b>					<b>\$542,453,600</b>					<b>\$9,500,000</b>	<b>\$551,953,600</b>	<b>\$9,500,000</b>	<b>1.8%</b>	
<b>Federal Higher Ed Act</b>					<b>3,200,000</b>					<b>0</b>	<b>3,200,000</b>	<b>0</b>	<b>0.0</b>	
<b>State GF/GP</b>					<b>\$539,253,600</b>					<b>\$9,500,000</b>	<b>\$548,753,600</b>	<b>\$9,500,000</b>	<b>1.8%</b>	
<b>TOTAL HIGHER EDUCATION</b>														
<b>TOTAL ALL FUNDS</b>					<b>\$2,324,292,600</b>	<b>(\$17,014,700)</b>	<b>\$52,320,200</b>	<b>\$1,209,900</b>	<b>\$36,515,400</b>	<b>\$51,514,700</b>	<b>\$2,412,322,700</b>	<b>\$88,030,100</b>	<b>3.8%</b>	
<b>TOTAL FEDERAL</b>					<b>3,200,000</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>3,200,000</b>	<b>0</b>	<b>0.0</b>	
<b>TOTAL STATE RESTRICTED</b>					<b>461,668,300</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>140,509,400</b>	<b>602,177,700</b>	<b>140,509,400</b>	<b>30.4</b>	
<b>TOTAL STATE GF/GP</b>					<b>\$1,859,424,300</b>	<b>(\$17,014,700)</b>	<b>\$52,320,200</b>	<b>\$1,209,900</b>	<b>\$36,515,400</b>	<b>(\$88,994,700)</b>	<b>\$1,806,945,000</b>	<b>(\$52,479,300)</b>	<b>(2.8%)</b>	

<sup>1</sup> The Senate Subcommittee Chair's Recommendation contains a \$50M ongoing increase for the Postsecondary Scholarship Fund (PSF) deposit, and removes the \$30M one-time PSF deposit from FY25. This amount also includes a reduction in the amount of PSF allocated for scholarship marketing from \$10.0M to \$5.0M. The PSF is the fund source for the Michigan Achievement Scholarship. The sole source of revenue for the PSF is an annual GF/GP deposit.

Table 4: FY 2025-26 Gross, SAF, and GF/GP Changes to FY 2024-25

Item #	Budget Area/Line Items	Gov's Changes to FY 2024-25			Senate Changes to FY 2024-25		
		GROSS	SAF	GF/GP	GROSS	SAF	GF/GP
HIGHER EDUCATION							
Ongoing Changes							
1	MPSERS normal cost adjustment	(900,000)	(900,000)	0	(900,000)	(900,000)	0
2	ITW reimbursement adjustment	1,209,900	0	1,209,900	1,209,900	0	1,209,900
3	Michigan tuition grant phaseout	(25,000,000)	0	(25,000,000)	(25,000,000)	0	(25,000,000)
4	Michigan competitive scholarship phaseout	(9,000,000)	0	(9,000,000)	(9,000,000)	0	(9,000,000)
5	Midwest Higher Education Compact dues adjustment	5,300	0	5,300	5,300	0	5,300
6	Tuition incentive program - increased utilization	28,500,000	0	28,500,000	28,500,000	0	28,500,000
7	Operations increase - 4% gov; 3% senate	69,760,200	0	69,760,200	52,320,200	0	52,320,200
8	Postsecondary scholarship fund deposit (MI Achievement)	50,000,000	0	50,000,000	50,000,000	0	50,000,000
9	Limit PSF use for marketing to \$5.0M	0	0	0	(5,000,000)	0	(5,000,000)
10	SAF to GF/GP fund shift	0	100,000,000	(100,000,000)	0	115,500,000	(115,500,000)
Subtotal - Ongoing		114,575,400	99,100,000	15,475,400	92,135,400	114,600,000	(22,464,600)
One-Time Changes							
1	Student loan refinance program startup costs				15,000,000		15,000,000
2	Infrastructure technology, equipment, and maintenance grants				33,409,400	33,409,400	0
3	Reconnect Short-Term Training Grants				2,500,000	0	2,500,000
4	WSU - MI Area Health Education Center				2,000,000	2,000,000	0
5	WMU - Educator program enhancements				1,000,000	500,000	500,000
6	GVSU - Competency-Based Ed. Incubator				1,000,000	0	1,000,000
7	FAFSA completion incentive program				1,000,000	0	1,000,000
8	Remove FY 2023-24 supplemental and one-time items	(60,014,700)	(10,000,000)	(50,014,700)	(60,014,700)	(10,000,000)	(50,014,700)
Subtotal - One-Time		(60,014,700)	(10,000,000)	(50,014,700)	(4,105,300)	25,909,400	(30,014,700)
TOTAL HIGHER EDUCATION		54,560,700	89,100,000	(34,539,300)	88,030,100	140,509,400	(52,479,300)