



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

BILL ANALYSIS



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**Senate Bill 206:  
FY 2019-20 Education Omnibus Appropriation Bill**

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Date Completed: 3-14-19



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Article I  
Committee: Appropriations

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2018-19 YEAR-TO-DATE*	FY 2019-20 GOV.'S REC.	CHANGES FROM FY 2018-19 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions .....	0.0	0.0	N/A	N/A
<b>GROSS</b> .....	<b>14,844,588,800</b>	<b>15,371,238,900</b>	<b>526,650,100</b>	<b>3.5</b>
Less:				
Interdepartmental Grants Received .....	0	0	0	0.0
<b>ADJUSTED GROSS</b> .....	<b>14,844,588,800</b>	<b>15,371,238,900</b>	<b>526,650,100</b>	<b>3.5</b>
Less:				
Federal Funds .....	1,745,943,500	1,749,578,500	3,635,000	0.2
Local and Private .....	0	0	0	0.0
<b>TOTAL STATE SPENDING</b> .....	<b>13,098,645,300</b>	<b>13,621,660,400</b>	<b>523,015,100</b>	<b>4.0</b>
Less:				
Other State Restricted Funds .....	13,010,725,300	13,576,660,400	565,935,100	4.3
<b>GENERAL FUND/GENERAL PURPOSE</b> .....	<b>87,920,000</b>	<b>45,000,000</b>	<b>(42,920,000)</b>	<b>(48.8)</b>
<b>PAYMENTS TO LOCALS</b> .....	<b>12,900,901,000</b>	<b>13,406,340,600</b>	<b>505,439,600</b>	<b>3.9</b>

\*As of March 5, 2019.

	Gross	GF/GP
<b>FY 2018-19 Year-to-Date Appropriation</b> .....	<b>\$14,844,588,800</b>	<b>\$87,920,000</b>

**Changes from FY 2018-19 Year-to-Date:**

- |  |             |   |
|--|-------------|---|
| 1. <b>Foundation Allowance.</b> Governor increased foundation allowances between \$120 and \$180 per pupil using a 1.5x formula, which would cost \$235.0 million.   | 235,000,000 | 0 |
| 2. <b>Special Education.</b> Governor increased special education reimbursement by an estimated 4% of costs. (The State is required to reimburse 28.6% of the cost of special education programming; this funding would be in addition to the required reimbursement.)   | 120,000,000 | 0 |
| 3. <b>At Risk.</b> Governor increased at risk funding by \$102.0 million and restructured the formula to provide a payment equal to 11% of the minimum foundation allowance for each economically-disadvantaged pupil. (For hold harmless districts, the payment would be one-half of this amount.) Total funding for economically-disadvantaged students would be \$619.0 million. (An economically-disadvantaged pupil is one who is eligible for free or reduced-price meals, in a household receiving supplemental nutrition assistance or temporary assistance for needy families, or who is homeless, migrant, or in foster care.) | 102,000,000 | 0 |
| 4. <b>Great Start Readiness Program (GSRP).</b> Governor increased funding by \$84.0 million for GSRP preschool for at-risk four-year-olds to pay for an increase in eligibility (changing from 250% to 300% of the Federal poverty level) and to increase payment for a full day of programming from \$7,250 to \$8,500. Total funding for this program would be \$328.9 million.   | 84,000,000  | 0 |

<p><b>5. Michigan Public School Employees' Retirement System (MPERS) - Hold Harmless for Changes in Assumed Rate of Return (AROR).</b> Governor increased funding to continue to hold districts harmless from costs arising due to changes in the AROR. Total hold harmless funding related to AROR would be \$172.1 million.</p>	<p>83,930,000</p>	<p>35,000</p>
<p><b>6. Technical Special Education Cost Adjustments.</b> Governor increased standard funding for special education programs to meet constitutionally-required reimbursement levels.</p>	<p>62,300,000</p>	<p>0</p>
<p><b>7. Career and Technical Education (CTE).</b> Governor increased CTE funding and changed the formula to pay an estimated 6% of the minimum foundation allowance for each high school student in a CTE program. Total CTE funding would be \$55.0 million. (Current law provides up to \$50 per pupil enrolled in a high-demand CTE program.)</p>	<p>50,000,000</p>	<p>0</p>
<p><b>8. Technical Adjustments - Cash Flow Borrowing, Promise Zones, Renaissance Zones.</b> Governor increased cash flow borrowing \$32.0 million, promise zones \$5.4 million, and renaissance zones \$300,000.</p>	<p>37,700,000</p>	<p>0</p>
<p><b>9. Literacy Coaches.</b> Governor added funding to triple the number of literacy coaches and to eliminate local cost sharing for the coaches. Total funding for literacy coaches would be \$31.5 million.</p>	<p>24,500,000</p>	<p>0</p>
<p><b>10. MPERS Costs from Public Act 92 of 2017.</b> Governor included funding to reimburse districts for the costs related to PA 92 of 2017 (a new defined contribution option and different pension assumptions for the new defined benefit option). Total costs would be \$42.6 million.</p>	<p>4,971,000</p>	<p>0</p>
<p><b>11. Flint Declaration of Emergency.</b> Governor increased funding for Flint from \$3.2 million to \$8.1 million.</p>	<p>4,845,000</p>	<p>0</p>
<p><b>12. Federal Grants.</b> Governor increased Federal grants based on anticipated funding levels.</p>	<p>3,635,000</p>	<p>0</p>
<p><b>13. Intermediate School District (ISD) Operations.</b> Governor increased operational funding for ISDs by 3.5%, to \$70.8 million.</p>	<p>2,396,000</p>	<p>0</p>
<p><b>14. Technical Foundation Allowance Cost Adjustments.</b> Governor recognized \$240.0 million in savings due to fewer pupils and higher taxable values than estimated for the current year.</p>	<p>(218,000,000)</p>	<p>0</p>
<p><b>15. Program Eliminations.</b> Governor eliminated a number of categoricals: Imagine Learning (\$3.0 million); value-added assessment growth tool (\$2.5 million); CTE equipment upgrades (\$2.5 million); information technology certifications (\$2.3 million); dual enrollment incentive payments (\$1.75 million); strict discipline academies (\$1.6 million); online algebra tool (\$1.5 million); kindergarten readiness assessment (\$1.5 million); financial data analysis tools (\$1.5 million); Shiawassee ISD virtual CTE program (\$1.2 million); CTE counselors and restaurant association culinary grant (\$1.1 million); school bus safety program (\$810,000); year-round schools (\$750,000); dropout recovery (\$750,000); summer reading project (\$500,000); Michigan Fitness Foundation (\$500,000); digital assessment preparation (\$500,000); Detroit Precollege Engineering Program (\$400,000); Teach for America (\$300,000); reimbursement for nonpublic mandates (\$250,000); district and dyslexia center grant (\$250,000); conductive learning center study (\$250,000); Pipeline 2 Promise (\$200,000); early learning collaborative (\$175,000); Grand Rapids dropout prevention program (\$100,000); STEM and entrepreneurship program (\$60,000); St. Clair ISD high demand jobs grant (\$50,000); and, Dana Center (\$25,000).</p>	<p>(26,320,000)</p>	<p>(14,875,000)</p>
<p><b>16. Cyber Schools' Foundation Allowances.</b> Governor reduced cyber schools' foundation allowances by 20%, or \$22.0 million.</p>	<p>(22,000,000)</p>	<p>0</p>

