

**SUBSTITUTE FOR
SENATE BILL NO. 753**

A bill to amend 1979 PA 94, entitled
"The state school aid act of 1979,"
by amending sections 201, 205, 206, 207a, 207b, 207c, 216c, 217,
217b, 222, 223, 229, 229a, and 230 (MCL 388.1801, 388.1805,
388.1806, 388.1807a, 388.1807b, 388.1807c, 388.1816c, 388.1817,
388.1817b, 388.1822, 388.1823, 388.1829, 388.1829a, and 388.1830),
section 201 as amended by 2023 PA 320, sections 205 and 217 as
amended by 2020 PA 165, sections 206, 207a, 207b, 207c, 223, 229a,
and 230 as amended and sections 216c and 217b as added by 2023 PA
103, section 222 as amended by 2021 PA 86, and section 229 as
amended by 2022 PA 144, and by adding sections 206a, 216e, 217c,
and 217d; 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
 2 article, the amounts listed in this section are appropriated for
 3 community colleges for the fiscal year ending September 30, ~~2024,~~
 4 **2025**, from the funds indicated in this section. The following is a
 5 summary of the appropriations in this section:

6 (a) The gross appropriation is ~~\$549,517,500.00.~~
 7 **\$470,341,700.00**. After deducting total interdepartmental grants and
 8 intradepartmental transfers in the amount of \$0.00, the adjusted
 9 gross appropriation is ~~\$549,517,500.00.~~**\$470,341,700.00**.

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

12 (i) Total federal revenues, \$0.00.

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

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

15 (iv) Total other state restricted revenues,
 16 ~~\$549,517,500.00.~~**\$469,141,600.00**.

17 (v) State general fund/general purpose money,
 18 ~~\$0.00.~~**\$1,200,100.00**.

19 (2) Subject to subsection (3), ~~the amount appropriated for~~
 20 community college operations is ~~\$357,961,900.00,~~**\$366,931,800.00**,
 21 allocated as follows:

22 (a) The appropriation for Alpena Community College is
 23 ~~\$6,327,100.00, \$6,026,800.00 for operations, \$273,800.00 for~~
 24 ~~performance funding, and \$26,500.00 for costs incurred under the~~
 25 ~~North American Indian tuition waiver.~~**\$6,493,500.00, \$6,300,600.00**
 26 **for operations, \$171,100.00 for performance funding, and \$21,800.00**
 27 **for costs incurred under the North American Indian tuition waiver.**

28 (b) The appropriation for Bay de Noc Community College is
 29 ~~\$6,299,200.00, \$5,877,000.00 for operations, \$308,300.00 for~~



1 ~~performance funding, and \$113,900.00 for costs incurred under the~~
 2 ~~North American Indian tuition waiver.~~ **\$6,473,200.00, \$6,185,300.00**
 3 **for operations, \$187,900.00 for performance funding, and**
 4 **\$100,000.00 for costs incurred under the North American Indian**
 5 **tuition waiver.**

6 (c) The appropriation for Delta College is ~~\$16,690,500.00,~~
 7 ~~\$15,888,200.00 for operations, \$754,100.00 for performance funding,~~
 8 ~~and \$48,200.00 for costs incurred under the North American Indian~~
 9 ~~tuition waiver.~~ **\$17,067,300.00, \$16,642,300.00 for operations,**
 10 **\$400,200.00 for performance funding, and \$24,800.00 for costs**
 11 **incurred under the North American Indian tuition waiver.**

12 (d) The appropriation for Glen Oaks Community College is
 13 ~~\$2,939,000.00, \$2,802,100.00 for operations, \$136,900.00 for~~
 14 ~~performance funding, and \$0.00 for costs incurred under the North~~
 15 ~~American Indian tuition waiver.~~ **\$3,015,700.00, \$2,939,000.00 for**
 16 **operations, \$74,900.00 for performance funding, and \$1,800.00 for**
 17 **costs incurred under the North American Indian tuition waiver.**

18 (e) The appropriation for Gogebic Community College is
 19 ~~\$5,367,600.00, \$5,103,300.00 for operations, \$226,400.00 for~~
 20 ~~performance funding, and \$37,900.00 for costs incurred under the~~
 21 ~~North American Indian tuition waiver.~~ **\$5,493,500.00, \$5,329,700.00**
 22 **for operations, \$115,400.00 for performance funding, and \$48,400.00**
 23 **for costs incurred under the North American Indian tuition waiver.**

24 (f) The appropriation for Grand Rapids Community College is
 25 ~~\$20,966,400.00, \$19,766,200.00 for operations, \$1,078,200.00 for~~
 26 ~~performance funding, and \$122,000.00 for costs incurred under the~~
 27 ~~North American Indian tuition waiver.~~ **\$21,521,800.00, \$20,844,400.00**
 28 **for operations, \$566,300.00 for performance funding, and**
 29 **\$111,100.00 for costs incurred under the North American Indian**



1 **tuition waiver.**

2 (g) The appropriation for Henry Ford College is
 3 ~~\$24,943,900.00, \$23,700,100.00 for operations, \$1,229,700.00 for~~
 4 ~~performance funding, and \$14,100.00 for costs incurred under the~~
 5 ~~North American Indian tuition waiver.~~**\$25,554,400.00, \$24,929,800.00**
 6 **for operations, \$618,200.00 for performance funding, and \$6,400.00**
 7 **for costs incurred under the North American Indian tuition waiver.**

8 (h) The appropriation for Jackson College is ~~\$13,887,400.00,~~
 9 ~~\$13,295,100.00 for operations, \$559,000.00 for performance funding,~~
 10 ~~and \$33,300.00 for costs incurred under the North American Indian~~
 11 ~~tuition waiver.~~**\$14,193,900.00, \$13,854,100.00 for operations,**
 12 **\$297,500.00 for performance funding, and \$42,300.00 for costs**
 13 **incurred under the North American Indian tuition waiver.**

14 (i) The appropriation for Kalamazoo Valley Community College
 15 is ~~\$14,539,400.00, \$13,776,100.00 for operations, \$705,800.00 for~~
 16 ~~performance funding, and \$57,500.00 for costs incurred under the~~
 17 ~~North American Indian tuition waiver.~~**\$14,889,900.00, \$14,481,900.00**
 18 **for operations, \$370,800.00 for performance funding, and \$37,200.00**
 19 **for costs incurred under the North American Indian tuition waiver.**

20 (j) The appropriation for Kellogg Community College is
 21 ~~\$11,290,200.00, \$10,754,400.00 for operations, \$514,800.00 for~~
 22 ~~performance funding, and \$21,000.00 for costs incurred under the~~
 23 ~~North American Indian tuition waiver.~~**\$11,567,100.00, \$11,269,200.00**
 24 **for operations, \$262,500.00 for performance funding, and \$35,400.00**
 25 **for costs incurred under the North American Indian tuition waiver.**

26 (k) The appropriation for Kirtland Community College is
 27 ~~\$3,792,900.00, \$3,577,900.00 for operations, \$195,200.00 for~~
 28 ~~performance funding, and \$19,800.00 for costs incurred under the~~
 29 ~~North American Indian tuition waiver.~~**\$3,902,300.00, \$3,773,100.00**



1 for operations, \$103,400.00 for performance funding, and \$25,800.00
 2 for costs incurred under the North American Indian tuition waiver.

