

**FY 2026-27 HIGHER EDUCATION BUDGET**

S.B. 874 (S-1): SENATE APPROPRIATIONS REC.

(as reported)

Committee: Appropriations



*Throughout this document Senate means Committee Recommendation*

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2025-26 YEAR-TO-DATE*	FY 2026-27 SENATE APPROPRIATIONS REC.	CHANGES FROM FY 2025-26 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions .....	0.0	0.0	N/A	N/A
<b>GROSS .....</b>	<b>2,336,912,000</b>	<b>2,590,132,800</b>	<b>253,220,800</b>	<b>10.8</b>
Less:				
Interdepartmental Grants Received .....	0	0	0	0.0
<b>ADJUSTED GROSS .....</b>	<b>2,336,912,000</b>	<b>2,590,132,800</b>	<b>253,220,800</b>	<b>10.8</b>
Less:				
Federal Funds .....	3,200,000	3,200,000	0	0.0
Local and Private.....	0	0	0	0.0
<b>TOTAL STATE SPENDING.....</b>	<b>2,333,712,000</b>	<b>2,586,932,800</b>	<b>253,220,800</b>	<b>10.9</b>
Less:				
Other State Restricted Funds.....	850,768,300	1,171,678,600	320,910,300	37.7
<b>GENERAL FUND/GENERAL PURPOSE .....</b>	<b>1,482,943,700</b>	<b>1,415,254,200</b>	<b>(67,689,500)</b>	<b>(4.6)</b>
<b>PAYMENTS TO LOCALS .....</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.0</b>

\*As of February 11, 2026.

**Major Boilerplate Changes from FY 2025-26 Year-to-Date:**

- Date Changes:** Updates dates to make several sections relevant to FY 2026-27 (**Sec. 247, 263, 263b, 264, and 276 to 282**)
- Technical Changes:** SBA rent (**Sec. 236c**), One-time operations increase (**Sec. 236d**), Postsecondary Scholarship Fund (**Sec. 236j**), Legislatively directed spending items (**Sec. 236s**), Payment schedule (**Sec. 241**), Transparency reporting requirements (**Sec. 241a**), Campus safety reporting (**Sec. 241b**), ITW payments to Tribal colleges. (**Sec. 269, 270 & 270c**).
- Repealed Section:** Limit on State funds for administration (**Sec. 241h**)
- New Sections:** The Senate included: Use of MAS marketing funds on FAFSA completion program (**Sec. 236k**), Report on changes to DEI programs (**Sec. 275o**); Cost of attendance report (**Sec. 287**); and Charter school authorizer reimbursement holdback (**Sec. 275i**); and Scholarship award conditions (**Sec. 275n**).
- Tuition Restraint:** The Senate included a limit of 4.0% or \$651 for FY 2026-27, and a limit of 3.5% or \$599 for FY 2027-28. Beginning in FY 2027-28, tuition restraint also would be applied to mandatory room and board costs. (**Sec. 241c**)
- Other Changes:** The Senate also included the following: Reduce MAS marketing allowance from \$10M to \$5M (**Sec. 236j**); Two new 'best practices' to the existing set of institutional best practices (**Sec. 241e**); A report on severances paid to former employees (**Sec. 241a**); Extend enrollment window for MAS from 15 months after HS graduation to 24 months (**Sec. 248**); Exempt special education students from high school graduation age requirements for TIP (**Sec. 256**); Changing the name of King-Chavez-Parks programs to King-Huerta-Hood-Parks. (**Sec. 236 & 276-282**)

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FY 2025-26 Year-to-Date Appropriation .....	\$2,336,912,000	\$1,482,943,700		
	CHANGE FROM FY 2025-26 Y-T-D		FY 2026-27 RECOMMENDED APPROPRIATION	
	Gross	GF/GP	Gross	GF/GP
<b><u>Baseline Adjustments</u></b>				
<b>1. Michigan Achievement Scholarship (MAS).</b> The Senate included an increase of \$232.0 million for MAS from the Postsecondary Scholarship Fund (PSF). The PSF increase would increase the overall MAS appropriation to the level of anticipated expenditures in FY 2026-27. Under current law and under the Senate bill, MAS is entirely supported by the PSF, however only deposits into the PSF, and draws from the PSF in excess of that amount (\$232.0 million under the Senate bill), are 'counted' as an appropriation to avoid counting those appropriations twice.	232,000,000	0	532,000,000	100,000,000
<b>2. Tuition Incentive Program (TIP).</b> The Senate increased appropriations for TIP to reflect increased program uptake. Various policy changes over the last several years have increased the number of students eligible for the program, resulting in increased costs.	43,500,000	43,500,000	156,100,000	156,100,000
<b>3. North American Indian Tuition Waiver (ITW) Reimbursements.</b> The Senate included an adjustment to ITW payments to universities, based on the most recent ITW cost data submitted to the Department of Lifelong Education, Advancement, and Potential.	830,700	830,700	15,365,500	15,365,500
<b>4. MPERS Normal Costs.</b> The Senate reduced appropriations for MPERS normal costs, which are the present value of the cost of future retirement benefits accrued during a year of employment. This appropriation varies annually, based on market conditions, payroll growth, and various other actuarial assumptions. There are 7 State universities that participate in the MPERS system.	(5,850,000)	0	1,750,000	0
<b><u>New Programs/Program Increases</u></b>				
<b>5. Michigan Reconnect Expansion.</b> The Senate included additional funds to support a requested statutory change that would reduce the minimum age to receive a scholarship under the program from 25 to 21.	25,000,000	0	67,000,000	42,000,000