17. <b>Computer Adaptive Tests.</b> Governor eliminated reimbursement to districts for the purchase of computer adaptive tests.	(9,200,000)	0
18. <b>School Mental Health - 'Train-the-Trainer'.</b> Governor eliminated funding for the 'train-the-trainer' portion of school mental health grants.	(8,000,000)	0
19. <b>Program Reductions.</b> Governor reduced FIRST Robotics \$1.8 million (and removed nonpublic schools from eligibility) and MPSERS rate cap costs by \$1.8 million.	(3,600,000)	(300,000)
20. <b>Youth ChalleNGe.</b> Governor transferred this program to the Department of Military and Veterans Affairs (where it resided before FY 2006-07).	(1,625,400)	0
21. <b>Fund Shift.</b> Governor reduced GF/GP support of the budget from \$87.9 million to \$45.0 million, resulting in a fund shift.	0	(27,880,500)
22. <b>Economic Adjustments.</b> Includes \$118,500 Gross and \$100,500 GF/GP for total economic adjustments, of which an estimated \$132,500 Gross and \$117,500 GF/GP is for legacy retirement costs (pension and retiree health).	118,500	100,500
<b>Total Changes</b> .....	<b>\$526,650,100</b>	<b>(\$42,920,000)</b>
<b>FY 2019-20 Governor's Recommendation</b> .....	<b>\$15,371,238,900</b>	<b>\$45,000,000</b>

**Boilerplate Changes from FY 2018-19 Year-to-Date:**

- Hardship and Audits.** Governor reduced the timeframe by which overpayments can be repaid, from nine years to four years, and extended the period of time by three years for which the department may conduct audits. (Sec. 15)
- Removal of Report on Allocations to Associations.** Governor removed a report due October 1 annually that itemizes allocations to any association or consortium of associations. (Sec. 18)
- Reduction for Cyber Schools.** Governor included language reducing cyber schools' foundation allowances by 20%, resulting in State savings of approximately \$22.0 million. (Sec. 20)
- Partnership Districts.** Governor removed language making discretionary payments for partnership districts contingent on compliance with Section 22p, and removed Section 22p, which required partnership districts to amend the partnership agreement to include measurable academic outcomes, and to amend the agreement to include accountability measures to be imposed if specified academic outcomes were not achieved. (Sections 22b and 22p)
- Report on Pupils Moving in and out of the State.** Governor removed intent language that the Center for Educational Performance and Information determine the number of pupils who did not reside in the state on the count day but newly enrolled in a district after the count day and before the supplemental count day, as well as determine the number of pupils who were counted in membership on the count day but left the state after the count day. (Sec. 25e)
- Pupil-Weighted Allocations.** Governor included a new section that includes language to implement a weighted per-pupil education funding model for a per-pupil base amount and weights for additional resources. Language added further specifies that funds allocated must be spent on resources that are shown through research and best practice to improve student learning. The section includes funding, and estimated weights of 4% for special education, 11% (of the minimum foundation allowance) for at risk, and 6% for career and technical education (CTE). (Sec. 28)
- At Risk.** Governor increased the funding to hold harmless districts for at risk payments, from 30% to 50% of the amount that a non-hold harmless district would receive. In addition, Governor added language requiring districts to use at risk funds to show progress toward meeting the goals of providing tutors, pupil support, summer school teachers, expanding professional development, and providing additional supports to complete the FAFSFA. Governor increased the amount of at risk funds that can be used for professional development from 5% to 10%. Governor removed the ability for a district to demonstrate proficiency by achieving at least one year's growth as measured by a local benchmark assessment (but retained the state benchmark to demonstrate proficiency). (Sections 28 and 31a)
- Great Start Readiness Program.** Governor increased the Federal poverty level threshold used to determine eligibility from 250% to 300% (and to 350% if all families in an ISD are being served), eliminated a \$2.0 million earmark for professional development, and increased full-day funding from \$7,250 to \$8,000. (Sections 32d and 39)

9. **Literacy Coaches.** Governor increased per-coach funding from \$75,000 to \$112,500 and removed the requirement that intermediate school districts (ISDs) provide at least 50% in matching funds for the grant. (Sec. 35a)
10. **MiSTEM to MiSTEAM.** Governor added Arts to the Michigan Science Technology Engineering and Mathematics Network (MiSTEM) and programs. (Sec. 99s)
11. **Professional Development as Hours of Instruction Guidelines.** Governor restored language allowing districts to count up to 38 hours of qualifying professional development as hours of pupil instruction. (This was allowed until FY 2014-15.) Governor added language stating that qualifying professional development exceeding five hours in a single day may be counted as a day of pupil instruction, and eight hours of qualifying professional development counted as hours of pupil instruction must be recommended by a districtwide professional development advisory committee. Governor also changed the definition of "qualifying professional development" to be that which is aligned to the school district improvement plan, is linked to one or more criteria in a teacher evaluation tool, is approved by the department as continuing education credits, occurs after school starts and before school ends, and where at least 75% of teachers are in attendance. (Sec. 101)
12. **Changes to Kindergarten Entry Observation.** Governor removed the existing pilot kindergarten entry observation tool and assessment and replaced it with a program for the department to implement, on a sample basis statewide, a Michigan kindergarten entry observation tool. Governor included a requirement for the department to implement a "train-the-trainer" professional development model on the usage of this observation tool. (Sec. 104)
13. **Michigan Merit Exam.** Governor removed language allowing the scores for the statewide assessment and the graduation rate for consortium pupils to be included with the scores for the school building in the participating district in which the consortium pupil is enrolled or would otherwise attend. (Sec. 104b)
14. **English Language Arts (ELA) and Math Tests for K-2.** Governor removed a requirement for the department to offer benchmark assessments in the fall and spring to measure ELA and math in each of grades K-2. (Sec. 104c)
15. **Michigan Public School Employees' Retirement System (MPERS) Retirement Obligation Reform Reserve Fund.** Governor included a requirement to deposit \$40.0 million from the School Aid Fund into the MPERS reform reserve fund for 2019-20. (Sec. 147b)

