

# LINE ITEM AND BOILERPLATE SUMMARY

## HIGHER EDUCATION

Fiscal Year 2006-07  
Public Act 340 of 2006  
Senate Bill 1088

As Enacted



Mitchell E. Bean, Director

September 2006

Prepared and Compiled by:

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STATE OF MICHIGAN  
HOUSE OF REPRESENTATIVES



HOUSE FISCAL AGENCY

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September 2006

TO: Members of the Michigan House of Representatives

The House Fiscal Agency has prepared a **Line Item Summary** for each of the FY 2006-07 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 appropriation bill is provided.

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](http://www.house.mi.gov/hfa)), or from Jeanne Dee, Administrative Assistant (373-8080 or [jdee@house.mi.gov](mailto:jdee@house.mi.gov)).

A handwritten signature in black ink that reads "Mitchell E. Bean".

Mitchell E. Bean, Director



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## **GLOSSARY: State Budget Terms**

### **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.





## HIGHER EDUCATION

*The Higher Education budget act contains appropriations to support the operations of the state's 15 public universities, fulfilling the requirement of Article VIII, Section 4 of the State Constitution. Additionally, the act contains funding for need- and merit-based financial aid for students attending public and independent colleges and universities in the state and several other higher education-related programs.*

Full-time equated classified positions	1.0	Full-time equated (FTE) positions in the state classified service.
<b>GROSS APPROPRIATION</b>	<b>\$1,787,491,300</b>	<b>Total of all applicable line item appropriations.</b>
Total interdepartmental grants/intradepartmental transfers	0	Total of all funds received from other departments and transfer of funds.
<b>ADJUSTED GROSS APPROPRIATION</b>	<b>\$1,787,491,300</b>	<b>Total net amount of all line item gross appropriations less (or minus) interdepartmental grants (IDGs) and intradepartmental transfers (IDTs).</b>
Total federal revenue	3,000,000	Total federal grant or matchable revenue.
Total private revenue	0	Total private grant revenue.
Total local revenue	0	Total revenue from local units of government.
Total state restricted revenue	159,700,000	State revenue dedicated to a specific fund (other than the General Fund); or revenue earmarked for a specific purpose.
<b>GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$1,624,791,300</b>	<b>The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.</b>

## SECTIONS 102 TO 116: STATE UNIVERSITIES

*The Higher Education budget act contains a separate appropriation unit for each of the 15 state universities. Each unit includes a grant to the university for operations. Michigan State University's appropriation unit also includes appropriations for the Agricultural Experiment Station and Cooperative Extension Service operated by the university.*

*No statutory provisions exist to govern the distribution of state funding to state universities; decisions are made by the Legislature on an annual basis. In recent years, methods used to determine university funding amounts have included across-the-board adjustments, per-student floor funding, and a funding model based on enrollment, degree completions, and research funding.*

**For all university operations line items:**

**Related Boilerplate Section(s): 212, 213, 418, 436, 450, 501, 502, 505**

### SEC. 102 CENTRAL MICHIGAN UNIVERSITY

Operations	\$82,383,700	Grant to Central Michigan University for operations.	
		Funding Source(s):	
		Restricted	538,440
		GF/GP	81,845,260

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**GROSS APPROPRIATION      \$82,383,700      Total of all applicable line item appropriations.**

Michigan merit award trust fund	538,440	Restricted fund that receives tobacco settlement revenue paid to the state; funds added to line for per-student floor in FY 2003-04.	
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**GENERAL FUND/  
GENERAL PURPOSE      \$81,845,260      The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.**

### SEC. 103. EASTERN MICHIGAN UNIVERSITY

Operations	\$78,168,700	Grant to Eastern Michigan University for operations.	
		Funding Source(s):	
		GF/GP	78,168,700

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**GROSS APPROPRIATION      \$78,168,700      Total of all applicable line item appropriations.**

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**GENERAL FUND/  
GENERAL PURPOSE      \$78,168,700      The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.**