3 (l) The appropriation for Lake Michigan College is
 4 ~~\$6,321,600.00, \$5,978,400.00 for operations, \$339,600.00 for~~
 5 ~~performance funding, and \$3,600.00 for costs incurred under the~~
 6 ~~North American Indian tuition waiver.~~ \$6,474,300.00, \$6,318,000.00
 7 for operations, \$150,300.00 for performance funding, and \$6,000.00
 8 for costs incurred under the North American Indian tuition waiver.

9 (m) The appropriation for Lansing Community College is
 10 ~~\$35,752,700.00, \$34,228,900.00 for operations, \$1,460,300.00 for~~
 11 ~~performance funding, and \$63,500.00 for costs incurred under the~~
 12 ~~North American Indian tuition waiver.~~ \$36,512,300.00, \$35,689,200.00
 13 for operations, \$741,900.00 for performance funding, and \$81,200.00
 14 for costs incurred under the North American Indian tuition waiver.

15 (n) The appropriation for Macomb Community College is
 16 ~~\$37,661,900.00, \$35,911,900.00 for operations, \$1,723,500.00 for~~
 17 ~~performance funding, and \$26,500.00 for costs incurred under the~~
 18 ~~North American Indian tuition waiver.~~ \$38,534,300.00, \$37,635,400.00
 19 for operations, \$875,200.00 for performance funding, and \$23,700.00
 20 for costs incurred under the North American Indian tuition waiver.

21 (o) The appropriation for Mid Michigan Community College is
 22 ~~\$5,798,500.00, \$5,458,100.00 for operations, \$284,800.00 for~~
 23 ~~performance funding, and \$55,600.00 for costs incurred under the~~
 24 ~~North American Indian tuition waiver.~~ \$5,975,200.00, \$5,742,900.00
 25 for operations, \$156,800.00 for performance funding, and \$75,500.00
 26 for costs incurred under the North American Indian tuition waiver.

27 (p) The appropriation for Monroe County Community College is
 28 ~~\$5,286,800.00, \$5,003,600.00 for operations, \$281,100.00 for~~
 29 ~~performance funding, and \$2,100.00 for costs incurred under the~~

1 ~~North American Indian tuition waiver.~~ ~~\$5,426,200.00, \$5,284,700.00~~
 2 ~~for operations, \$139,700.00 for performance funding, and \$1,800.00~~
 3 ~~for costs incurred under the North American Indian tuition waiver.~~

4 (q) The appropriation for Montcalm Community College is
 5 ~~\$3,966,700.00, \$3,758,900.00 for operations, \$198,300.00 for~~
 6 ~~performance funding, and \$9,500.00 for costs incurred under the~~
 7 ~~North American Indian tuition waiver.~~ ~~\$4,086,000.00, \$3,957,200.00~~
 8 ~~for operations, \$126,900.00 for performance funding, and \$1,900.00~~
 9 ~~for costs incurred under the North American Indian tuition waiver.~~

10 (r) The appropriation for C.S. Mott Community College is
 11 ~~\$17,823,200.00, \$17,098,300.00 for operations, \$693,400.00 for~~
 12 ~~performance funding, and \$31,500.00 for costs incurred under the~~
 13 ~~North American Indian tuition waiver.~~ ~~\$18,174,400.00, \$17,791,700.00~~
 14 ~~for operations, \$376,900.00 for performance funding, and \$5,800.00~~
 15 ~~for costs incurred under the North American Indian tuition waiver.~~

16 (s) The appropriation for Muskegon Community College is
 17 ~~\$10,223,600.00, \$9,733,400.00 for operations, \$477,500.00 for~~
 18 ~~performance funding, and \$12,700.00 for costs incurred under the~~
 19 ~~North American Indian tuition waiver.~~ ~~\$10,480,600.00, \$10,210,900.00~~
 20 ~~for operations, \$248,400.00 for performance funding, and \$21,300.00~~
 21 ~~for costs incurred under the North American Indian tuition waiver.~~

22 (t) The appropriation for North Central Michigan College is
 23 ~~\$4,011,000.00, \$3,615,900.00 for operations, \$252,900.00 for~~
 24 ~~performance funding, and \$142,200.00 for costs incurred under the~~
 25 ~~North American Indian tuition waiver.~~ ~~\$4,162,800.00, \$3,868,800.00~~
 26 ~~for operations, \$131,500.00 for performance funding, and~~
 27 ~~\$162,500.00 for costs incurred under the North American Indian~~
 28 ~~tuition waiver.~~

29 (u) The appropriation for Northwestern Michigan College is



1 ~~\$10,650,300.00, \$10,006,800.00 for operations, \$466,500.00 for~~
 2 ~~performance funding, and \$177,000.00 for costs incurred under the~~
 3 ~~North American Indian tuition waiver.~~**\$10,914,300.00, \$10,473,300.00**
 4 **for operations, \$244,200.00 for performance funding, and**
 5 **\$196,800.00 for costs incurred under the North American Indian**
 6 **tuition waiver.**

7 (v) The appropriation for Oakland Community College is
 8 ~~\$24,755,900.00, \$23,469,500.00 for operations, \$1,264,100.00 for~~
 9 ~~performance funding, and \$22,300.00 for costs incurred under the~~
 10 ~~North American Indian tuition waiver.~~**\$25,428,100.00, \$24,733,600.00**
 11 **for operations, \$660,700.00 for performance funding, and \$33,800.00**
 12 **for costs incurred under the North American Indian tuition waiver.**

13 (w) The appropriation for Schoolcraft College is
 14 ~~\$14,742,500.00, \$13,939,500.00 for operations, \$772,300.00 for~~
 15 ~~performance funding, and \$30,700.00 for costs incurred under the~~
 16 ~~North American Indian tuition waiver.~~**\$15,166,400.00, \$14,711,800.00**
 17 **for operations, \$433,600.00 for performance funding, and \$21,000.00**
 18 **for costs incurred under the North American Indian tuition waiver.**

19 (x) The appropriation for Southwestern Michigan College is
 20 ~~\$7,695,500.00, \$7,332,800.00 for operations, \$350,000.00 for~~
 21 ~~performance funding, and \$12,700.00 for costs incurred under the~~
 22 ~~North American Indian tuition waiver.~~**\$7,885,400.00, \$7,682,800.00**
 23 **for operations, \$173,100.00 for performance funding, and \$29,500.00**
 24 **for costs incurred under the North American Indian tuition waiver.**