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	CHANGE FROM FY 2025-26 Y-T-D		FY 2026-27 RECOMMENDED APPROPRIATION	
	Gross	GF/GP	Gross	GF/GP
<b><u>Eliminations/Reductions</u></b>				
<b>6. Michigan Achievement Scholarship – Ongoing to One-Time Shift.</b> The Senate moved the \$100.0 million ongoing GF/GP supporting MAS through the Postsecondary Scholarship Fund to a one-time appropriation.	(100,000,000)	(100,000,000)	532,000,000	100,000,000
<b>7. TIP – Ongoing to One-Time Shift.</b> The Senate moved \$43.5 million ongoing GF/GP supporting TIP to a one-time appropriation.	(43,500,000)	(43,500,000)	156,100,000	156,100,000
<b>8. TIP – Phase I Reimbursement Cap.</b> The Senate included a change to TIP that would limit the Phase I reimbursement to 4-year public universities to 2.5 times the average community college tuition rate. Current law specifies that 4-year public universities are reimbursed at their full lower-division tuition and mandatory fee rate. This change would be effective for academic year 2027-28 and after. For FY 2026-27, the GF/GP savings shown would be supplanted by a draw on the PSF.	(9,700,000)	(9,700,000)	156,100,000	156,100,000
<b><u>One-Time Appropriations</u></b>				
<b>9. Michigan Achievement Scholarship – Ongoing to One-Time Shift.</b> The Senate moved the \$100.0 million ongoing GF/GP supporting MAS through the Postsecondary Scholarship Fund to a one-time appropriation.	100,000,000	100,000,000	100,000,000	100,000,000
<b>10. University Operations.</b> The Senate included a 4.0% one-time SAF increase for university operations, including MSU Extension and AgBioResearch. Funds were distributed proportionately to each university's ongoing State operations funding.	69,760,300	0	69,760,300	0
<b>11. TIP – Ongoing to One-Time Shift.</b> The Senate moved \$43.5 million ongoing GF/GP supporting TIP to a one-time appropriation.	43,500,000	43,500,000	43,500,000	43,500,000
<b>12. Remove FY 2025-26 One-Time Appropriations.</b> The Senate removed two one-time appropriations included in FY 2025-26: A 3.0% operations increase (\$52.3 million); and funds to allow students who had been previously awarded scholarships under the Michigan Competitive Scholarship and Michigan Tuition Grant to continue to receive an award following the statutory phaseout of those programs under Public Act 233 of 2024 (\$50.0 million).	(102,320,200)	(102,320,200)	0	0

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	CHANGE FROM FY 2025-26 Y-T-D		FY 2026-27 RECOMMENDED APPROPRIATION	
	Gross	GF/GP	Gross	GF/GP
<b>Other - NONE</b>				
Total Changes.....	\$253,220,800	(\$67,689,500)		
<b>FY 2026-27 SENATE APPROPRIATIONS REC. ....</b>	<b>\$2,590,132,800</b>	<b>\$1,415,254,200</b>		

