



Background Briefing

COMMUNITY COLLEGES

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December 2011

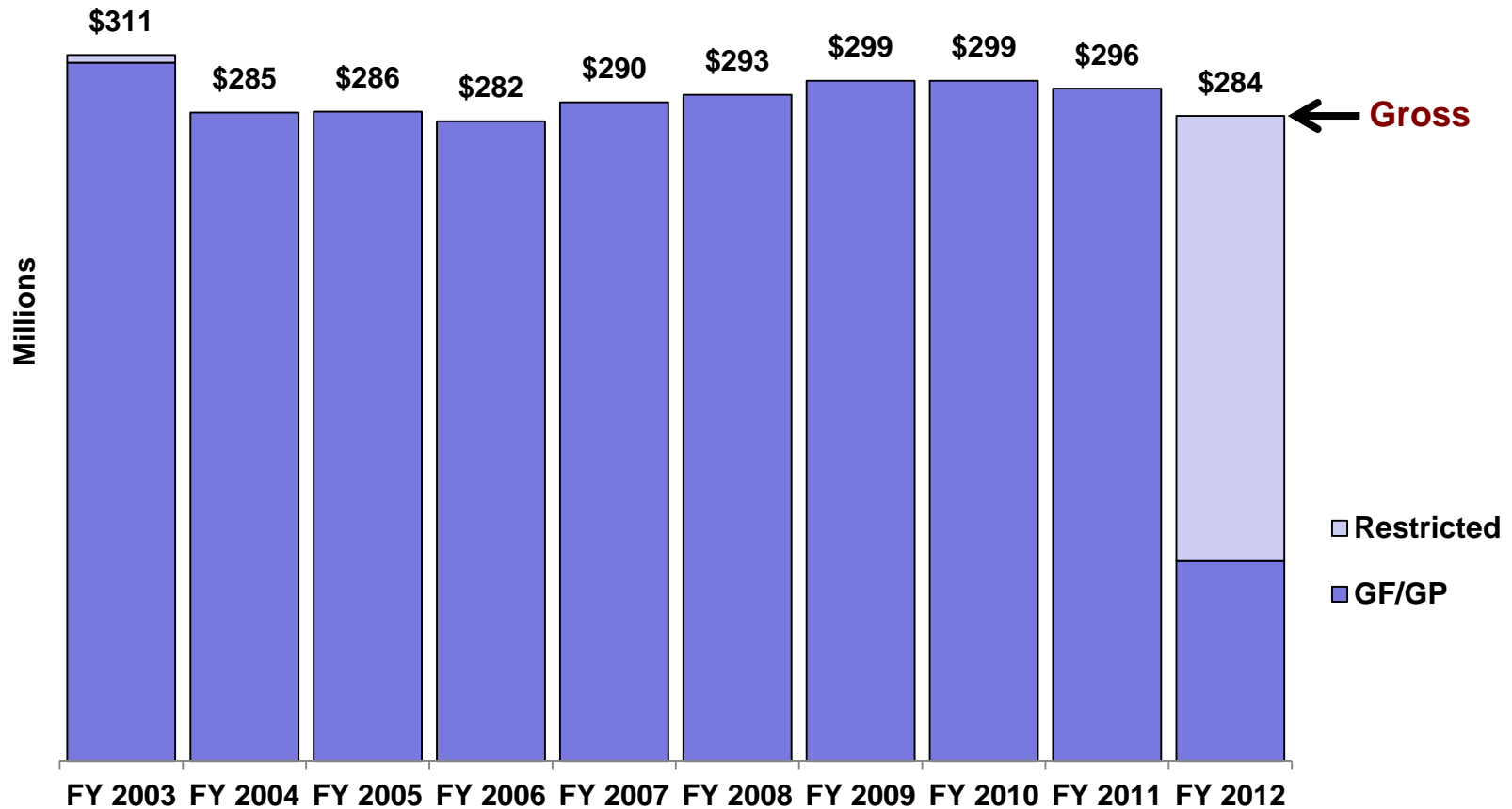
The fiscal information in this background briefing is based on data through December 31, 2011.

