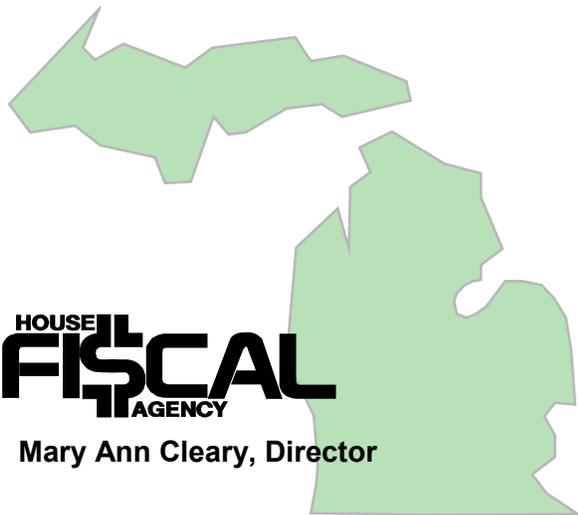


LINE ITEM AND BOILERPLATE SUMMARY

COMMUNITY COLLEGES

Fiscal Year 2014-15
Article II, Public Act 196 of 2014
House Bill 5314 as Enacted



Marilyn Peterson, Senior Fiscal Analyst

September 2014

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September 2014

TO: Members of the Michigan House of Representatives

The House Fiscal Agency has prepared a **Line Item Summary** for each of the FY 2014-15 appropriation acts. Each **Summary** contains line-by-line appropriation and revenue source detail, and a brief explanation of each boilerplate section in the appropriation bill.

In this report, line item vetoes are presented in the following manner: appropriation amounts shown in ~~strikeout~~ are those that appear in the enrolled bill; amounts shown directly below ~~strikeout~~ amounts reflect the effect of the veto.

Line Item Summaries are available on the HFA website (www.house.mi.gov/hfa), or from Kathryn Bateson, Administrative Assistant (373-8080 or kbateson@house.mi.gov).

A handwritten signature in black ink that reads "Mary Ann Cleary".

Mary Ann Cleary, Director

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GLOSSARY

STATE BUDGET TERMS

Gross Appropriations (Gross): The total of all applicable appropriations (statutory spending authorizations) in a budget bill.

Adjusted Gross Appropriations (Adjusted Gross): The net amount of all gross appropriations after subtracting interdepartmental grants (IDGs) and intradepartmental transfers (IDTs).

Lapses: Appropriation amounts that are unspent/unobligated at the end of a fiscal year. Appropriations are automatically terminated at the end of a fiscal year unless otherwise provided by law.

Work Project: A statutorily-authorized account which allows a spending authorization to be carried over from one fiscal year to a succeeding fiscal year or years—i.e., allows funds to be spent over a period of years.

APPROPRIATION BILL TERMS

Line Item: Specific funding amount in an appropriation bill which establishes spending authorization for a particular program or function (may be for a single purpose or for multiple purposes).

Boilerplate: Specific language sections in an appropriation bill which direct, limit or restrict line item expenditures, express legislative intent, and/or require reports.

REVENUE SOURCES

General Fund/General Purpose (GF/GP): Unrestricted General Fund revenue available to fund any activity accounted for in the General Fund; unused GF/GP revenue lapses to the General Fund at the end of a fiscal year.

State Restricted (Restricted): State revenue restricted by state law or outside restriction that is available only for specified purposes; at year-end, unused restricted revenue remains in the restricted fund.

Federal Revenue: Federal grant or matchable revenue dedicated to specific programs.

Local Revenue: Revenue from local units of government.

Private Revenue: Revenue from non-government entities: rents, royalties or interest payments, payments from hospitals or individuals, and gifts and bequests.

Interdepartmental Grant (IDG): Revenue or funds received by one state department from another state department (usually for a service provided by the receiving department).

Intradepartmental Transfer (IDT): Transfers or funds being provided from one appropriation unit to another in the same department.

MAJOR STATE FUNDS

Budget Stabilization Fund (BSF): The countercyclical economic and budget stabilization fund; also known as the "rainy day" fund.