Date Completed: 4-16-26

Fiscal Analyst: Josh Sefton

**Table 1: FY 2026-27 Higher Education Appropriations Comparison**

University	FY 2025-26 Year-To-Date	Governor's Recommendation			Senate		
		FY 2026-27 Gov. Rec.	Dollar Change	Percent Change	FY 2026-27 Senate	Dollar Change	Percent Change
Central	\$102,351,100	\$102,644,800	\$293,700	0.3%	\$103,680,400	\$1,329,300	1.3%
Eastern	89,193,400	89,204,400	11,000	0.0	90,117,700	924,300	1.0
Ferris	64,034,100	64,007,300	(26,800)	(0.0)	64,657,800	623,700	1.0
Grand Valley	101,727,400	101,743,800	16,400	0.0	102,699,600	972,200	1.0
Lake Superior	16,739,700	16,857,500	117,800	0.7	17,014,800	275,100	1.6
Michigan State	333,766,200	333,670,900	(95,300)	(0.0)	336,821,100	3,054,900	0.9
Michigan Tech	58,309,000	58,377,800	68,800	0.1	58,970,100	661,100	1.1
Northern	57,289,300	57,526,100	236,800	0.4	58,100,900	811,600	1.4
Oakland	75,574,300	75,627,400	53,100	0.1	76,343,000	768,700	1.0
Saginaw Valley	35,415,000	35,472,800	57,800	0.2	35,807,800	392,800	1.1
UM-Ann Arbor	373,432,700	373,278,200	(154,500)	(0.0)	376,811,400	3,378,700	0.9
UM-Dearborn	32,662,700	32,717,200	54,500	0.2	33,026,000	363,300	1.1
UM-Flint	27,684,500	27,741,200	56,700	0.2	27,999,900	315,400	1.1
Wayne State	234,673,800	234,795,400	121,600	0.1	237,022,500	2,348,700	1.0
Western	128,919,500	128,938,600	19,100	0.0	130,257,000	1,337,500	1.0
<b>Subtotal University Operations:</b>	<b>\$1,731,772,700</b>	<b>\$1,732,603,400</b>	<b>\$830,700</b>	<b>0.0%</b>	<b>\$1,749,330,000</b>	<b>\$17,557,300</b>	<b>1.0%</b>
MPSERS Reimbursement	\$0	\$0	\$0	0.0%	\$0	\$0	0.0%
MPSERS Normal Cost Offset	7,600,000	1,750,000	(5,850,000)	(77.0)	1,750,000	(5,850,000)	(77.0)
MSU AgBioResearch	40,280,600	40,280,600	0	0.0	40,663,700	383,100	1.0
MSU Extension	34,745,100	34,745,100	0	0.0	35,075,500	330,400	1.0
Infrastructure, Tech., Maint., Equip., and Safety (one-time)	0	26,734,300	26,734,300	N/A	0	0	N/A
Higher Education Database	200,000	200,000	0	0.0	200,000	0	0.0
Midwest Higher Ed Compact	122,100	122,100	0	0.0	122,100	0	0.0
King-Chavez-Parks	2,691,500	2,691,500	0	0.0	2,691,500	0	0.0
<b>Total Universities</b>	<b>\$1,817,412,000</b>	<b>\$1,839,127,000</b>	<b>\$21,715,000</b>	<b>1.2%</b>	<b>\$1,829,832,800</b>	<b>\$12,420,800</b>	<b>0.7%</b>
<b>School Aid Fund</b>	<b>650,768,300</b>	<b>739,338,300</b>	<b>88,570,000</b>	<b>13.6</b>	<b>714,678,600</b>	<b>63,910,300</b>	<b>9.8</b>
<b>State GF/GP</b>	<b>\$1,166,643,700</b>	<b>\$1,099,788,700</b>	<b>(\$66,855,000)</b>	<b>(5.7%)</b>	<b>\$1,115,154,200</b>	<b>(\$51,489,500)</b>	<b>(4.4%)</b>
<b>Grants and Financial Aid</b>							
Tuition Incentive Program (TIP) - ongoing	\$122,300,000	148,800,000	\$26,500,000	21.7%	112,600,000	(9,700,000)	(7.9%)
Tuition Incentive Program (TIP) - one-time	\$0	0	0	N/A	43,500,000	43,500,000	N/A
Michigan Achievement Scholarship - ongoing	300,000,000	532,000,000	232,000,000	77.3	432,000,000	132,000,000	44.0
Michigan Achievement Scholarship - one-time	0	0	0	N/A	100,000,000	100,000,000	N/A
Michigan Reconnect Program	42,000,000	67,000,000	25,000,000	59.5	67,000,000	25,000,000	59.5
Children of Veterans & Officer's Tuition	2,000,000	2,000,000	0	0.0	2,000,000	0	0.0
Project Gear-Up	3,200,000	3,200,000	0	0.0	3,200,000	0	0.0
MCS/MTG Program Sunset (one-time)	50,000,000	0	(50,000,000)	(100.0)	0	(50,000,000)	(100.0)
<b>Total Grants/Financial Aid</b>	<b>\$519,500,000</b>	<b>\$753,000,000</b>	<b>\$233,500,000</b>	<b>44.9%</b>	<b>\$760,300,000</b>	<b>\$240,800,000</b>	<b>46.4%</b>
<b>Federal Higher Ed Act</b>	<b>3,200,000</b>	<b>3,200,000</b>	<b>0</b>	<b>0.0</b>	<b>3,200,000</b>	<b>0</b>	<b>0.0</b>
<b>School Aid Fund</b>	<b>200,000,000</b>	<b>508,080,000</b>	<b>308,080,000</b>	<b>154.0</b>	<b>225,000,000</b>	<b>25,000,000</b>	<b>12.5</b>
<b>Postsecondary Scholarship Fund</b>	<b>0</b>	<b>132,000,000</b>	<b>132,000,000</b>	<b>N/A</b>	<b>232,000,000</b>	<b>232,000,000</b>	<b>N/A</b>
<b>State GF/GP</b>	<b>\$316,300,000</b>	<b>\$109,720,000</b>	<b>(\$206,580,000)</b>	<b>(65.3%)</b>	<b>\$300,100,000</b>	<b>(\$16,200,000)</b>	<b>(5.1)</b>
<b>TOTAL HIGHER EDUCATION</b>							
<b>TOTAL ALL FUNDS</b>	<b>\$2,336,912,000</b>	<b>\$2,592,127,000</b>	<b>\$255,215,000</b>	<b>10.9%</b>	<b>\$2,590,132,800</b>	<b>\$253,220,800</b>	<b>10.8%</b>
<b>TOTAL FEDERAL</b>	<b>3,200,000</b>	<b>3,200,000</b>	<b>0</b>	<b>0.0</b>	<b>3,200,000</b>	<b>0</b>	<b>0.0</b>
<b>TOTAL STATE RESTRICTED</b>	<b>850,768,300</b>	<b>1,379,418,300</b>	<b>528,650,000</b>	<b>62.1</b>	<b>1,171,678,600</b>	<b>320,910,300</b>	<b>37.7</b>
<b>TOTAL STATE GF/GP</b>	<b>\$1,482,943,700</b>	<b>\$1,209,508,700</b>	<b>(\$273,435,000)</b>	<b>(18.4%)</b>	<b>\$1,415,254,200</b>	<b>(\$67,689,500)</b>	<b>(4.6%)</b>