Community Colleges

- **The 28 community colleges**
 - Have a total annual enrollment of about 460,000 students.
 - Fall 2009 enrollment in degree programs is 254,042
 - Offer approximately 23,000 individual courses and 92,000 sections each year .
- **Each Community College is administered by a locally elected board.**
- **Average age of a MI community college student is 26.4 years old.**
- **About 60% of students attend school on a part-time basis**
- **Fall 2009: 43,127 first-time, first-year students**
- **Minority students make up 20.4% of CC students.**
- **Programs offered include:**
 - Traditional transfer
 - Basic skills
 - Technical training
 - Customized training/retraining for workers in high-skill fields

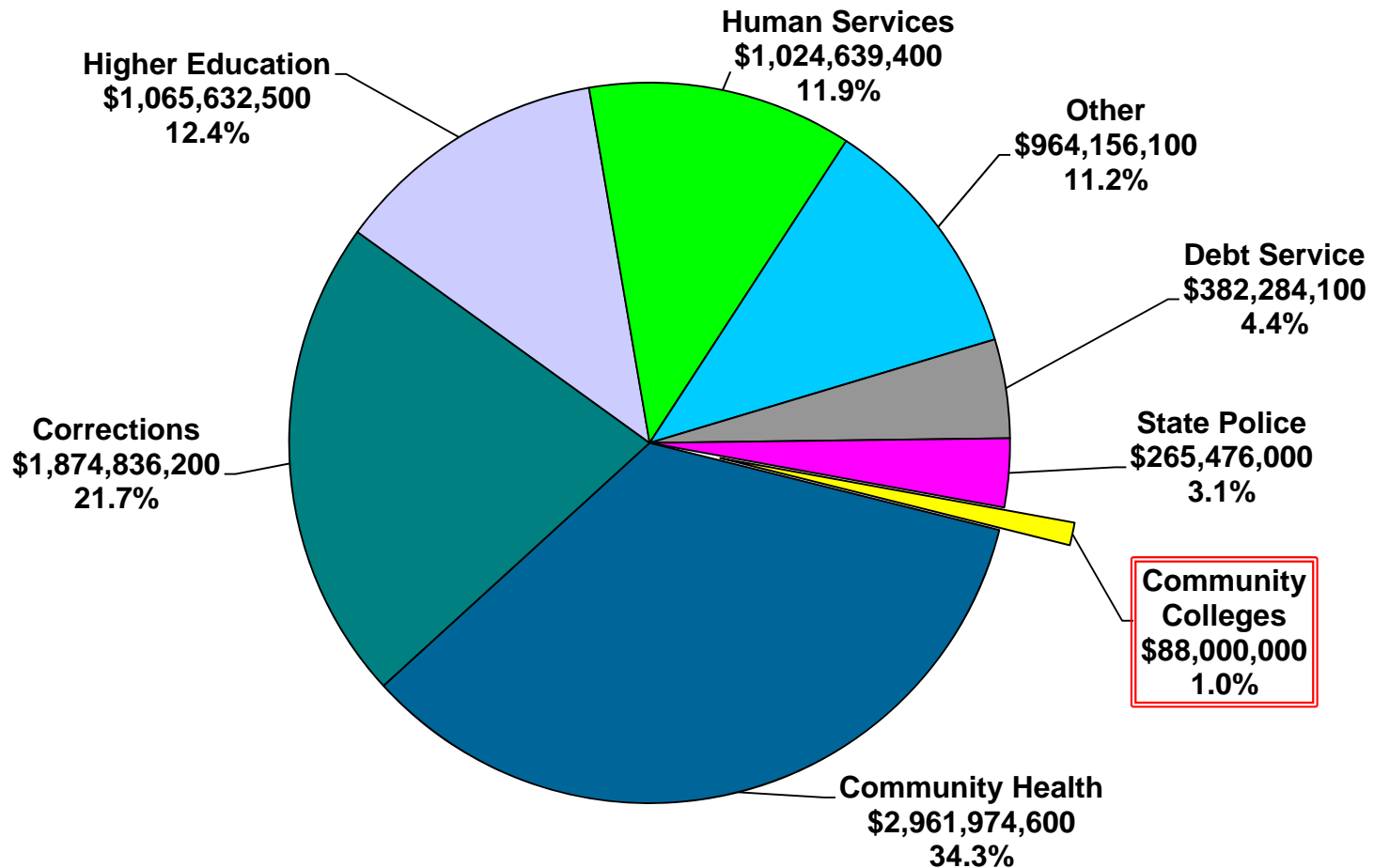
Community College Appropriations

Community College budget is, historically, 100% General Fund/General Purpose. The FY 2012 instead used a majority School Aid Fund (SAF) Revenue, with \$195.8 million of the \$283.9 million appropriation coming from SAF.



