

**SUBSTITUTE FOR
HOUSE BILL NO. 5779**

A bill to amend 1979 PA 94, entitled
"The state school aid act of 1979,"
by amending sections 201, 202a, 206, 207a, 207b, 207c, 209, 209a,
226b, 226d, 226g, 229, 229a, and 230 (MCL 388.1801, 388.1802a,
388.1806, 388.1807a, 388.1807b, 388.1807c, 388.1809, 388.1809a,
388.1826b, 388.1826d, 388.1826g, 388.1829, 388.1829a, and
388.1830), sections 201, 206, 207a, 207b, 207c, 209, 209a, 226b,
226d, 229, 229a, and 230 as amended and section 226g as added by
2021 PA 86 and section 202a as amended by 2020 PA 165, and by
adding sections 212a, 216, 216a, 216b, 216c, 226e, 227, and 227a;
and to repeal acts and parts of acts.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 201. (1) Subject to the conditions set forth in this



1 article, the amounts listed in this section are appropriated for
 2 community colleges for the fiscal year ending September 30, ~~2022,~~
 3 **2023**, from the funds indicated in this section. The following is a
 4 summary of the appropriations in this section:

5 (a) The gross appropriation is ~~\$431,917,000.00.~~
 6 **\$692,588,300.00**. After deducting total interdepartmental grants and
 7 intradepartmental transfers in the amount of \$0.00, the adjusted
 8 gross appropriation is ~~\$431,917,000.00.~~ **\$692,588,300.00**.

9 (b) The sources of the adjusted gross appropriation described
 10 in subdivision (a) are as follows:

11 (i) Total federal revenues, ~~\$0.00.~~ **\$173,700,100.00**.

12 (ii) Total local revenues, \$0.00.

13 (iii) Total private revenues, \$0.00.

14 (iv) Total other state restricted revenues,
 15 ~~\$431,917,000.00.~~ **\$518,888,200.00**.

16 (v) State general fund/general purpose money, \$0.00.

17 (2) Subject to subsection (3), the amount appropriated for
 18 community college operations is ~~\$328,583,400.00,~~ **\$350,768,200.00**,
 19 allocated as follows:

20 (a) The appropriation for Alpena Community College is
 21 ~~\$5,830,600.00, \$5,753,300.00 for operations, \$53,400.00 for 1-time~~
 22 ~~performance funding, and \$23,900.00 for costs incurred under the~~
 23 ~~North American Indian tuition waiver.~~ **\$6,288,000.00, \$6,274,300.00**
 24 **for operations and \$13,700.00 for costs incurred under the North**
 25 **American Indian tuition waiver.**

26 (b) The appropriation for Bay de Noc Community College is
 27 ~~\$5,772,400.00, \$5,602,800.00 for operations, \$58,000.00 for 1-time~~
 28 ~~performance funding, and \$111,600.00 for costs incurred under the~~
 29 ~~North American Indian tuition waiver.~~ **\$6,283,800.00, \$6,174,100.00**



1 for operations and \$109,700.00 for costs incurred under the North
2 American Indian tuition waiver.

3 (c) The appropriation for Delta College is ~~\$15,364,000.00,~~
4 ~~\$15,160,500.00 for operations, \$143,400.00 for 1-time performance~~
5 ~~funding, and \$60,100.00 for costs incurred under the North American~~
6 ~~Indian tuition waiver.~~ **\$16,720,800.00, \$16,680,600.00 for operations**
7 **and \$40,200.00 for costs incurred under the North American Indian**
8 **tuition waiver.**

9 (d) The appropriation for Glen Oaks Community College is
10 ~~\$2,684,500.00, \$2,651,200.00 for operations, \$33,300.00 for 1-time~~
11 ~~performance funding, and \$0.00 for costs incurred under the North~~
12 ~~American Indian tuition waiver.~~ **\$2,916,300.00, \$2,916,300.00 for**
13 **operations and \$0.00 for costs incurred under the North American**
14 **Indian tuition waiver.**

15 (e) The appropriation for Gogebic Community College is
16 ~~\$4,968,100.00, \$4,873,700.00 for operations, \$42,400.00 for 1-time~~
17 ~~performance funding, and \$52,000.00 for costs incurred under the~~
18 ~~North American Indian tuition waiver.~~ **\$5,407,800.00, \$5,365,300.00**
19 **for operations and \$42,500.00 for costs incurred under the North**
20 **American Indian tuition waiver.**

21 (f) The appropriation for Grand Rapids Community College is
22 ~~\$19,193,200.00, \$18,773,100.00 for operations, \$221,500.00 for 1-~~
23 ~~time performance funding, and \$198,600.00 for costs incurred under~~
24 ~~the North American Indian tuition waiver.~~ **\$20,853,300.00,**
25 **\$20,668,900.00 for operations and \$184,400.00 for costs incurred**
26 **under the North American Indian tuition waiver.**

27 (g) The appropriation for Henry Ford College is
28 ~~\$22,753,900.00, \$22,533,100.00 for operations, \$205,800.00 for 1-~~
29 ~~time performance funding, and \$15,000.00 for costs incurred under~~



1 ~~the North American Indian tuition waiver.~~ \$24,820,800.00,
 2 **\$24,789,500.00 for operations and \$31,300.00 for costs incurred**
 3 **under the North American Indian tuition waiver.**

4 (h) The appropriation for Jackson College is ~~\$12,912,300.00,~~
 5 ~~\$12,756,200.00 for operations, \$109,900.00 for 1-time performance~~
 6 ~~funding, and \$46,200.00 for costs incurred under the North American~~
 7 ~~Indian tuition waiver.~~ **\$13,108,100.00, \$13,065,500.00 for operations**
 8 **and \$42,600.00 for costs incurred under the North American Indian**
 9 **tuition waiver.**

10 (i) The appropriation for Kalamazoo Valley Community College
 11 is ~~\$13,320,400.00, \$13,099,900.00 for operations, \$134,400.00 for~~
 12 ~~1-time performance funding, and \$86,100.00 for costs incurred under~~
 13 ~~the North American Indian tuition waiver.~~ **\$14,472,200.00,**
 14 **\$14,415,600.00 for operations and \$56,600.00 for costs incurred**
 15 **under the North American Indian tuition waiver.**

16 (j) The appropriation for Kellogg Community College is
 17 ~~\$10,419,200.00, \$10,267,100.00 for operations, \$100,800.00 for 1-~~
 18 ~~time performance funding, and \$51,300.00 for costs incurred under~~
 19 ~~the North American Indian tuition waiver.~~ **\$10,746,400.00,**
 20 **\$10,719,400.00 for operations and \$27,000.00 for costs incurred**
 21 **under the North American Indian tuition waiver.**

22 (k) The appropriation for Kirtland Community College is
 23 ~~\$3,404,000.00, \$3,358,400.00 for operations, \$39,100.00 for 1-time~~
 24 ~~performance funding, and \$6,500.00 for costs incurred under the~~
 25 ~~North American Indian tuition waiver.~~ **\$3,719,700.00, \$3,696,600.00**
 26 **for operations and \$23,100.00 for costs incurred under the North**
 27 **American Indian tuition waiver.**