School Aid Fund (SAF): A restricted fund; the primary funding source for K-12 schools and Intermediate School Districts (ISDs).

General Fund: The General Fund (funded from taxes and other general revenue) is used to account for the ordinary operations of a governmental unit that are not accounted for in another fund.

COMMUNITY COLLEGES

The 1963 Michigan Constitution charged the legislature with providing by law for the establishment and financial support of public community colleges controlled by locally-elected boards, which it did with enactment of the Community College Act of 1966. Twenty-eight public community colleges have been established, each drawing its students primarily from within a district organized under statute; each is governed by a locally-elected board of trustees. Community colleges are supported primarily through a combination of state appropriations, tuition and fees, and local property tax revenues.

Community colleges offer a wide range of programs that are generally two years or less in duration, including: vocational-technical education leading to an associate's degree, education in anticipation of transfer to a four-year institution, basic skills, and customized training or retraining for displaced workers. Since 2012, community colleges have been statutorily permitted to offer baccalaureate degrees in a limited number of majors: cement technology, maritime technology, energy production technology, and culinary arts.

Since enactment of the FY 2011-2012 budget in 2011, the Community Colleges budget has been enacted as Article II of the State School Aid Act, rather than being enacted as a standard one-year budget act.

GROSS APPROPRIATION	\$364,724,900	Total of all applicable line item appropriations.
Total interdepartmental grants/intradepartmental transfers	0	Total of all funds received from other departments and transfer of funds.
ADJUSTED GROSS APPROPRIATION	\$364,724,900	Total net amount of all line item gross appropriations less (or minus) interdepartmental grants (IDGs) and intradepartmental transfers (IDTs).
Total federal revenue	0	Total federal grant or matchable revenue.
Total local revenue	0	Total revenue from local units of government.
Total private revenue	0	Total private grant revenue.
Total state restricted revenue	197,614,100	State revenue dedicated to a specific fund (other than the General Fund); or revenue earmarked for a specific purpose.
GENERAL FUND/ GENERAL PURPOSE	\$167,110,800	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.

SECTION 201(2): OPERATIONS

For FY 2014-15, total appropriations for community college operations were increased by 3.0%, or \$8.9 million GF/GP, over the prior fiscal year. The \$8.9 million in additional funds are allocated using a performance indicators formula that distributes the increase as follows:

- 50% in proportion to FY 2013-14 base funding
- 10.0% based on contact-hour-equated students
- 7.5% based on administrative costs
- 17.5% based on a weighted degree formula
- 15.0% based on a local strategic value component

Although the revenue mix varies considerably among the colleges, state aid makes up about 19.5% of total community college general fund operating revenue, with property taxes contributing 33.6% and tuition and fees 44.4% statewide. The remaining 2.4% of community college revenues consists of grants, gifts, and other sources of funds.

Related Boilerplate Section(s) for All Items in this Section: 204, 205, 206, 207, 208, 209, 227, 230, 296

Alpena Community College	\$5,390,700	Alpena Community College is situated on a 700-acre campus in Alpena, bordered by the Thunder Bay River. Founded in 1952 as part of the Alpena Public Schools, the college separated from the school district in 1979. The college's voting district, which overlaps the public school district, comprises most of Alpena County and the southeastern corner of Presque Isle County. The college also maintains its Huron Shores campus in Oscoda.	Funding Source(s):	Restricted	3,439,300
				GF/GP	1,951,400
Bay de Noc Community College	5,419,500	Established in 1963, Bay de Noc Community College is situated on a 160-acre campus in Escanaba, Delta County. In 2007, the college opened a 67,000 square foot facility in Iron Mountain, Dickinson County, partially supported by a local millage. The college's voting district consists of Delta County, with residents of Dickinson County also eligible for in-district tuition. The college also provides reciprocal in-state tuition rates to residents of several Wisconsin counties.	Funding Source(s):	Restricted	3,467,300
				GF/GP	1,952,200
Delta College	14,498,900	Founded in 1961, Delta College is situated on a 640-acre campus in University Center, Bay County. The college's voting district comprises the tri-county area of Midland, Bay, and Saginaw counties. In addition to its main campus in University Center, the college operates facilities in Saginaw, Midland, and Bay City.	Funding Source(s):	Restricted	9,236,600
				GF/GP	5,262,300
Glen Oaks Community College	2,516,100	Established in 1965, Glen Oaks Community College is situated on a 300-acre campus in Centreville, St. Joseph County. The college's voting district consists of St. Joseph County, although the college also offers discounted tuition rates to Cass County residents in the Three Rivers, White Pigeon, or Constantine school districts, as well as residents in Branch County and Elkhart, LaGrange, and Steuben counties in Indiana.	Funding Source(s):	Restricted	1,603,500
				GF/GP	912,600