Community Colleges Share of State GF/GP

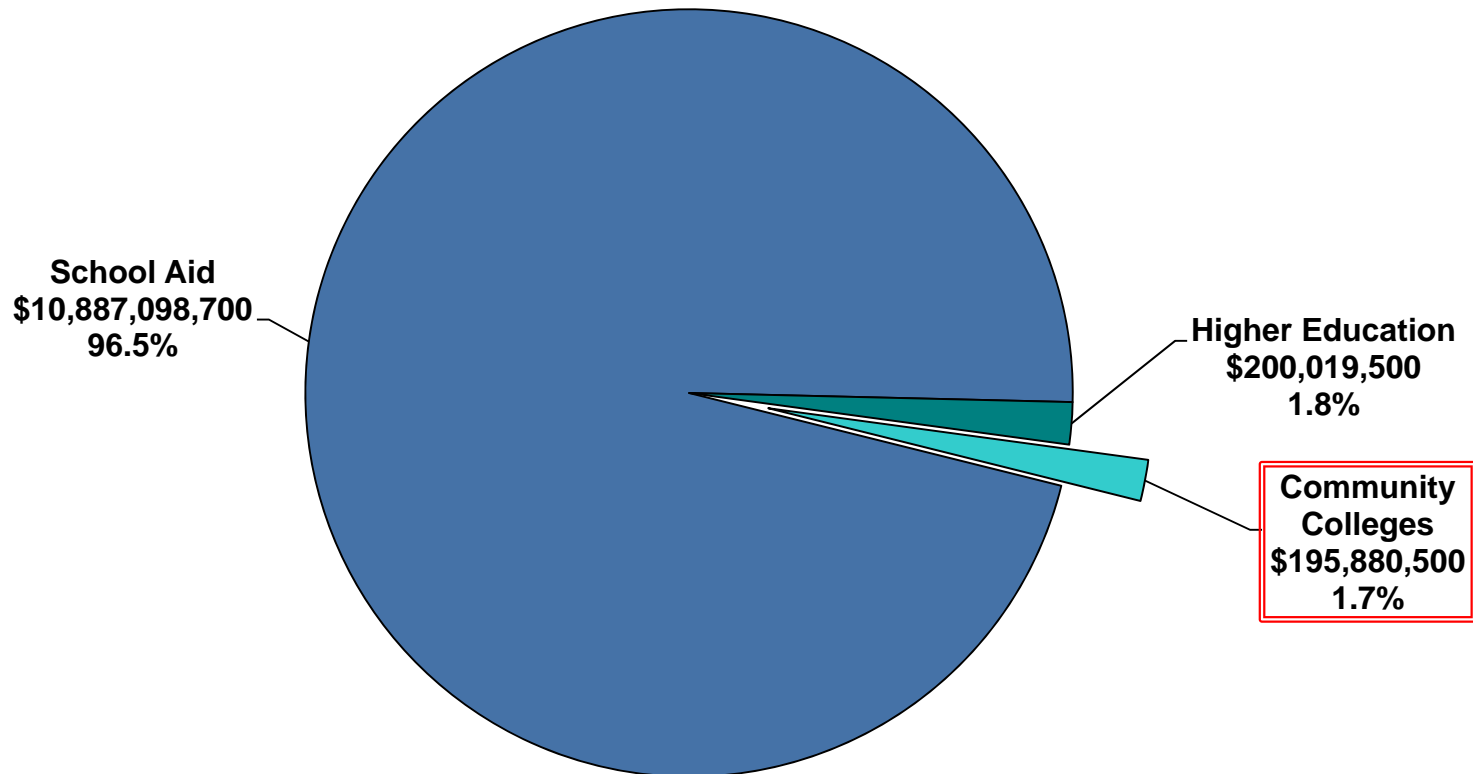
FY 2011-12 GF/GP Total: \$8,626,998,900



Community Colleges Share of School Aid Fund