Table 2: HIGHER EDUCATION APPROPRIATIONS: GOVERNOR'S RECOMMENDATION

University	FY 2025-26 Year-To-Date Operations	FY 2025-26 Ongoing MPERS Support Payment	FY 2025-26 YTD One-Time Ops. Increase	FY 2025-26 Year-To-Date ITW Reimb.	FY 2025-26 Year-To-Date Appropriation	Operations Adjustments				Other Changes	FY 2026-27 Gov's Rec	Dollar Change From FY 2025-26	Percent Change	Appropriation Per FYES
						Remove FY26 One-Time Ops. Increase	FY27 One-Time Ops. Increase	ITW Adjustment	Total Operations Changes					
Central	\$95,226,900	\$2,558,800	\$2,885,000	\$1,680,400	\$102,351,100	(\$2,885,000)	\$2,885,000	\$293,700	\$293,700		\$102,644,800	\$293,700	0.3%	\$7,938
Eastern	83,979,800	2,256,500	2,544,200	412,900	89,193,400	(2,544,200)	2,544,200	11,000	11,000		89,204,400	11,000	0.0	\$8,294
Ferris	59,816,300	1,607,300	1,812,200	798,300	64,034,100	(1,812,200)	1,812,200	(26,800)	(26,800)		64,007,300	(26,800)	(0.0)	\$7,616
Grand Valley	97,552,900	0	2,955,400	1,219,100	101,727,400	(2,955,400)	2,955,400	16,400	16,400		101,743,800	16,400	0.0	\$5,010
Lake Superior	14,465,600	388,700	438,300	1,447,100	16,739,700	(438,300)	438,300	117,800	117,800		16,857,500	117,800	0.7	\$13,650
Michigan State	321,516,900	0	9,740,500	2,508,800	333,766,200	(9,740,500)	9,740,500	(95,300)	(95,300)		333,670,900	(95,300)	(0.0)	\$6,652
Michigan Tech	54,463,700	1,463,400	1,650,000	731,900	58,309,000	(1,650,000)	1,650,000	68,800	68,800		58,377,800	68,800	0.1	\$8,388
Northern	52,850,300	1,420,100	1,601,100	1,417,800	57,289,300	(1,601,100)	1,601,100	236,800	236,800		57,526,100	236,800	0.4	\$8,686
Oakland	73,036,400	0	2,212,700	325,200	75,574,300	(2,212,700)	2,212,700	53,100	53,100		75,627,400	53,100	0.1	\$5,288
Saginaw Valley	34,196,000	0	1,036,000	183,000	35,415,000	(1,036,000)	1,036,000	57,800	57,800		35,472,800	57,800	0.2	\$5,832
UM-Ann Arbor	360,607,300	0	10,924,800	1,900,600	373,432,700	(10,924,800)	10,924,800	(154,500)	(154,500)		373,278,200	(154,500)	(0.0)	\$6,914
UM-Dearborn	31,513,700	0	954,700	194,300	32,662,700	(954,700)	954,700	54,500	54,500		32,717,200	54,500	0.2	\$4,794
UM-Flint	26,403,700	0	799,900	480,900	27,684,500	(799,900)	799,900	56,700	56,700		27,741,200	56,700	0.2	\$4,471
Wayne State	227,310,200	0	6,886,500	477,100	234,673,800	(6,886,500)	6,886,500	121,600	121,600		234,795,400	121,600	0.1	\$10,778
Western	121,231,800	3,257,500	3,672,800	757,400	128,919,500	(3,672,800)	3,672,800	19,100	19,100		128,938,600	19,100	0.0	\$8,859
<b>Subtotal University Operations:</b>	<b>\$1,654,171,500</b>	<b>\$12,952,300</b>	<b>\$50,114,100</b>	<b>\$14,534,800</b>	<b>\$1,731,772,700</b>	<b>(\$50,114,100)</b>	<b>\$50,114,100</b>	<b>\$830,700</b>	<b>\$830,700</b>	<b>\$0</b>	<b>\$1,732,603,400</b>	<b>\$830,700</b>	<b>0.0%</b>	<b>\$7,186</b>
MPERS Reimbursement					\$0						\$0	\$0	0.0%	