Gogebic Community College	4,451,400	Originally founded in 1932 as part of the Ironwood School District, the Gogebic Community College district was established in 1965. The college is situated on a 260-acre campus in Ironwood, Gogebic County. The college owns and operates the Mt. Zion recreational complex, and offers courses at an extension office in Houghton.	Funding Source(s):	Restricted	2,844,100
				GF/GP	1,607,300
Grand Rapids Community College	17,947,500	Founded in 1914, GRCC was the state's first community college, and among the first community colleges in the country. The college was originally established as part of the Grand Rapids Public Schools, but separated from the school district in July 1991. The college's voting district overlaps the Kent Intermediate School District, encompassing 20 public school districts. In addition to its downtown campus, the college offers classes at its Lakeshore campus in Holland, as well as other locations in the Grand Rapids area.	Funding Source(s):	Restricted	11,464,000
				GF/GP	6,483,500
Henry Ford Community College	21,623,800	Established in 1938, the college is organized as part of the Dearborn Public Schools (both the college and the school district have the same board.) In May 2014, the college's name was officially changed to Henry Ford College. The college's main campus is located on land originally donated to the college in 1956 by Ford Motor Company from the estate of Henry Ford. The college also offers courses at its east campus, which houses a Michigan Technical Education Center (M-TEC) and the college's nursing program, and its Dearborn Heights campus, which houses the Center for Lifelong Learning.	Funding Source(s):	Restricted	13,831,800
				GF/GP	7,792,000
Jackson College	12,087,300	Established in 1928 as part of the Jackson Union School District, the college became a separate district in 1962, with the college's voting district comprising Jackson County. The college's main campus is located on 500 acres south of the City of Jackson. In addition to its main campus, the college offers courses at the north campus in Jackson, the Lenawee Intermediate School District Tech Center in Adrian, and the LeTarte Center in Hillsdale.	Funding Source(s):	Restricted	7,722,500
				GF/GP	4,364,800
Kalamazoo Valley Community College	12,503,100	Established in 1966; the KVCC voting district comprises ten public school districts in the Kalamazoo area (Climax-Scotts, Comstock, Galesburg-Augusta, Gull Lake, Kalamazoo, Mattawan, Parchment, Portage, Schoolcraft, and Vicksburg). The college's main campus is located on 187 acres in Texas Township (southwest of Kalamazoo). The nearby Groves Center campus houses an M-TEC center and various career academies. The college's Arcadia Commons Campus, in downtown Kalamazoo, houses the Kalamazoo Valley Museum and the Center for New Media. A fourth campus is being developed near Bronson Medical Center.	Funding Source(s):	Restricted	7,961,800
				GF/GP	4,541,300

