

LINE ITEM AND BOILERPLATE SUMMARY

HIGHER EDUCATION

**Fiscal Year 2003-04
Public Act 144 of 2003
House Bill 4396**

As Enacted



Mitchell E. Bean, Director

September 2003

Prepared and Compiled by:

**Hank Prince, Associate Director
Barbara Graves, Budget Assistant**

HOUSE FISCAL AGENCY GOVERNING COMMITTEE

Representatives:

Marc Shulman, Chair

Rick Johnson

Randy Richardville

Gretchen Whitmer, Vice Chair

Dianne Byrum

Mary Waters

MICHIGAN HOUSE OF REPRESENTATIVES APPROPRIATIONS COMMITTEE

Representatives:

Marc Shulman, Chair

Judy Emmons, Vice Chair

Daniel Acciavatti

Francis Amos

Jack Brandenburg

Bruce Caswell

Sandra Caul

David Farhat

Jacob Hoogendyk

Jerry Kooiman

John Moolenaar

Mickey Mortimer

Gary Newell

John Pastor

Mike Pumford

Scott Shackleton

Rick Shaffer

Glenn Steil, Jr.

John Stewart

Shelly Taub

Howard Walker

Gretchen Whitmer, Minority Vice Chair

Richard Brown

Marsha Cheeks

Tupac Hunter

Chris Kolb

Daniel Paletko

Clarence Phillips

James Plakas

Triette Reeves

Michael Sak

Carl M. Williams

Paula Zelenko

STATE OF MICHIGAN

HOUSE OF REPRESENTATIVES



HOUSE FISCAL AGENCY

MITCHELL E. BEAN, DIRECTOR

P.O. BOX 30014
LANSING, MICHIGAN 48909-7514
PHONE: (517)373-8080 FAX: (517)373-5874
www.house.mi.gov/hfa

GOVERNING COMMITTEE

MARC SHULMAN, CHAIR	GRETCHEN WHITMER, VC
RICK JOHNSON	DIANNE BYRUM
RANDY RICHARDVILLE	MARY WATERS

September 2003

TO: Members of the Michigan House of Representatives

The House Fiscal Agency has prepared a **Line Item Summary** for each of the FY 2003-04 appropriation acts. Each **Summary** contains line-by-line detail, including the amount and purpose of each appropriation line and information regarding related boilerplate sections, for a specific appropriation act. Following the line item detail, a brief explanation of each boilerplate section in the appropriations bill is provided.

Please note that ~~strikeouts~~ in this report show the effects of vetoes.

If you would like to obtain a Line Item Summary for a particular budget area, please contact Jeanne Dee, Administrative Assistant, at 373-8080.

TABLE OF CONTENTS

HIGHER EDUCATION SUMMARY.....	1
State Universities	2
State and Regional Programs	4
Martin Luther King - Cesar Chavez - Rosa Parks Program	6
Grants and Financial Aid.....	7
FY 2002-03 Supplemental	10
 BOILERPLATE	 12

GLOSSARY

Frequently-Used State Budget Terms

Adjusted Gross

Total net amount of all line item gross appropriations less (or minus) interdepartmental grants (IDGs) and intradepartmental transfers (IDTs)

Boilerplate

Specific language sections contained in an appropriations act which direct, limit or restrict line item expenditures, and/or require reports

Budget Stabilization Fund (BSF)

The countercyclical economic and budget stabilization fund—also known as the "rainy day" fund

Federal Revenues

Federal grant or matchable revenues dedicated to specific programs

General Fund/General Purpose (GF/GP)

The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues

Gross Appropriations (Gross)

The total of all applicable line item spending authorizations

Interdepartmental Grant (IDG)

Revenue or funds received by one state department from another state department (usually for a service the receiving department provides)

Intradepartmental Transfer (IDT)

Transfers or funds being provided from one appropriation unit to another in the same department

Lapses

Unspent/unobligated funds remaining in line item accounts at the end of the fiscal year

Line Items

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

Local Revenue

Revenues from local units of government

State Restricted (Restricted Funds)

State revenue dedicated to a specific fund; revenue which results from state mandates or initiatives; used for used for specific programs pursuant to the Constitution or statute

Private Funds

Revenues from non-government entities such as rents, royalties or interest payments, payments from hospitals, payments from individuals, and gifts and bequests

School Aid Fund (SAF)

The primary funding source for K-12 schools and Intermediate School Districts (ISDs)

Work Project

An account established to allow for certain specific unspent funds to be carried over from one fiscal year to a succeeding fiscal year or years

HIGHER EDUCATION

The funding in this appropriation act provides state operational support for the 15 state public universities, grants for independent colleges and universities, need-based financial aid for students attending public and independent colleges and universities in the state, Michigan Merit awards, and support for efforts to increase participation in postsecondary education for under-represented minorities in the state.