Date Completed: 3-14-19

Fiscal Analyst: Kathryn Summers



**FY 2018-19 Year-to-Date and Governor's Recommended Supplemental, and FY 2019-20 Governor's Recommendation**

<u>Line Item Description</u>	FY 2018-19	FY 2018-19	Gov's Rec	FY 2019-20	Change from	Change from
	Year-to-Date	Gov's Rec Supp Changes	FY 2018-19 Budget	Gov's Rec Budget	Year-to-Date	Gov's Rec for FY 2018-19
Sec. 11j School Bond Loan Fund Payments - Debt Service	\$125,500.0		\$125,500.0	\$125,500.0	\$0.0	\$0.0
Sec. 11m Cash Flow Borrowing Costs	\$24,000.0	\$19,000.0	\$43,000.0	\$56,000.0	\$32,000.0	\$13,000.0
Sec. 11s Flint Declaration of Emergency	\$3,230.1		\$3,230.1	\$8,075.1	\$4,845.0	\$4,845.0
Sec. 20f Categorical Offset Payments	\$18,000.0		\$18,000.0	\$18,000.0	\$0.0	\$0.0
Sec. 21h Partnership Model Districts	\$7,000.0		\$7,000.0	\$7,000.0	\$0.0	\$0.0
Sec 22a Proposal A Obligation Payment	\$5,107,000.0	(\$58,000.0)	\$5,049,000.0	\$4,953,000.0	(\$154,000.0)	(\$96,000.0)
Sec. 22b Discretionary Payment - State	\$4,324,000.0	(\$29,000.0)	\$4,295,000.0	\$4,473,000.0	\$149,000.0	\$178,000.0
Sec. 22d Isolated Districts Funding	\$6,000.0		\$6,000.0	\$6,000.0	\$0.0	\$0.0
Sec. 22m Technology Regional Data Hubs	\$2,200.0		\$2,200.0	\$2,200.0	\$0.0	\$0.0
Sec. 22n High School Per-Pupil Bonus	\$11,000.0		\$11,000.0	\$11,000.0	\$0.0	\$0.0
Sec. 24 Court-Placed Pupils	\$7,150.0		\$7,150.0	\$7,150.0	\$0.0	\$0.0
Sec. 24a Juvenile Detention Facilities	\$1,355.7		\$1,355.7	\$1,355.7	\$0.0	\$0.0
Sec. 24c Challenge Program	\$1,625.4		\$1,625.4	\$0.0	(\$1,625.4)	(\$1,625.4)
Sec. 25f Strict Discipline Academies	\$1,600.0		\$1,600.0	\$0.0	(\$1,600.0)	(\$1,600.0)
Sec. 25g Dropout Recovery	\$750.0		\$750.0	\$0.0	(\$750.0)	(\$750.0)
Sec. 25h Dropout Prevention Program - NEW	\$100.0		\$100.0	\$0.0	(\$100.0)	(\$100.0)
Sec. 26a Renaissance Zone Costs	\$15,000.0	(\$1,200.0)	\$13,800.0	\$15,300.0	\$300.0	\$1,500.0
Sec. 26b PILT Reimbursement	\$4,405.1		\$4,405.1	\$4,405.1	\$0.0	\$0.0
Sec. 26c Promise Zone	\$3,000.0	\$400.0	\$3,400.0	\$8,400.0	\$5,400.0	\$5,000.0
Sec. 28(3) Pupil Weighted Allocations - Special Education	\$0.0		\$0.0	\$120,000.0	\$120,000.0	\$120,000.0
Sec. 28(4) Pupil Weighted Allocations - Economically Disadvantaged	\$0.0		\$0.0	\$619,000.0	\$619,000.0	\$619,000.0
Sec. 28(5) Pupil Weighted Allocations - Career and Technical Education	\$0.0		\$0.0	\$55,000.0	\$55,000.0	\$55,000.0
Sec. 31a "At Risk" Pupil Support	\$517,000.0		\$517,000.0	\$0.0	(\$517,000.0)	(\$517,000.0)
Sec. 31a Child and Adolescent Health Centers	\$6,057.3		\$6,057.3	\$6,057.3	\$0.0	\$0.0
Sec. 31a Vision/Hearing Screening	\$5,150.0		\$5,150.0	\$5,150.0	\$0.0	\$0.0
Sec. 31b Year-Round Schools Grants	\$750.0		\$750.0	\$0.0	(\$750.0)	(\$750.0)
Sec. 31d School Lunch Programs - State Share	\$23,144.0		\$23,144.0	\$23,144.0	\$0.0	\$0.0
Sec. 31d School Lunch Programs - Federal Share	\$523,200.0		\$523,200.0	\$537,200.0	\$14,000.0	\$14,000.0
Sec. 31f School Breakfast	\$4,500.0		\$4,500.0	\$4,500.0	\$0.0	\$0.0
Sec. 31j Support of Local Produce in School Meals	\$575.0		\$575.0	\$575.0	\$0.0	\$0.0
Sec. 31n School Mental Health	\$31,300.0		\$31,300.0	\$23,300.0	(\$8,000.0)	(\$8,000.0)
Sec. 31p Hydration Stations - NEW	\$0.0	\$61,500.0	\$61,500.0	\$0.0	\$0.0	(\$61,500.0)
Sec. 32d Great Start - School Readiness	\$244,900.0		\$244,900.0	\$328,900.0	\$84,000.0	\$84,000.0
Sec. 32p Great Start Early Childhood Block Grants	\$13,400.0		\$13,400.0	\$13,400.0	\$0.0	\$0.0
Sec. 32q Early learning Cooperative	\$175.0		\$175.0	\$0.0	(\$175.0)	(\$175.0)
Sec. 35a(4) Investment in Literacy Coaches for K-3 Teachers	\$7,000.0		\$7,000.0	\$31,500.0	\$24,500.0	\$24,500.0
Sec. 35a(5) Early Literacy District Grants	\$19,900.0		\$19,900.0	\$19,900.0	\$0.0	\$0.0
Sec. 35a(6) Michigan Education Corps	\$3,000.0		\$3,000.0	\$3,000.0	\$0.0	\$0.0
Sec. 35a(7) Summer Reading Project	\$500.0		\$500.0	\$0.0	(\$500.0)	(\$500.0)
Sec. 35a(9) Literacy Essentials	\$1,000.0		\$1,000.0	\$1,000.0	\$0.0	\$0.0