Kellogg Community College	9,813,500	Established in 1956 as part of the Battle Creek Public Schools, the college was separated from the school district in 1970. The college offers courses at its main campus in Battle Creek, with additional facilities in Albion (Eastern Academic Center), Coldwater (Grahl Center), Hastings (Fehsenfeld Center), and the M-TEC center at Ft. Custer Industrial Park. The college's voting district comprises 11 school districts covering portions of Calhoun, Barry, Branch, Hillsdale, Kalamazoo, and St. Joseph counties (Albion, Athens, Battle Creek, Harper Creek, Homer, Lakeview, Mar-Lee, Marshall, Pennfield, Tekonsha, and Union City).
		Funding Source(s): Restricted 6,253,900 GF/GP 3,559,600
Kirtland Community College	3,167,700	Established in 1966, the college's district comprises six public school districts (Crawford-AuSable, Fairview Area, Roscommon Area, Houghton Lake, Mio-AuSable, and West Branch-Rose City). Spanning nine counties, the district is geographically the largest community college district in the state. The college's main campus is located in Roscommon, with an M-TEC center located in Gaylord.
		Funding Source(s): Restricted 2,006,900 GF/GP 1,160,800
Lake Michigan College	5,342,900	Established in 1946 as Benton Harbor Junior College, the college was later renamed with the creation of a county-wide community college district. Today, the college's voting district comprises all of Berrien County, as well as Covert Township and the South Haven Public Schools district in Van Buren County. The college's main campus is located in Benton Township. The college also maintains a campus in Bertrand Township (Bertrand Crossing Campus, located southwest of Niles) and South Haven, as well as an M-TEC center in Benton Harbor.
		Funding Source(s): Restricted 3,400,900 GF/GP 1,942,000
Lansing Community College	30,877,600	Established in 1957, the college's voting district comprises 15 school districts surrounding Lansing (Bath, Dansville, DeWitt, East Lansing, Grand Ledge, Haslett, Holt, Lansing, Leslie, Mason, Okemos, Stockbridge, Waverly, Webberville, and Williamston). The college's main campus is located in downtown Lansing and includes a university center. The college also operates a west campus (including an M-TEC center) in Delta Township, an east campus in East Lansing, and learning centers in Howell and St. Johns.
		Funding Source(s): Restricted 19,718,900 GF/GP 11,158,700
Macomb Community College	32,816,600	Established in 1954 as part of the Van Dyke Public Schools, the college became a separate entity in 1962, with a voting district encompassing all of Macomb County. The college's main campus, which includes a University Center and the MSU College of Osteopathic Medicine, is located in Clinton Township as is its East Campus, which houses the college's Public Service Institute (police, fire/EMS, industrial health and safety programs). Additionally, the college operates a South Campus and M-TEC center in Warren.
		Funding Source(s): Restricted 20,971,800 GF/GP 11,844,800

Mid Michigan Community College	4,682,000	Established in 1965, the college's voting district spans portions of Clare, Gladwin, and Isabella counties, and includes the Beaverton, Clare, Farwell, Gladwin, and Harrison school districts. The college's 560-acre main campus and an M-TEC center are located in Harrison. The college also operates facilities in Mt. Pleasant, including the Doan Center for Science and Health Technologies, which houses many of the college's health professions programs.	Funding Source(s):	Restricted	2,967,300
				GF/GP	1,714,700
Monroe County Community College	4,492,900	Established in 1964, the college opened to students in 1967 with the completion of its main campus in Monroe Charter Township. The 210-acre campus consists of seven buildings, including the La-Z-Boy Center, a multi-purpose educational and performing arts venue, which opened in 2004. In addition, the college also offers courses at the Whitman Center in Bedford Township. The college maintains a reciprocity agreement allowing Ohio residents to pay out-of-district rates if their program of study is not offered at Owens Community College in Ohio. The college's voting district consists of Monroe County.	Funding Source(s):	Restricted	2,852,100
				GF/GP	1,640,800
Montcalm Community College	3,226,700	Established in 1965, the college's main 240-acre campus is located in Sidney, in central Montcalm County. The college's voting district comprises the Carson/Crystal, Central Montcalm, Greenville, Lakeview, Montabella, Tri County, and Vestaburg school districts, spanning portions of Clinton, Gratiot, Kent, Ionia, Isabella, Mecosta, Montcalm, and Newaygo counties. In addition to its main campus, the college maintains an M-TEC center in Greenville, and offers courses at centers in Ionia and Howard City.	Funding Source(s):	Restricted	2,049,900
				GF/GP	1,176,800
C.S. Mott Community College	15,686,100	Established by the Flint Board of Education in 1923, the college separated from the school district, becoming Genesee Community College, following approval and the Genesee County voters. In 1973, the college was renamed Charles Stewart Mott Community College. The college's voting district comprises the Genesee Intermediate School District, except for Maple Grove and Birch Run townships. The college's main campus, an M-TEC center, and the Workforce Education Center are located in Flint. The college also maintains extension centers in Clio, Fenton, Howell, and Lapeer, and offers courses at a service center in Owosso, and other community technology centers.	Funding Source(s):	Restricted	10,014,000
				GF/GP	5,672,100
Muskegon Community College	8,901,000	Established in 1926 as part of the Muskegon school district, the college became a distinct entity in 1963, with the college's voting district comprising all of Muskegon County. In addition to its 111-acre main campus in Muskegon, the college also offers courses in Fremont, Grand Haven, Newaygo, and Whitehall.	Funding Source(s):	Restricted	5,683,400
				GF/GP	3,217,600
North Central Michigan College	3,172,400	Established in 1958, the college's voting district comprises all of Emmet County. The college's main campus is located in Petoskey, with courses also offered at sites in Cheboygan and Gaylord.	Funding Source(s):	Restricted	2,012,600
				GF/GP	1,159,800