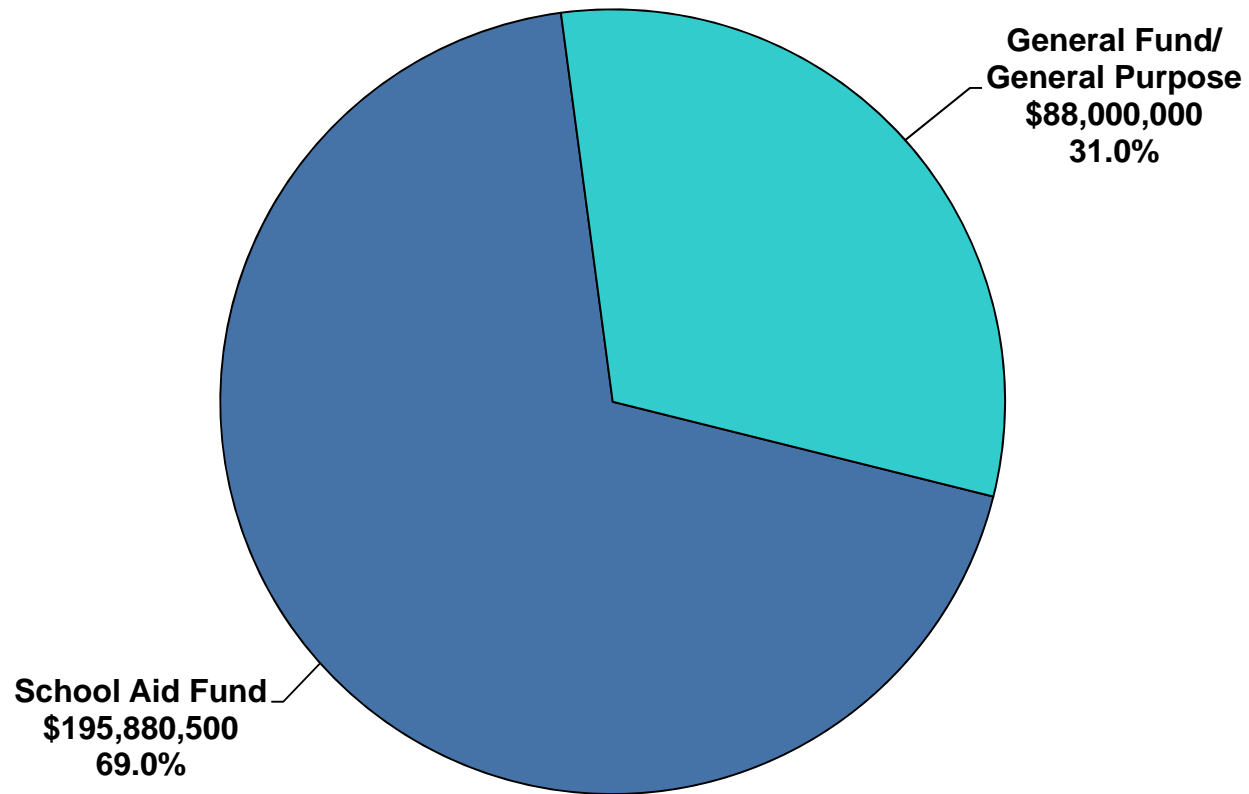
The Community Colleges budget receives 1.7% of the total state School Aid Fund (SAF)

