

# **LINE ITEM AND BOILERPLATE SUMMARY**

## **HIGHER EDUCATION**

**Fiscal Year 2004-05  
Public Act 352 of 2004  
Senate Bill 1067**

**As Enacted**



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November 2004

TO: Members of the Michigan House of Representatives

The House Fiscal Agency has prepared a **Line Item Summary** for each of the FY 2004-05 appropriation acts. Each **Summary** contains line-by-line detail, including the amount and purpose of each appropriation line and information regarding related boilerplate sections, for a specific appropriation act. Following the line item detail, a brief explanation of each boilerplate section in the appropriations bill is provided.

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.

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



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# **GLOSSARY**

## **Frequently-Used State Budget Terms**

### **Adjusted Gross**

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

### **Boilerplate**

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

### **Budget Stabilization Fund (BSF)**

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

### **Federal Revenues**

Federal grant or matchable revenues dedicated to specific programs

### **General Fund/General Purpose (GF/GP)**

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

### **Gross Appropriations (Gross)**

The total of all applicable line item spending authorizations

### **Interdepartmental Grant (IDG)**

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

### **Intradepartmental Transfer (IDT)**

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

### **Lapses**

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

### **Line Items**

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

### **Local Revenue**

Revenues from local units of government

### **State Restricted (Restricted Funds)**

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

### **Private Funds**

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

### **School Aid Fund (SAF)**

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

### **Work Project**

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





## HIGHER EDUCATION

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

<b>GROSS APPROPRIATION</b>	<b>\$1,690,150,500</b>	<b>Total of all applicable line item appropriations.</b>
Total interdepartmental grants and intra departmental transfers	0	Total of all funds received from other departments.
<b>ADJUSTED GROSS APPROPRIATION</b>	<b>\$1,690,150,500</b>	<b>Total net amount of all line item gross appropriations less (or minus) interdepartmental grants (IDGs) and intradepartmental transfers (IDTs).</b>
Total federal revenues	4,500,000	Total federal grant or matchable revenues.
Total private revenues	0	Total private grant revenues.
Total local revenues	0	Total revenues from local units of government.
Total other state restricted revenues	85,150,000	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>\$1,600,500,500</b>	<b>The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues.</b>

## SECTIONS 102 TO 116: STATE UNIVERSITIES

*The bill contains a separate appropriation unit for each of the 15 state universities. The first line item in each unit is a grant to the university for operations. The second line item each unit is an appropriation equal to 6.0 percent of each university's original enacted FY 2003-04 operations appropriation; to receive these appropriations, universities must comply with the tuition restraint requirements established in section 436 of the budget bill.*

*Michigan State University's appropriation unit also includes appropriations for the Agricultural Experiment Station and Cooperative Extension Service operated by the university.*

**For all items in this section:**

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

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### SEC. 102 CENTRAL MICHIGAN UNIVERSITY

Operations	\$75,018,300	Grant to Central Michigan University for operations.	
		Funding Source(s):	GF/GP 74,479,860
			Restricted 538,440

*Additional Related Boilerplate Section(s): 421*

Tuition restraint incentive	4,892,600	Grant to Central Michigan University contingent on tuition restraint.	
		Funding Source(s):	GF/GP 4,892,600

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**GROSS APPROPRIATION      \$79,910,900      Total of all applicable line item appropriations.**

Michigan merit award trust fund	538,440	A restricted fund that receives a portion of the tobacco settlement revenue received by the state.	
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**GENERAL FUND/  
GENERAL PURPOSE      \$79,372,460      The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues.**

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### SEC. 103. EASTERN MICHIGAN UNIVERSITY

Operations	\$72,563,400	Grant to Eastern Michigan University for operations.	
		Funding Source(s):	GF/GP 72,563,400

Tuition restraint incentive	4,732,400	Grant to Eastern Michigan University contingent on tuition restraint.	
		Funding Source(s):	GF/GP 4,732,400

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**GROSS APPROPRIATION      \$77,295,800      Total of all applicable line item appropriations.**

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**GENERAL FUND/  
GENERAL PURPOSE      \$77,295,800      The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues.**

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### SEC. 104. FERRIS STATE UNIVERSITY