Northwestern Michigan College	9,078,800	Established in 1951, the college is located on a 100-acre campus east of downtown Traverse City nestled between east and west Grand Traverse Bay. The college's voting district comprises all of Grand Traverse County. The college also offers courses at its University Center, and the Aero Park Campus, which houses the college's aviation, workforce development, and trade and technical programs. The college's Great Lakes Campus, on the west bay, houses the Great Lakes Maritime Academy, the Great Lakes Culinary Institute, the Great Lakes Water Studies Institute, and the Hagerty Center.
		Funding Source(s): Restricted 5,796,300 GF/GP 3,282,500
Oakland Community College	21,123,300	Established in 1964, the college's voting district overlaps the district for Oakland Schools (the ISD), and encompasses more than 28 public school districts in the Oakland County area. The college's central administrative offices are located in Bloomfield Hills. The college maintains five campuses: Auburn Hills, Highland Lakes (Waterford), Orchard Ridge (Farmington Hills), Royal Oak, and Southfield. The college also maintains facilities in Pontiac.
		Funding Source(s): Restricted 13,452,900 GF/GP 7,670,400
St. Clair County Community College	7,061,600	Established in 1923 by the Port Huron Board of Education, the college separated from the public school district in 1967, with the establishment of a county-wide community college district. The college's 25-acre main campus is located in downtown Port Huron. The college also offers classes at off-campus centers in Algonac, Crosswell, Peck, and Yale.
		Funding Source(s): Restricted 4,505,600 GF/GP 2,556,000
Schoolcraft College	12,513,700	Established in 1962, the college's voting district comprises the school districts of Clarenceville, Garden City, Livonia, Plymouth-Canton, Northville, and a portion of Novi. The college's main campus is located in Livonia, as is a separate public safety training complex. The college's Radcliffe Center campus is located in Garden City.
		Funding Source(s): Restricted 7,955,000 GF/GP 4,558,700
Southwestern Michigan College	6,576,400	Established in 1964, the college's voting district comprises all of Cass County and Keeler and Hamilton Townships in Van Buren County. The college's 240-acre main campus in Dowagiac has 11 buildings, including three on-campus housing buildings. The college also maintains a Niles area campus, which houses an M-TEC center.
		Funding Source(s): Restricted 4,206,200 GF/GP 2,370,200
Washtenaw Community College	13,077,300	Established in 1965, the college's main 285-acre campus is located in Ann Arbor Charter Township. The college also offers courses at off-campus sites in Brighton, Dexter, Howell, and Ypsilanti.
		Funding Source(s): Restricted 8,282,500 GF/GP 4,794,800
Wayne County Community College	16,727,600	Established in 1967, the college's voting district comprises all of Wayne County except Dearborn, Dearborn Heights (partially), Garden City, Highland Park, Livonia, Northville, Plymouth, and Canton Township (partially). The college maintains five campuses, including three campuses in Detroit, and campuses in Belleville (Western Campus), and Taylor (Downriver Campus). The college's central administration is located at its downtown Detroit campus. The downriver campus houses the Michigan Institute for Public Safety Education.
		Funding Source(s): Restricted 10,636,100 GF/GP 6,091,500