MPERS Normal Cost Offset					7,600,000					(5,850,000)	1,750,000	(5,850,000)	(77.0)	
MSU AgBioResearch					40,280,600	(1,184,400)	1,184,400		\$0		40,280,600	0	0.0	
MSU Extension					34,745,100	(1,021,700)	1,021,700		\$0		34,745,100	0	0.0	
Infrastructure, Tech., Maint., Equip., and Safety (one-time)					0					26,734,300	26,734,300	26,734,300	N/A	
Higher Education Database					200,000						200,000	0	0.0	
Midwest Higher Ed Compact					122,100						122,100	0	0.0	
King-Chavez-Parks					2,691,500						2,691,500	0	0.0	
<b>Total Universities</b>					<b>\$1,817,412,000</b>	<b>(\$52,320,200)</b>	<b>\$52,320,200</b>	<b>\$830,700</b>	<b>\$830,700</b>	<b>\$20,884,300</b>	<b>\$1,839,127,000</b>	<b>\$21,715,000</b>	<b>1.2%</b>	
School Aid Fund					650,768,300	0	52,320,200	15,365,500	67,685,700	20,884,300	739,338,300	88,570,000	13.6	
State GF/GP					\$1,166,643,700	(\$52,320,200)	\$0	(\$14,534,800)	(\$66,855,000)	\$0	\$1,099,788,700	(\$66,855,000)	(5.7%)	
<b>Grants and Financial Aid</b>														
Tuition Incentive Program (TIP)					122,300,000						26,500,000	148,800,000	26,500,000	21.7
Michigan Achievement Scholarship <sup>1</sup>					300,000,000						232,000,000	532,000,000	232,000,000	77.3
Michigan Reconnect Program					42,000,000						25,000,000	67,000,000	25,000,000	0.0
Children of Veterans & Officer's Tuition					2,000,000						2,000,000	0	0.0	
Project Gear-Up					3,200,000						3,200,000	0	0.0	
MCS/MTG Program Sunset (one-time)					50,000,000					(50,000,000)	0	(50,000,000)	(100.0)	
<b>Total Grants/Financial Aid</b>					<b>\$519,500,000</b>					<b>\$233,500,000</b>	<b>\$753,000,000</b>	<b>\$233,500,000</b>	<b>44.9%</b>	
Federal Higher Ed Act					3,200,000					0	3,200,000	0	0.0	
Postsecondary Scholarship Fund <sup>1</sup>					0					132,000,000	132,000,000	132,000,000	N/A	
School Aid Fund					200,000,000					308,080,000	508,080,000	308,080,000	154.0	
State GF/GP					\$316,300,000					(\$206,580,000)	\$109,720,000	(\$206,580,000)	(65.3%)	
<b>TOTAL HIGHER EDUCATION</b>														
<b>TOTAL ALL FUNDS</b>					<b>\$2,336,912,000</b>	<b>(\$52,320,200)</b>	<b>\$52,320,200</b>	<b>\$830,700</b>	<b>\$830,700</b>	<b>\$254,384,300</b>	<b>\$2,592,127,000</b>	<b>\$255,215,000</b>	<b>10.9%</b>	
<b>TOTAL FEDERAL</b>					<b>3,200,000</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>3,200,000</b>	<b>0</b>	<b>0.0</b>	
<b>TOTAL STATE RESTRICTED</b>					<b>850,768,300</b>	<b>0</b>	<b>52,320,200</b>	<b>15,365,500</b>	<b>67,685,700</b>	<b>460,964,300</b>	<b>1,379,418,300</b>	<b>528,650,000</b>	<b>62.1</b>	
<b>TOTAL STATE GF/GP</b>					<b>\$1,482,943,700</b>	<b>(\$52,320,200)</b>	<b>\$0</b>	<b>(\$14,534,800)</b>	<b>(\$66,855,000)</b>	<b>(\$206,580,000)</b>	<b>\$1,209,508,700</b>	<b>(\$273,435,000)</b>	<b>(18.4%)</b>	