### SEC. 104. FERRIS STATE UNIVERSITY

Operations	\$50,045,100	Grant to Ferris State University for operations.	
		Funding Source(s):	
		GF/GP	50,045,100

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**GROSS APPROPRIATION      \$50,045,100      Total of all applicable line item appropriations.**

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**GENERAL FUND/  
GENERAL PURPOSE      \$50,045,100      The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.**

**SEC. 105. GRAND VALLEY STATE UNIVERSITY**

Operations	\$64,797,700	Grant to Grand Valley State University for operations. Funding Source(s): Restricted 5,000,000 GF/GP 59,797,700
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**GROSS APPROPRIATION      \$64,797,700      Total of all applicable line item appropriations.**

Michigan merit award trust fund	5,000,000	Restricted fund that receives tobacco settlement revenue paid to the state; funds added to line for per-student floor in FY 2003-04.
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**GENERAL FUND/  
GENERAL PURPOSE      \$59,797,700      The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.**

**SEC. 106. LAKE SUPERIOR STATE UNIVERSITY**

Operations	\$12,928,400	Grant to Lake Superior State University for operations. Funding Source(s): GF/GP 12,928,400
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*Additional Related Boilerplate Section(s): 461*

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**GROSS APPROPRIATION      \$12,928,400      Total of all applicable line item appropriations.**

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**GENERAL FUND/  
GENERAL PURPOSE      \$12,928,400      The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.**

**SEC. 107. MICHIGAN STATE UNIVERSITY**

Operations	\$292,185,500	Grant to Michigan State University for operations. Funding Source(s): GF/GP 292,185,500
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Agricultural experiment station	33,827,100	Statewide agricultural research program operated by Michigan State University (MSU) as part of its land-grant mission; 15 research facilities across the state; federal Hatch Act initiated agricultural experiment stations in 1887. State funds only in this act; federal and industry sources supply additional funds. Line includes \$3.0 million of \$5.6 million for Project GREEN, a research effort on behalf of Michigan's agricultural industry. Funding Source(s): GF/GP 33,827,100
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*Additional Related Boilerplate Section(s): 433*

Cooperative extension service	29,176,400	Program extends MSU's public service mission to all counties in the state as part of MSU's land-grant mission; program areas include agriculture, marketing, natural resources, family living, 4-H Clubs, and nutrition programs; federal Smith-Lever Act of 1914 initiated cooperative extension services. State funds only in this act; county governments jointly support local extension programs. Line includes \$2.6 million of \$5.6 million for Project GREEN. Funding Source(s): GF/GP 29,176,400
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*Additional Related Boilerplate Section(s): 433*

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**GROSS APPROPRIATION      \$355,189,000      Total of all applicable line item appropriations.**

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**GENERAL FUND/  
GENERAL PURPOSE      \$355,189,000      The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.**

**SEC. 108. MICHIGAN TECHNOLOGICAL UNIVERSITY**

Operations	\$49,219,300	Grant to Michigan Technological University for operations. Funding Source(s): GF/GP 49,219,300
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<b>GROSS APPROPRIATION</b>	<b>\$49,219,300</b>	<b>Total of all applicable line item appropriations.</b>
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<b>GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$49,219,300</b>	<b>The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.</b>
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**SEC. 109. NORTHERN MICHIGAN UNIVERSITY**

Operations	\$46,399,400	Grant to Northern Michigan University for operations. Funding Source(s): GF/GP 46,399,400
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<b>GROSS APPROPRIATION</b>	<b>\$46,399,400</b>	<b>Total of all applicable line item appropriations.</b>
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<b>GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$46,399,400</b>	<b>The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.</b>
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**SEC. 110. OAKLAND UNIVERSITY**