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	Year-to-Date	Gov's Rec Supp Changes	FY 2018-19 Budget	Gov's Rec Budget	Year-to-Date	Gov's Rec for FY 2018-19
Sec. 35b District and Dyslexia Center Collaboration Grant	\$250.0		\$250.0	\$0.0	(\$250.0)	(\$250.0)
Sec. 39a(1) NCLB Federal DOE Grants	\$730,600.0		\$730,600.0	\$725,600.0	(\$5,000.0)	(\$5,000.0)
Sec 39a(2) Other Non-NCLB Federal DOE Grants	\$51,200.0		\$51,200.0	\$49,100.0	(\$2,100.0)	(\$2,100.0)
Sec. 41 Bilingual Education	\$6,000.0		\$6,000.0	\$6,000.0	\$0.0	\$0.0
Sec. 51a Special Education - Federal IDEA	\$370,000.0		\$370,000.0	\$370,000.0	\$0.0	\$0.0
Sec. 51a(2) Spec. Ed. Foundations - State Share	\$273,100.0	\$13,700.0	\$286,800.0	\$297,800.0	\$24,700.0	\$11,000.0
Sec. 51a(3) Spec. Ed. Hold Harmless to ISDs - State Share	\$1,300.0	(\$100.0)	\$1,200.0	\$1,000.0	(\$300.0)	(\$200.0)
Sec. 51a(6) Spec. Ed. Rules Change - State Share	\$2,200.0		\$2,200.0	\$2,200.0	\$0.0	\$0.0
Sec. 51a(11) Spec. Ed. Non Sec. 52 to ISDs - State Share	\$3,400.0	(\$500.0)	\$2,900.0	\$2,800.0	(\$600.0)	(\$100.0)
Sec. 51a(16) Spec. Ed. ISD Compliance Reimbursement - State Share	\$500.0		\$500.0	\$500.0	\$0.0	\$0.0
Sec. 51c Special Education Headlee - State Share	\$651,000.0	\$12,500.0	\$663,500.0	\$689,500.0	\$38,500.0	\$26,000.0
Sec. 51d Special Education - Other Federal	\$61,000.0		\$61,000.0	\$61,000.0	\$0.0	\$0.0
Sec. 53a Court-Placed Spec. Ed. FTEs - State Share	\$10,500.0		\$10,500.0	\$10,500.0	\$0.0	\$0.0
Sec. 54 MI School for Deaf and Blind - State Share	\$1,688.0		\$1,688.0	\$1,688.0	\$0.0	\$0.0
Sec. 54b Integrated Behavior and Learning Support (MiBLSi)	\$1,600.0		\$1,600.0	\$1,600.0	\$0.0	\$0.0
Sec. 54d Special Ed Taskforce - Early On	\$5,000.0		\$5,000.0	\$5,000.0	\$0.0	\$0.0
Sec. 55 Conductive Learning Center Study	\$250.0		\$250.0	\$0.0	(\$250.0)	(\$250.0)
Sec. 56 Spec. Ed. Millage Equalization - State Share	\$40,008.1		\$40,008.1	\$40,008.1	\$0.0	\$0.0
Sec. 61a Vocational Education	\$37,711.3		\$37,711.3	\$36,611.3	(\$1,100.0)	(\$1,100.0)
Sec. 61b Career and Technical Education/Dual Enrollment	\$8,000.0		\$8,000.0	\$8,000.0	\$0.0	\$0.0
Sec. 61c Career and Technical Education Equipment Upgrades	\$2,500.0		\$2,500.0	\$0.0	(\$2,500.0)	(\$2,500.0)
Sec. 61d CTE Incentive Payments	\$5,000.0		\$5,000.0	\$0.0	(\$5,000.0)	(\$5,000.0)
Sec. 61f Pipeline 2 Promise	\$200.0		\$200.0	\$0.0	(\$200.0)	(\$200.0)
Sec. 61g St Clair RESA High Demand Jobs Startup Costs	\$50.0		\$50.0	\$0.0	(\$50.0)	(\$50.0)
Sec. 61h Shiawassee ISD Virtual CTE Program	\$1,200.0		\$1,200.0	\$0.0	(\$1,200.0)	(\$1,200.0)
Sec. 62 ISD Vocational Ed Millage Equalization	\$9,190.0		\$9,190.0	\$9,190.0	\$0.0	\$0.0
Sec. 64b Dual Enrollment Incentive Payments	\$1,750.0		\$1,750.0	\$0.0	(\$1,750.0)	(\$1,750.0)
Sec. 64d Information Technology Certifications	\$2,300.0		\$2,300.0	\$0.0	(\$2,300.0)	(\$2,300.0)
Sec. 65 Detroit Precollege Engineering	\$400.0		\$400.0	\$0.0	(\$400.0)	(\$400.0)
Sec. 67 College and Career Readiness Tools	\$3,000.0		\$3,000.0	\$3,000.0	\$0.0	\$0.0
Sec. 74 Bus Driver Safety Instruction	\$2,025.0		\$2,025.0	\$2,025.0	\$0.0	\$0.0
Sec. 74 School Bus Inspections	\$1,729.9		\$1,729.9	\$1,747.9	\$18.0	\$18.0
Sec. 74a Statewide School Bus Driver Safety Program - ALICE	\$810.0		\$810.0	\$0.0	(\$810.0)	(\$810.0)
Sec. 81 ISD General Operations Support	\$68,453.0		\$68,453.0	\$70,849.0	\$2,396.0	\$2,396.0
Sec. 94 Advanced Placement (AP) Incentive Program	\$1,000.0		\$1,000.0	\$1,000.0	\$0.0	\$0.0
Sec. 94a Center for Educ. Perf. and Information - State Share	\$16,356.7		\$16,356.7	\$16,457.2	\$100.5	\$100.5
Sec. 94a Center for Educ. Perf. and Information - Federal	\$193.5		\$193.5	\$193.5	\$0.0	\$0.0
Sec. 95b Value-Added Growth and Projection Analytics System	\$2,500.0		\$2,500.0	\$0.0	(\$2,500.0)	(\$2,500.0)
Sec. 98 Michigan Virtual High School - State	\$7,387.5		\$7,387.5	\$7,387.5	\$0.0	\$0.0
Sec. 99h FIRST Robotics	\$4,800.0		\$4,800.0	\$3,000.0	(\$1,800.0)	(\$1,800.0)