28 (l) The appropriation for Lake Michigan College is
 29 ~~\$5,768,200.00, \$5,702,700.00 for operations, \$52,400.00 for 1-time~~



1 ~~performance funding, and \$13,100.00 for costs incurred under the~~
 2 ~~North American Indian tuition waiver.~~ **\$6,286,600.00, \$6,274,200.00**
 3 **for operations and \$12,400.00 for costs incurred under the North**
 4 **American Indian tuition waiver.**

5 (m) The appropriation for Lansing Community College is
 6 ~~\$33,255,300.00, \$32,852,000.00 for operations, \$280,600.00 for 1-~~
 7 ~~time performance funding, and \$122,700.00 for costs incurred under~~
 8 ~~the North American Indian tuition waiver.~~ **\$33,304,400.00,**
 9 **\$25,368,600.00 for operations, \$110,300.00 for costs incurred under**
 10 **the North American Indian tuition waiver, and \$7,825,500.00 for a**
 11 **1% minimum funding increase.**

12 (n) The appropriation for Macomb Community College is
 13 ~~\$34,629,700.00, \$34,276,100.00 for operations, \$330,300.00 for 1-~~
 14 ~~time performance funding, and \$23,300.00 for costs incurred under~~
 15 ~~the North American Indian tuition waiver.~~ **\$37,746,100.00,**
 16 **\$37,707,600.00 for operations and \$38,500.00 for costs incurred**
 17 **under the North American Indian tuition waiver.**

18 (o) The appropriation for Mid Michigan Community College is
 19 ~~\$5,396,300.00, \$5,184,400.00 for operations, \$58,000.00 for 1-time~~
 20 ~~performance funding, and \$153,900.00 for costs incurred under the~~
 21 ~~North American Indian tuition waiver.~~ **\$5,810,200.00, \$5,712,600.00**
 22 **for operations and \$97,600.00 for costs incurred under the North**
 23 **American Indian tuition waiver.**

24 (p) The appropriation for Monroe County Community College is
 25 ~~\$4,798,100.00, \$4,746,200.00 for operations, \$51,200.00 for 1-time~~
 26 ~~performance funding, and \$700.00 for costs incurred under the North~~
 27 ~~American Indian tuition waiver.~~ **\$5,222,400.00, \$5,221,000.00 for**
 28 **operations and \$1,400.00 for costs incurred under the North**
 29 **American Indian tuition waiver.**



1 (q) The appropriation for Montcalm Community College is
 2 ~~\$3,612,600.00, \$3,570,600.00 for operations, \$37,200.00 for 1-time~~
 3 ~~performance funding, and \$4,800.00 for costs incurred under the~~
 4 ~~North American Indian tuition waiver.~~**\$3,937,100.00, \$3,928,500.00**
 5 **for operations and \$8,600.00 for costs incurred under the North**
 6 **American Indian tuition waiver.**

7 (r) The appropriation for C.S. Mott Community College is
 8 ~~\$16,623,500.00, \$16,440,000.00 for operations, \$142,500.00 for 1-~~
 9 ~~time performance funding, and \$41,000.00 for costs incurred under~~
 10 ~~the North American Indian tuition waiver.~~**\$16,645,800.00,**
 11 **\$15,801,200.00 for operations, \$28,800.00 for costs incurred under**
 12 **the North American Indian tuition waiver, and \$815,800.00 for a 1%**
 13 **minimum funding increase.**

14 (s) The appropriation for Muskegon Community College is
 15 ~~\$9,431,700.00, \$9,289,100.00 for operations, \$85,100.00 for 1-time~~
 16 ~~performance funding, and \$57,500.00 for costs incurred under the~~
 17 ~~North American Indian tuition waiver.~~**\$10,264,200.00, \$10,222,200.00**
 18 **for operations and \$42,000.00 for costs incurred under the North**
 19 **American Indian tuition waiver.**

20 (t) The appropriation for North Central Michigan College is
 21 ~~\$3,612,700.00, \$3,389,300.00 for operations, \$42,200.00 for 1-time~~
 22 ~~performance funding, and \$181,200.00 for costs incurred under the~~
 23 ~~North American Indian tuition waiver.~~**\$3,908,500.00, \$3,744,600.00**
 24 **for operations and \$163,900.00 for costs incurred under the North**
 25 **American Indian tuition waiver.**

26 (u) The appropriation for Northwestern Michigan College is
 27 ~~\$9,906,900.00, \$9,567,100.00 for operations, \$88,600.00 for 1-time~~
 28 ~~performance funding, and \$251,200.00 for costs incurred under the~~
 29 ~~North American Indian tuition waiver.~~**\$10,212,300.00, \$10,056,800.00**



1 for operations and \$155,500.00 for costs incurred under the North
2 American Indian tuition waiver.

3 (v) The appropriation for Oakland Community College is
4 ~~\$22,485,200.00, \$22,211,700.00 for operations, \$240,000.00 for 1-~~
5 ~~time performance funding, and \$33,500.00 for costs incurred under~~
6 ~~the North American Indian tuition waiver.~~**\$24,472,100.00,**
7 **\$24,436,400.00 for operations and \$35,700.00 for costs incurred**
8 **under the North American Indian tuition waiver.**

9 (w) The appropriation for Schoolcraft College is
10 ~~\$13,386,700.00, \$13,196,200.00 for operations, \$151,700.00 for 1-~~
11 ~~time performance funding, and \$38,800.00 for costs incurred under~~
12 ~~the North American Indian tuition waiver.~~**\$14,539,100.00,**
13 **\$14,517,900.00 for operations and \$21,200.00 for costs incurred**
14 **under the North American Indian tuition waiver.**

15 (x) The appropriation for Southwestern Michigan College is
16 ~~\$7,081,900.00, \$6,979,400.00 for operations, \$68,400.00 for 1-time~~
17 ~~performance funding, and \$34,100.00 for costs incurred under the~~
18 ~~North American Indian tuition waiver.~~**\$7,440,700.00, \$7,413,600.00**
19 **for operations and \$27,100.00 for costs incurred under the North**
20 **American Indian tuition waiver.**

21 (y) The appropriation for St. Clair County Community College
22 is ~~\$7,478,700.00, \$7,385,200.00 for operations, \$78,400.00 for 1-~~
23 ~~time performance funding, and \$15,100.00 for costs incurred under~~
24 ~~the North American Indian tuition waiver.~~**\$8,144,200.00,**
25 **\$8,125,600.00 for operations and \$18,600.00 for costs incurred**
26 **under the North American Indian tuition waiver.**

27 (z) The appropriation for Washtenaw Community College is
28 ~~\$14,080,600.00, \$13,855,900.00 for operations, \$189,400.00 for 1-~~
29 ~~time performance funding, and \$35,300.00 for costs incurred under~~



1 ~~the North American Indian tuition waiver.~~ **\$15,267,600.00,**
 2 **\$15,243,900.00 for operations and \$23,700.00 for costs incurred**
 3 **under the North American Indian tuition waiver.**