West Shore Community College	2,414,900	Established in 1967, the college's voting district comprises all of Mason County and Manistee County, and parts of Lake, Newaygo, and Oceana counties. The college's 360-acre main campus is located in Mason County's Victory Township, near Scottville and Ludington. The college's Manistee County Education Center, near Manistee, was developed in partnership with the West Shore Medical Center.
		Funding Source(s): Restricted 1,543,300 GF/GP 871,600

GROSS APPROPRIATION \$307,191,300 Total of all applicable line item appropriations.

State School Aid Fund	195,880,500	Restricted fund established under Article 4, Section 11 of the State Constitution. The SAF is primarily used to provide funding to K-12 school districts, although the constitution specifically allows the fund to also support higher education (colleges and universities).
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**GENERAL FUND/
GENERAL PURPOSE \$111,310,800 The state's primary operating fund; the portion of the state's
General Fund that does not include restricted revenue.**

SECTIONS 201(4), (5), and (6): OTHER PAYMENTS

In addition to base funding for operations, the Community Colleges budget contains three other types of payments to colleges: two related to retirement costs and one for reimbursement of tax revenues lost due to renaissance zones.

MPSERS Offset Sec. 201(4)	\$1,733,600	Payments to community colleges for the purpose of offsetting a portion of the contributions owed to the Michigan Public School Employees' Retirement System (MPSERS) by colleges for FY 2014-15. The amount allocated to each college is in proportion to its percentage of FY 2013-14 total covered payroll, as provided in section 207a. Funding Source(s): Restricted 1,733,600 <i>Related Boilerplate Section(s): 207, 207a</i>
<hr/>		
MPSERS State Share Contributions Sec. 201(5)	52,300,000	Payments to community colleges to make up the difference between the contribution rate needed to meet the MPSERS unfunded actuarial accrued liability and the employer contribution cap of 20.96% of payroll set by recent amendments (2012 PA 300) to the Public School Employees Retirement Act. The amount allocated to each college is in proportion to its percentage of FY 2013-14 total covered payroll, as provided in section 207b. Funding Source(s): GF/GP 52,300,000 <i>Related Boilerplate Section(s): 207, 207b</i>
<hr/>		
Renaissance Zone Reimbursements Sec. 201(6)	3,500,000	Payments to community colleges for tax revenue lost in the prior fiscal year as a result of property exemptions under the Michigan Renaissance Zone Act. The amount allocated to each college is in proportion to its percentage of the total revenue lost by community colleges in FY 2013-14, as provided by section 207c. Funding Source(s): GF/GP 3,500,000 <i>Related Boilerplate Section(s): 207c</i>
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GROSS APPROPRIATION	\$57,533,600	Total of all applicable line item appropriations.
<hr/>		
State School Aid Fund	1,733,600	Restricted fund established under Article 4, Section 11 of the State Constitution. The SAF is primarily used to provide funding to K-12 school districts, although the constitution specifically allows the fund to also support higher education (colleges and universities).
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GENERAL FUND/ GENERAL PURPOSE	\$55,800,000	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.

BOILERPLATE SECTION INFORMATION

NOTE: Boilerplate sections with no changes from current law do not appear in budget bill but remain in compiled School Aid Act and apply to FY 2014-15 appropriations.

Sec. 201a. FY 2015-16 Appropriations

States legislative intent for FY 2015-16 appropriations to be the same as those for FY 2014-15, adjusted for caseloads, available federal funds, economic factors, and available revenue.

Sec. 202. Management and Budget Act

Subjects appropriations to the Management and Budget Act.