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<u>Line Item Description</u>	FY 2018-19	FY 2018-19	Gov's Rec	FY 2019-20	Change from	Change from
	Year-to-Date	Gov's Rec Supp Changes	FY 2018-19 Budget	Gov's Rec Budget	Year-to-Date	Gov's Rec for FY 2018-19
Sec. 99s(2) Comprehensive STEM Initiative (Administration)	\$300.0		\$300.0	\$300.0	\$0.0	\$0.0
Sec. 99s(3) Comprehensive STEM Grants	\$3,050.0		\$3,050.0	\$3,050.0	\$0.0	\$0.0
Sec. 99s(4) Math/Science Centers - Federal	\$3,500.0		\$3,500.0	\$235.0	(\$3,265.0)	(\$3,265.0)
Sec. 99s(4) MiSTEM Network Regions	\$3,834.3		\$3,834.3	\$3,834.3	\$0.0	\$0.0
Sec. 99s(6) MiSTEM Professional Development and Curriculum	\$750.0		\$750.0	\$750.0	\$0.0	\$0.0
Sec. 99t Online Algebra Tool	\$1,500.0		\$1,500.0	\$0.0	(\$1,500.0)	(\$1,500.0)
Sec. 99u Imagine Learning - math, Espanol, literacy	\$3,000.0		\$3,000.0	\$0.0	(\$3,000.0)	(\$3,000.0)
Sec. 99v Dana Center	\$25.0		\$25.0	\$0.0	(\$25.0)	(\$25.0)
Sec. 99w Michigan Fitness Foundation	\$500.0		\$500.0	\$0.0	(\$500.0)	(\$500.0)
Sec. 99x Teach for America	\$300.0		\$300.0	\$0.0	(\$300.0)	(\$300.0)
Sec. 99y STEM and Entrepreneurship Program	\$60.0		\$60.0	\$0.0	(\$60.0)	(\$60.0)
Sec. 102d Reimbursement for Purchase of Financial Data Analysis Tool(s)	\$1,500.0		\$1,500.0	\$0.0	(\$1,500.0)	(\$1,500.0)
Sec. 104 MEAP Testing - State Share	\$32,509.4		\$32,509.4	\$31,009.4	(\$1,500.0)	(\$1,500.0)
Sec. 104 MEAP Testing - Federal Share	\$6,250.0		\$6,250.0	\$6,250.0	\$0.0	\$0.0
Sec. 104d Computer Adaptive Test	\$9,200.0		\$9,200.0	\$0.0	(\$9,200.0)	(\$9,200.0)
Sec. 104e Digital Assessment Preparation	\$500.0		\$500.0	\$0.0	(\$500.0)	(\$500.0)
Sec. 107 Adult Education - State	\$30,500.0		\$30,500.0	\$30,500.0	\$0.0	\$0.0
Sec. 147a(1) MPSERS District Reimbursement	\$100,000.0		\$100,000.0	\$100,000.0	\$0.0	\$0.0
Sec. 147a(2) MPSERS Normal Cost Reimbursement for Lower AROR/Dedicated Gains	\$88,139.0		\$88,139.0	\$172,069.0	\$83,930.0	\$83,930.0
Sec. 147c(1) MPSERS Rate Cap (Section 41 of MPSERS Act)	\$1,032,700.0		\$1,032,700.0	\$1,030,900.0	(\$1,800.0)	(\$1,800.0)
Sec. 147e MPSERS Additional Normal/DC Costs for PA 92 of 2017	\$37,600.0	(\$7,600.0)	\$30,000.0	\$42,571.0	\$4,971.0	\$12,571.0
Sec. 152a Adair v State of Michigan	\$38,000.5		\$38,000.5	\$38,000.5	\$0.0	\$0.0
Sec. 152b Reimbursement for Nonpublic Mandates	\$250.0		\$250.0	\$0.0	(\$250.0)	(\$250.0)
<b>TOTAL SCHOOL AID APPROPRIATIONS</b>	<b>\$14,844,588.8</b>	<b>\$10,700.0</b>	<b>\$14,855,288.8</b>	<b>\$15,371,238.9</b>	<b>\$526,650.1</b>	<b>\$515,950.1</b>

<b>TOTAL REVENUE</b>						
Federal Aid	\$1,745,943.5		\$1,745,943.5	\$1,749,578.5	\$3,635.0	\$3,635.0
School Aid Fund (SAF)	\$12,876,825.2	\$42,600.0	\$12,919,425.2	\$13,504,660.3	\$627,835.1	\$585,235.1
School Mental Health Services Fund	\$30,000.0		\$30,000.0	\$0.0	(\$30,000.0)	(\$30,000.0)
MPSERS Reforms Fund	\$31,900.0	(\$31,900.0)	\$0.0	\$0.0	(\$31,900.0)	\$0.0
General Fund/General Purpose	\$87,920.0		\$87,920.0	\$45,000.0	(\$42,920.0)	(\$42,920.0)
Community District Education Trust Fund (\$72.0 m)/Other (\$100 Flint Reserve)	\$72,000.1		\$72,000.1	\$72,000.1	\$0.0	\$0.0
<b>TOTAL REVENUE</b>	<b>\$14,844,588.8</b>	<b>\$10,700.0</b>	<b>\$14,855,288.8</b>	<b>\$15,371,238.9</b>	<b>\$526,650.1</b>	<b>\$515,950.1</b>





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Article II  
 Committee: Appropriations

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2018-19 YEAR-TO-DATE*	FY 2019-20 GOV.'S REC.	CHANGES FROM FY 2018-19 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions .....	0.0	0.0	N/A	N/A
<b>GROSS</b> .....	<b>408,215,500</b>	<b>421,164,000</b>	<b>12,948,500</b>	<b>3.2</b>
Less:				
Interdepartmental Grants Received .....	0	0	0	0.0
<b>ADJUSTED GROSS</b> .....	<b>408,215,500</b>	<b>421,164,000</b>	<b>12,948,500</b>	<b>3.2</b>
Less:				
Federal Funds .....	0	0	0	0.0
Local and Private .....	0	0	0	0.0
<b>TOTAL STATE SPENDING</b> .....	<b>408,215,500</b>	<b>421,164,000</b>	<b>12,948,500</b>	<b>3.2</b>
Less:				
Other State Restricted Funds .....	408,215,500	408,215,500	0	0.0
<b>GENERAL FUND/GENERAL PURPOSE</b> .....	<b>0</b>	<b>12,948,500</b>	<b>12,948,500</b>	<b>0.0</b>
<b>PAYMENTS TO LOCALS</b> .....	<b>408,215,500</b>	<b>421,164,000</b>	<b>12,948,500</b>	<b>3.2</b>

\*As of March 5, 2019.