4 (aa) The appropriation for Wayne County Community College is
 5 ~~\$17,782,100.00, \$17,593,400.00 for operations, \$173,700.00 for 1-~~
 6 ~~time performance funding, and \$15,000.00 for costs incurred under~~
 7 ~~the North American Indian tuition waiver.~~ **\$19,362,200.00,**
 8 **\$19,353,600.00 for operations and \$8,600.00 for costs incurred**
 9 **under the North American Indian tuition waiver.**

10 (bb) The appropriation for West Shore Community College is
 11 ~~\$2,630,600.00, \$2,585,600.00 for operations, \$24,800.00 for 1-time~~
 12 ~~performance funding, and \$20,200.00 for costs incurred under the~~
 13 ~~North American Indian tuition waiver.~~ **\$2,867,500.00, \$2,846,300.00**
 14 **for operations and \$21,200.00 for costs incurred under the North**
 15 **American Indian tuition waiver.**

16 (3) The amount appropriated in subsection (2) for community
 17 college operations is ~~\$328,583,400.00~~ **\$350,768,200.00,**
 18 **\$340,740,700.00 for operations, \$1,386,200.00 for costs incurred**
 19 **under the North American Indian tuition waiver, and \$8,641,300.00**
 20 **for a 1% minimum funding increase,** and is appropriated from the
 21 state school aid fund.

22 (4) From the appropriations described in subsection (1), both
 23 of the following apply:

24 (a) Subject to section 207a, the amount appropriated for
 25 fiscal year ~~2021-2022-2022-2023~~ to offset certain fiscal year ~~2021-~~
 26 ~~2022-2022-2023~~ retirement contributions is ~~\$1,733,600.00,~~
 27 **\$7,020,000.00,** appropriated from the state school aid fund.

28 (b) For fiscal year ~~2021-2022,~~ **2022-2023,** there is allocated
 29 an amount not to exceed ~~\$11,700,000.00~~ **\$10,800,000.00** for payments



1 to participating community colleges, appropriated from the state
2 school aid fund. A community college that receives money under this
3 subdivision shall use that money solely for the purpose of
4 offsetting the normal cost contribution rate.

5 (5) From the appropriations described in subsection (1),
6 subject to section 207b, the amount appropriated for payments to
7 community colleges that are participating entities of the
8 retirement system is ~~\$87,200,000.00~~ **\$92,600,000.00**, appropriated
9 from the state school aid fund.

10 (6) From the appropriations described in subsection (1),
11 subject to section 207c, the amount appropriated for renaissance
12 zone tax reimbursements is \$2,200,000.00, appropriated from the
13 state school aid fund. Each community college receiving funds in
14 this subsection shall accrue these payments to its institutional
15 fiscal year ending June 30, ~~2022~~ **2023**.

16 (7) **From the appropriations described in subsection (1),**
17 **subject to section 216, the amount appropriated for the Michigan**
18 **reconnect grant program is \$55,000,000.00, appropriated from the**
19 **state school aid fund.**

20 (8) **From the appropriations described in subsection (1),**
21 **subject to section 216a, the amount appropriated for the Michigan**
22 **reconnect grant program extension is \$148,500,000.00, appropriated**
23 **from the coronavirus state fiscal recovery funds under the American**
24 **rescue plan act of 2021, title IX, subtitle M of Public Law 117-2.**

25 (9) **From the appropriations described in subsection (1),**
26 **subject to section 216b, the amount appropriated for the Michigan**
27 **reconnect grant program short-term training grants is**
28 **\$6,000,000.00, appropriated from the coronavirus state fiscal**
29 **recovery funds under the American rescue plan act of 2021, title**



1 IX, subtitle M of Public Law 117-2.

2 (10) From the appropriations described in subsection (1),
3 there is appropriated \$9,200,000.00 from the coronavirus state
4 fiscal recovery funds under the American rescue plan act of 2021,
5 title IX, subtitle M of Public Law 117-2, for fiscal year 2022-2023
6 only, to the nonprofit organization Talent 2025, for the creation
7 and operation of the Michigan center for adult college success to
8 focus on research, support models, and best practices on ensuring
9 adult enrollment and completion of college degrees and
10 certificates. Talent 2025 shall provide information on request to
11 the house and senate appropriations subcommittees on community
12 colleges, the house and senate fiscal agencies, and the state
13 budget director on the use of these funds until the project is
14 completed.

15 (11) From the appropriations described in subsection (1),
16 subject to section 216c, there is appropriated \$10,000,000.00, from
17 the coronavirus state fiscal recovery funds under the American
18 rescue plan act of 2021, title IX, subtitle M of Public Law 117-2,
19 for fiscal year 2022-2023 only, to the Michigan Community College
20 Association, for the community college academic catch-up program.

21 (12) The amount appropriated for pregnant and parenting
22 student services is \$500,000.00, appropriated from the state school
23 aid fund, and is subject to the conditions of the pregnant and
24 parenting student services act, 2004 PA 500, MCL 390.1591 to
25 390.1596.

26 (13) From the appropriations described in subsection (1),
27 there is appropriated \$100.00 from the coronavirus state fiscal
28 recovery funds under the American rescue plan act of 2021, title
29 IX, subtitle M of Public Law 117-2, for fiscal year 2022-2023 only,



1 to Grand Rapids Community College for the Public Safety Training
 2 Center. Grand Rapids Community College shall provide information on
 3 request to the house and senate appropriations subcommittees on
 4 community colleges, the house and senate fiscal agencies, and the
 5 state budget director on the use of these funds until the project
 6 is completed.

7 Sec. 202a. As used in this article:

8 (a) "Center" means the center for educational performance and
 9 information created in section 94a.

10 (b) ~~"Michigan renaissance zone act" means the Michigan~~
 11 ~~renaissance zone act, 1996 PA 376, MCL 125.2681 to~~
 12 ~~125.2696.~~ "College level equivalent credit examination" means an
 13 examination that is administered by an independent testing service
 14 and that is used by colleges and universities generally to award
 15 postsecondary credit for achievement of a particular score, and
 16 includes, but is not limited to, advanced placement examinations,
 17 the DANTES Subject Standardized Test (DSST), and college-level
 18 examination program (CLEP) examinations.

19 (c) "Participating college" means a community college that is
 20 a reporting unit of the retirement system and that reports
 21 employees to the retirement system for the state fiscal year.

22 ~~(d) "Retirement board" means the board that administers the~~
 23 ~~retirement system under the public school employees retirement act~~
 24 ~~of 1979, 1980 PA 300, MCL 38.1301 to 38.1437.~~

25 ~~(d)~~ ~~(e)~~ "Retirement system" means the Michigan public school
 26 employees' retirement system under the public school employees
 27 retirement act of 1979, 1980 PA 300, MCL 38.1301 to 38.1437.