25 (y) The appropriation for St. Clair County Community College
 26 is ~~\$8,226,400.00, \$7,786,600.00 for operations, \$423,800.00 for~~
 27 ~~performance funding, and \$16,000.00 for costs incurred under the~~
 28 ~~North American Indian tuition waiver.~~**\$8,453,900.00, \$8,210,400.00**
 29 **for operations, \$219,400.00 for performance funding, and \$24,100.00**



1 **for costs incurred under the North American Indian tuition waiver.**

2 (z) The appropriation for Washtenaw Community College is
 3 ~~\$15,938,200.00, \$14,851,300.00 for operations, \$1,074,200.00 for~~
 4 ~~performance funding, and \$12,700.00 for costs incurred under the~~
 5 ~~North American Indian tuition waiver.~~**\$16,503,200.00, \$15,925,500.00**
 6 **for operations, \$553,100.00 for performance funding, and \$24,600.00**
 7 **for costs incurred under the North American Indian tuition waiver.**

8 (aa) The appropriation for Wayne County Community College is
 9 ~~\$19,197,900.00, \$18,376,100.00 for operations, \$817,200.00 for~~
 10 ~~performance funding, and \$4,600.00 for costs incurred under the~~
 11 ~~North American Indian tuition waiver.~~**\$19,642,700.00, \$19,193,300.00**
 12 **for operations, \$445,000.00 for performance funding, and \$4,400.00**
 13 **for costs incurred under the North American Indian tuition waiver.**

14 (bb) The appropriation for West Shore Community College is
 15 ~~\$2,865,600.00, \$2,721,000.00 for operations, \$130,200.00 for~~
 16 ~~performance funding, and \$14,400.00 for costs incurred under the~~
 17 ~~North American Indian tuition waiver.~~**\$2,939,100.00, \$2,851,200.00**
 18 **for operations, \$75,900.00 for performance funding, and \$12,000.00**
 19 **for costs incurred under the North American Indian tuition waiver.**

20 (3) The amount appropriated in subsection (2) for community
 21 college operations is ~~\$357,961,900.00~~**\$366,931,800.00** and is
 22 appropriated from the state school aid fund.

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

25 (a) Subject to section 207a, the amount appropriated for
 26 fiscal year ~~2023-2024~~**2024-2025** to offset certain fiscal year ~~2023-~~
 27 ~~2024~~**2024-2025** retirement contributions is \$7,189,000.00,
 28 appropriated from the state school aid fund.

29 (b) For fiscal year ~~2023-2024~~**, 2024-2025**, there is allocated



1 an amount not to exceed ~~\$23,000,000.00~~ **\$21,800,000.00** for payments
2 to participating community colleges, appropriated from the state
3 school aid fund. A community college that receives money under this
4 subdivision shall use that money solely for the purpose of
5 offsetting the normal cost contribution rate.

6 (5) From the appropriations described in subsection (1),
7 subject to section 207b, the amount appropriated for payments to
8 community colleges that are participating entities of the
9 retirement system is ~~\$105,800,000.00~~, **\$62,100,000.00**, appropriated
10 from the state school aid fund.

11 (6) From the appropriations described in subsection (1),
12 subject to section 207c, the amount appropriated for renaissance
13 zone tax reimbursements is \$2,200,000.00, appropriated from the
14 state school aid fund. Each community college receiving funds in
15 this subsection shall accrue these payments to its institutional
16 fiscal year ending June 30, ~~2024~~. **2025**.

17 ~~(7) For fiscal year 2023-2024 only, from the appropriations~~
18 ~~described in subsection (1), the amount appropriated for career and~~
19 ~~education navigators for adult learners is \$5,000,000.00,~~
20 ~~appropriated from the state school aid fund. Community colleges,~~
21 ~~partnering with 1 or more county governments, where practicable,~~
22 ~~may apply for grant funding through the Office of Sixty by 30 in~~
23 ~~the department of labor and economic opportunity to supplement or~~
24 ~~create navigation efforts of adult learners. The Office of Sixty by~~
25 ~~30 shall issue a report including, but not limited to, the number~~
26 ~~of grants awarded, a list of community colleges awarded grants and~~
27 ~~the amounts, and the amount of unexpended funds remaining at the~~
28 ~~end of the fiscal year. The report must be issued to the house and~~
29 ~~senate appropriations subcommittees on community colleges, the~~



1 ~~house and senate fiscal agencies, and the state budget director by~~
 2 ~~September 30, 2024.~~

3 ~~(8) For fiscal year 2023-2024 only, from the appropriations~~
 4 ~~described in subsection (1), the amount appropriated for the~~
 5 ~~Michigan Reconnect Entry Point Program is \$5,000,000.00,~~
 6 ~~appropriated from the state school aid fund. Community colleges,~~
 7 ~~partnering with 1 or more county governments, where practicable,~~
 8 ~~may apply for grant funding through the Office of Sixty by 30 in~~
 9 ~~the department of labor and economic opportunity to engage Michigan~~
 10 ~~reconnect grant applicants who have been approved for funding but~~
 11 ~~have not enrolled in a postsecondary or eligible Michigan reconnect~~
 12 ~~program and work to identify and resolve barriers preventing~~
 13 ~~enrollment. The Office of Sixty by 30 shall issue a report~~
 14 ~~including, but not limited to, the number of grants awarded, a list~~
 15 ~~of community colleges awarded grants and the amounts, a list of any~~
 16 ~~counties that partnered with a community college for a grant under~~
 17 ~~this section, and the amount of unexpended funds remaining at the~~
 18 ~~end of the fiscal year. The report must be issued to the house and~~
 19 ~~senate appropriations subcommittees on community colleges, the~~
 20 ~~house and senate fiscal agencies, and the state budget director by~~
 21 ~~September 30, 2024.~~

22 ~~(7) (9) For fiscal year 2023-2024~~ **2024-2025** ~~only, from the~~
 23 ~~appropriations described in subsection (1), subject to sections~~
 24 ~~216c and 216d, the amount appropriated for infrastructure,~~
 25 ~~technology, equipment, maintenance, housing, and safety is~~
 26 ~~\$32,836,600.00, \$100.00, appropriated from the state school aid~~
 27 ~~fund.~~ **general fund/general purpose money.**

28 ~~(10) For fiscal year 2023-2024 only, from the appropriations~~
 29 ~~described in subsection (1), \$5,000,000.00 is appropriated from the~~



1 ~~state school aid fund for critical incident mapping. These funds~~
 2 ~~must be distributed to community colleges proportionately to the~~
 3 ~~amounts in subsection (2) for operations.~~

4 ~~(11) From the appropriations described in subsection (1), the~~
 5 ~~amount appropriated for Michigan workforce development projects is~~
 6 ~~\$530,000.00, appropriated from the state school aid fund. These~~
 7 ~~funds must be awarded to Kalamazoo Valley Community College, and~~
 8 ~~must be used by that college in conjunction with the college's wind~~
 9 ~~turbine program for curriculum development for programs in 1 or~~
 10 ~~more of the following areas:~~