Operations	\$45,970,800	Grant to Ferris State University for operations.	
		Funding Source(s):	GF/GP 45,970,800

Tuition restraint incentive	2,998,000	Grant to Ferris State University contingent on tuition restraint.	
		Funding Source(s):	GF/GP 2,998,000

<b>GROSS APPROPRIATION</b>	<b>\$48,968,800</b>	<b>Total of all applicable line item appropriations.</b>
<b>GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$48,968,800</b>	<b>The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues.</b>

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

Operations	\$54,358,900	Grant to Grand Valley State University for operations. Funding Source(s): GF/GP 49,358,900 Restricted 5,000,000
Tuition restraint incentive	3,545,200	Grant to Grand Valley State University contingent on tuition restraint. Funding Source(s): GF/GP 3,545,200

<b>GROSS APPROPRIATION</b>	<b>\$57,904,100</b>	<b>Total of all applicable line item appropriations.</b>
Michigan merit award trust fund	5,000,000	A restricted fund that receives a portion of the tobacco settlement revenue received by the state.
<b>GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$52,904,100</b>	<b>The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues.</b>

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

Operations	\$11,914,400	Grant to Lake Superior State University for operations. Funding Source(s): GF/GP 11,914,400  <i>Additional Related Boilerplate Section(s): 461</i>
Tuition restraint incentive	770,600	Grant to Lake Superior State University contingent on tuition restraint. Funding Source(s): GF/GP 770,600

<b>GROSS APPROPRIATION</b>	<b>\$12,685,000</b>	<b>Total of all applicable line item appropriations.</b>
<b>GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$12,685,000</b>	<b>The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues.</b>

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**SEC. 107. MICHIGAN STATE UNIVERSITY**

Operations	\$269,913,000	Grant to Michigan State University for operations. Funding Source(s): GF/GP 269,913,000
Tuition restraint incentive	17,603,000	Grant to Michigan State University contingent on tuition restraint. Funding Source(s): GF/GP 17,603,000

Agricultural experiment station	33,163,800	A statewide agricultural research program operated by Michigan State University (MSU) as part of its land-grant mission; program has 15 research facilities across the state. The federal Hatch Act initiated agricultural experiment stations in 1887. Only state funding is appropriated in this act; approximately half of the station's other funding comes from federal and industry sources. This line also includes a portion (\$3.0 million) of the total \$5.6 million funding for Project GREEN, a research effort on behalf of Michigan's agricultural industry. Funding Source(s): GF/GP 33,163,800
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*Related Boilerplate Section(s): 433*

Cooperative extension service	28,604,300	Operated by MSU as part of its land-grant mission, this program extends MSU's public service mission to all the counties in the state. Cooperative extension services began under the federal Smith-Lever Act of 1914. Programs include agriculture, marketing, natural resources, family living, 4-H Clubs, and nutrition; county governments jointly support the local CES programs. Only state funding is appropriated in this act. This line also includes a portion (\$2.6 million) of the total \$5.6 million funding for Project GREEN, a research effort on behalf of Michigan's agricultural industry. Funding Source(s): GF/GP 28,604,300
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*Related Boilerplate Section(s): 433*

<b>GROSS APPROPRIATION</b>	<b>\$349,284,100</b>	<b>Total of all applicable line item appropriations.</b>
<b>GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$349,284,100</b>	<b>The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues.</b>

**SEC. 108. MICHIGAN TECHNOLOGICAL UNIVERSITY**

Operations	\$45,740,000	Grant to Michigan Technological University for operations. Funding Source(s): GF/GP 45,740,000
Tuition restraint incentive	2,983,000	Grant to Michigan Technological University contingent on tuition restraint. Funding Source(s): GF/GP 2,983,000

<b>GROSS APPROPRIATION</b>	<b>\$48,723,000</b>	<b>Total of all applicable line item appropriations.</b>
<b>GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$48,723,000</b>	<b>The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues.</b>

**SEC. 109. NORTHERN MICHIGAN UNIVERSITY**

Operations	\$42,966,600	Grant to Northern Michigan University for operations. Funding Source(s): GF/GP 42,966,600
Tuition restraint incentive	2,808,600	Grant to Northern Michigan University contingent on tuition restraint. Funding Source(s): GF/GP 2,808,600