28 Sec. 206. (1) Except for the funds appropriated in section
 29 201(4)(b), the funds appropriated in section 201 are appropriated



1 for community colleges with fiscal years ending June 30, ~~2022~~**2023**
 2 and ~~shall~~**must** be paid out of the state treasury and distributed by
 3 the state treasurer to the respective community colleges in 11
 4 monthly installments on the sixteenth of each month, or the next
 5 succeeding business day, beginning with October 16, ~~2021~~**2022**.
 6 Each community college shall accrue its July and August ~~2022~~**2023**
 7 payments to its institutional fiscal year ending June 30,
 8 ~~2022~~**2023**.

9 (2) The funds appropriated in section 201(4) (b) are
 10 appropriated for community colleges with fiscal years ending June
 11 30, ~~2022~~**2023** and ~~shall~~**must** be distributed to the respective
 12 community colleges in quarterly installments on the sixteenth of
 13 each November, February, May, and August. Each community college
 14 shall accrue its August ~~2022~~**2023** payments to its institutional
 15 fiscal year ending June 30, ~~2022~~**2023**.

16 (3) If the state budget director determines that a community
 17 college failed to submit any of the following information in the
 18 form and manner specified by the center, the state treasurer shall,
 19 subject to subsection (4), withhold the monthly installments from
 20 that community college until those data are submitted:

21 (a) The Michigan community colleges verified data inventory
 22 data for the preceding academic year to the center by ~~the first~~
 23 ~~business day of~~ November **15** of each year as specified in section
 24 217.

25 (b) The college credit opportunity data set as specified in
 26 section 209.

27 (c) The longitudinal data set for the preceding academic year
 28 to the center as specified in section 219.

29 (d) The annual independent audit as specified in section 222.



1 (e) Tuition and mandatory fees information for the current
2 academic year as specified in section 225.

3 (f) The number and type of associate degrees and other
4 certificates awarded during the previous academic year as specified
5 in section 226.

6 (4) The state budget director shall notify the chairs of the
7 house and senate appropriations subcommittees on community colleges
8 at least 10 days before withholding funds from any community
9 college under subsection (3).

10 Sec. 207a. The following apply to the allocation of the fiscal
11 year ~~2021-2022-2022-2023~~ appropriations described in section
12 201(4):

13 (a) A community college that receives money under section
14 201(4) shall use that money solely for the purpose of offsetting a
15 portion of the retirement contributions owed by the college for
16 that fiscal year.

17 (b) The amount allocated to each participating community
18 college under section 201(4) (a) ~~shall~~**must** be based on each
19 college's percentage of the total covered payroll for all community
20 colleges that are participating colleges in the immediately
21 preceding fiscal year.

22 (c) The amount allocated to each participating community
23 college under section 201(4) (b) ~~shall~~**must** be based on each
24 college's reported quarterly payroll for members for the current
25 fiscal year.

26 Sec. 207b. All of the following apply to the allocation of the
27 fiscal year ~~2021-2022-2022-2023~~ appropriations described in section
28 201(5) for payments to community colleges that are participating
29 entities of the retirement system:



1 (a) The amount of a payment under section 201(5) ~~shall~~**must** be
 2 the difference between the unfunded actuarial accrued liability
 3 contribution rate as calculated under section 41 of the public
 4 school employees retirement act of 1979, 1980 PA 300, MCL 38.1341,
 5 as calculated without taking into account the maximum employer rate
 6 of 20.96% included in section 41 of the public school employees
 7 retirement act of 1979, 1980 PA 300, MCL 38.1341, and the maximum
 8 employer rate of 20.96% under section 41 of the public school
 9 employees retirement act of 1979, 1980 PA 300, MCL 38.1341.

10 (b) The amount allocated to each community college under
 11 section 201(5) ~~shall~~**must** be based on each community college's
 12 percentage of the total covered payroll for all community colleges
 13 that are participating colleges in the immediately preceding fiscal
 14 year. A community college that receives funds under this
 15 subdivision shall use the funds solely for the purpose of
 16 retirement contributions under section 201(5).

17 (c) Each participating college that receives funds under
 18 section 201(5) shall forward an amount equal to the amount
 19 allocated under subdivision (b) to the retirement system in a form
 20 and manner determined by the retirement system.

21 Sec. 207c. All of the following apply to the allocation of the
 22 appropriations described in section 201(6) to community colleges
 23 described in section 12(3) of the Michigan renaissance zone act,
 24 1996 PA 376, MCL 125.2692:

25 (a) The amount allocated to each community college under
 26 section 201(6) for fiscal year ~~2021-2022~~**2022-2023 must** be
 27 based on that community college's proportion of total revenue lost
 28 by community colleges as a result of the exemption of property
 29 taxes levied in ~~2021-2022~~ under the Michigan renaissance zone act,



1 1996 PA 376, MCL 125.2681 to 125.2696.

2 (b) The appropriations described in section 201(6) ~~shall~~**must**
3 be made to each eligible community college within 60 days after the
4 department of treasury certifies to the state budget director that
5 it has received all necessary information to properly determine the
6 amounts payable to each eligible community college under section 12
7 of the Michigan renaissance zone act, 1996 PA 376, MCL 125.2692.

8 Sec. 209. (1) Within 30 days after the board of a community
9 college adopts its annual operating budget for the following fiscal
10 year, or after the board adopts a subsequent revision to that
11 budget, the community college shall make all of the following
12 information available through a link on its website homepage, and
13 shall also submit this information, and the information described
14 in subsections (4) and (5), to the state budget director, who will
15 compile the information it receives into a single report for all
16 community colleges and will submit the report to the house and
17 senate appropriations subcommittees on community colleges and the
18 house and senate fiscal agencies:

19 (a) The annual operating budget and subsequent budget
20 revisions.

21 (b) A link to the most recent "Michigan Community College Data
22 Inventory Report".

23 (c) General fund revenue and expenditure projections for the
24 current fiscal year and the next fiscal year.

25 (d) A listing of all debt service obligations, detailed by
26 project, anticipated payment of each project, and total outstanding
27 debt for the current fiscal year.

28 (e) Links to all of the following for the community college:

29 (i) The current collective bargaining agreement for each



1 bargaining unit.

2 (ii) Each health care benefits plan, including, but not limited
3 to, medical, dental, vision, disability, long-term care, or any
4 other type of benefits that would constitute health care services,
5 offered to any bargaining unit or employee of the community
6 college.

7 (iii) Audits and financial reports for the most recent fiscal
8 year for which they are available.

9 (iv) A copy of the board of trustees resolution regarding
10 compliance with best practices for the local strategic value
11 component described in section 230(2).

12 (f) A map that includes the boundaries of the community
13 college district.

14 (2) For statewide consistency and public visibility, community
15 colleges must use the icon badge provided by the department of
16 technology, management, and budget consistent with the icon badge
17 developed by the department of education for K-12 school districts.
18 It must appear on the front of each community college's homepage.
19 The size of the icon may be reduced to 150 x 150 pixels.

20 (3) The state budget director shall determine whether a
21 community college has complied with this section. The state budget
22 director may withhold a community college's monthly installments
23 described in section 206 until the community college complies with
24 this section. The state budget director shall notify the chairs of
25 the house and senate appropriations subcommittee on community
26 colleges at least 10 days before withholding funds from any
27 community college.