11 ~~(a) Electric vehicle battery installation and repair.~~

12 ~~(b) Electric vehicle charger installation for residential~~
 13 ~~applications, commercial applications, or both.~~

14 ~~(c) Residential and community scale solar panel installation,~~
 15 ~~maintenance, and repair.~~

16 ~~(12) For fiscal year 2023-2024 only, from the appropriations~~
 17 ~~described in subsection (1), \$5,000,000.00 is appropriated from the~~
 18 ~~state school aid fund to Washtenaw Community College for costs~~
 19 ~~related to the college's involvement with a semiconductor research~~
 20 ~~alliance.~~

21 **(8) For fiscal year 2024-2025 only, from the appropriations**
 22 **described in subsection (1), subject to section 216e, \$8,920,800.00**
 23 **is appropriated from the state school aid fund for institutional**
 24 **best practices one-time incentive.**

25 **(9) For fiscal year 2024-2025 only, from the appropriations**
 26 **described in subsection (1), \$850,000.00 is appropriated from state**
 27 **general fund/general purpose money to the Michigan Community**
 28 **Colleges Association for the local heroes program.**

29 **(10) For fiscal year 2024-2025 only, from the appropriations**



1 described in subsection (1), \$350,000.00 is appropriated from state
 2 general fund/general purpose money to Kalamazoo Valley Community
 3 College for internet accessibility improvements.

4 Sec. 205. To the extent possible, the principal executive
 5 officer of each community college that receives appropriations in
 6 section 201 shall take all reasonable steps to ensure ~~businesses in~~
 7 ~~deprived and depressed communities~~ **that geographically**
 8 **disadvantaged business enterprises** compete for and perform
 9 contracts to provide services or supplies, or both. Each principal
 10 executive officer shall strongly encourage businesses with which
 11 the community college contracts to subcontract with certified
 12 ~~businesses in depressed and deprived communities~~ **geographically**
 13 **disadvantaged business enterprises** for services or supplies, or
 14 both. **As used in this section, "geographically disadvantaged**
 15 **business enterprises" means that term as defined in Executive**
 16 **Directive No. 2019-08.**

17 Sec. 206. (1) Except for the funds appropriated in section
 18 201(4)(b), the funds appropriated in section 201 are appropriated
 19 for community colleges with fiscal years ending June 30, ~~2024-2025~~
 20 and must be paid out of the state treasury and distributed by the
 21 state treasurer to the respective community colleges in 11 monthly
 22 installments on the sixteenth of each month, or the next succeeding
 23 business day, beginning with October 16, ~~2023-2024~~. Each community
 24 college shall accrue its July and August ~~2024-2025~~ payments to its
 25 institutional fiscal year ending June 30, ~~2024-2025~~.

26 (2) The funds appropriated in section 201(4)(b) are
 27 appropriated for community colleges with fiscal years ending June
 28 30, ~~2024-2025~~ and must be distributed to the respective community
 29 colleges in quarterly installments on the sixteenth of each



1 November, February, May, and August. Each community college shall
 2 accrue its August ~~2024-2025~~ payments to its institutional fiscal
 3 year ending June 30, ~~2024-2025~~.

4 **Sec. 206a. If the superintendent of public instruction**
 5 **determines that a public school academy authorized by a community**
 6 **college receiving an appropriation under section 201 that is**
 7 **designated as a partnership district under section 22p has failed**
 8 **to meet the requirements under section 22p and has elected to**
 9 **withhold funds appropriated under section 22b, the superintendent**
 10 **of public instruction must inform the state budget director. The**
 11 **state budget director may withhold up to 3% of the monthly payments**
 12 **under section 206(1) for the authorizing community college until**
 13 **the superintendent of public instruction notifies the state budget**
 14 **director that the public school academy has become compliant with**
 15 **section 22p.**

16 Sec. 207a. The following apply to the allocation of the fiscal
 17 year ~~2023-2024-2024-2025~~ appropriations described in section
 18 201(4):

19 (a) A community college that receives money under section
 20 201(4) shall use that money solely for the purpose of offsetting a
 21 portion of the retirement contributions owed by the college for
 22 that fiscal year.

23 (b) The amount allocated to each participating community
 24 college under section 201(4) (a) must be based on each college's
 25 percentage of the total covered payroll for all community colleges
 26 that are participating colleges in the immediately preceding fiscal
 27 year.

28 (c) The amount allocated to each participating community
 29 college under section 201(4) (b) must be based on each college's



1 reported quarterly payroll for members for the current fiscal year.

2 Sec. 207b. All of the following apply to the allocation of the
3 fiscal year ~~2023-2024~~**2024-2025** appropriations described in section
4 201(5) for payments to community colleges that are participating
5 entities of the retirement system:

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

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

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

26 Sec. 207c. All of the following apply to the allocation of the
27 appropriations described in section 201(6) to community colleges
28 described in section 12(3) of the Michigan renaissance zone act,
29 1996 PA 376, MCL 125.2692:



1 (a) The amount allocated to each community college under
 2 section 201(6) for fiscal year ~~2023-2024~~**2024-2025** must be based on
 3 that community college's proportion of total revenue lost by
 4 community colleges as a result of the exemption of property taxes
 5 levied in ~~2023-2024~~ under the Michigan renaissance zone act, 1996
 6 PA 376, MCL 125.2681 to 125.2696.

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

13 Sec. 216c. (1) Funds appropriated in section ~~201(9)~~**201(7)** for
 14 infrastructure, technology, equipment, maintenance, housing, and
 15 safety are intended to be used for necessary improvements and
 16 deferred maintenance of community college buildings, facilities,
 17 and other physical infrastructure; necessary improvements and
 18 deferred maintenance of information technology, other technology
 19 infrastructure, and other equipment; and other purposes related to
 20 infrastructure, technology, equipment, and maintenance. A community
 21 college may also use these funds to construct, renovate, or
 22 purchase student housing or to upgrade safety and security
 23 infrastructure. These funds are not intended to be used for any
 24 other purpose than what is specified in this section.

25 (2) ~~To receive funds under this section, a community college~~
 26 ~~must certify to the state budget director by January 1, 2024 that~~
 27 ~~it did not receive an appropriation for a planning or construction~~
 28 ~~authorization for a capital outlay project between January 1, 2023~~
 29 ~~and December 15, 2023.~~



1 ~~(3) Funds appropriated in section 201(9) are distributed to~~
 2 ~~each community college that certified it did not receive a capital~~
 3 ~~outlay appropriation under subsection (2).~~ The payment for each
 4 college **under subsection (1)** must be calculated based on each
 5 college's respective share of total fiscal year equated students as
 6 reported to the Michigan community college data inventory for the
 7 fiscal year ending September 30, ~~2022~~**2023** for all community
 8 colleges that receive a payment under this section. Payments to
 9 community colleges under this section must be distributed in 1 lump
 10 sum to each institution with the ~~January~~**October** 16, 2024 payment
 11 described in section 206(1).