GROSS APPROPRIATION	\$1,789,837,000 \$1,789,754,500	Total of all applicable line item appropriations.
Total interdepartmental grants and intra departmental transfers	0	Total amount of all grants to other departments and transfer of funds—this amount is subtracted from the gross appropriations amount to avoid double-counted expenditure line items.
ADJUSTED GROSS APPROPRIATION	\$1,789,837,000 \$1,789,754,500	Total net amount of all line item gross appropriations less (or minus) interdepartmental grants (IDGs) and intradepartmental transfers (IDTs).
Total federal revenues	4,400,000	Total federal grant or matchable revenues.
Total private revenues	0	Total private grant revenues.
Total local revenues	0	Total revenues from local units of government.
Total other state restricted revenues	152,750,000	State revenue dedicated to a specific fund (other than the General Fund); or revenue earmarked for a specific purpose.
GENERAL FUND/ GENERAL PURPOSE	\$1,632,687,000 \$1,632,604,500	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues.

STATE UNIVERSITIES

There is a separate appropriation unit (Section(s): 102 through 116) for each of the 15 state universities. The appropriation of a total of \$1,463,435,500 is the unrestricted state operating support for the universities and represents about 90% of the state funding in this appropriation act. Though listed under section 107 in the public act, the Agricultural Experiment Station and Cooperative Extension Service funding are described under section 117, the traditional location for these programs. There are no restrictions attached to this appropriation. It fulfills the conditions of Article VIII, Section 4 of the State Constitution, which requires the Legislature to appropriate funds to support the state universities.

Included in each of the line items below is funding for the Martin Luther King, Jr.-Cesar Chavez-Rosa Parks College Day (a total of \$1,204,882), Future Faculty (a total of \$1,220,434), and Visiting Professors (a total of \$170,820) programs that are referenced in Sections 501, 502, and 505 of this appropriation act. (Individual university allocations are detailed in the FY 2003-04 Higher Education Appropriations Report prepared jointly by the House and Senate Fiscal Agencies.)

Related Boilerplate Section(s): 212, 213, 401, 418, 433, 436, 501, 502, 505.

Central Michigan University	\$81,541,700	This appropriation is the unrestricted state operating support for CMU.
		Funding Source(s): GF/GP 81,003,260 Restricted 538,440
Eastern Michigan University	78,873,300	This appropriation is the unrestricted state operating support for EMU.
		Funding Source(s): GF/GP 78,873,300
Ferris State University	49,968,200	This appropriation is the unrestricted state operating support for FSU.
		Funding Source(s): GF/GP 49,968,200
Grand Valley State University	59,085,800	This appropriation is the unrestricted state operating support for GVSU.
		Funding Source(s): GF/GP 54,085,800 Restricted 5,000,000
Lake Superior State University	12,841,800	This appropriation is the unrestricted state operating support for LSSU.
		Funding Source(s): GF/GP 12,841,800
Michigan State University	293,383,700	This appropriation is the unrestricted state operating support for MSU.
		Funding Source(s): GF/GP 293,383,700
Michigan Technological University	49,717,400	This appropriation is the unrestricted state operating support for MTU.
		Funding Source(s): GF/GP 49,717,400
Northern Michigan University	46,811,500	This appropriation is the unrestricted state operating support for NMU.
		Funding Source(s): GF/GP 46,811,500
Oakland University	49,087,900	This appropriation is the unrestricted state operating support for OU.
		Funding Source(s): GF/GP 47,146,132 Restricted 1,941,768