	Gross	GF/GP
<b>FY 2018-19 Year-to-Date Appropriation</b> .....	<b>\$408,215,500</b>	<b>\$0</b>

**Changes from FY 2018-19 Year-to-Date:**

- |  |             |           |
|--|-------------|-----------|
| <p>1. <b>Community College Operations Increase.</b> The Governor included a 3% increase in community college operations. The increase would be distributed through the existing performance funding formula developed by the 2016 Performance Indicators Review Task Force. The formula allocates the money as follows: 30% proportional to FY 2018-19 base appropriation, 30% weighted contact hours, 10% performance improvement, 10% performance completion number, 10% performance completion rate, 5% administrative costs, 5% local strategic value.</p> | 9,667,500   | 9,667,500 |
| <p>2. <b>Michigan Public School Employees' Retirement System (MPSERS) Normal Cost Offset.</b> The Governor moved the \$6.4 million one-time FY 2018-19 item for this purpose to an ongoing appropriation and increased the amount by an additional \$5.8 million for a total normal cost offset of \$12.2 million. This amount will support the additional costs associated with bringing the assumed rate of return for MPSERS investments from 8% to 7.05%.</p>  | 5,781,000   | 3,281,000 |
| <p>3. <b>MPSERS Unfunded Accrued Liability (UAAL) Stabilization Adjustment.</b> The Governor reduced this item to reflect a reduction in the amount of the State's share of costs above the statutory cap. This reduction would bring total MPSERS UAAL payments to \$74.8 million.</p>  | (2,200,000) | 0         |

4. **Renaissance Zone Reimbursements.** The Governor reduced these payments to reflect a reduced estimate for the amount necessary to reimburse community colleges for lost property tax revenue due to renaissance zones. (300,000) 0

Total Changes .....	\$12,948,500	\$12,948,500
<b>FY 2019-20 Governor's Recommendation .....</b>	<b>\$421,164,000</b>	<b>\$12,948,500</b>

**Boilerplate Changes from FY 2018-19 Year-to-Date:**

- 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 due to a failure to report certain information as required by statute. (Sec. 206)
- Use and Finance Noncompliance Penalty.** The Governor removed a section that imposes a 1% reduction in State funding to a community college for each violation of certain requirements of the Management and Budget Act. (Sec. 208)
- 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. (Sec. 209)
- Academic Program Partnerships.** The Governor removed a section requiring the Michigan Community College Association (MCCA), Michigan Independent Colleges and Universities, and the Michigan Association of State Universities to submit a report on academic partnership programs. (Sec. 210f)
- Cost Containment.** The Governor removed a section requiring community colleges to pursue various efficiencies in their operations. (Sec. 212)
- Michigan Community College Data Inventory - Advisory Committee Selection.** The Governor removed language requiring the MCCA members selected to serve on the MCCDI Advisory Committee to be from various community college classification groups. (Sec. 217)
- Tuition and Fees Report.** The Governor removed language requiring community colleges to include the annual cost of tuition and fees based on a full-time course load of 30 credits in their tuition and fees report. (Sec. 225)
- Purchase of Foreign Automobiles.** The Governor removed a prohibition on the purchase of foreign automobiles using State funds. (Sec. 228)
- Tuition Restraint.** The Governor included a new section that would make the receipt of performance funding contingent upon keeping increases in tuition and fee rates for the 2019-20 academic year less than the greater of 3.2% or \$128. (Sec. 231)

Date Completed: 3-14-19

Fiscal Analyst: Josh Sefton

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

**Table 1: FY 2019-20 Community College Appropriations: Governor's Recommendation**

College	FY 2018-19 Year-To-Date	FY 2019-20		
		Total Adjustments	Appropriation	Percent Change
Alpena	\$5,707,600	\$158,500	\$5,866,100	2.8%
Bay de Noc	5,624,800	145,100	5,769,900	2.6%
Delta	15,104,300	424,900	15,529,200	2.8%
Glen Oaks	2,620,000	89,400	2,709,400	3.4%
Gogebic	4,844,300	128,400	4,972,700	2.7%
Grand Rapids	18,709,300	614,400	19,323,700	3.3%
Henry Ford	22,463,600	634,200	23,097,800	2.8%
Jackson	12,698,200	315,000	13,013,200	2.5%
Kalamazoo Valley	13,046,600	379,500	13,426,100	2.9%
Kellogg	10,214,400	280,100	10,494,500	2.7%
Kirtland	3,321,600	126,800	3,448,400	3.8%
Lake Michigan	5,672,100	165,300	5,837,400	2.9%
Lansing	32,725,800	828,200	33,554,000	2.5%
Macomb	34,124,000	980,200	35,104,200	2.9%
Mid Michigan	5,112,400	172,000	5,284,400	3.4%
Monroe	4,708,600	165,500	4,874,100	3.5%
Montcalm	3,542,900	120,200	3,663,100	3.4%
Mott	16,381,600	475,100	16,856,700	2.9%
Muskegon	9,264,700	243,000	9,507,700	2.6%
North Central	3,402,600	129,300	3,531,900	3.8%
Northwestern	9,625,400	263,200	9,888,600	2.7%
Oakland	22,093,000	751,200	22,844,200	3.4%
Schoolcraft	13,112,900	486,500	13,599,400	3.7%
Southwestern	6,946,900	191,200	7,138,100	2.8%
St. Clair	7,358,700	230,200	7,588,900	3.1%
Washtenaw	13,764,000	530,600	14,294,600	3.9%
Wayne County	17,487,200	557,100	18,044,300	3.2%
West Shore	2,573,400	82,400	2,655,800	3.2%
<b>Subtotal Operations:</b>	<b>\$322,250,900</b>	<b>\$9,667,500</b>	<b>\$331,918,400</b>	<b>3.0%</b>
MPSERS Normal Cost Offset	\$0	\$12,212,000	\$12,212,000	N/A
MPSERS Retiree Health Care	1,733,600	0	1,733,600	0.0%
MPSERS Reform Costs	75,300,000	(2,200,000)	73,100,000	(2.9%)
Renaissance Zone Reimbursements	2,500,000	(300,000)	2,200,000	(12.0%)
MPSERS Normal Cost Hold Harmless (one-time)	6,431,000	(6,431,000)	0	(100.0%)
<b>Total Appropriations:</b>	<b>\$408,215,500</b>	<b>\$12,948,500</b>	<b>\$421,164,000</b>	<b>3.2%</b>
<b>State School Aid Fund</b>	<b>408,215,500</b>	<b>0</b>	<b>\$408,215,500</b>	<b>0.0%</b>
<b>GF/GP</b>	<b>\$0</b>	<b>\$12,948,500</b>	<b>\$12,948,500</b>	<b>N/A</b>