<sup>1</sup> The Postsecondary Scholarship Fund (PSF) has been used as the sole fund source for the Michigan Achievement Scholarship since its first year of operation in FY 2023-24. However because the PSF does not have a dedicated revenue source and relies on an annual transfer from the State General Fund and/or School Aid Fund, the Higher Education budget bill has been drafted to count only those SAF and GF/GP transfers to the PSF instead of expenditures from the PSF. Counting both would double-count the appropriation. The Governor's Rec. would remove the annual PSF deposit and appropriate \$100.0M GF/GP and \$300.0M SAF to MAS directly, and add \$132.0M from the existing balance of the PSF as a new fund source for the MAS appropriation.



Table 3: HIGHER EDUCATION APPROPRIATIONS: SENATE SUBCOMMITTEE CHAIR'S RECOMMENDATION

University	FY 2025-26 Year-To-Date Operations	FY 2025-26 Ongoing MPSERS Support Payment	FY 2025-26 YTD One-Time Ops. Increase	FY 2025-26 Year-To-Date ITW Reimb.	FY 2025-26 Year-To-Date Appropriation	Operations Adjustments				Other Changes	FY 2026-27 Senate	Dollar Change From FY 2025-26	Percent Change	Appropriation Per FYES
						Remove FY26 One-Time Ops. Increase	FY27 One-Time Ops. Increase	ITW Adjustment	Total Operations Changes					
Central	\$95,226,900	\$2,558,800	\$2,885,000	\$1,680,400	\$102,351,100	(\$2,885,000)	\$3,920,600	\$293,700	\$1,329,300		\$103,680,400	\$1,329,300	1.3%	\$8,018
Eastern	83,979,800	2,256,500	2,544,200	412,900	89,193,400	(2,544,200)	3,457,500	11,000	924,300		90,117,700	924,300	1.0	\$8,379
Ferris	59,816,300	1,607,300	1,812,200	798,300	64,034,100	(1,812,200)	2,462,700	(26,800)	623,700		64,657,800	623,700	1.0	\$7,694
Grand Valley	97,552,900	0	2,955,400	1,219,100	101,727,400	(2,955,400)	3,911,200	16,400	972,200		102,699,600	972,200	1.0	\$5,057
Lake Superior	14,465,600	388,700	438,300	1,447,100	16,739,700	(438,300)	595,600	117,800	275,100		17,014,800	275,100	1.6	\$13,777
Michigan State	321,516,900	0	9,740,500	2,508,800	333,766,200	(9,740,500)	12,890,700	(95,300)	3,054,900		336,821,100	3,054,900	0.9	\$6,715
Michigan Tech	54,463,700	1,463,400	1,650,000	731,900	58,309,000	(1,650,000)	2,242,300	68,800	661,100		58,970,100	661,100	1.1	\$8,473
Northern	52,850,300	1,420,100	1,601,100	1,417,800	57,289,300	(1,601,100)	2,175,900	236,800	811,600		58,100,900	811,600	1.4	\$8,773
Oakland	73,036,400	0	2,212,700	325,200	75,574,300	(2,212,700)	2,928,300	53,100	768,700		76,343,000	768,700	1.0	\$5,338
Saginaw Valley	34,196,000	0	1,036,000	183,000	35,415,000	(1,036,000)	1,371,000	57,800	392,800		35,807,800	392,800	1.1	\$5,888
UM-Ann Arbor	360,607,300	0	10,924,800	1,900,600	373,432,700	(10,924,800)	14,458,000	(154,500)	3,378,700		376,811,400	3,378,700	0.9	\$6,980
UM-Dearborn	31,513,700	0	954,700	194,300	32,662,700	(954,700)	1,263,500	54,500	363,300		33,026,000	363,300	1.1	\$4,840
UM-Flint	26,403,700	0	799,900	480,900	27,684,500	(799,900)	1,058,600	56,700	315,400		27,999,900	315,400	1.1	\$4,512
Wayne State	227,310,200	0	6,886,500	477,100	234,673,800	(6,886,500)	9,113,600	121,600	2,348,700		237,022,500	2,348,700	1.0	\$10,881
Western	121,231,800	3,257,500	3,672,800	757,400	128,919,500	(3,672,800)	4,991,200	19,100	1,337,500		130,257,000	1,337,500	1.0	\$8,950