Saginaw Valley State University	26,673,700	This appropriation is the unrestricted state operating support for SVSU.	Funding Source(s):	GF/GP	24,653,908
				Restricted	2,019,792
University of Michigan - Ann Arbor	327,206,100	This appropriation is the unrestricted state operating support for UM-AA.	Funding Source(s):	GF/GP	327,206,100
University of Michigan - Dearborn	25,193,900	This appropriation is the unrestricted state operating support for UM-D.	Funding Source(s):	GF/GP	25,193,900
University of Michigan - Flint	21,661,300	This appropriation is the unrestricted state operating support for UM-F.	Funding Source(s):	GF/GP	21,661,300
Wayne State University	228,279,900	This appropriation is the unrestricted state operating support for WSU.	Funding Source(s):	GF/GP	228,279,900
Western Michigan University	113,109,300	This appropriation is the unrestricted state operating support for WMU.	Funding Source(s):	GF/GP	113,109,300
GROSS APPROPRIATION	\$1,463,435,500	Total of all line item appropriations for state support of the public universities.			
GENERAL FUND/ GENERAL PURPOSE	\$1,453,935,500	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues.			

SECTION 117: STATE AND REGIONAL PROGRAMS

This unit in the appropriation act provides state support for programs with a service mission to the public or the higher education system in general.

Agricultural experiment station (AES)	\$33,163,800	This is a statewide agricultural research program operated by Michigan State University (MSU) as part of its land-grant mission. The MSU program has 15 research facilities across the state. The federal Hatch Act initiated agricultural experiment stations in 1887. Approximately half of the AES's other funding comes from federal and industry sources. Only state funding is appropriated in this appropriation act. This line item also now includes a portion (\$2.95 million) of the total \$5.6 million funding for Project GREEN, a research effort on behalf of Michigan's agricultural industry.
	Funding Source(s):	GF/GP 33,163,800

Related Boilerplate Section(s): 433

Cooperative extension service (CES)	28,604,300	This program is operated by MSU as part of its land-grant mission. Cooperative extension services were started under the federal Smith-Lever Act of 1914. The program extends MSU's public service mission to all the counties in the state. Programs include agriculture, marketing, natural resources, family living, 4-H Clubs, and nutrition. County governments jointly support the local CES programs. Only state funding is appropriated in this appropriation act. This line item also now includes a portion (\$2.62 million) of the total \$5.6 million funding for Project GREEN, a research effort on behalf of Michigan's agricultural industry.
	Funding Source(s):	GF/GP 28,604,300

Related Boilerplate Section(s): 433

Higher education database maintenance and enhancement	200,000	The state maintains an expenditure and activity database of Michigan's public universities called HEIDI (Higher Education Institutional Data Inventory). This funding represents the second year of a two-phase approach to updating the database. Phase I allowed for the modernization of the platform serving the database and moving it from the Department of Treasury to the Michigan Information Center in the Department of Management and Budget. Phase II, for which this funding is provided, is for system maintenance; the integration of existing federal, national, regional, and state data sources; a review of all current data elements for their continued relevance to state policy makers; and maintenance of Internet access.
	Funding Source(s):	GF/GP 200,000

Related Boilerplate Section(s): 405

Midwestern higher education compact
VETOED

~~82,500~~
0

Public Act 195 of 1990 allows the State of Michigan to become a member of an interstate compact to identify and institute opportunities to member states to realize economies of scale and increase postsecondary opportunities. The eight states of the compact are Illinois, Kansas, Michigan, Minnesota, Missouri, Nebraska, Ohio, and Wisconsin. The compact is headquartered in Minneapolis. This funding represents Michigan's dues for the compact. Each state's dues are identical.

Related Boilerplate Section(s): None

GROSS APPROPRIATION

~~\$62,050,600~~
61,968,100

Total of all line item appropriations for State and Regional Programs.

**GENERAL FUND/
GENERAL PURPOSE**

~~\$62,050,600~~
61,968,100

The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues.

SECTION 118: MARTIN LUTHER KING, JR. - CESAR CHAVEZ - ROSA PARKS PROGRAM

This appropriation unit provides funding for the programs operated by the King-Chavez-Parks unit in the Department of Education intended to increase the participation of under-represented minorities in postsecondary education in Michigan. Additional program support for the King-Chavez-Parks initiative is included in each university's operating appropriation and is described under the State Universities Section of this report. There is no statutory basis for these programs, other than appropriation boilerplate.