12 **Sec. 216e. (1) Funds appropriated in section 201(8) for**
 13 **institutional best practices one-time incentive must be distributed**
 14 **to each community college that certifies to the state budget**
 15 **director by December 1, 2024, all of the following:**

16 (a) That the community college requires the following for all
 17 degree- or certificate-seeking students:

18 (i) Participation in institutional orientation.

19 (ii) Participation in career and academic pathway exploration
 20 support that includes assistance from the community college in
 21 choosing an appropriate academic program.

22 (iii) Receipt of an academic course plan that would result in
 23 the on-time completion of the student's chosen program within the
 24 student's first semester of enrollment at the community college.

25 (b) That the community college requires all students to
 26 receive an academic degree or certificate map that outlines
 27 required course sequencing, program and institution requirements,
 28 declared minor program academic requirements, and a recommended
 29 timeline of which courses should be taken in which specific



1 semester or term in order to satisfy all program requirements to
2 allow the student to graduate on time.

3 (c) That the community college has a policy and process for
4 assessing prior learning and knowledge that aligns with a student's
5 academic program and other required coursework. The policy must
6 include the opportunity for a student to earn credit toward a
7 degree or certificate, must be available to all students at no cost
8 to the student, and must be easily accessible on the community
9 college's website and in admissions material.

10 (d) That the community college has adopted a co-requisite
11 model of academic support for gateway English and mathematics
12 courses in which a student concurrently enrolls in a developmental
13 education course and a gateway-level course in a subject area where
14 the student requires remediation. The college shall ensure that not
15 more than 10% of students assessed as being in need of
16 developmental or remedial learning participate in a non-co-
17 requisite developmental or remedial course.

18 (e) That the community college provides non-credit-bearing
19 developmental or remedial courses under subdivision (d) at no cost
20 to students.

21 (f) That the community college provides each degree- or
22 certificate-seeking student with a designated, trained academic
23 advisor to support student retention, persistence, and completion.
24 The community college shall require students to meet with their
25 academic advisor at least once per semester or term.

26 (2) The payment to each community college that certifies
27 compliance under subsection (1) is that community college's
28 performance funding amount under section 201(2) divided by the
29 total performance funding amounts appropriated under section 201(2)



1 for each community college that certified compliance under
 2 subsection (1), multiplied by the amount appropriated under section
 3 201(8).

4 (3) Payments to community colleges under this section must be
 5 distributed in 1 lump sum to each institution with the January 16,
 6 2025 payment described in section 206(1).

7 Sec. 217. (1) The center shall do all of the following:

8 (a) Establish, maintain, and coordinate the state community
 9 college database commonly known as the "Michigan Community College
 10 Data Inventory".

11 (b) Collect data concerning community colleges and community
 12 college programs in this state, including data required by law.

13 (c) Establish procedures to ensure the validity and
 14 reliability of the data and the collection process.

15 (d) Develop model data collection policies, including, but not
 16 limited to, policies that ensure the privacy of any individual
 17 student data. Privacy policies ~~shall~~**must** ensure that student
 18 Social Security numbers are not released to the public for any
 19 purpose.

20 (e) Provide data in a useful manner to allow state
 21 policymakers and community college officials to make informed
 22 policy decisions.

23 (f) Compile and publish electronically the demographic
 24 enrollment profile.

25 (g) Compile and publish the community college performance
 26 improvement and performance completion rate data to support the
 27 performance funding formula metrics specified in section 230(1)(c)
 28 and (e).

29 (2) There is created within the center the Michigan Community



1 College Data Inventory advisory committee. The committee shall
 2 provide advice to the director of the center regarding the
 3 management of the state community college database, including, but
 4 not limited to:

5 (a) Determining what data are necessary to collect and
 6 maintain to enable state and community college officials to make
 7 informed policy decisions.

8 (b) Defining the roles of all stakeholders in the data
 9 collection system.

10 (c) Recommending timelines for the implementation and ongoing
 11 collection of data.

12 (d) Establishing and maintaining data definitions, data
 13 transmission protocols, and system specifications and procedures
 14 for the efficient and accurate transmission and collection of data.

15 (e) Establishing and maintaining a process for ensuring the
 16 accuracy of the data.

17 (f) Establishing and maintaining policies related to data
 18 collection, including, but not limited to, privacy policies related
 19 to individual student data.

20 (g) Ensuring that the data are made available to state
 21 policymakers and citizens of this state in the most useful format
 22 possible.

23 (h) Addressing other matters as determined by the director of
 24 the center or as required by law.

25 (3) The Michigan Community College Data Inventory advisory
 26 committee created in subsection (2) ~~shall consist~~ **consists** of the
 27 following members:

28 (a) One representative from the house fiscal agency, appointed
 29 by the director of the house fiscal agency.



1 (b) One representative from the senate fiscal agency,
2 appointed by the director of the senate fiscal agency.

3 (c) One representative from the department of labor and
4 economic opportunity, appointed by the director of the department
5 of labor and economic opportunity.

6 (d) One representative from the center, appointed by the
7 director of the center.

8 (e) One representative from the state budget office, appointed
9 by the state budget director.

10 **(f) One representative from the department of lifelong**
11 **education, advancement, and potential, appointed by the director of**
12 **the department of lifelong education, advancement, and potential.**

13 **(g) ~~(f)~~**—One representative from the governor's policy office,
14 appointed by that office.

15 **(h) ~~(g)~~**—Four representatives of the Michigan Community College
16 Association, appointed by the president of the association, that
17 represent a diverse mix of college sizes.

18 Sec. 217b. (1) Each community college that receives an
19 appropriation in section 201 shall report to the center by the last
20 business day of August of each year the tuition and mandatory fees
21 paid by a full-time in-district student and a full-time out-of-
22 district student as established by the community college governing
23 board for the current academic year. This report should also
24 include the annual cost of tuition and fees based on a full-time
25 course load of 30 credits. This report must also specify the amount
26 that tuition and fees have increased for the community college from
27 the prior academic year. Each community college shall also report
28 any revisions to the reported current academic year tuition and
29 mandatory fees adopted by the community college governing board to



1 the center within 15 days of being adopted. The center shall
 2 provide this information and any revisions to the house and senate
 3 fiscal agencies and the state budget director.