<b>Subtotal University Operations:</b>	<b>\$1,654,171,500</b>	<b>\$12,952,300</b>	<b>\$50,114,100</b>	<b>\$14,534,800</b>	<b>\$1,731,772,700</b>	<b>(\$50,114,100)</b>	<b>\$66,840,700</b>	<b>\$830,700</b>	<b>\$17,557,300</b>	<b>\$0</b>	<b>\$1,749,330,000</b>	<b>\$17,557,300</b>	<b>1.0%</b>	<b>\$7,255</b>
MPSERS Reimbursement					\$0						\$0	\$0	0.0%	
MPSERS Normal Cost Offset					7,600,000					(5,850,000)	1,750,000	(5,850,000)	(77.0)	
MSU AgBioResearch					40,280,600	(1,184,400)	1,567,500		\$383,100		40,663,700	383,100	1.0	
MSU Extension					34,745,100	(1,021,700)	1,352,100		\$330,400		35,075,500	330,400	1.0	
Higher Education Database					200,000						200,000	0	0.0	
Midwest Higher Ed Compact					122,100						122,100	0	0.0	
King-Chavez-Parks					2,691,500						2,691,500	0	0.0	
<b>Total Universities</b>					<b>\$1,817,412,000</b>	<b>(\$52,320,200)</b>	<b>\$69,760,300</b>	<b>\$830,700</b>	<b>\$18,270,800</b>	<b>(\$5,850,000)</b>	<b>\$1,829,832,800</b>	<b>\$12,420,800</b>	<b>0.7%</b>	
<b>School Aid Fund</b>					<b>650,768,300</b>	<b>0</b>	<b>69,760,300</b>	<b>0</b>	<b>69,760,300</b>	<b>(5,850,000)</b>	<b>714,678,600</b>	<b>63,910,300</b>	<b>9.8</b>	
<b>State GF/GP</b>					<b>\$1,166,643,700</b>	<b>(\$52,320,200)</b>	<b>\$0</b>	<b>\$830,700</b>	<b>(\$51,489,500)</b>	<b>\$0</b>	<b>\$1,115,154,200</b>	<b>(\$51,489,500)</b>	<b>(4.4%)</b>	
<b>Grants and Financial Aid</b>														
Tuition Incentive Program (TIP) - ongoing					122,300,000					(9,700,000)	112,600,000	(9,700,000)	(7.9)	
Tuition Incentive Program (TIP) - one-time					0					43,500,000	43,500,000	43,500,000	N/A	
Michigan Achievement Scholarship <sup>1</sup> - ongoing					300,000,000					132,000,000	432,000,000	132,000,000	44.0	
Michigan Achievement Scholarship <sup>1</sup> - one-time					0					100,000,000	100,000,000	100,000,000	N/A	
Michigan Reconnect Program					42,000,000					25,000,000	67,000,000	25,000,000	0.0	
Children of Veterans & Officer's Tuition					2,000,000					0	2,000,000	0	0.0	
Project Gear-Up					3,200,000					0	3,200,000	0	0.0	
MCS/MTG Program Sunset (one-time)					50,000,000					(50,000,000)	0	(50,000,000)	(100.0)	
<b>Total Grants/Financial Aid</b>					<b>\$519,500,000</b>					<b>\$240,800,000</b>	<b>\$760,300,000</b>	<b>\$240,800,000</b>	<b>46.4%</b>	
<b>Federal Higher Ed Act</b>					<b>3,200,000</b>					<b>0</b>	<b>3,200,000</b>	<b>0</b>	<b>0.0</b>	
<b>Postsecondary Scholarship Fund<sup>1</sup></b>					<b>0</b>					<b>232,000,000</b>	<b>232,000,000</b>	<b>232,000,000</b>	<b>N/A</b>	
<b>School Aid Fund</b>					<b>200,000,000</b>					<b>25,000,000</b>	<b>225,000,000</b>	<b>25,000,000</b>	<b>12.5</b>	
<b>State GF/GP</b>					<b>\$316,300,000</b>					<b>(\$16,200,000)</b>	<b>\$300,100,000</b>	<b>(\$16,200,000)</b>	<b>(5.1%)</b>	
<b>TOTAL HIGHER EDUCATION</b>														
<b>TOTAL ALL FUNDS</b>					<b>\$2,336,912,000</b>	<b>(\$52,320,200)</b>	<b>\$69,760,300</b>	<b>\$830,700</b>	<b>\$18,270,800</b>	<b>\$234,950,000</b>	<b>\$2,590,132,800</b>	<b>\$253,220,800</b>	<b>10.8%</b>	
<b>TOTAL FEDERAL</b>					<b>3,200,000</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>3,200,000</b>	<b>0</b>	<b>0.0</b>	
<b>TOTAL STATE RESTRICTED</b>					<b>850,768,300</b>	<b>0</b>	<b>69,760,300</b>	<b>0</b>	<b>69,760,300</b>	<b>251,150,000</b>	<b>1,171,678,600</b>	<b>320,910,300</b>	<b>37.7</b>	
<b>TOTAL STATE GF/GP</b>					<b>\$1,482,943,700</b>	<b>(\$52,320,200)</b>	<b>\$0</b>	<b>\$830,700</b>	<b>(\$51,489,500)</b>	<b>(\$16,200,000)</b>	<b>\$1,415,254,200</b>	<b>(\$67,689,500)</b>	<b>(4.6%)</b>	