Select student support services	\$1,956,100	<p>This program provides grants to develop academically and disadvantaged student retention programs at the state's public and independent colleges and universities. A peer committee convened by the King-Chavez-Parks unit reviews Grant requests. The grants are matched on an 80/20 state/-institutional basis.</p> <p style="text-align: right;">Funding Source(s): GF/GP 1,956,100</p> <p style="text-align: right;"><i>Related Boilerplate Section(s): 503, 507</i></p>
Michigan college/ university partnership program	586,800	<p>This program is intended to increase the number of under-represented minority students transferring from community colleges to the public universities. A peer committee convened by the King-Chavez-Parks unit reviews Grant requests. The grants are matched on a 70/30 state/institutional basis and are intended to reflect geographic diversity of institutions.</p> <p style="text-align: right;">Funding Source(s): GF/GP 586,800</p> <p style="text-align: right;"><i>Related Boilerplate Section(s): 504, 507</i></p>
Morris Hood, Jr. educator development program	148,600	<p>This program is intended to increase the number of under-represented minorities, especially males, who achieve teacher certification in Michigan. The King-Chavez-Parks unit awards funding.</p> <p style="text-align: right;">Funding Source(s): GF/GP 148,600</p> <p style="text-align: right;"><i>Related Boilerplate Section(s): 506, 507</i></p>
GROSS APPROPRIATION	\$2,691,500	Total of all line item appropriations for the King-Chavez-Parks programs operated by the Office Of Equity.
GENERAL FUND/ GENERAL PURPOSE	\$2,691,500	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues.

SECTION 119: GRANTS AND FINANCIAL AID

This section of the appropriation act provides state funding support for the independent colleges and universities and need-based student financial aid programs.

State competitive scholarships	\$35,530,500	<p>This program has as its basis Public Act 208 of 1964. It provides financial aid for students who have financial need and who have a total qualifying score of 90 (23 composite) on the ACT. This program is available for students attending both public and private colleges and universities. In FY 2001-02, about 28,300 scholarships were awarded. Accompanying boilerplate for this appropriation is Section 301. The program is administered by the Department of Treasury; \$2.9 million of the funding is from federal sources.</p> <p style="text-align: right;">Funding Source(s): Federal 2,900,000 GF/GP 32,630,500</p> <p style="text-align: right;"><i>Related Boilerplate Section(s): 301, 308, 309</i></p>
<hr/>		
Tuition grants	64,768,100	<p>This program has as its basis Public Act 313 of 1964. It provides need-based student financial aid for students attending independent colleges and universities. Approximately 32,800 students received grant awards in FY 2001-02. Accompanying boilerplate for this appropriation is Section 302. This section provides, in part, that beginning with the 1996-97 academic year, this funding cannot be used for students enrolled in a Juris doctor law degree program. The program is administered by the Department of Treasury.</p> <p style="text-align: right;">Funding Source(s): GF/GP 64,768,100</p> <p style="text-align: right;"><i>Related Boilerplate Section(s): 302, 308, 309</i></p>
<hr/>		
Michigan work-study program	7,326,300	<p>This program has as its basis Public Act 288 of 1986. Funding is allocated to the public and independent colleges on a formula basis to provide work-study opportunities for students having financial need. The respective college and university financial aid offices administer the program. In FY 2001-02, approximately 6,200 awards were made to qualifying students. The boilerplate in Section 303 contains the allocation formula and the legislative intent that not less than 10% of students are placed with for-profit employers.</p> <p style="text-align: right;">Funding Source(s): GF/GP 7,326,300</p> <p style="text-align: right;"><i>Related Boilerplate Section(s): 303, 308</i></p>
<hr/>		
Part-time independent student program	2,653,300	<p>This program has as its basis Public Act 102 of 1986. This program was established to foster the pursuit of postsecondary education by adult part-time, independent students who have financial need. The respective college and university financial aid offices administer the program. In FY 2001-02, grants were awarded to about 7,100 students.</p> <p style="text-align: right;">Funding Source(s): GF/GP 2,653,300</p> <p style="text-align: right;"><i>Related Boilerplate Section(s): 308</i></p>