<b>GROSS APPROPRIATION</b>	<b>\$45,775,200</b>	<b>Total of all applicable line item appropriations.</b>
<b>GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$45,775,200</b>	<b>The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues.</b>

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**SEC. 110. OAKLAND UNIVERSITY**

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Operations	\$45,160,900	Grant to Oakland University for operations. Funding Source(s): GF/GP 43,219,132 Restricted 1,941,768
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Tuition restraint incentive	2,945,200	Grant to Oakland University contingent on tuition restraint. Funding Source(s): GF/GP 2,945,200
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<b>GROSS APPROPRIATION</b>	<b>\$48,106,100</b>	<b>Total of all applicable line item appropriations.</b>
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Michigan merit award trust fund	1,941,768	A restricted fund that receives a portion of the tobacco settlement revenue received by the state.
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<b>GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$46,164,332</b>	<b>The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues.</b>
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**SEC. 111. SAGINAW VALLEY STATE UNIVERSITY**

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Operations	\$24,539,800	Grant to Saginaw Valley State University for operations. Funding Source(s): GF/GP 22,520,008 Restricted 2,019,792
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Tuition restraint incentive	1,600,400	Grant to Saginaw Valley University contingent on tuition restraint. Funding Source(s): GF/GP 1,600,400
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<b>GROSS APPROPRIATION</b>	<b>\$26,140,200</b>	<b>Total of all applicable line item appropriations.</b>
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Michigan merit award trust fund	2,019,792	A restricted fund that receives a portion of the tobacco settlement revenue received by the state.
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<b>GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$24,120,408</b>	<b>The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues.</b>
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**SEC. 112. UNIVERSITY OF MICHIGAN-ANN ARBOR**

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Operations	\$301,029,600	Grant to University of Michigan-Ann Arbor for operations. Funding Source(s): GF/GP 301,029,600
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*Additional Related Boilerplate Section(s): 402*

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Tuition restraint incentive	19,632,400	Grant to University of Michigan-Ann Arbor contingent on tuition restraint. Funding Source(s): GF/GP 19,632,400
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<b>GROSS APPROPRIATION</b>	<b>\$320,662,000</b>	<b>Total of all applicable line item appropriations.</b>
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<b>GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$320,662,000</b>	<b>The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues.</b>
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**SEC. 113. UNIVERSITY OF MICHIGAN-DEARBORN**

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Operations	\$23,178,400	Grant to University of Michigan-Dearborn for operations. Funding Source(s): GF/GP 23,178,400
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Tuition restraint incentive	1,511,600	Grant to University of Michigan–Dearborn contingent on tuition restraint. Funding Source(s): GF/GP 1,511,600
<b>GROSS APPROPRIATION</b>	<b>\$24,690,000</b>	<b>Total of all applicable line item appropriations.</b>
<b>GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$24,690,000</b>	<b>The state’s primary operating fund; the portion of the state’s General Fund that does not include restricted revenues.</b>
<b>SEC. 114. UNIVERSITY OF MICHIGAN–FLINT</b>		
Operations	\$19,928,400	Grant to University of Michigan–Flint for operations. Funding Source(s): GF/GP 19,928,400
Tuition restraint incentive	1,299,600	Grant to University of Michigan–Flint contingent on tuition restraint. Funding Source(s): GF/GP 1,299,600
<b>GROSS APPROPRIATION</b>	<b>\$21,228,000</b>	<b>Total of all applicable line item appropriations.</b>
<b>GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$21,228,000</b>	<b>The state’s primary operating fund; the portion of the state’s General Fund that does not include restricted revenues.</b>
<b>SEC. 115. WAYNE STATE UNIVERSITY</b>		
Operations	\$210,017,500	Grant to Wayne State University for operations. Funding Source(s): GF/GP 210,017,500  <i>Additional Related Boilerplate Section(s): 401</i>
Tuition restraint incentive	13,696,800	Grant to Wayne State University contingent on tuition restraint. Funding Source(s): GF/GP 13,696,800
<b>GROSS APPROPRIATION</b>	<b>\$223,714,300</b>	<b>Total of all applicable line item appropriations.</b>
<b>GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$223,714,300</b>	<b>The state’s primary operating fund; the portion of the state’s General Fund that does not include restricted revenues.</b>
<b>SEC. 116. WESTERN MICHIGAN UNIVERSITY</b>		
Operations	\$104,060,500	Grant to Western Michigan University for operations. Funding Source(s): GF/GP 104,060,500
Tuition restraint incentive	6,786,600	Grant to Wayne State University contingent on tuition restraint. Funding Source(s): GF/GP 6,786,600
<b>GROSS APPROPRIATION</b>	<b>\$110,847,100</b>	<b>Total of all applicable line item appropriations.</b>
<b>GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$110,847,100</b>	<b>The state’s primary operating fund; the portion of the state’s General Fund that does not include restricted revenues.</b>