<sup>1</sup> The Postsecondary Scholarship Fund (PSF) has been used as the primary fund source for the Michigan Achievement Scholarship since its first year of operation in FY 2023-24. However because the PSF does not have a dedicated revenue source and relies on an annual transfer from the State General Fund and/or School Aid Fund, the Higher Education budget bill has been drafted to count those SAF and GF/GP transfers to the PSF instead of expenditures from the PSF. Counting both would double-count the appropriation.



**FY 2026-27 Gross, SAF, and GF/GP Changes to FY 2025-26**

Item #	Budget Area/Line Items	Gov's Changes to FY 2025-26			Senate Changes to FY 2025-26		
		GROSS	SAF	GF/GP	GROSS	SAF	GF/GP
<b>HIGHER EDUCATION</b>							
<b><u>Non-CSB Ongoing Changes</u></b>							
1	MI Reconnect - reduce minimum age from 25 to 21	25,000,000	25,000,000	0	25,000,000	25,000,000	0
2	GF/GP to SAF fund shift	0	198,445,500	(198,445,500)	0	0	0
3	Tuition Incentive Prog. - cap 4-year reimburse. at 2.5x CC tuition	(9,700,000)	0	(9,700,000)	(9,700,000)	0	(9,700,000)
4	Tuition Incentive Prog. - phaseout of phase II awards	(7,300,000)	0	(7,300,000)	0	0	0
5	Tuition Incentive Prog. - ongoing to one-time shift	0	0	0	(43,500,000)	0	(43,500,000)
6	Postsecondary Scholarship Fund deposit - ongoing to one-time shift	0	0	0	(100,000,000)	0	(100,000,000)
	<b>Subtotal - Non-CSB Ongoing</b>	<b>8,000,000</b>	<b>223,445,500</b>	<b>(215,445,500)</b>	<b>(128,200,000)</b>	<b>25,000,000</b>	<b>(153,200,000)</b>
<b><u>CSB Ongoing Changes</u></b>							
1	Michigan Achievement Scholarship - proj. cost increases	232,000,000	100,000,000	0	232,000,000	0	0
2	Tuition Incentive Program - adj. for increased uptake	43,500,000	0	43,500,000	43,500,000	0	43,500,000
3	North American Indian Tuition waiver reimbursement adj.	830,700	0	830,700	830,700	0	830,700
4	MPSERS normal cost adjustment	(5,850,000)	(5,850,000)	0	(5,850,000)	(5,850,000)	0
	<b>Subtotal - CSB Ongoing</b>	<b>270,480,700</b>	<b>94,150,000</b>	<b>44,330,700</b>	<b>270,480,700</b>	<b>(5,850,000)</b>	<b>44,330,700</b>
<b><u>One-Time Changes</u></b>							
1	Remove FY26 one-time and supplemental appropriations	(102,320,200)	0	(102,320,200)	(102,320,200)	0	(102,320,200)
2	Operations increase (one-time)	52,320,200	52,320,200	0	69,760,300	69,760,300	0
3	Infrastructure, technology, equipment, maint., and safety	26,734,300	26,734,300	0	0	0	0
4	GF/GP to SAF fund shift - one-time	0	0	0	0	0	0
5	Tuition Incentive Prog. - ongoing to one-time shift	0	0	0	43,500,000	0	43,500,000
6	Postsecondary Scholarship Fund deposit - ongoing to one-time shift	0	0	0	100,000,000	0	100,000,000
	<b>Subtotal - One-Time</b>	<b>(23,265,700)</b>	<b>79,054,500</b>	<b>(102,320,200)</b>	<b>110,940,100</b>	<b>69,760,300</b>	<b>41,179,800</b>
	<b>TOTAL HIGHER EDUCATION</b>	<b>255,215,000</b>	<b>396,650,000</b>	<b>(273,435,000)</b>	<b>253,220,800</b>	<b>88,910,300</b>	<b>(67,689,500)</b>