Dental clinics grant	4,547,000	This program has as its original basis Public Act 75 of 1974, which enables the state to provide per capita grants to independent colleges for Michigan residents receiving a degree. The University of Detroit-Mercy, the only private dental school in the state, receives the entire appropriation to provide dental clinics service to low-income residents in southeastern Michigan.
		Funding Source(s): GF/GP 4,547,000
		<i>Related Boilerplate Section(s): 315</i>
Michigan education opportunity grants	2,084,200	This program has as its basis Public Act 273 of 1986. This program is a need-based student financial aid program administered by the financial aid offices of the respective colleges and universities. In FY 2001-02, grants were provided to 5,588 qualifying students.
		Funding Source(s): GF/GP 2,084,200
		<i>Related Boilerplate Section(s): 308</i>
Robert C. Byrd honors scholarship program	1,500,000	This is a federally-funded program (Higher Education Act of 1965, Title IV, Part A) established in 1987 to reward academic excellence. Students eligible are those on the "Academic All-State Team Program" administered by the Detroit Free Press and the Michigan Association of Secondary School Principals. Each high school principal nominates an outstanding graduating senior. Students can receive up to \$1,500 annually for up to four consecutive years. In FY 2001-02, there were 1,255 awards made to qualifying students.
		Funding Source(s): Federal 1,500,000
		<i>Related Boilerplate Section(s): 213</i>
Nursing Scholarship Program	4,000,000	This program is intended to increase the supply of licensed practical nurses, and associate degree and bachelor degree nurses. The awards shall be considered loans if the recipient does not meet the direct patient-care employment requirements following graduation. The Michigan Merit Award Trust Fund is the funding source.
		Funding Source(s): Restricted 4,000,000
		<i>Related Boilerplate Section(s): 312</i>
Michigan merit award program	130,000,000	This is the third year of a new program providing merit scholarships to high school graduates with a high qualifying score on the Michigan Education Assessment Program (MEAP) test or specified comparable tests. The revenue source is the Michigan Merit Award Trust Fund, which receives most of Michigan's portion of the national tobacco settlement. Approximately 53,000 students were eligible for the award from the Class of 2003.
		Funding Source(s): Restricted 130,000,000
		<i>Related Boilerplate Section(s): None</i>

Tuition incentive program/high school completion	9,250,000	<p>The program is often referred to by its acronym TIP and is intended as a two-phase incentive for students from very low-income families to graduate from high school. To be eligible, students must apply before graduating from high school and be Medicaid eligible for 24 of 36 months. If an eligible student graduates from high school or receives a GED before the age of 20, under Phase I she or he can receive up to two years of free tuition at a community college. Under Phase II, if a student graduates from a community college or transfers to a four-year university, he or she will receive up to \$2,000 toward tuition (\$500/semester).</p> <p>Section 310 of this bill provides the authorization for the program. Unexpended funding is allowed to be carried forward into the subsequent fiscal year. The funding source for FY 2003-04 is the Michigan Merit Award Trust Fund.</p> <p style="text-align: right;">Funding Source(s): Restricted 9,250,000</p>
--	-----------	--

Related Boilerplate Section(s): 310

GROSS APPROPRIATION	\$261,659,400	Total of all line item appropriations for Grants and Financial Aid.
Higher education act of 1965, title IV, 20 U.S.C.	2,900,000	This is federal funding used to supplement the state competitive scholarship program.
Higher education act of 1965, title IV, Part A	1,500,000	This is the federal funding source for the Robert C. Byrd Honors Scholarship program.
Michigan merit award trust fund	143,250,000	This is a restricted revenue source that provides funding for the Merit Award Scholarship Program, the Michigan Nursing Scholarship Program, and the TIP program.
GENERAL FUND/ GENERAL PURPOSE	\$114,009,400	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues.

FY 2002-03 SUPPLEMENTAL

These sections (152 through 166) of the public act provide one-time supplemental state funding support for twelve of the state universities for FY 2002-03. The revenue source is the Michigan Merit Award Trust Fund.

GROSS APPROPRIATION **\$7,000,000** **Total of all applicable line item appropriations.**

Total interdepartmental grants and intra departmental transfers	0	Total amount of all grants to other departments and transfer of funds—this amount is subtracted from the gross appropriations amount to avoid double-counted expenditure line items.
---	---	--

ADJUSTED GROSS APPROPRIATION **\$7,000,000** **Total net amount of all line item gross appropriations less (or minus) interdepartmental grants (IDGs) and intradepartmental transfers (IDTs).**

Total federal revenues	0	Total federal grant or matchable revenues.
------------------------	---	--

Total private revenues	0	Total private grant revenues.
------------------------	---	-------------------------------

Total local revenues	0	Total revenues from local units of government.
----------------------	---	--

Total other state restricted revenues	7,000,000	State revenue dedicated to a specific fund (other than the General Fund); or revenue earmarked for a specific purpose.
---------------------------------------	-----------	--