Operations	\$52,409,000	Grant to Oakland University for operations. Funding Source(s): Restricted 1,941,768 GF/GP 50,467,232
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<b>GROSS APPROPRIATION</b>	<b>\$52,409,000</b>	<b>Total of all applicable line item appropriations.</b>
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Michigan merit award trust fund	1,941,768	Restricted fund that receives tobacco settlement revenue paid to the state; funds added to line for per-student floor in FY 2003-04.
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<b>GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$50,467,232</b>	<b>The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.</b>
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**SEC. 111. SAGINAW VALLEY STATE UNIVERSITY**

Operations	\$28,874,500	Grant to Saginaw Valley State University for operations. Funding Source(s): Restricted 2,019,792 GF/GP 26,854,708
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<b>GROSS APPROPRIATION</b>	<b>\$28,874,500</b>	<b>Total of all applicable line item appropriations.</b>
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Michigan merit award trust fund	2,019,792	Restricted fund that receives tobacco settlement revenue paid to the state; funds added to line for per-student floor in FY 2003-04.
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<b>GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$26,854,708</b>	<b>The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.</b>
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**SEC. 112. UNIVERSITY OF MICHIGAN-ANN ARBOR**

Operations	\$325,796,300	Grant to University of Michigan-Ann Arbor for operations. Funding Source(s): GF/GP 325,796,300
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*Additional Related Boilerplate Section(s): 402*

<b>GROSS APPROPRIATION</b>	<b>\$325,796,300</b>	<b>Total of all applicable line item appropriations.</b>
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<b>GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$325,796,300</b>	<b>The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.</b>
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**SEC. 113. UNIVERSITY OF MICHIGAN–DEARBORN**

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Operations	\$25,456,600	Grant to University of Michigan–Dearborn for operations. Funding Source(s): GF/GP 25,456,600
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<b>GROSS APPROPRIATION</b>	<b>\$25,456,600</b>	<b>Total of all applicable line item appropriations.</b>
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<b>GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$25,456,600</b>	<b>The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.</b>
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**SEC. 114. UNIVERSITY OF MICHIGAN–FLINT**

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Operations	\$21,520,300	Grant to University of Michigan–Flint for operations. Funding Source(s): GF/GP 21,520,300
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<b>GROSS APPROPRIATION</b>	<b>\$21,520,300</b>	<b>Total of all applicable line item appropriations.</b>
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<b>GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$21,520,300</b>	<b>The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.</b>
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**SEC. 115. WAYNE STATE UNIVERSITY**

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Operations	\$220,033,000	Grant to Wayne State University for operations. Funding Source(s): GF/GP 220,033,000
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<b>GROSS APPROPRIATION</b>	<b>\$220,033,000</b>	<b>Total of all applicable line item appropriations.</b>
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<b>GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$220,033,000</b>	<b>The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.</b>
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**SEC. 116. WESTERN MICHIGAN UNIVERSITY**

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Operations	\$112,876,400	Grant to Western Michigan University for operations. Funding Source(s): GF/GP 112,876,400
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<b>GROSS APPROPRIATION</b>	<b>\$112,876,400</b>	<b>Total of all applicable line item appropriations.</b>
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<b>GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$112,876,400</b>	<b>The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.</b>
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## SECTION 117: STATE AND REGIONAL PROGRAMS

*This unit provides funding for the HEIDI database, which contains data submitted by all 15 state universities, and the dues for the Midwestern Higher Education Compact, the benefits of which are open to colleges, universities, and other governmental units across the state.*

Full-time equated classified positions	1.0	Full-time equated (FTE) positions in the state classified service.
Higher education database modernization and conversion – 1.0 FTE position	\$200,000	Operational costs of maintaining Higher Education Institutional Data Inventory (HEIDI), a database to which the 15 state universities annually submit enrollment, finance, and other institutional data for use by state policy makers and university officials. Database established under section 1299 of Management and Budget Act; Department of Management and Budget administers database. Funding Source(s):      GF/GP      200,000  <i>Related Boilerplate Section(s): 405</i>
Midwestern higher education compact	90,000	State's membership dues for interstate compact (headquarters in Minneapolis) to identify and institute opportunities for member states (Illinois, Indiana, Iowa, Kansas, Michigan, Minnesota, Missouri, Nebraska, North Dakota, Ohio, Wisconsin) to realize economies of scale and increase postsecondary opportunities (1990 PA 195); member dues are \$90,000 per year. Funding Source(s):      GF/GP      90,000  <i>Related Boilerplate Section(s): None</i>
<b>GROSS APPROPRIATION</b>	<b>\$290,000</b>	<b>Total of all applicable line item appropriations.</b>
<b>GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$290,000</b>	<b>The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.</b>