## SECTION 117: STATE AND REGIONAL PROGRAMS

*This unit contains funding for the HEIDI database, which contains data from all 15 state universities, and the dues for the Midwestern Higher Education Compact, the benefits of which are open to all colleges and universities in the state, as well as other units of state and local government.*

Higher education database modernization and conversion – 1.0 FTE position	\$200,000	Funds operational costs of maintaining the Higher Education Institutional Data Inventory (HEIDI), a database to which the 15 state universities annually submit data regarding expenditures and activities. Department of Management and Budget has administrative responsibility for the database. Funding Source(s):      GF/GP      200,000
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*Related Boilerplate Section(s): 405*

Midwestern higher education compact	165,000	Appropriates dues for two years, because this line item was vetoed in the FY 2003-04 budget bill. The State of Michigan entered into an interstate compact to identify and institute opportunities to member states to realize economies of scale and increase postsecondary opportunities (1990 PA 195). The eight states of the compact are Illinois, Kansas, Michigan, Minnesota, Missouri, Nebraska, Ohio, and Wisconsin; the compact is headquartered in Minneapolis. Each member state's dues are identical: \$82,500 per year. Funding Source(s):      GF/GP      165,000
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*Related Boilerplate Section(s): None*

<b>GROSS APPROPRIATION</b>	<b>\$365,000</b>	<b>Total of all applicable line item appropriations.</b>
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<b>GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$365,000</b>	<b>The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues.</b>
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## SECTION 118: MARTIN LUTHER KING, JR. - CESAR CHAVEZ - ROSA PARKS PROGRAM

*This appropriation unit provides funding for programs intended to increase the participation of under-represented minorities in postsecondary education in Michigan. These programs are administered by the Department of Labor and Economic Growth. Additional program support for the King-Chavez-Parks initiative is included in each university's operations appropriation; this support is designated in boilerplate language for the Future Faculty Program, College Day Program, and Visiting Professors Program. There is no statutory basis for these programs other than boilerplate language in the budget bill.*

Select student support services	\$1,956,100	Grants to develop academically and disadvantaged student retention programs at the state's public and independent four-year colleges and universities. Grants are funded on a 70/30 state/institutional basis. Funding Source(s): GF/GP 1,956,100  <i>Related Boilerplate Section(s): 503, 507</i>
Michigan college/ university partnership program	586,800	Program is intended to increase the number of under-represented minority students transferring from community colleges to four-year public and independent colleges and universities. Program grants are funded on a 70/30 state/institutional basis. Funding Source(s): GF/GP 586,800  <i>Related Boilerplate Section(s): 504, 507</i>
Morris Hood, Jr. educator development program	148,600	Program is intended to increase the number of minority students, especially males, who enroll in complete K-12 teacher education programs at the baccalaureate level. Funding Source(s): GF/GP 148,600  <i>Related Boilerplate Section(s): 506, 507</i>
<b>GROSS APPROPRIATION</b>	<b>\$2,691,500</b>	<b>Total of all applicable line item appropriations.</b>
<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 revenues.</b>