Sec. 202a. Definitions

Defines various terms.

Sec. 203. Internet Reporting

Requires colleges and the Workforce Development Agency to use the Internet to submit reports.

Sec. 204. Buy American/Buy Michigan

Prohibits the use of funds to purchase foreign goods or services if American products that are competitively priced and of similar quality are available; states preference for Michigan goods and services; states preference for goods and services provided by Michigan businesses owned and operated by veterans.

Sec. 205. Deprived and Depressed Communities

Encourages colleges to ensure businesses in economically distressed areas compete for and perform contracts.

Sec. 206. Payment of Appropriations

Provides for payment of appropriations in 11 installments per year to community colleges; directs Department of Treasury to withhold appropriations if colleges fail to submit Activities Classification Structure data or longitudinal data system data as required.

Sec. 207. Retirement Contributions

Conditions receipt of appropriations on a college's payment of the employer's contributions to the Michigan Public School Employees' Retirement System, and forbids a college from contributing to more than one retirement fund providing benefits for an employee.

Sec. 207a. MPSERS Offset

Specifies the purpose and allocation method for the MPSERS offset, which is funded with \$1.7 million from the School Aid fund. Funds to be allocated based on prior year covered payroll and to be used solely for offsetting a portion of the retirement contributions owed by the receiving college.

Sec. 207b. MPSERS State Share

Specifies the purpose and allocation method for the state share MPSERS funding. Funds to be allocated based on prior year covered payroll and to be used for paying the difference between the contribution rate needed to meet the total unfunded actuarial accrued liability to the system and the 20.96% employer cap set by statute.

Sec. 207c. Renaissance Zone Reimbursements

Specifies the purpose and allocation method for the Renaissance Zone reimbursements. Available funds to be allocated based each affected college's proportion of total revenue lost in the prior fiscal year as a result of property exemptions under the Michigan Renaissance Zone Act.

Sec. 208. Self-liquidating Projects; Capital Outlay

Prohibits colleges from using state funds for construction or maintenance of a self-liquidating projects; requires colleges to comply with Joint Capital Outlay Subcommittee (JCOS) use and finance policy for any capital outlay projects. Subjects colleges that fail to comply with JCOS requirements to a penalty of 1% of the operations funding for each violation.

Sec. 209. Transparency Website

Requires colleges to post specified information on their websites, including: annual operating budgets, general fund revenue and expenditure projections, a listing of debt service obligations, an estimate of costs resulting from the Patient Protection and Affordable Care Act, collective bargaining agreements, health care benefits plans, audits and financial reports, and information on dual enrollment programs and other opportunities for earning college credit while in high school. Colleges must provide a link to the required information on their homepages using a standardized icon. Each college must also include FY 2014-15 budget information on its website and provide that information to the legislature and the State Budget Office.

BOILERPLATE SECTION INFORMATION

Sec. 210. Collaboration With Four-Year Universities, Local Employers, and Each Other

Encourages colleges to collaborate with four-year universities, particularly in areas of training, instruction, and program articulation; encourages colleges to collaborate with local employers and each other to identify local employment needs; encourages colleges to work with universities to develop equivalency standards.

Sec. 210b. Colleges and Universities Transfer Agreement

Expresses legislative intent for the Michigan Association of Collegiate Registrars and Admissions Officers (MACRAO) to implement agreements between community colleges and universities concerning transferability of core college courses. Urges MACRAO, the Michigan Community Colleges Association, and the university Presidents Council to provide an implementation update report to the legislature and the state budget director by March 1, 2015.

Sec. 212. Cost Containment Initiatives

Encourages colleges to evaluate and pursue efficiency and cost-containment measures, including joint ventures, consolidating services, program collaboration, increasing web-based instruction, improving energy efficiency, eliminating low-volume/high-cost instructional programs, self-insurance, and group purchasing.

Sec. 213. Reverse Transfer

Urges community colleges to work with public universities to increase the number of students awarded community college credentials as a result of "reverse transfer" of credits for university coursework to a community college.