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

*This appropriation unit provides funding for programs administered by the Department of Labor and Economic Growth that are intended to increase the participation of under-represented minorities in postsecondary education in Michigan. Additional funding for the King-Chavez-Parks (KCP) initiative is included in each university's operations appropriation, designated in boilerplate language for the Future Faculty, College Day, and Visiting Professors Programs. The KCP programs are established only in budget bill boilerplate language; there is no permanent authorizing statute.*

Select student supportive services	\$1,956,100	Grants to develop academically/disadvantaged student retention programs at state's public and independent four-year colleges and universities; grants funded on 70/30 state/institutional basis. Funding Source(s): GF/GP 1,956,100
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*Related Boilerplate Section(s): 503, 507*

Michigan college/university partnership program	586,800	Grants to increase the number of under-represented minority students transferring from community colleges to four-year public and independent colleges and universities; grants funded on 70/30 state/institutional basis. Funding Source(s): GF/GP 586,800
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*Related Boilerplate Section(s): 504, 507*

Morris Hood, Jr. educator development program	148,600	Grants to increase the number of minority students, especially males, who enroll in and complete K-12 teacher education programs at the baccalaureate level. Funding Source(s): GF/GP 148,600
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*Related Boilerplate Section(s): 506, 507*

<b>GROSS APPROPRIATION</b>	<b>\$2,691,500</b>	<b>Total of all applicable line item appropriations.</b>
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<b>GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$2,691,500</b>	<b>The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.</b>
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## SECTION 119: GRANTS AND FINANCIAL AID

*This appropriation unit contains funding for need- and merit-based financial aid programs for Michigan residents. The Michigan Merit Award Board has statutory authority over the Merit Award Program. The Michigan Higher Education Assistance Authority has statutory authority over the remaining financial aid programs—other than the Tuition Incentive Program, which does not have a permanent governing statute. These financial aid programs are administered by the Department of Treasury.*

*The unit also includes funding for the MiLEAD program, a grant program administered by the Department of Natural Resources.*

State competitive scholarships	\$34,130,500	Scholarships to undergraduate students with a qualifying score on the ACT (90 total/23 composite) and demonstrated financial need (1964 PA 208); available to students attending public and private colleges/universities; maximum scholarship amount is \$1,300; 28,580 scholarships awarded in FY 2004-05.
		Funding Source(s):
		Federal 1,500,000
		Restricted 3,000,000
		GF/GP 29,630,500

*Related Boilerplate Section(s): 301, 308, 309*

Tuition grants	58,768,100	Need-based grants to students attending independent colleges/universities (1964 PA 313); undergraduate and graduate students eligible; maximum grant amount has been set at \$2,100 for FY 2006-07; 37,958 students received grants in FY 2004-05 (additionally, 5,899 students at independent institutions received supplement to Competitive Scholarship with funds from this line under statutory provisions).
		Funding Source(s):
		Restricted 2,900,000
		GF/GP 55,868,100

*Related Boilerplate Section(s): 302, 308, 309*

Michigan work-study program	7,326,300	Funds allocated to public/independent colleges and universities by formula to provide work-study opportunities for undergraduate and graduate students with financial need (1986 PAs 288 and 303); college/university financial aid offices administer the program; 5,549 awards made to students in FY 2004-05.
		Funding Source(s):
		GF/GP 7,326,300