**GENERAL FUND/
GENERAL PURPOSE** **\$0** **The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues.**

Central Michigan University	\$1,500,000	This appropriation is the unrestricted state operating support for CMU. <div style="text-align: right; margin-top: 5px;">Funding Source(s): Restricted 1,500,000</div>
-----------------------------	-------------	---

Eastern Michigan University	\$423,932	This appropriation is the unrestricted state operating support for EMU. <div style="text-align: right; margin-top: 5px;">Funding Source(s): Restricted 423,932</div>
-----------------------------	-----------	---

Ferris State University	\$360,190	This appropriation is the unrestricted state operating support for FSU. <div style="text-align: right; margin-top: 5px;">Funding Source(s): Restricted 360,190</div>
-------------------------	-----------	---

Lake Superior State University	\$278,320	This appropriation is the unrestricted state operating support for LSSU. <div style="text-align: right; margin-top: 5px;">Funding Source(s): Restricted 278,320</div>
--------------------------------	-----------	--

Michigan State University	\$896,973	This appropriation is the unrestricted state operating support for MSU. <div style="text-align: right; margin-top: 5px;">Funding Source(s): Restricted 896,973</div>
---------------------------	-----------	---

Michigan Technological University	\$359,637	This appropriation is the unrestricted state operating support for MTU. <div style="text-align: right; margin-top: 5px;">Funding Source(s): Restricted 359,637</div>
-----------------------------------	-----------	---

Northern Michigan University	\$353,229	This appropriation is the unrestricted state operating support for NMU. <div style="text-align: right; margin-top: 5px;">Funding Source(s): Restricted 353,229</div>
------------------------------	-----------	---

University of Michigan – Ann Arbor	\$971,558	This appropriation is the unrestricted state operating support for UM.	Funding Source(s):	Restricted	971,558
University of Michigan – Dearborn	\$305,558	This appropriation is the unrestricted state operating support for UM-D.	Funding Source(s):	Restricted	305,558
University of Michigan – Flint	\$297,768	This appropriation is the unrestricted state operating support for UM-F.	Funding Source(s):	Restricted	297,768
Wayne State University	\$753,405	This appropriation is the unrestricted state operating support for WSU.	Funding Source(s):	Restricted	753,405
Western Michigan University	\$499,430	This appropriation is the unrestricted state operating support for WMU.	Funding Source(s):	Restricted	499,430

BOILERPLATE SECTION INFORMATION

Sec. 201. Total State Spending and Payments to Local Units of Government

Identifies the amount of total state spending and the amounts paid to local units.

Sec. 202. Management and Budget Act

States that appropriations are subject to the Management and Budget Act.

Sec. 208. Reporting by the Internet

States that higher education institutions shall use the Internet to fulfill reporting requirements.

Sec. 209. Purchase of Foreign Goods/Services

Provides that appropriations shall not be used for purchase of foreign goods/services, if competitively priced American goods/services are available.

Sec. 212. Payment Schedule and Financial Data Reporting

States that appropriations shall be paid in 11 equal installments and institutions shall provide financial data according to a schedule.

Sec. 213. Use of Federal or Private Funds

Requires that federal or private funds received by the state be appropriated for use for purposes for which they were provided.

Sec. 214. Tuition Tax Credit Eligibility Notification

Provides that a public university that qualifies shall notify the respective fiscal agencies as well as the Department of Treasury of its students' eligibility for a Michigan tuition tax credit.

Sec. 215. Provision of Information

Requires that state institutions of higher education furnish program and financial information.

Sec. 301. State Competitive Scholarship Program

Identifies conditions for disbursement of funds for this scholarship program.

Sec. 302. State Tuition Grant Program

Identifies conditions for disbursement of funds for this financial aid program for independent college and university students.

Sec. 303. Michigan Work-Study Program

Identifies conditions for disbursement of funds for this work-study program.

Sec. 307. Audit of Enrollments, Degrees, and Awards at Independent Colleges/Universities

Identifies the conditions for audits conducted by the Auditor General.

Sec. 308. Payment Schedule for Financial Aid and Degree Reimbursement Programs

Stipulates the payment schedule for the financial aid and degree reimbursement programs.

Sec. 309. State Scholarship and Tuition Grant Needs Analysis Criteria

Identifies the Michigan Higher Education Assistance Authority as the agency determining these criteria.

Sec. 310. Tuition Incentive Program/High School Completion Program

Lists the conditions and procedures applicable to this financial aid program designed to provide an incentive for Medicaid-eligible students to graduate from high school and then attend postsecondary education.