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Article III  
 Committee: Appropriations

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2018-19 YEAR-TO-DATE*	FY 2019-20 GOV.'S REC.	CHANGES FROM FY 2018-19 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions .....	0.0	0.0	N/A	N/A
<b>GROSS .....</b>	<b>1,669,732,600</b>	<b>1,711,321,800</b>	<b>41,589,200</b>	<b>2.5</b>
Less:				
Interdepartmental Grants Received .....	0	0	0	0.0
<b>ADJUSTED GROSS .....</b>	<b>1,669,732,600</b>	<b>1,711,321,800</b>	<b>41,589,200</b>	<b>2.5</b>
Less:				
Federal Funds .....	123,526,400	123,526,400	0	0.0
Local and Private .....	0	0	0	0.0
<b>TOTAL STATE SPENDING .....</b>	<b>1,546,206,200</b>	<b>1,587,795,400</b>	<b>41,589,200</b>	<b>2.7</b>
Less:				
Other State Restricted Funds .....	500,188,300	0	(500,188,300)	(100.0)
<b>GENERAL FUND/GENERAL PURPOSE .....</b>	<b>1,046,017,900</b>	<b>1,587,795,400</b>	<b>541,777,500</b>	<b>51.8</b>
<b>PAYMENTS TO LOCALS .....</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.0</b>

\*As of March 5, 2019.

	Gross	GF/GP
<b>FY 2018-19 Year-to-Date Appropriation .....</b>	<b>\$1,669,732,600</b>	<b>\$1,046,017,900</b>

**Changes from FY 2018-19 Year-to-Date:**

- |  |             |             |
|--|-------------|-------------|
| 1. <b>University Operations Increase.</b> The Governor included a 3% across-the-board increase based on each university's FY 2018-19 operations funding.   | 43,707,400  | 43,707,400  |
| 2. <b>School Aid Fund Shift.</b> The Governor removed all School Aid Fund revenue in the Higher Education budget and replaced it with GF/GP. Under the Governor's proposal, this fund shift would be made possible through amendments to the Income Tax Act that would remove the \$600.0 million earmark of income tax revenue for transportation. Removal of that earmark would cause that revenue to revert to the State General Fund. Lost transportation funding would then be replaced with revenue from increased fuel taxes. | 0           | 499,419,300 |
| 3. <b>Michigan State University (MSU) AgBioResearch Increase.</b> The Governor included a 3% increase for this program to mirror increases provided for university operations.   | 1,037,700   | 1,037,700   |
| 4. <b>MSU Extension Increase.</b> The Governor included a 3% increase for this program to mirror increases provided for university operations.   | 895,100     | 895,100     |
| 5. <b>Tuition Incentive Program.</b> The Governor reduced this program to reflect boilerplate that would limit payments to three times the average rate for in-district tuition at community colleges. This reduction would bring total funding for the program to \$59.8 million.   | (4,500,000) | (4,500,000) |

6. <b>Michigan Public School Employees' Retirement System (MPERS) Normal Cost Offset.</b> The Governor moved the \$669,000 one-time FY 2018-19 item for this purpose to an ongoing appropriation and increased the amount by an additional \$565,000 for a total normal cost offset of \$1.2 million for the seven universities that are part of MPERS. This amount will support the additional costs associated with bringing the assumed rate of return for MPERS funds from 8% to 7.05%.	565,000	1,234,000
7. <b>MPERS Unfunded Accrued Liability Stabilization Adjustment.</b> The Governor reduced this item to reflect a reduction in the amount of the State's share of costs above the statutory cap. This reduction would bring total MPERS UAAL payments to \$5.0 million.	(116,000)	(116,000)
8. <b>Children of Veterans Tuition Grant - Supplant Income Tax Checkoff.</b> The Governor replaced \$100,000 in income tax checkoff revenue with GF/GP as this item no longer appears on tax forms. Total appropriations for this program would remain unchanged at \$1.4 million.	0	100,000
<b>Total Changes</b> .....	<b>\$41,589,200</b>	<b>\$541,777,500</b>
<b>FY 2019-20 Governor's Recommendation</b> .....	<b>\$1,711,321,800</b>	<b>\$1,587,795,400</b>

**Boilerplate Changes from FY 2018-19 Year-to-Date:**

- 1. Receipt of Federal and Private Funds.** Specifies that Federal and private funds received by the State for use by a college or university are appropriated for the purposes for which they are received. The Governor removed a sentence that specifies that the acceptance of funds does not obligate the Legislature to continue the purposes for which the funds are made available. (Sec. 242)
- 2. Transparency Reporting.** The Governor removed language that allows the State Budget Director to withhold monthly payments to universities if they fail to comply with statutory financial transparency requirements. (Sec. 245)
- 3. Tuition Grant Limitation.** The Governor removed a sentence that specifies that the \$4.2 million institutional limit placed on Tuition Grants does not apply to any other student financial aid program or in combination with any other student financial aid program. (Sec. 252)
- 4. Tuition Incentive Program - Limit Payment Size.** The Governor included new language that would limit payments made to universities under this program to a per-credit payment that does not exceed three times the average community college in-district tuition rate. (Sec. 256)
- 5. Tuition Incentive Program - Data Reporting.** The Governor removed language that would require an institution that does not report certain data to the P-20 longitudinal data system to report that data to the Department of Treasury. (Sec. 256)
- 6. University of Michigan 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. (Sec. 261)
- 7. Tuition Restraint - Lower Threshold.** The Governor reduced the allowable tuition increase under this section from 3.8% or \$490, to 3.2% or \$427. (Sec. 265)
- 8. 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. (Sec. 265)
- 9. Performance Funding.** The Governor changed the name of 'performance funding' to 'student affordability funding', and replaced the funding formula with an increase of 3% for all universities based on their FY 2018-19 funding. (Sec. 265a)
- 10. Academic Program Partnerships.** The Governor removed a section requiring the Michigan Community College Association, Michigan Independent Colleges and Universities, and the Michigan Association of State Universities to submit a report on academic partnership programs. (Sec. 265c)
- 11. Indian Tuition Waiver - Remove Intent Language.** The Governor removed language stating the intent of the Legislature that for FY 2018-19 funds be allocated for unfunded North American Indian tuition waiver costs. (Sec. 268)

12. **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.
13. **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. (Sec. 274)
14. **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 requirement of the Management and Budget Act. (Sec. 275a)
15. **HEIDI Data - Allow Counting of Distance Education and Inmates.** The Governor modified the HEIDI data audit requirements to allow distance learning and inmate programs to count toward university student credit hours. (Sec. 289)