*Related Boilerplate Section(s): 303, 308*

Part-time independent student program	2,653,300	Program to foster pursuit of undergraduate postsecondary education by adult, part-time, independent students with financial need (1986 PA 102); maximum award amount is \$600; 6,362 students awarded grants in FY 2004-05.
		Funding Source(s):
		GF/GP 2,653,300

*Related Boilerplate Section(s): 308*

Michigan education opportunity grants	2,084,200	Need-based grants to undergraduate students attending public colleges/universities (1986 PA 273); funds allocated to institutions based on number of Pell Grants received; final award determinations by institutions; maximum award amount is \$1,000; 4,193 grants awarded to students in FY 2004-05.
		Funding Source(s):
		GF/GP 2,084,200

*Related Boilerplate Section(s): 308*



Robert C. Byrd honors scholarship program	1,500,000	Federal program to reward academic excellence (established in 1987); each high school principal may nominate an outstanding graduating senior; students receive up to \$1,500 per year for up to four years; 942 scholarships awarded to Michigan students in FY 2004-05. Funding Source(s): Federal 1,500,000
<i>Related Boilerplate Section(s): 308</i>		
Nursing scholarship and grant programs	4,250,000	Program intended to increase supply of licensed nurses in the state (2002 PA 591); funds distributed to individual colleges/universities based on number of nursing students; institutions make awards of up to \$4,000 to students; award considered a loan if recipient does not meet nursing employment requirements following graduation; 1,387 scholarships awarded to students in FY 2004-05. New boilerplate language for FY 2006-07 requires awards to master's degree students, subject to same statutory requirements as for undergraduate recipients. Funding Source(s): Restricted 4,250,000
<i>Related Boilerplate Section(s): 308, 312</i>		
Michigan merit award program	127,700,000	Awards to students with qualifying scores on Michigan Education Assessment Program (MEAP) test or other specified tests (1999 PA 94); awards of \$2,500 (payable in two \$1,250 installments) to students attending in-state institutions; additional awards of \$250 to \$500 based on middle school MEAP performance; high school class of 2006 is final class eligible for \$1,000 awards to students attending out-of-state institutions; approximately 53,100 students from class of 2005 qualified for awards. Funding Source(s): Restricted 127,700,000
<i>Related Boilerplate Section(s): None</i>		
Tuition incentive program	14,000,000	Two-phase incentive for students from low-income families to graduate from high school; program (TIP) established only in boilerplate; eligible students must be Medicaid eligible for 24 months in a 36-month period between sixth grade and high school graduation; Phase I of program pays tuition for up to two years of study toward associate's degree; Phase II of program pays up to \$2,000 (\$500/semester) toward tuition for a bachelor's degree; 7,637 students received payments in FY 2004-05. Funding Source(s): Restricted 6,350,000 GF/GP 7,650,000
<i>Related Boilerplate Section(s): 308, 310</i>		
Children of veterans tuition grant program	1,000,000	Grants to children of deceased or permanently disabled military veterans enrolled at Michigan colleges/universities and meeting other eligibility requirements (2005 PA 248); annual grant limit is \$2,800; previously funded from Michigan Veterans Trust Fund; 447 students received grants in FY 2004-05. Funding Source(s): Restricted 1,000,000
<i>Related Boilerplate Section(s): 314</i>		
Michigan leadership, education and development initiative	5,000,000	Initiative (MILEAD) to provide grants to higher education institutions to establish residential programs for at-risk youth to earn college credits while performing conservation-based community service; maximum grant is \$1.0 million for one-year residency program; appropriation designated as a work project with estimated completion date of September 30, 2010. Funding Source(s): Restricted 5,000,000
<i>Related Boilerplate Section(s): 313</i>		