28 (4) Each community college shall report the following
29 information to the ~~senate and house~~ **and senate** appropriations



1 subcommittees on community colleges, the ~~senate and house~~ **and**
2 **senate** fiscal agencies, and the state budget office by November 15
3 and post that information on its website as required under
4 subsection (1):

5 (a) Budgeted current fiscal year general fund revenue from
6 tuition and fees.

7 (b) Budgeted current fiscal year general fund revenue from
8 state appropriations.

9 (c) Budgeted current fiscal year general fund revenue from
10 property taxes.

11 (d) Budgeted current fiscal year total general fund revenue.

12 (e) Budgeted current fiscal year total general fund
13 expenditures.

14 (5) By ~~the first business day of~~ November **15** of each year, a
15 community college shall post the following information on its
16 website under the budget transparency icon badge:

17 (a) Opportunities for earning college credit through the
18 following programs:

19 (i) State approved career and technical education or a tech
20 prep articulated program of study.

21 (ii) Direct college credit or concurrent enrollment.

22 (iii) Dual enrollment.

23 (iv) An early college/middle college program.

24 (b) For each program described in subdivision (a) that the
25 community college offers, all of the following information:

26 (i) The number of high school students participating in the
27 program.

28 (ii) The number of school districts that participate in the
29 program with the community college.



1 (iii) Whether a college professor, qualified local school
 2 district employee, or other individual teaches the course or
 3 courses in the program.

4 (iv) The total cost to the community college to operate the
 5 program.

6 (v) The cost per credit hour for the course or courses in the
 7 program.

8 (vi) The location where the course or courses in the program
 9 are held.

10 (vii) Instructional resources offered to the program
 11 instructors.

12 (viii) Resources offered to the student in the program.

13 (ix) Transportation services provided to students in the
 14 program.

15 Sec. 209a. (1) A public community college shall develop,
 16 maintain, and update a "campus safety information and resources"
 17 link, prominently displayed on the homepage of its website, to a
 18 section of its website containing all of the information required
 19 under subsection (2).

20 (2) The "campus safety information and resources" section of a
 21 public community college's website ~~shall~~**must** include, but not be
 22 limited to, all of the following information:

23 (a) Emergency contact numbers for police, fire, health, and
 24 other services.

25 (b) Hours, locations, phone numbers, and ~~electronic mail~~**email**
 26 contacts for campus public safety offices and title IX offices.

27 (c) A list of safety and security services provided by the
 28 community college, including transportation, escort services,
 29 building surveillance, anonymous tip lines, and other available



1 security services.

2 (d) A public community college's policies applicable to minors
3 on community college property.

4 (e) A directory of resources available at the community
5 college or surrounding community for students or employees who are
6 survivors of sexual assault or sexual abuse.

7 (f) An electronic copy of "A Resource Handbook for Campus
8 Sexual Assault Survivors, Friends and Family", published in 2018.

9 (g) Campus security policies and crime statistics pursuant to
10 the student right-to-know and campus security act, Public Law 101-
11 542, 104 Stat 2381. Information ~~shall~~**must** include all material
12 prepared pursuant to the public information reporting requirements
13 under the crime awareness and campus security act of 1990, title II
14 of the student right-to-know and campus security act, Public Law
15 101-542, 104 Stat 2381.

16 (3) A community college shall certify to the state budget
17 director by October 1, ~~2021~~**2022** that it is in compliance with this
18 section. The state budget director may withhold a public community
19 college's monthly installments described in section 206 until the
20 public community college complies with this section.

21 **Sec. 212a. Each community college receiving an appropriation**
22 **in section 201 is encouraged to maintain an operations reserve or**
23 **rainy day fund that equals no less than 5% of the community**
24 **college's general fund operating budget.**

25 **Sec. 216. The funds appropriated in section 201(7) for the**
26 **Michigan reconnect grant program must be distributed pursuant to**
27 **the Michigan reconnect grant act, 2020 PA 84, MCL 390.1701 to**
28 **390.1709. In compliance with section 5 of the Michigan reconnect**
29 **grant act, 2020 PA 84, MCL 390.1705, the funds appropriated in**



1 section 201(7) must be expended to award grants, administer the
2 program, and support the duties outlined in section 5 of the
3 Michigan reconnect grant act, 2020 PA 84, MCL 390.1705.

4 Sec. 216a. (1) The funds appropriated in section 201(8) for
5 the Michigan reconnect grant program extension must be used to
6 expand the Michigan reconnect grant program to include eligible
7 students who are 21 to 24 years old. The funds appropriated in
8 section 201(8) must be expended to award grants, administer the
9 program, and support the duties outlined in section 5 of the
10 Michigan reconnect grant act, 2020 PA 84, MCL 390.1705.

11 (2) Federal funds appropriated in section 201(8) must be
12 allocated and expended in a manner consistent with federal rules
13 and regulations.

14 (3) The department of labor and economic opportunity shall
15 report on the status of funds appropriated in section 201(8), and
16 all funds appropriated related to the coronavirus relief effort, to
17 the house and senate appropriations subcommittees on community
18 colleges and the house and senate fiscal agencies on a quarterly
19 basis until all funds are exhausted.

20 (4) Any unexpended and unencumbered funds remaining on
21 September 30, 2023 from the amounts appropriated in section 201(8)
22 for the Michigan reconnect grant program extension for fiscal year
23 2022-2023 do not lapse on September 30, 2023, but continue to be
24 available for the purposes described in subsection (1) in the 2023-
25 2024 and 2024-2025 fiscal years under a work project account. The
26 use of these unexpended fiscal year 2022-2023 funds under this
27 subsection terminates at the end of the 2024-2025 fiscal year.

28 Sec. 216b. (1) The funds appropriated in section 201(9) for
29 the Michigan reconnect grant program short-term training grants



1 must be used to expand the Michigan reconnect grant program short-
2 term training grants to include eligible students who are at least
3 21 years old. The funds appropriated in section 201(9) must be
4 expended to award grants, administer the program, and support the
5 duties outlined in section 21 of the Michigan reconnect grant
6 recipient act, 2020 PA 68, MCL 390.1721.

7 (2) Federal funds appropriated in section 201(9) must be
8 allocated and expended in a manner consistent with federal rules
9 and regulations.

10 (3) The department of labor and economic opportunity must
11 report on the status of funds appropriated in section 201(9), and
12 all funds appropriated related to the coronavirus relief effort, to
13 the house and senate appropriations subcommittees on community
14 colleges and the house and senate fiscal agencies on a quarterly
15 basis until all funds are exhausted.

16 (4) Any unexpended and unencumbered funds remaining on
17 September 30, 2023 from the amounts appropriated in section 201(9)
18 for the Michigan reconnect grant program short-term training grants
19 for fiscal year 2022-2023 do not lapse on September 30, 2023 but
20 continue to be available for the purposes described in subsection
21 (1) in the 2023-2024 and 2024-2025 fiscal years under a work
22 project account. The use of these unexpended fiscal year 2022-2023
23 funds under this subsection terminates at the end of the 2024-2025
24 fiscal year.