4 (2) Each community college that receives an appropriation in
 5 section 201 shall certify to the state budget director by the last
 6 business day of August **of each year** that its board will not adopt
 7 an increase in tuition and fee rates for in-district students for
 8 the ~~2023-2024~~ **2024-2025** academic year that is greater than 4.5% or
 9 ~~\$205.00,~~ **\$217.00**, whichever is greater. As used in this subsection:

10 (a) "Fee" means any board-authorized fee that will be paid by
 11 more than 1/2 of all in-district students at least once during
 12 their enrollment at a community college. A community college
 13 increasing a fee that applies to a specific subset of students or
 14 courses shall provide sufficient information to prove that the
 15 increase applied to that subset will not cause the increase in the
 16 average amount of board-authorized total tuition and fees paid by
 17 in-district students in the ~~2023-2024~~ **2024-2025** academic year to
 18 exceed the limit established in this section.

19 (b) "Tuition and fee rate" means the average of full-time
 20 rates paid by a majority of students in each class, based on an
 21 unweighted average of the rates authorized by the community college
 22 board and actually charged to students, deducting any uniformly
 23 rebated or refunded amounts, for the 2 semesters with the highest
 24 levels of full-time equated in-district enrollment during the
 25 academic year.

26 (3) Community colleges that exceed the tuition and fee rate
 27 cap described in subsection (2) are not eligible to receive
 28 payments under section 201 for performance funding for fiscal year
 29 ~~2023-2024.~~ **2024-2025.**



1 (4) Notwithstanding any other provision of this act, the
2 legislature may at any time adjust appropriations for a community
3 college that adopts an increase in tuition and fee rates for in-
4 district students that exceeds the rate cap established in
5 subsection (2).

6 **Sec. 217c. (1) Not later than December 1 of each year, each**
7 **community college or federally recognized tribal college that, in**
8 **the current or previous academic year, serves or has served as an**
9 **authorizing body shall submit a report to the house and senate**
10 **appropriations subcommittees on higher education, the house and**
11 **senate fiscal agencies, the state budget director, and the**
12 **department of education containing, at a minimum, all of the**
13 **following information, as applicable:**

14 (a) A list of all of the schools currently authorized, and the
15 following information for each school:

16 (i) The year in which the school was authorized.

17 (ii) The location of each school.

18 (iii) The owner of the property at which each school is located
19 and the physical buildings utilized by the school, as applicable.

20 (b) A list identifying any schools that were closed or lost
21 their authorization in the current or previous academic year.

22 (c) A description of any new contracts for the operation of a
23 public school academy that will operate as the successor to a
24 public school academy that is currently being operated under a
25 contract issued by another authorizing body that is currently
26 performing in the bottom 5% of schools.

27 (d) The academic performance of each school currently
28 authorized, including whether a school is identified by the
29 department of education as a partnership school. If a school is



1 identified as a partnership school under this subdivision, the
2 authorizing body must include a description of corrective actions
3 in the school's partnership agreement, the duration of the
4 partnership agreement, and an assessment of progress toward
5 improvement.

6 (e) The total enrollment of each school at the time of
7 submission, the grades served, and student turnover rate compared
8 to the previous academic year, as applicable.

9 (f) Aggregated student enrollment data for students with an
10 individualized education program as well as the total amount of
11 special education cost reimbursements received by each school
12 during the school's most recently completed fiscal year.

13 (g) The total number of fees, reimbursements, contributions,
14 or charges permitted under section 502(6) of the revised school
15 code, 1976 PA 451, MCL 380.502, that are assigned to each school
16 currently authorized in a single academic year.

17 (h) The names of the members of the board of directors of each
18 school currently authorized, the date that each member of each
19 board was appointed, and a description of the methodology used by
20 the authorizing body to select members for the boards of directors
21 for each school currently authorized by the authorizing body.

22 (i) The name of the applicant who applied and received
23 approval to organize each currently authorized school.

24 (j) The list of contracts and length of their terms, with
25 education service providers associated with each school currently
26 authorized pursuant to section 502 of the revised school code, 1976
27 PA 451, MCL 380.502, as applicable. The contracts described in this
28 subdivision include, but are not limited to, those described in
29 section 502(2) (d) of the revised school code, 1 1976 PA 451, MCL



1 380.502.

2 (k) Activities undertaken by each authorizing body to ensure
3 that the board of directors of each school complies with the open
4 meetings act, 1976 PA 267, MCL 15.261 to 15.275, the freedom of
5 information act, 1976 PA 442, MCL 15.231 to 15.246, and laws
6 prohibiting conflicts of interest.

7 (l) A description of the activities undertaken by the
8 authorizing body to meet the functions of an authorizing body under
9 section 502 of the revised school code, 1976 PA 451, MCL 380.502,
10 as applicable.

11 (m) A financial report of the authorizing body's use of fees,
12 reimbursements, contributions, or charges collected or retained
13 under section 502(6) of the revised school code, 1976 PA 451, MCL
14 380.502. This report must include all of the following, at a
15 minimum:

16 (i) The total amount of fees collected or retained under
17 section 502(6) of the revised school code, 1976 PA 451, MCL
18 380.502, by the authorizing body for the authorizing body's most
19 recent fiscal year.

20 (ii) The amount of funds reported under subparagraph (i) that
21 were spent on compensation for faculty and staff employed primarily
22 to meet the functions of an authorizing body. For the purpose of
23 this subparagraph, an employee is presumed to be primarily employed
24 to meet the functions of an authorizing body if that employee
25 spends more than 50% of the employee's time on those activities.

26 (iii) The number of positions, organized by job title,
27 associated with expenditures reported under subparagraph (ii).

28 (iv) The amount of funds reported under subparagraph (i) that
29 were spent on contractual services to meet the functions of an



1 authorizing body.

2 (v) The amount of funds reported under subparagraph (i) that
3 were spent on other overhead costs to meet the functions of an
4 authorizing body.

5 (vi) The amount of funds reported under subparagraph (i) that
6 were transferred to another operating unit within the community
7 college or federally recognized tribal college.

8 (vii) The amount of funds reported under subparagraph (i) that
9 were spent on activities other than functioning as an authorizing
10 body, including a list of those activities and the amount
11 associated with each activity.

12 (n) An executive summary section that provides relevant
13 summary data for reporting requirements under subdivisions (a) to
14 (m) .

15 (2) A report submitted under this section must be in a format
16 that meets accessibility standards for viewing on the internet
17 under the Americans with disabilities act of 1990, Public Law 101-
18 336.

19 (3) The department of education shall compile and publish on
20 its website the reports required in this section no later than
21 January 15 of each year.

22 (4) In addition to the reporting requirements under this
23 section, each authorizing body that receives an appropriation under
24 section 201 shall adopt a facilities policy that would ensure that
25 any structures or other property vacated by a public school academy
26 that ceases operation not contribute to blight in the surrounding
27 neighborhood or community in which the school had previously
28 operated.

29 (5) As used in this section, "authorizing body" means that



1 term as defined in section 501 of the revised school code, 1976 PA
2 451, MCL 380.501.

3 Sec. 217d. Not later than December 1 of each year, each
4 community college that receives an appropriation in section 201
5 shall provide a report to the house and senate appropriations
6 subcommittees on higher education, the house and senate fiscal
7 agencies, and the state budget director providing an itemized cost
8 of attendance for full-time students attending that community
9 college for the current and previous 2 academic years.