<b>GROSS APPROPRIATION</b>	<b>\$258,412,400</b>	<b>Total of all applicable line item appropriations.</b>
Higher education act of 1965, title IV, 20 U.S.C.	1,500,000	Federal funds that supplement appropriation for State Competitive Scholarship Program.
Higher education act of 1965, title IV, Part A	1,500,000	Federal funds for Robert C. Byrd Honors Scholarship Program.
Michigan merit award trust fund	138,300,000	Restricted fund that receives tobacco settlement revenue paid to the state.
Michigan higher education assistance authority operating fund	3,000,000	Funds appropriated from Michigan Higher Education Assistance Authority operating fund to support State Competitive Scholarship line item.
Tuition grant carryforward	2,900,000	Unexpended funds for Tuition Grant Program carried forward from FY 2005-06.
Michigan civilian conservation corps endowment fund	5,000,000	Fund created under section 12a of Michigan Civilian Conservation Corps Act; expenditures from \$20.0 million fund currently limited to interest earnings; amendment to act would allow expenditure of \$5.0 million for MiLEAD initiative.
Contributions to children of veterans tuition grant program	1,000,000	Contributions for Children of Veterans Program made through the state income tax form pursuant to section 437 of Income Tax Act of 1967.
<b>GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$105,212,400</b>	<b>The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.</b>

## BOILERPLATE SECTION INFORMATION

**Sec. 201. Payments to Locals**

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

**Sec. 202. Management and Budget Act**

Subjects funds appropriated to Management and Budget Act.

**Sec. 208. Reporting by Internet**

Requires institutions of higher education to use Internet to submit reports.

**Sec. 209. Foreign Goods and Services**

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

**Sec. 212. Payment of Appropriations**

Provides for 11 monthly payments to universities; directs Department of Treasury to withhold appropriations if universities fail to submit HEIDI data by specified deadlines.

**Sec. 213. Federal or Private Funds**

Appropriates federal or private funds received by the state for the use of a college or university.

**Sec. 214. Tuition Tax Credit**

Requires state universities to submit Michigan Tuition Tax Credit notification to fiscal agencies.

**Sec. 215. Provision of Information**

Requires state universities to furnish program/financial information to state budget director and appropriations committees.

**Sec. 301. State Competitive Scholarships**

Provides for distribution of funds appropriated for State Competitive Scholarships.

**Sec. 302. Tuition Grants**

Provides for distribution of funds appropriated for Tuition Grants; requires maximum grant amount of at least \$2,000; provides that unexpended funds at close of FY 2006-07 remain available for expenditure in FY 2007-08.

**Sec. 303. Michigan Work-Study Program**

Provides for allocation of funds appropriated for the Work-Study Program.

**Sec. 307. Audit of Independent Institutions**

Allows auditor general to audit selected enrollments, degrees, and awards at independent colleges and universities receiving financial aid awards.

**Sec. 308. Financial Aid Payment Schedules**

Specifies quarterly payment schedules for the various financial aid programs.

**Sec. 309. Needs Analysis Criteria**

Requires Michigan Higher Education Assistance Authority (MHEAA) to determine the needs analysis criteria for students to qualify for State Competitive Scholarships and Tuition Grants.

**Sec. 310. Tuition Incentive Program**

Specifies criteria for Tuition Incentive Program eligibility; provides for award conditions and limits under Phases I and II of the program.

**Sec. 311. Independent Institution Data**

Requires independent colleges and universities to make data regarding grants available to Legislature and state budget director.

**Sec. 312. Nursing Scholarship Program**

Provides for MHEAA to administer any nursing scholarship or grant programs authorized by state statute; requires awards to master's degree nursing students, subject to same statutory requirements as undergraduate students.

**Sec. 313. MiLEAD Program**

Provides for grants of up to \$1.0 million each to higher education institutions under MiLEAD initiative; requires annual report by grant recipients to Department of Natural Resources; designates appropriation as work project.

**Sec. 314. Children of Veterans Tuition Grant Program**

Requires annual report from MHEAA on grants made under Children of Veterans Tuition Grant Program.