Michigan education opportunity grants	2,084,200	Need-based financial aid program for undergraduate students administered by college and university financial aid offices (created by 1986 PA 273). Funds are allocated to colleges and universities based on the number of Pell Grants received. Approximately 5,200 grants were provided to qualifying students In FY 2002-03. Funding Source(s): GF/GP 2,084,200  <i>Related Boilerplate Section(s): 308</i>
Robert C. Byrd honors scholarship program	1,500,000	Established in 1987 to reward academic excellence. Each high school principal may nominate an outstanding graduating senior for an award; students can receive up to \$1,500 annually for up to four years. There were 1,036 awards made to qualifying students in FY 2002-03. Funding Source(s): Federal 1,500,000  <i>Related Boilerplate Section(s): 308</i>
Nursing scholarship program	4,000,000	Intended to increase the supply of licensed practical, associate degree, and bachelor degree nurses (created by 2002 PA 591). Funds are allocated to individual colleges and universities with nursing programs based on the number of nursing students, and then awarded to students by the institutions. Awards are considered loans if recipient does not meet nursing employment requirements following graduation. Funding Source(s): Restricted 4,000,000  <i>Related Boilerplate Section(s): 308, 312</i>
Michigan merit award program	61,400,000	Provides awards to students with qualifying scores on the Michigan Education Assessment Program (MEAP) test or other specified tests (created by 1999 PA 94). Students attending in-state institutions receive awards of \$2,500 (payable in two \$1,250 installments); students attending out-of-state institutions receive awards of \$1,000. Because of a shift in the statutory payment schedule for the awards, the FY 2004-05 appropriation contains only the funds for the first half of the \$2,500 awards to students graduating from high school in 2004. Approximately 51,000 students were eligible for the award from the Class of 2003. Funding Source(s): Restricted 61,400,000  <i>Related Boilerplate Section(s): None</i>
Tuition incentive program	10,250,000	Program (often referred to as TIP) is intended as a two-phase incentive for students from very low-income families to graduate from high school; program is established only in boilerplate language. Eligible students must be Medicaid eligible for 24 months in a 36-month period between the sixth grade and high school graduation. Under Phase I, program pays tuition for up to two years toward an associate's degree; under Phase II, program pays up to \$2,000 (\$500/semester) toward tuition costs of a bachelor's degree. Approximately 5,400 students received payments from TIP in FY 2002-03. Funding Source(s): Restricted 10,250,000  <i>Related Boilerplate Section(s): 308, 310</i>
<b>GROSS APPROPRIATION</b>	<b>\$191,159,400</b>	<b>Total of all applicable line item appropriations.</b>
Higher education act of 1965, title IV, 20 U.S.C.	3,000,000	Federal funding to supplement the appropriation for the State Competitive Scholarship Program.

Higher education act of 1965, title IV, Part A	1,500,000	Federal funding for the Robert C. Byrd Honors Scholarship Program.
Michigan merit award trust fund	75,650,000	A restricted fund that receives a portion of the tobacco settlement revenue received by the state.
<b>GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$111,009,400</b>	<b>The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues.</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 the Management and Budget Act.

**Sec. 208. Reporting by Internet**

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

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

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

**Sec. 212. Payment of Appropriations**

Provides for 11 payments per year to universities and directs the Department of Treasury to withhold appropriations if universities fail to submit HEIDI data by October 15, 2004 (November 15 for Wayne State).

**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 that qualify for the Michigan Tuition Tax Credit to notify the fiscal agencies.

**Sec. 215. Provision of Information**

Requires state universities to furnish all required program and financial information to the state budget director and the 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 and provides that unexpended funds at close of FY 2004-05 remain available for expenditure in FY 2005-06.

**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 the quarterly payment schedules for the various financial aid and grant programs.

**Sec. 309. Needs Analysis Criteria**

Requires the Michigan Higher Education Assistance Authority (MEHAA) 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 Phase I and Phase II of the program, and provides that unexpended funds at close of FY 2004-05 remain available for expenditure in FY 2005-06.

**Sec. 311. Independent Institution Data**

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

**Sec. 312. Nursing Scholarship Program**

Requires MHEAA to administer the Nursing Scholarship Program pursuant to the program's governing statute.

**Sec. 315. Dental Clinic Grant**

Allocates entire dental clinic grant appropriation to the University of Detroit-Mercy to provide dental services to low-income residents of southeast Michigan.

**Sec. 401. Joseph F. Young, Sr. Psychiatric Research and Training Program**

Earmarks funds from Wayne State's operations appropriation for Joseph F. Young, Sr. Psychiatric Research and Training Program; requires a report.