Date Completed: 3-14-19

Fiscal Analyst: Josh Sefton

Table 1: FY 2019-20 Higher Education Appropriation Governor's Recommendation Detail

University	FY 2018-19 Year-To-Date Appropriation	Formula Adjustments		Other Changes	FY 2019-20 Gov. Rec.	Dollar Change From FY 2018-19	Percent Change	Appropriation Per FYES
		3% Across the Board from FY19	Total Formula Distribution					
Central	\$87,415,000	\$2,622,500	\$2,622,500		\$90,037,500	\$2,622,500	3.0%	\$ 4,606
Eastern	76,979,300	2,309,400	2,309,400		79,288,700	2,309,400	3.0	\$ 4,921
Ferris	54,950,700	1,648,500	1,648,500		56,599,200	1,648,500	3.0	\$ 5,031
Grand Valley	72,056,600	2,161,700	2,161,700		74,218,300	2,161,700	3.0	\$ 3,300
Lake Superior	13,987,000	419,600	419,600		14,406,600	419,600	3.0	\$ 7,890
Michigan State	286,274,200	8,588,200	8,588,200		294,862,400	8,588,200	3.0	\$ 6,408
Michigan Tech	49,949,600	1,498,500	1,498,500		51,448,100	1,498,500	3.0	\$ 7,761
Northern	47,998,400	1,440,000	1,440,000		49,438,400	1,440,000	3.0	\$ 7,365
Oakland	52,819,200	1,584,600	1,584,600		54,403,800	1,584,600	3.0	\$ 3,125
Saginaw Valley	30,528,000	915,800	915,800		31,443,800	915,800	3.0	\$ 4,227
UM-Ann Arbor	320,782,400	9,623,400	9,623,400		330,405,800	9,623,400	3.0	\$ 7,052
UM-Dearborn	26,071,800	782,200	782,200		26,854,000	782,200	3.0	\$ 3,811
UM-Flint	23,585,400	707,600	707,600		24,293,000	707,600	3.0	\$ 3,940
Wayne State	202,363,200	6,070,900	6,070,900		208,434,100	6,070,900	3.0	\$ 9,222
Western	111,151,000	3,334,500	3,334,500		114,485,500	3,334,500	3.0	\$ 5,916
<b>Subtotal University Operations:</b>	<b>\$1,456,911,800</b>	<b>\$43,707,400</b>	<b>\$43,707,400</b>	<b>\$0</b>	<b>\$1,500,619,200</b>	<b>\$43,707,400</b>	<b>3.0%</b>	<b>\$ 5,829</b>
MPSERS Reimbursement	\$5,133,000			(\$116,000)	\$5,017,000	(\$116,000)	(2.3%)	
MPSERS Normal Cost Offset	0			1,234,000	\$1,234,000	\$1,234,000	N/A	
MSU AgBioResearch	34,591,400			1,037,700	35,629,100	1,037,700	3.0	
MSU Extension	29,837,700			895,100	30,732,800	895,100	3.0	
Higher Education Database	200,000			0	200,000	0	0.0	
Midwest Higher Ed Compact	115,000			0	115,000	0	0.0	
King-Chavez-Parks	2,691,500			0	2,691,500	0	0.0	
MPSERS Normal Cost Hold Harmless (one-time)	669,000			(669,000)	0	(669,000)	(100.0)	
<b>Total Universities</b>	<b>\$1,530,149,400</b>	<b>\$43,707,400</b>	<b>\$43,707,400</b>	<b>\$2,381,800</b>	<b>\$1,576,238,600</b>	<b>\$46,089,200</b>	<b>3.0%</b>	
<b>School Aid Fund</b>	<b>500,088,300</b>		<b>0</b>	<b>(500,088,300)</b>	<b>0</b>	<b>(500,088,300)</b>	<b>(100.0)</b>	
<b>State GF/GP</b>	<b>\$1,030,061,100</b>	<b>\$43,707,400</b>	<b>\$43,707,400</b>	<b>\$502,470,100</b>	<b>\$1,576,238,600</b>	<b>\$546,177,500</b>	<b>53.0%</b>	
<b>Grants and Financial Aid</b>								
State Competitive Scholarships	\$32,361,700			\$0	\$32,361,700	\$0	0.0%	
Tuition Grants	38,021,500			0	38,021,500	0	0.0	
Tuition Incentive Program (TIP)	64,300,000			(4,500,000)	59,800,000	(4,500,000)	(7.0)	
Children of Veterans & Officer's Tuition	1,400,000			0	1,400,000	0	0.0	
Project Gear-Up	3,200,000			0	3,200,000	0	0.0	
North American Indian Tuition Waiver	300,000			0	300,000	0	0.0	
<b>Total Grants/Financial Aid</b>	<b>\$139,583,200</b>			<b>(\$4,500,000)</b>	<b>\$135,083,200</b>	<b>(\$4,500,000)</b>	<b>(3.2%)</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>Federal TANF</b>	<b>120,326,400</b>			<b>0</b>	<b>120,326,400</b>	<b>0</b>	<b>0.0</b>	
<b>Veterans Tax Check-off</b>	<b>100,000</b>			<b>(100,000)</b>	<b>0</b>	<b>(100,000)</b>	<b>(100.0)</b>	
<b>State GF/GP</b>	<b>\$15,956,800</b>	<b>\$0</b>	<b>\$0</b>	<b>(\$4,400,000)</b>	<b>\$11,556,800</b>	<b>(\$4,400,000)</b>	<b>(27.6)</b>	
<b>TOTAL HIGHER EDUCATION</b>								
<b>TOTAL ALL FUNDS</b>	<b>\$1,669,732,600</b>	<b>\$43,707,400</b>	<b>\$43,707,400</b>	<b>(\$2,118,200)</b>	<b>\$1,711,321,800</b>	<b>\$41,589,200</b>	<b>2.5%</b>	
<b>TOTAL FEDERAL</b>	<b>123,526,400</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>123,526,400</b>	<b>0</b>	<b>0.0</b>	
<b>TOTAL STATE RESTRICTED</b>	<b>500,188,300</b>	<b>0</b>	<b>0</b>	<b>(500,188,300)</b>	<b>0</b>	<b>(500,188,300)</b>	<b>(100.0)</b>	
<b>TOTAL STATE GF/GP</b>	<b>\$1,046,017,900</b>	<b>\$43,707,400</b>	<b>\$43,707,400</b>	<b>\$498,070,100</b>	<b>\$1,587,795,400</b>	<b>\$541,777,500</b>	<b>51.8%</b>	