25 Sec. 216c. (1) The funds appropriated in section 201(11) for
26 the community college academic catch-up program must be placed in a
27 fund administered by the Michigan Community College Association to
28 support each community college's efforts to combat learning loss
29 among recent high school graduates due to the COVID-19 pandemic.



1 The grant to any given community college must not exceed
2 \$1,000,000.00.

3 (2) The Michigan Community College Association shall do all of
4 the following:

5 (a) Establish an application process for community colleges to
6 receive academic catch-up program grant funding.

7 (b) Establish a group that reviews community college
8 applications and determines award funding. This group must include
9 the following members:

10 (i) The executive director of the Michigan Center for Student
11 Success or his or her designee.

12 (ii) The executive director of the Michigan College Access
13 Network or his or her designee.

14 (iii) One community college president representing a small
15 community college.

16 (iv) One community college president representing a medium
17 community college.

18 (v) One community college president representing a large
19 community college.

20 (c) Require community colleges awarded program funding to
21 submit a report on the use of program funds to the Michigan
22 Community College Association.

23 (d) Submit a report to the house and senate appropriations
24 subcommittees on community colleges, the house and senate fiscal
25 agencies, and the state budget director on the community colleges
26 awarded program funding and the amounts by September 30, 2023.

27 (e) Restrict the cost of program administration to no greater
28 than 2% of the total funds appropriated.

29 (3) Community colleges must do all of the following to be



1 considered eligible for the program:

2 (a) Submit an application to the group designated under
3 subsection (2) (b) .

4 (b) Offer a summer educational program that is focused on
5 English and mathematics to any incoming college student enrolled in
6 a public in-state community college or university that is free of
7 charge to the student.

8 (c) Enroll students who complete the summer educational
9 program in college-level English or mathematics or co-requisite
10 courses in English or mathematics.

11 (d) Provide transportation support and classroom supplies to
12 students enrolled in the program. Classroom supplies must include
13 access to a laptop, wireless internet access, and technical support
14 during the program.

15 (e) Provide both in-person and online instruction options.

16 (f) Provide individualized support for career exploration,
17 admission, and financial aid.

18 (g) Provide support for student basic needs, including, but
19 not limited to, food assistance, during the program.

20 Sec. 226b. By September 30, ~~2022,~~ **2023**, each community college
21 receiving an appropriation in section 201 shall do both of the
22 following:

23 (a) Submit a report to the ~~senate and house~~ **and senate**
24 appropriations subcommittees on community colleges, the ~~senate and~~
25 house **and senate** fiscal agencies, and the state budget director
26 describing all federal funds the community college received,
27 including the amounts, related to the COVID-19 pandemic, including,
28 but not limited to, any federal funds received from the coronavirus
29 ~~relief fund under the coronavirus aid, relief, and economic~~



1 ~~security act, Public Law 116-136, response and relief supplemental~~
 2 **appropriations act, the American rescue plan act of 2021,** and
 3 similar federal relief packages.

4 (b) Post the information contained in the report described in
 5 subdivision (a) on the public transparency website described in
 6 section 209.

7 Sec. 226d. It is the intent of the legislature that by
 8 February 1, ~~2022, 2023,~~ each community college ~~shall~~**will** submit to
 9 the ~~senate and house~~ **and senate** appropriations subcommittees on
 10 community colleges, the ~~senate and house~~ **and senate** fiscal
 11 agencies, and the state budget director a report on activities
 12 related to strategic planning and internal assessment or
 13 reassessment to best provide for open and free expression and
 14 speech, while protecting students from hate-speech, violence, and
 15 discrimination.

16 **Sec. 226e. It is the goal of the governor and legislature to**
 17 **ensure that 60% of Michigan's residents achieve a postsecondary**
 18 **credential, high-quality industry certification, associate degree,**
 19 **or bachelor's degree by 2030.**

20 Sec. 226g. (1) It is the intent of the legislature that each
 21 community college adopt an advocacy policy applicable to faculty,
 22 staff, students, student employees, visitors, and contractors by
 23 January 1, ~~2022-2023~~ and comply with all other requirements of this
 24 section.

25 (2) An advocacy policy established under subsection (1) should
 26 include, but is not limited to, policies for distribution and self-
 27 distribution of printed political or advocacy materials related to
 28 First Amendment activities and political demonstrating. The policy
 29 should include a process for filing a complaint or reporting a



1 violation of the advocacy policy and identify the community college
 2 staff responsible for investigating complaints and violations. The
 3 advocacy policy should include the effective date and be posted on
 4 the community college's website.

5 **Sec. 227. (1) Each community college that receives an**
 6 **appropriation in section 201 shall demonstrate the acceptance of**
 7 **nationally recognized college level equivalent credit examination**
 8 **opportunities by developing and implementing policies and**
 9 **procedures for the awarding of academic credit through college**
 10 **level equivalent credit examinations.**

11 (2) A community college shall not create policies or
 12 procedures that prevent students from earning college credits
 13 through college level equivalent credit examinations once enrolled
 14 in the community college.

15 (3) Each community college shall make its credit policies and
 16 opportunities for college level equivalent credit examinations
 17 publicly available on the community college's website.

18 (4) If a community college requires scores above those
 19 recommended by the American Council on Education to earn college
 20 credit through college level equivalent credit examinations, that
 21 community college shall submit to the house and senate
 22 appropriations subcommittees on community colleges, the house and
 23 senate fiscal agencies, and the state budget director a report on
 24 the data and justifications for that decision by February 1, 2023.

25 **Sec. 227a. (1) Each community college that receives an**
 26 **appropriation in section 201 shall provide all enrolled students**
 27 **information on accelerated degree completion pathways and options**
 28 **within the first semester of enrollment, and shall publicly post**
 29 **this information on the community college's website by October 1,**



1 2022.

2 (2) Each community college shall work to create accelerated
3 degree completion pathways for enrolled students if such options do
4 not already exist.

5 Sec. 229. (1) Each community college that receives an
6 appropriation in section 201 is expected to include in its
7 admission application process a specific question as to whether an
8 applicant for admission has ever served or is currently serving in
9 the United States Armed Forces or is the spouse or dependent of an
10 individual who has served or is currently serving in the United
11 States Armed Forces, in order to more quickly identify potential
12 educational assistance available to that applicant.

13 (2) It is expected that each community college that receives
14 an appropriation in section 201 ~~shall~~**will** work with the house and
15 senate **appropriations subcommittees on community college**
16 ~~subcommittees, colleges,~~ the Michigan Community College
17 Association, and veterans groups to review the issue of in-district
18 tuition for veterans of this state when determining tuition rates
19 and fees.

20 (3) Each community college that receives an appropriation in
21 section 201 is expected to provide reasonable programming and
22 scheduling accommodations necessary to facilitate a student's
23 military, ~~national guard,~~**National Guard,** or military reserves
24 duties and training obligations.

25 (4) Each community college that receives an appropriation in
26 section 201 is expected to provide college level equivalent credit
27 examination opportunities for veterans and active members of the
28 military, National Guard, or military reserves within the first
29 semester of enrollment.