Sec. 311. Access to Independent College/University Data Regarding Grant Programs

Indicates that the Legislature and state budget director have the right to access data regarding state financial aid grant programs.

Sec. 312. Nursing Scholarship Program

Indicates that the higher education assistance authority is to administer this program pursuant to current law provisions.

Sec. 401. Wayne State University Psychiatric Research and Training Programs

Lists conditions related to use of funds intended for the Joseph F. Young, Sr. psychiatric research and training program at Wayne State University.

Sec. 402. Douglas Lake Research Reserve

Indicates legislative intent regarding use of Douglas Lake in Cheboygan County as a research site.

Sec. 405. HEIDI Advisory Committee

Details the composition and duties of the Higher Education Institutional Data Inventory (HEIDI) advisory committee.

Sec. 408. Primary Focus on Undergraduate Education

Encourages the public universities to increase the number of tenured and tenure-track faculty assigned to undergraduate instruction.

Sec. 418. Prohibition on Use of State Funds

Prohibits use of state funds to foster a collaborative effort to increase the enrollment of first-year professional law-degree seeking students.

Sec. 421. Charter School Development and Performance Institute

Specifies the components of the annual report of the Institute.

Sec. 426. Provision of Required Textbook Lists to Private Bookstores

Requires provision of required textbook lists to private bookstores and student book swaps.

Sec. 433. Project GREEN

Identifies the appropriation allocations and the requirements for Project GREEN funding. Also listed are the reporting requirements.

Sec. 434. State University - MEDC Cooperation

Requires cooperative efforts between the state universities and the Michigan Economic Development Corporation. Reports of quarterly meetings are to be provided.

Sec. 435. Study of Fire Safety Systems in Dormitories

Requires each institution of higher education to conduct a study of sprinkler and other fire safety systems in dormitories and provide a report by January 1, 2003.

Sec. 436. Tuition Restraint Conditions

Specifies that state universities shall meet the condition of reasonable tuition increases for resident undergraduates for FY 2003-04.

Sec. 437. MPSERS Contribution Rate

Specifies legislative intent that Michigan Public School Employee Retirement System stabilization account funds be used to maintain the same payroll contribution rate as in FY 2002-03.

Sec. 439. Dormitory/Residence Hall Smoking Policy Report

Requires Michigan public universities that permit smoking in dormitories or residence halls report the reason or reasons for the policy.

Sec. 501. Martin Luther King, Jr. (MLK) Future Faculty Program

Details some of the requirements for a program to increase number of potential minority faculty in postsecondary education.

Sec. 502. MLK College Day Program

Lists the requirements for a program to introduce schoolchildren underrepresented in postsecondary education to the potential of a college education.

Sec. 503. MLK Select Student Support Services Program

Identifies some of the requirements for a program to support retention of academically and economically disadvantaged students.

Sec. 504. MLK College/University Partnership Program

Lists conditions for grants to increase the number of academically and economically disadvantaged students who transfer from community colleges to baccalaureate institutions.

Sec. 505. MLK Visiting Professors Program

States that this program is intended as a recruitment tool to increase the number of minority faculty who would consider employment as faculty in Michigan's colleges and universities.

Sec. 506. MLK Morris Hood, Jr. Educator Development Program

Identifies a program intended to increase the number of minority students earning teacher certification leading to employment in K-12 schools.

Sec. 507. Reallocation of MLK Funds

Identifies the process of reallocating MLK funds from institutions that don't expect to expend their funds during the university's fiscal year to institutions that need additional funding.

Sec. 601. State University - High Schools Information Sharing about Student Academic Success

Details the process of state universities and Michigan high schools sharing information regarding the postsecondary success of recent high school graduates and use of that data.

Sec. 602. State University - Community College Information Sharing about Student Academic Success

Details the process of state universities and Michigan community colleges sharing information regarding the academic success of recent community college transfer students.

Sec. 701. Review of Higher Education Inventory Data and Subsequent Audits at State Universities

Details the factors that shall be used by the Auditor General staff in examination and possible audit of data submitted by state universities.

Sec. 701a. Establishment of Degree Programs

Lists new degree programs by degree level to be offered by state universities.

Sec. 702. University Response to Auditor General Reports

Identifies the parameters for a university's response to a report of the Auditor General.

Sec. 708. Performance Audits of State Universities

Permits the Auditor General to conduct performance audits of state universities by the end of the fiscal year.