**Sec. 402. Douglas Lake Biological Station**

Designates University of Michigan Douglas Lake Biological Station as a unique resource.

**Sec. 405. HEIDI Advisory Committee**

Designates funds appropriated for maintenance of HEIDI database established in statute; requires advisory committee to meet regularly to review data definitions and requirements.

**Sec. 418. State University Funding Model**

Describes state university funding model calculations; model includes enrollment-, degree-, and research-based components; states intent to review performance indicators that reflect uniqueness of universities' missions.

**Sec. 426. Textbook Lists**

States legislative intent regarding access to required textbook lists by private bookstores and use of funds in university-administered accounts by students at private bookstores.

**Sec. 433. Project GREEN**

Earmarks funds from Agricultural Experiment Station and Cooperative Extension appropriations for Project GREEN (Generating Research and Extension to meet Environmental and Economic Needs); requires report.

**Sec. 436. Tuition Restraint**

States legislative intent that universities increase institutional financial aid expenditures by at least the same percentage as resident undergraduate tuition/fees; requires universities to report on those increases.

**Sec. 440. Tuition Rate Reports**

Requires tuition and fee data to be submitted to HEIDI database by August 31, 2005; requires report on revision to tuition and fees within 15 days of adoption.

**Sec. 450. Floor Funding**

States that \$3,775-per-fiscal year equated student funding floor is reflected in line item appropriations for all universities, except for Grand Valley due to limited state resources.

**Sec. 461. Bay Mills Indian Tuition Waiver Funding**

Requires \$100,000 payment from Lake Superior State's operations appropriation to Bay Mills Community College for costs of Indian Tuition Waiver Program.

**Sec. 501. Martin Luther King, Jr. – Cesar Chavez – Rosa Parks (KCP) Future Faculty Program**

Provides for program intended to increase number of minority candidates pursuing faculty teaching careers.

**Sec. 502. KCP College Day Program**

Provides for program intended to introduce schoolchildren underrepresented in postsecondary education to the potential of a college education.

**Sec. 503. KCP Select Student Support Services Program**

Provides for program intended to develop academically and economically disadvantaged student retention programs.

**Sec. 504. KCP College/University Partnership Program**

Provides for program intended to increase the number of academically and economically disadvantaged students who transfer from community colleges to baccalaureate institutions.

**Sec. 505. KCP Visiting Professors Program**

Provides for program intended to increase the number of minority instructors and provide role models for minority students.

**Sec. 506. KCP Morris Hood, Jr. Educator Development Program**

Provides for program intended to increase the number of minority students, especially males, enrolling in and completing K-12 teacher education programs.

**Sec. 507. Reallocation of KCP Funds**

Provides for reallocation of funds from institutions that do not fully expend their funds to institutions that need additional funding.

**Sec. 601. Information to High Schools**

Requires state universities to inform Michigan high schools regarding the academic status of students from each high school.

**Sec. 602. Information to Community Colleges**

Requires state universities to inform Michigan community colleges regarding the academic status of community college transfer students.

**Sec. 701. Audit of HEIDI Data**

Requires auditor general to review HEIDI data; excludes certain credit hours from those reported to HEIDI.

**Sec. 701a. Degree Programs**

Lists new degree programs established by state universities for which credit hours can be reported to HEIDI.

**Sec. 702. Responses to Audit Reports**

Requires state universities to report on implementation of audit report recommendations.

**Sec. 708. Performance Audits**

Permits auditor general to conduct performance audits of state universities.

**Sec. 709. Crime Statistics**

Requires universities to make materials prepared in accordance with federal crime and campus security reporting requirements available through the Internet.

**Sec. 711. Education Degrees**

Requires state universities to report on efforts to increase number of education degrees conferred for teaching math, science, foreign languages, and other critical shortage disciplines.

**Sec. 712. Research, Technology Transfer, and High-Tech Graduates**

Requires state universities to report various data items related to research funding, technology transfer, and advanced degrees in math, science, health care, and engineering.



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