1 (5) Each community college that receives an appropriation in
 2 section 201 is expected to do all of the following in its admission
 3 application process if it knows that an applicant for admission is
 4 currently serving, or has ever served, as a member of the military,
 5 the National Guard, or the military reserves:

6 (a) Inform the applicant that he or she may receive academic
 7 credit for college-level training and education he or she received
 8 while serving in the military.

9 (b) Inform the applicant that he or she may submit a
 10 transcript of his or her college-level military training and
 11 education to the community college.

12 (c) If the applicant submits a transcript described in
 13 subdivision (b), evaluate that transcript and notify the applicant
 14 of what transfer credits are available to the applicant from the
 15 community college for his or her college-level military training
 16 and education.

17 (6) ~~(4)~~ As used in this section: ~~,"veteran"~~

18 (a) "Transcript" includes a joint services transcript prepared
 19 for the applicant under the American Council on Education registry
 20 of credit recommendations.

21 (b) "Veteran" means an honorably discharged veteran entitled
 22 to educational assistance under section 5003 of the post-911
 23 veterans educational assistance act of 2008, 38 USC 3301 to 3327.

24 Sec. 229a. Included in the fiscal year ~~2021-2022-2022-2023~~
 25 appropriations for the department of technology, management, and
 26 budget are appropriations totaling ~~\$32,681,600.00~~ **\$32,981,600.00** to
 27 provide funding for the state share of costs for previously
 28 constructed capital projects for community colleges. Those
 29 appropriations for state building authority rent represent



1 additional state general fund support for community colleges, and
 2 the following is an estimate of the amount of that support to each
 3 community college:

- 4 (a) Alpena Community College, ~~\$933,000.00~~.**\$902,600.00.**
 5 (b) Bay de Noc Community College, ~~\$538,000.00~~.**\$520,600.00.**
 6 (c) Delta College, ~~\$2,706,700.00~~.**\$2,732,600.00.**
 7 (d) Glen Oaks Community College, ~~\$128,500.00~~.**\$194,600.00.**
 8 (e) Gogebic Community College, ~~\$58,500.00~~.**\$56,600.00.**
 9 (f) Grand Rapids Community College,
 10 ~~\$1,210,000.00~~.**\$1,097,700.00.**
 11 (g) Henry Ford College, ~~\$1,073,900.00~~.**\$1,174,500.00.**
 12 (h) Jackson College, ~~\$2,260,600.00~~.**\$2,187,400.00.**
 13 (i) Kalamazoo Valley Community College,
 14 ~~\$2,028,700.00~~.**\$1,963,000.00.**
 15 (j) Kellogg Community College, ~~\$709,300.00~~.**\$686,300.00.**
 16 (k) Kirtland Community College, ~~\$235,000.00~~.**\$227,400.00.**
 17 (l) Lake Michigan College, ~~\$1,009,100.00~~.**\$976,400.00.**
 18 (m) Lansing Community College, ~~\$1,191,900.00~~.**\$1,153,300.00.**
 19 (n) Macomb Community College, ~~\$1,722,600.00~~.**\$1,966,900.00.**
 20 (o) Mid Michigan Community College,
 21 ~~\$1,687,100.00~~.**\$1,632,400.00.**
 22 (p) Monroe County Community College,
 23 ~~\$1,608,700.00~~.**\$1,556,600.00.**
 24 (q) Montcalm Community College, ~~\$465,900.00~~.**\$450,800.00.**
 25 (r) C.S. Mott Community College, ~~\$2,196,900.00~~.**\$2,125,700.00.**
 26 (s) Muskegon Community College, ~~\$1,025,800.00~~.**\$992,600.00.**
 27 (t) North Central Michigan College, ~~\$502,500.00~~.**\$692,400.00.**
 28 (u) Northwestern Michigan College,
 29 ~~\$1,866,800.00~~.**\$1,806,300.00.**



1 (v) Oakland Community College, ~~\$0.00.~~**\$0.00.**

2 (w) Schoolcraft College, ~~\$1,824,000.00.~~**\$2,371,300.00.**

3 (x) Southwestern Michigan College, ~~\$859,200.00.~~**\$831,400.00.**

4 (y) St. Clair County Community College,

5 ~~\$750,100.00.~~**\$725,800.00.**

6 (z) Washtenaw Community College, ~~\$1,792,600.00.~~**\$1,734,600.00.**

7 (aa) Wayne County Community College,

8 ~~\$1,527,300.00.~~**\$1,477,900.00.**

9 (bb) West Shore Community College, ~~\$768,900.00.~~**\$743,900.00.**

10 Sec. 230. ~~(1) With the exception of fiscal year 2020-2021, and~~
 11 ~~subject to subsection (4), money included in the appropriations for~~
 12 ~~community college operations under section 201(2) for performance~~
 13 ~~funding is distributed based on the following formula:~~

14 ~~(a) Allocated proportionate to fiscal year 2020-2021 base~~
 15 ~~appropriations, 30%.~~

16 ~~(b) Based on a weighted student contact hour formula as~~
 17 ~~provided for in the 2016 recommendations of the performance~~
 18 ~~indicators task force, 30%.~~

19 ~~(c) Based on the performance improvement as provided for in~~
 20 ~~the 2016 recommendations of the performance indicators task force~~
 21 ~~and based on data provided by the center, 10%.~~

22 ~~(d) Based on the performance completion number as provided for~~
 23 ~~in the 2016 recommendations of the performance indicators task~~
 24 ~~force, 10%.~~

25 ~~(e) Based on the performance completion rate as provided for~~
 26 ~~in the 2016 recommendations of the performance indicators task~~
 27 ~~force and based on data provided by the center, 10%.~~

28 ~~(f) Based on administrative costs, 5%.~~

29 ~~(g) Based on the local strategic value component, as developed~~



1 ~~in cooperation with the Michigan Community College Association and~~
 2 ~~described in subsection (2), 5%.~~

3 ~~(2) Money included in the appropriations for community college~~
 4 ~~operations under section 201(2) for local strategic value shall be~~
 5 ~~allocated to each community college that certifies to the state~~
 6 ~~budget director, through a board of trustees resolution on or~~
 7 ~~before October 15, 2021, that the college has met 4 out of 5 best~~
 8 ~~practices listed in each category described in subsection (3). The~~
 9 ~~resolution shall provide specifics as to how the community college~~
 10 ~~meets each best practice measure within each category. One-third of~~
 11 ~~funding available under the strategic value component shall be~~
 12 ~~allocated to each category described in subsection (3). Amounts~~
 13 ~~distributed under local strategic value shall be on a proportionate~~
 14 ~~basis to each college's fiscal year 2020-2021 operations funding.~~
 15 ~~Payments to community colleges that qualify for local strategic~~
 16 ~~value funding shall be distributed with the November installment~~
 17 ~~payment described in section 206.~~

18 ~~(3) For purposes of subsection (2), the following categories~~
 19 ~~of best practices reflect functional activities of community~~
 20 ~~colleges that have strategic value to the local communities and~~
 21 ~~regional economies:~~