10 Sec. 222. Each community college shall have an annual audit of
11 all income and expenditures performed by an independent auditor and
12 shall furnish the independent auditor's management letter and an
13 annual audited accounting of all general and current funds income
14 and expenditures including audits of college foundations to the
15 center before November 15 of each year. The center shall provide
16 this information to members of the senate and house appropriations
17 subcommittees on community colleges, the senate and house fiscal
18 agencies, the auditor general, the department of labor and economic
19 opportunity, **the department of lifelong education, advancement, and**
20 **potential**, and the state budget director. If a community college
21 fails to furnish the audit materials, the monthly state aid
22 installments ~~shall~~**must** be withheld from that college until the
23 information is submitted. All reporting ~~shall~~**must** conform to the
24 requirements set forth in the "2001 Manual for Uniform Financial
25 Reporting, Michigan Public Community Colleges". A community college
26 shall make the information the community college is required to
27 provide under this section available to the public on its website.

28 Sec. 223. (1) By January 15 of each year, the department of
29 ~~civil rights~~**lifelong education, advancement, and potential** shall



1 submit to the state budget director, the house and senate
2 appropriations subcommittees on community colleges, and the house
3 and senate fiscal agencies a report on North American Indian
4 tuition waivers for the preceding academic year that includes, but
5 is not limited to, all of the following information:

6 (a) The number of waiver applications received and the number
7 of waiver applications approved.

8 (b) For each community college submitting information under
9 subsection (2), all of the following:

10 (i) The number of North American Indian students enrolled each
11 term for the previous academic year.

12 (ii) The number of North American Indian waivers granted each
13 term, including continuing education students, and the monetary
14 value of the waivers for the previous academic year.

15 (iii) The number of North American Indian students who receive a
16 granted waiver for the previous academic year.

17 (iv) The number of students attending under a North American
18 Indian tuition waiver who withdrew from the college each term
19 during the previous academic year. For purposes of this
20 subparagraph, a withdrawal occurs when a student who has been
21 awarded the waiver withdraws from the institution at any point
22 during the term, regardless of enrollment in subsequent terms.

23 (v) The number of students attending under a North American
24 Indian tuition waiver who successfully transfer to a 4-year public
25 or private university, or complete a degree or certificate program,
26 separated by degree or certificate level, and the graduation rate
27 for students attending under a North American Indian tuition waiver
28 who complete a degree or certificate within 150% of the normal time
29 to complete, separated by the level of the degree or certificate.



1 (2) By January 1 of each year, a community college that
 2 receives an appropriation in section 201 or a tribal institution
 3 that receives funding for the North American Indian tuition waiver
 4 shall provide to the department of ~~civil rights~~ **lifelong education,**
 5 **advancement, and potential** any information necessary for preparing
 6 the report described in subsection (1), using guidelines and
 7 procedures developed by the department of ~~civil rights~~ **lifelong**
 8 **education, advancement, and potential.**

9 (3) The department of ~~civil rights~~ **lifelong education,**
 10 **advancement, and potential** may consolidate the report required
 11 under this section with the report required under section 268, but
 12 a consolidated report must separately identify data for
 13 universities and data for community colleges.

14 Sec. 229. (1) Each community college that receives an
 15 appropriation in section 201 is expected to include in its
 16 admission application process a specific question as to whether an
 17 applicant for admission has ever served or is currently serving in
 18 the United States Armed Forces or is the spouse or dependent of an
 19 individual who has served or is currently serving in the United
 20 States Armed Forces, in order to more quickly identify potential
 21 educational assistance available to that applicant.

22 (2) It is expected that each community college that receives
 23 an appropriation in section 201 will work with the house and senate
 24 appropriations subcommittees on community colleges, the Michigan
 25 Community College Association, and veterans groups to review the
 26 issue of in-district tuition for veterans of this state when
 27 determining tuition rates and fees.

28 (3) Each community college that receives an appropriation in
 29 section 201 is expected to provide reasonable programming and



1 scheduling accommodations necessary to facilitate a student's
 2 military, National Guard, or military reserves duties and training
 3 obligations.

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

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

14 (a) Inform the applicant that ~~he or she~~ **the applicant** may
 15 receive academic credit for college-level training and education ~~he~~
 16 ~~or she~~ **the applicant** received while serving in the military.

17 (b) Inform the applicant that ~~he or she~~ **the applicant** may
 18 submit a transcript of ~~his or her~~ **the applicant's** college-level
 19 military training and education to the community college.

20 (c) If the applicant submits a transcript described in
 21 subdivision (b), evaluate that transcript and notify the applicant
 22 of what transfer credits are available to the applicant from the
 23 community college for ~~his or her~~ **the applicant's** college-level
 24 military training and education.

25 (6) As used in this section:

26 (a) "Transcript" includes a joint services transcript prepared
 27 for the applicant under the American Council on Education registry
 28 of credit recommendations.

29 (b) "Veteran" means an honorably discharged veteran entitled



1 to educational assistance under section 5003 of the post-911
 2 veterans educational assistance act of 2008, 38 USC 3301 to 3327.

3 Sec. 229a. Included in the fiscal year ~~2023-2024~~**2024-2025**
 4 appropriations for the department of technology, management, and
 5 budget are appropriations totaling ~~\$33,081,600.00~~**\$33,481,600.00** to
 6 provide funding for the state share of costs for previously
 7 constructed capital projects for community colleges. Those
 8 appropriations for state building authority rent represent
 9 additional state general fund support for community colleges, and
 10 the following is an estimate of the amount of that support to each
 11 community college:

- 12 (a) Alpena Community College, ~~\$886,800.00~~**\$858,200.00**.
 13 (b) Bay de Noc Community College, ~~\$522,100.00~~**\$516,900.00**.
 14 (c) Delta College, ~~\$2,724,100.00~~**\$2,696,900.00**.
 15 (d) Glen Oaks Community College, ~~\$406,500.00~~**\$381,400.00**.
 16 (e) Gogebic Community College, ~~\$56,800.00~~**\$56,200.00**.
 17 (f) Grand Rapids Community College,
 18 ~~\$1,101,000.00~~**\$1,090,000.00**.
 19 (g) Henry Ford College, ~~\$1,178,300.00~~**\$1,570,600.00**.
 20 (h) Jackson College, ~~\$2,193,900.00~~**\$2,051,500.00**.
 21 (i) Kalamazoo Valley Community College,
 22 ~~\$1,968,800.00~~**\$1,949,100.00**.
 23 (j) Kellogg Community College, ~~\$688,400.00~~**\$681,500.00**.
 24 (k) Kirtland Community College, ~~\$228,100.00~~**\$225,800.00**.
 25 (l) Lake Michigan College, ~~\$979,300.00~~**\$969,600.00**.
 26 (m) Lansing Community College, ~~\$1,156,800.00~~**\$759,800.00**.
 27 (n) Macomb Community College, ~~\$1,972,800.00~~**\$2,847,000.00**.
 28 (o) Mid Michigan Community College,
 29 ~~\$1,637,300.00~~**\$1,620,900.00**.