Sec. 709. Crime Awareness and Campus Security Reporting

Identifies the required placement of crime awareness and campus security statistics on the respective state university's website.

Sec. 710. Report on Need-Based and Merit-Based Financial Aid

Requires that each state university report the number and percentage of students who receive need-based or merit-based financial aid for the academic year 2002-03.

Sec. 1201. Total State Spending for FY 2002-03 Supplemental

Identifies \$7 million in state spending.

Sec. 1301. Fund Source Switch

Specifies that the funding in sections 153 and 157 of P.A. 746 of 2002 shall be appropriated from the tobacco settlement trust fund instead of the Michigan merit award trust fund.

Sec. 1302. Financial Aid Notification Intent Language

Specifies legislative intent to notify competitive scholarship and tuition grant recipients by July 31, 2003 regarding their award status.

Fourth Floor, North Tower, Anderson Building
124 North Capitol Avenue, Lansing, Michigan 48933

Mail to: P. O. Box 30014
Lansing, Michigan 48909-7514

Phone: 517-373-8080 FAX: 517-373-5874
www.house.mi.gov/hfa



Mitchell E. Bean, Director
Bill Fairgrieve, Deputy Director

COMMUNITY HEALTH **Bill Fairgrieve, Deputy Director**
Medicaid..... Bill Fairgrieve, Senior Analyst
Mental Health–Substance Abuse..... Margaret Alston, Senior Analyst
Public Health–Aging..... Susan Frey, Senior Analyst

EDUCATION AND HUMAN SERVICES **Hank Prince, Associate Director**
Higher Education Hank Prince, Senior Analyst; Kyle I. Jen, Senior Analyst
Career Development–Consumer and Industry Services–Michigan Strategic Fund Steve Stauff, Senior Analyst
Community Colleges Kyle I. Jen, Senior Analyst
Family Independence Agency
Administration–Grants–Staffing Richard Child, Senior Analyst
Child and Family Services–Juvenile Justice Erin Black, Senior Analyst
Education Mary Ann Cleary, Senior Analyst; Laurie Cummings, Senior Analyst
School Aid Mary Ann Cleary, Senior Analyst; Laurie Cummings, Senior Analyst
Transportation William E. Hamilton, Senior Analyst

GENERAL GOVERNMENT **Al Valenzio, Associate Director**
Capital Outlay–Retirement–Supplementals Al Valenzio, Senior Analyst
Attorney General–Auditor General–Civil Rights–Civil Service–Executive Office–
Information Technology–Legislature–Lottery–Management and Budget–State Robin Risko, Senior Analyst
Treasury Jim Stansell, Economist
History, Arts, and Libraries Steve Stauff, Senior Analyst
Corrections–Judiciary–Bill Analysis System Marilyn Peterson, Senior Analyst
Agriculture–Clean Michigan Initiative–Environmental Quality–Federal Funds Monitoring–
Natural Resources–Natural Resources Trust Fund Kirk Lindquist, Senior Analyst
Military and Veterans Affairs–State Police Hannah Lee, Fiscal Analyst
Legislative Transfers Kyle I. Jen, Senior Analyst

FISCAL OVERSIGHT, AUDIT AND LITIGATION **William E. Hamilton, Senior Analyst**

ECONOMIC AND REVENUE FORECAST–TAX ANALYSIS **Rebecca Ross, Senior Economist**
Jim Stansell, Economist

SUPPORT STAFF

Office Manager Sharon Risko, Administrative Assistant
Publications and Data Jeanne Dee, Administrative Assistant
Community Health–Corrections–Family Independence Agency–Judiciary–
HFA Library Tumai Burris, Budget Assistant
Community Colleges–Education–Higher Education–School Aid–Transportation–
Transfers–HFA Internet–Bill Analysis Barbara Graves, Budget Assistant
Agriculture–Capital Outlay–Career Development–Consumer and Industry Services–
Environmental Quality–General Government–History, Arts, and Libraries–
Michigan Strategic Fund–Military and Veterans Affairs–Natural Resources–Retirement–
Revenue and Tax Analysis–State Police–Supplementals Kim O’Berry, Budget Assistant
Facilities Coordinator Ericah Caughey

September 2003



Additional copies of this report can be obtained from:

House Fiscal Agency
P.O. Box 30014
Lansing, MI 48909-7514
(517) 373-8080
FAX (517) 373-5874
www.house.mi.gov/hfa