22 ~~(a) For Category A, economic development and business or~~
 23 ~~industry partnerships, the following:~~

24 ~~(i) The community college has active partnerships with local~~
 25 ~~employers including hospitals and health care providers.~~

26 ~~(ii) The community college provides customized on-site training~~
 27 ~~for area companies, employees, or both.~~

28 ~~(iii) The community college supports entrepreneurship through a~~
 29 ~~small business assistance center or other training or consulting~~



1 ~~activities targeted toward small businesses.~~

2 ~~(iv) The community college supports technological advancement~~
 3 ~~through industry partnerships, incubation activities, or operation~~
 4 ~~of a Michigan technical education center or other advanced~~
 5 ~~technology center.~~

6 ~~(v) The community college has active partnerships with local~~
 7 ~~or regional workforce and economic development agencies.~~

8 ~~(b) For Category B, educational partnerships, the following:~~

9 ~~(i) The community college has active partnerships with regional~~
 10 ~~high schools, intermediate school districts, and career-tech~~
 11 ~~centers to provide instruction through dual enrollment, concurrent~~
 12 ~~enrollment, direct credit, middle college, or academy programs.~~

13 ~~(ii) The community college hosts, sponsors, or participates in~~
 14 ~~enrichment programs for area K-12 students, such as college days,~~
 15 ~~summer or after-school programming, or Science Olympiad.~~

16 ~~(iii) The community college provides, supports, or participates~~
 17 ~~in programming to promote successful transitions to college for~~
 18 ~~traditional age students, including grant programs such as talent~~
 19 ~~search, upward bound, or other activities to promote college~~
 20 ~~readiness in area high schools and community centers.~~

21 ~~(iv) The community college provides, supports, or participates~~
 22 ~~in programming to promote successful transitions to college for new~~
 23 ~~or reentering adult students, such as adult basic education, a high~~
 24 ~~school equivalency test preparation program and testing, or~~
 25 ~~recruiting, advising, or orientation activities specific to adults.~~
 26 ~~As used in this subparagraph, "high school equivalency test~~
 27 ~~preparation program" means that term as defined in section 4.~~

28 ~~(v) The community college has active partnerships with~~
 29 ~~regional 4-year colleges and universities to promote successful~~



1 ~~transfer, such as articulation, 2+2, or reverse transfer agreements~~
 2 ~~or operation of a university center.~~

3 ~~(c) For Category C, community services, the following:~~

4 ~~(i) The community college provides continuing education~~
 5 ~~programming for leisure, wellness, personal enrichment, or~~
 6 ~~professional development.~~

7 ~~(ii) The community college operates or sponsors opportunities~~
 8 ~~for community members to engage in activities that promote leisure,~~
 9 ~~wellness, cultural or personal enrichment such as community sports~~
 10 ~~teams, theater or musical ensembles, or artist guilds.~~

11 ~~(iii) The community college operates public facilities to~~
 12 ~~promote cultural, educational, or personal enrichment for community~~
 13 ~~members, such as libraries, computer labs, performing arts centers,~~
 14 ~~museums, art galleries, or television or radio stations.~~

15 ~~(iv) The community college operates public facilities to~~
 16 ~~promote leisure or wellness activities for community members,~~
 17 ~~including gymnasiums, athletic fields, tennis courts, fitness~~
 18 ~~centers, hiking or biking trails, or natural areas.~~

19 ~~(v) The community college promotes, sponsors, or hosts~~
 20 ~~community service activities for students, staff, or community~~
 21 ~~members.~~

22 **(1) The fiscal year 2022-2023 operation funding amounts in**
 23 **section 201(2) (a) to (bb), not including amounts for North American**
 24 **Indian tuition waiver reimbursements, are based on the formula in**
 25 **subsection (2). As used in this section:**

26 **(a) "Base operations amount" means an amount equal to 75% of**
 27 **the prior fiscal year's total operations appropriation not**
 28 **including any appropriation for North American Indian tuition**
 29 **waver reimbursements, less 1-time operations appropriations, plus**



1 an operations appropriation increase for the current fiscal year
2 not including any appropriation for North American Indian tuition
3 waiver reimbursements.

4 (b) "FYES average" means a community college's average number
5 of fiscal year equated students for the 3 prior fiscal years.

6 (c) "FYES funding figure" means an amount determined by
7 dividing the base operations amount by the sum of all community
8 colleges' FYES averages.

9 (d) "Added operations amount" means a separate operations
10 appropriation amount of \$98,000,000.00.

11 (2) The base operations amount and the added operations amount
12 are distributed as follows:

13 (a) Subject to subdivision (c), 100% of the base operations
14 amount is distributed to each community college in an amount
15 determined by multiplying its FYES average by the FYES funding
16 figure.

17 (b) Subject to subdivision (c), the added operations amount is
18 distributed in equal allocations of \$3,500,000.00 to each community
19 college.

20 (c) The sum of the amounts distributed to a community college
21 under subdivisions (a) and (b) is capped at 110% of its operation
22 funding in fiscal year 2021-2022, not including any North American
23 Indian tuition waiver reimbursement, and any amounts that would
24 otherwise be distributed to community colleges in excess of this
25 cap must instead be pooled together and redistributed using an
26 iterative process to those community colleges that remain under the
27 cap. The share redistributed to a community college that remains
28 under the cap is determined by multiplying the community college's
29 FYES average by a fraction, the numerator of which is the total



1 amount pooled for redistribution and the denominator of which is
 2 the sum of all community colleges' FYES averages that are under the
 3 cap.

4 (d) Community colleges with appropriation amounts lower than
 5 prior fiscal year operations appropriations receive additional
 6 funding to equal a 1% increase above prior fiscal year levels.

7 (3) ~~(4) Payments for performance funding under section 201(2)~~
 8 ~~shall operations funding distributed under the formula described in~~
 9 **subsection (2) may** be made to a community college only if that
 10 community college actively participates in the Michigan Transfer
 11 Network sponsored by the Michigan Association of Collegiate
 12 Registrars and Admissions Officers and submits timely updates,
 13 including updated course equivalencies at least every 6 months, to
 14 the Michigan transfer network. The state budget director shall
 15 determine if a community college has not satisfied this
 16 requirement. The state budget director may withhold payments for
 17 ~~performance funding operations funding distributed under the~~
 18 **formula described in subsection (2)** until a community college is in
 19 compliance with this subsection.

20 Enacting section 1. In accordance with section 30 of article
 21 IX of the state constitution of 1963, total state spending from
 22 state sources for community colleges for fiscal year 2022-2023
 23 under article II of the state school aid act of 1979, 1979 PA 94,
 24 MCL 388.1801 to 388.1830, is estimated at \$518,888,200.00 and the
 25 amount of that state spending from state sources to be paid to
 26 local units of government for fiscal year 2022-2023 is estimated at
 27 \$518,888,200.00.

28 Enacting section 2. Section 201e of the state school aid act
 29 of 1979, 1979 PA 94, MCL 388.1801e, is repealed effective October



1 1, 2022.

2 Enacting section 3. This amendatory act takes effect October

3 1, 2022.