1 (p) Monroe County Community College,

2 ~~\$1,561,300.00.~~ **\$1,545,700.00.**

3 (q) Montcalm Community College, ~~\$452,200.00.~~ **\$447,600.00.**

4 (r) C.S. Mott Community College, ~~\$2,132,100.00.~~ **\$2,110,700.00.**

5 (s) Muskegon Community College, ~~\$995,600.00.~~ **\$985,600.00.**

6 (t) North Central Michigan College, ~~\$654,900.00.~~ **\$648,400.00.**

7 (u) Northwestern Michigan College,

8 ~~\$1,811,700.00.~~ **\$1,793,600.00.**

9 (v) Oakland Community College, \$0.00.

10 (w) Schoolcraft College, ~~\$2,262,900.00.~~ **\$2,240,200.00.**

11 (x) Southwestern Michigan College, ~~\$833,900.00.~~ **\$825,500.00.**

12 (y) St. Clair County Community College,

13 ~~\$727,900.00.~~ **\$720,600.00.**

14 (z) Washtenaw Community College, ~~\$1,739,800.00.~~ **\$1,682,300.00.**

15 (aa) Wayne County Community College,

16 ~~\$1,482,300.00.~~ **\$1,467,500.00.**

17 (bb) West Shore Community College, ~~\$746,000.00.~~ **\$738,500.00.**

18 Sec. 230. (1) Subject to subsection (4), money included in the
19 appropriations for community college operations under section
20 201(2) for performance funding is distributed based on the
21 following formula:

22 (a) Allocated proportionate to fiscal year ~~2022-2023~~ **2023-2024**
23 base appropriations, 30%.

24 (b) Based on a weighted student contact hour formula as
25 provided for in the 2016 recommendations of the performance
26 indicators task force, 30%.

27 (c) Based on the performance improvement as provided for in
28 the 2016 recommendations of the performance indicators task force
29 and based on data provided by the center, 10%.



1 (d) Based on the performance completion number as provided for
 2 in the 2016 recommendations of the performance indicators task
 3 force, 10%.

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

7 (f) Based on administrative costs, 5%.

8 (g) Based on the local strategic value component, as developed
 9 in cooperation with the Michigan Community College Association and
 10 described in subsection (2), 5%.

11 (2) Money included in the appropriations for community college
 12 operations under section 201(2) for local strategic value is
 13 allocated only to each community college that certifies to the
 14 state budget director, through a board of trustees resolution on or
 15 before October 15, ~~2023~~, **2024**, that the college has met 4 out of 5
 16 best practices listed in each category described in subsection (3).
 17 The resolution must provide specifics as to how the community
 18 college meets each best practice measure within each category. One-
 19 third of funding available under the strategic value component is
 20 allocated to each category described in subsection (3). Amounts
 21 distributed under local strategic value must be on a proportionate
 22 basis to each college's fiscal year ~~2022-2023~~ **2023-2024** operations
 23 funding. Payments to community colleges that qualify for local
 24 strategic value funding must be distributed with the November
 25 installment payment described in section 206.

26 (3) For purposes of subsection (2), the following categories
 27 of best practices reflect functional activities of community
 28 colleges that have strategic value to the local communities and
 29 regional economies:



1 (a) For Category A, economic development and business or
2 industry partnerships, the following:

3 (i) The community college has active partnerships with local
4 employers including hospitals and health care providers.

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

7 (iii) The community college supports entrepreneurship through a
8 small business assistance center or other training or consulting
9 activities targeted toward small businesses.

10 (iv) The community college supports technological advancement
11 through industry partnerships, incubation activities, or operation
12 of a Michigan technical education center or other advanced
13 technology center.

14 (v) The community college has active partnerships with local
15 or regional workforce and economic development agencies.

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

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

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

24 (iii) The community college provides, supports, or participates
25 in programming to promote successful transitions to college for
26 traditional age students, including grant programs such as talent
27 search, upward bound, or other activities to promote college
28 readiness in area high schools and community centers.

29 (iv) The community college provides, supports, or participates



1 in programming to promote successful transitions to college for new
2 or reentering adult students, such as adult basic education, a high
3 school equivalency test preparation program and testing, or
4 recruiting, advising, or orientation activities specific to adults.
5 As used in this subparagraph, "high school equivalency test
6 preparation program" means that term as defined in section 4.

7 (v) The community college has active partnerships with
8 regional 4-year colleges and universities to promote successful
9 transfer, such as articulation, 2+2, or reverse transfer agreements
10 or operation of a university center.

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

12 (i) The community college provides continuing education
13 programming for leisure, wellness, personal enrichment, or
14 professional development.

15 (ii) The community college operates or sponsors opportunities
16 for community members to engage in activities that promote leisure,
17 wellness, cultural or personal enrichment such as community sports
18 teams, theater or musical ensembles, or artist guilds.

19 (iii) The community college operates public facilities to
20 promote cultural, educational, or personal enrichment for community
21 members, such as libraries, computer labs, performing arts centers,
22 museums, art galleries, or television or radio stations.

23 (iv) The community college operates public facilities to
24 promote leisure or wellness activities for community members,
25 including gymnasiums, athletic fields, tennis courts, fitness
26 centers, hiking or biking trails, or natural areas.

27 (v) The community college promotes, sponsors, or hosts
28 community service activities for students, staff, or community
29 members.



1 (4) Payments for performance funding under section 201(2) must
2 be made to a community college only if that community college
3 actively participates in the Michigan Transfer Network sponsored by
4 the Michigan Association of Collegiate Registrars and Admissions
5 Officers and submits timely updates, including updated course
6 equivalencies at least every 6 months, to the Michigan Transfer
7 Network. The state budget director shall determine if a community
8 college has not satisfied this requirement. The state budget
9 director may withhold payments for performance funding until a
10 community college is in compliance with this subsection.

11 Enacting section 1. In accordance with section 30 of article
12 IX of the state constitution of 1963, total state spending from
13 state sources for community colleges for fiscal year 2024-2025
14 under article II of the state school aid act of 1979, 1979 PA 94,
15 MCL 388.1801 to 388.1830, as amended by this amendatory act, is
16 estimated at \$470,341,700.00 and the amount of that state spending
17 from state sources to be paid to local units of government for
18 fiscal year 2024-2025 is estimated at \$469,491,700.00.

19 Enacting section 2. Section 216d of the state school aid act
20 of 1979, 1979 PA 94, MCL 388.1816d, is repealed effective October
21 1, 2024.

22 Enacting section 3. This amendatory act takes effect October
23 1, 2024.