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

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

**Sec. 405. HEIDI Advisory Committee**

Creates and specifies the membership of the HEIDI Advisory Committee.

**Sec. 421. National Charter Schools Institute**

Requires report from Central Michigan University on National Charter Schools Institute, for which funds are appropriated in Central Michigan's operations appropriation.

**Sec. 426. Textbook Lists**

States legislative intent regarding access to required textbook lists by private bookstores.

**Sec. 433. Project GREEN**

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

**Sec. 436. Tuition Restraint**

Provides that the appropriation to each university for tuition restraint only be paid if the university certifies by October 1, 2004, that it will comply with certain tuition restraint requirements regarding its FY 2004-05 tuition and fee rate. Requirements are as follows (applying in each case only to resident undergraduate students):

Grand Valley, Michigan State, Saginaw Valley: Rate increase limited to **2.4** percent of highest annualized rate for any semester in academic year 2003-04

Western: \$200 of \$500 records fee must be rebated to students who paid fee and rate increase limited to **2.4** percent of average fall/winter rate for academic year 2003-04 (records fee not included in calculations for percent increase)

Remaining 11 universities: Rate increase limited to **2.8** percent of average fall/winter rate for academic year 2003-04

Establishes reporting requirement by state budget director with input from House and Senate Fiscal Agencies, states that appropriations for compliant universities will not be reduced in FY 2004-05, and applies tuition increase limits to each semester of academic year 2004-05 (on annualized basis) compared to academic year 2003-04.

**Sec. 437. MPSERS Contribution Rate**

States legislative intent that Michigan Public School Employee Retirement System stabilization subaccount be used to provided a \$4.9 million subsidy to the FY 2004-05 payroll contribution rate for the seven participating universities.

**Sec. 440. Tuition Rate Reports**

Requires tuition and fee data to be submitted to HEIDI database by August 31, 2004, and requires report on revision to tuition and fees within 15 days of adoption.

**Sec. 450. Floor Funding**

States legislative intent for a per-student funding floor of \$4,000 based on FY 2002-03 fiscal year-equated students; specifies that these funds would be appropriated from the unreserved GF/GP balance at the close of FY 2003-04.

**Sec. 460. Student and Presidential Housing**

Requires report from each university on the condition of and costs associated with both student housing facilities and any housing facilities provided for the university's president or chancellor.

**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 the Indian Tuition Waiver Program.

**Sec. 501. Martin Luther King, Jr. – Cesar Chavez – Rosa Parks (MLK-CC-RP) Future Faculty Program**  
Provides for program intended to increase the number of minority candidates pursuing faculty teaching careers.

**Sec. 502. MLK-CC-RP College Day Program**  
Provides for program intended to introduce schoolchildren underrepresented in postsecondary education to the potential of a college education.

**Sec. 503. MLK-CC-RP Select Student Support Services Program**  
Provides for program intended to develop academically and economically disadvantaged student retention programs.

**Sec. 504. MLK-CC-RP 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. MLK-CC-RP Visiting Professors Program**  
Provides for program intended to increase the number of minority instructors and provide role models for minority students.

**Sec. 506. MLK-CC-RP Morris Hood, Jr. Educator Development Program**  
Provides for program intended to increase the number of minority students, especially males, enrolling in completing K-12 teacher education programs.

**Sec. 507. Reallocation of MLK-CC-RP Funds**  
Provides for reallocation of funds from institutions that do not 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 and excludes certain types of 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.

**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. 1201. FY 2003-04 Tuition Restraint**  
Provides that an amount equal to 3.0 percent of each university's original FY 2003-04 enacted appropriation be paid in FY 2003-04 to each university certifying by October 1, 2004, that it did not adopt an increase in its academic year 2003-04 resident undergraduate tuition and fee rate after December 1, 2003. Universities that did adopt such an increase will receive only 1/2 of the 3.0 percent appropriation amount, unless they rebate the tuition increase. Includes language shifting the appropriations from FY 2003-04 to FY 2004-05 if the Northville Psychiatric Hospital property is not sold by October 1, 2004, with intent that the funds be paid in full by October 15, 2004. (Enacting section 1 repeals section 452 of 2003 PA 237, which previously governed FY 2003-04 tuition restraint.)

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