Sec. 217. Activities Classification Structure (ACS) Data; ACS Advisory Committee

Requires Workforce Development Agency (WDA) to establish, maintain, and coordinate the ACS database of community college data; creates within WDA an interagency advisory committee to review the existing ACS report, data, definitions, processes, and other items as needed. Advisory committee to publish an initial report by July 30, 2015.

Sec. 218. Prisoner Credit Hours

Excludes credit/contact hours for students incarcerated in penal institutions from enrollment data submitted by colleges.

Sec. 219. P-20 Longitudinal Data System

Requires each college to provide its P-20 longitudinal data system data for the preceding academic year to the Center for Educational Performance and Information (CEPI) by June 30.

Sec. 220. Performance Audits

Explicitly authorizes performance audits by the auditor general and requires audited colleges to report audit responses to the legislature, the WDA, and the state budget director.

Sec. 221. Record Retention

Requires colleges to retain class summaries, class lists, registration documents, student transcripts, and other specified information for audit purposes.

Sec. 222. Financial Statements

Requires colleges to submit audited financial statements to various state agencies.

Sec. 223. North American Indian Tuition Waiver

Requires report on number of tuition waivers granted to North American Indian students at each college.

Sec. 224. Aggregate Academic Status

Requires that colleges use the P-20 longitudinal data system to inform interested high schools of the aggregate academic status of their students.

Sec. 225. Tuition Rate Reports

Requires colleges to report tuition/fee rates and tuition/fee rate revisions to various state agencies.

Sec. 226. Degrees Awarded by Colleges

Requires colleges to report by November 15 to the Workforce Development Agency the numbers and types of associate degrees and other certificates awarded by each college.

Sec. 227. Community College Automobile Purchases

Forbids lease or purchase of foreign-made vehicles if vehicles made in Michigan or elsewhere in the U.S. are competitively priced and of comparable quality.

BOILERPLATE SECTION INFORMATION

Sec. 228. *Communication With the Legislature*

Forbids a community college from taking disciplinary action against an employee for communicating with the legislature.

Sec. 229. *Veterans Notice on Applications*

Expresses legislative intent for each community college to include in its application for admission process a specific question as to whether the applicant is a current or former member of the armed forces; urges colleges to work with various organizations to review the issue of in-district tuition for veterans.

Sec. 229a. *State Building Authority Rent Payments*

Identifies estimated amounts of community college-related state building authority rent payments appropriated in the budget for the Department of Technology, Management, and Budget.

Sec. 230. *Performance Indicator Formula*

States the formula by which the amount available for performance funding (which is the amount of the annual increase in funding for community college operations) is allocated: 50 percent proportionate to prior-year base appropriations, 10 percent based on contact-hour-equated students, 7.5 percent based on administrative costs, 17.5 percent based on a weighted degree formula, and 15 percent based on meeting certain requirements reflective of providing strategic value to the local community.

Sec. 296. *[Article IV] School Aid Funding Proration*

Provides for community college appropriation amounts funded from School Aid Fund revenue to be reduced (along with K-12 and university appropriations) if total School Aid Fund appropriations are greater than the revenue available in the fund.

Enacting Section 1. State Spending to Locals

Reports spending from state resources and estimated payments to local units of government.



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AREAS OF RESPONSIBILITY

Table with 2 columns: Area of Responsibility and Assigned Staff. Rows include Agriculture and Rural Development, Attorney General, Auditor General, Bill Analysis, Capital Outlay, Civil Rights, Community Colleges, Community Health, Corrections, Economic and Revenue Forecast, Education (Department), Environmental Quality, Executive Office, Fiscal Oversight, Higher Education, Human Services, Insurance and Financial Services, Judiciary, Legislature, Licensing and Regulatory Affairs, Local Finance, Lottery, Michigan Strategic Fund, Military and Veterans Affairs, Natural Resources, Natural Resources Trust Fund, Retirement, Revenue Sharing/EVIP, School Aid, State (Department), State Police, Supplementals, Tax Analysis, Technology, Management, and Budget, Transfers, Transportation, and Treasury.



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