FY 2011-12 SAF Total = \$11,282,998,700



Funding Sources

FY 2012 Total: \$283,880,500



COMMUNITY COLLEGE APPROPRIATIONS

Community College Appropriations

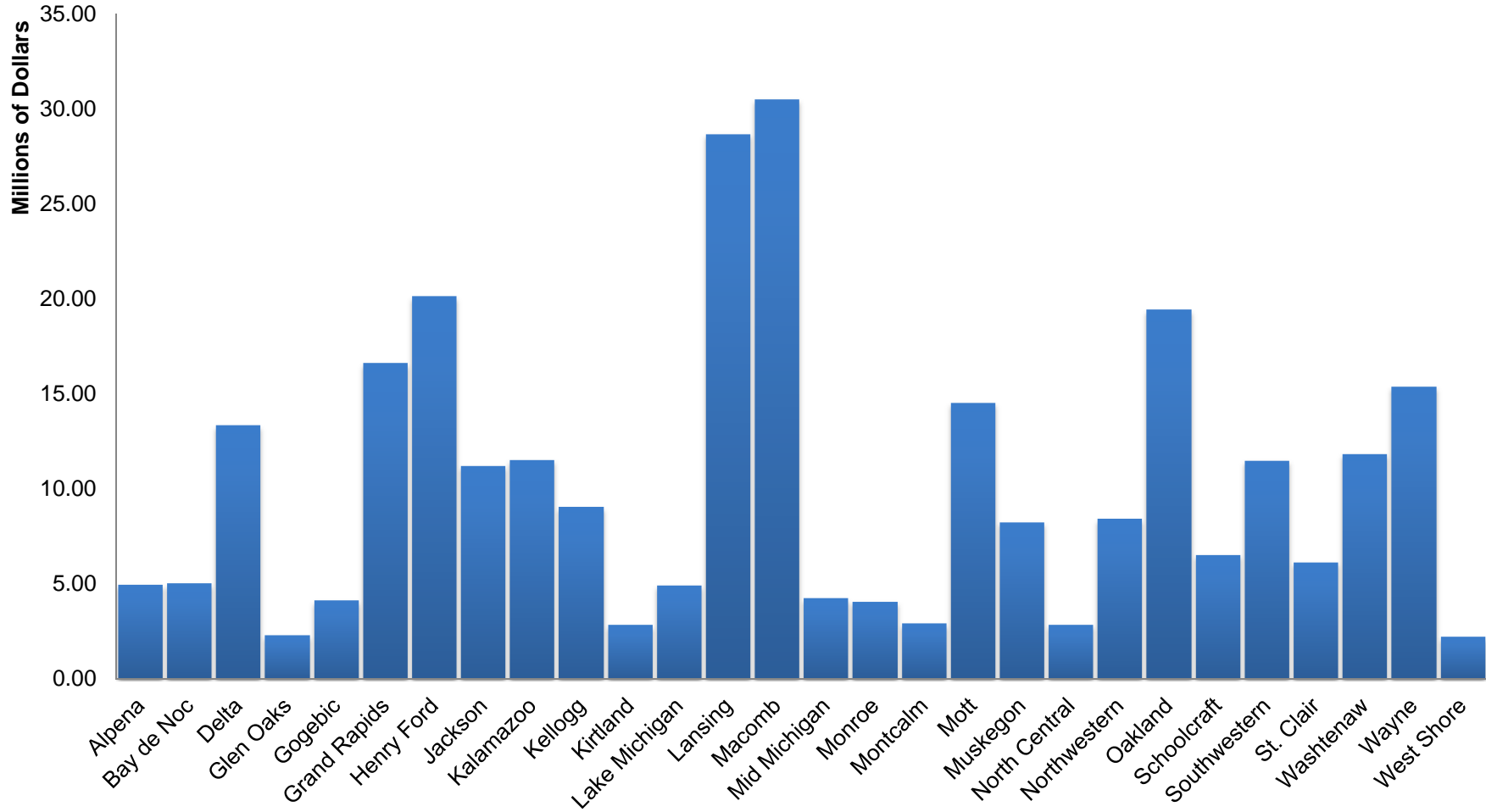
- **The FY 2011-12 Community Colleges budget provides funding to colleges through grants for general operations**
- **Prior years included a reimbursement for property tax revenue foregone because of renaissance zones within the CC district, as well as At-Risk Student Success Grants**

At-Risk Student Success Program

- In previous budgets, a \$3.3 million appropriation for At-Risk Student Success Program provided base grant of \$40,000 for each college.
- Remaining funds distributed based on each college's ratio of developmental/preparatory contact hours to total contact hours over the last three years.
- Hadn't been adjusted since FY 2004
- Separate Funding for At-Risk eliminated in FY 2011-12 Budget, with funds rolled into each college's operations grant.

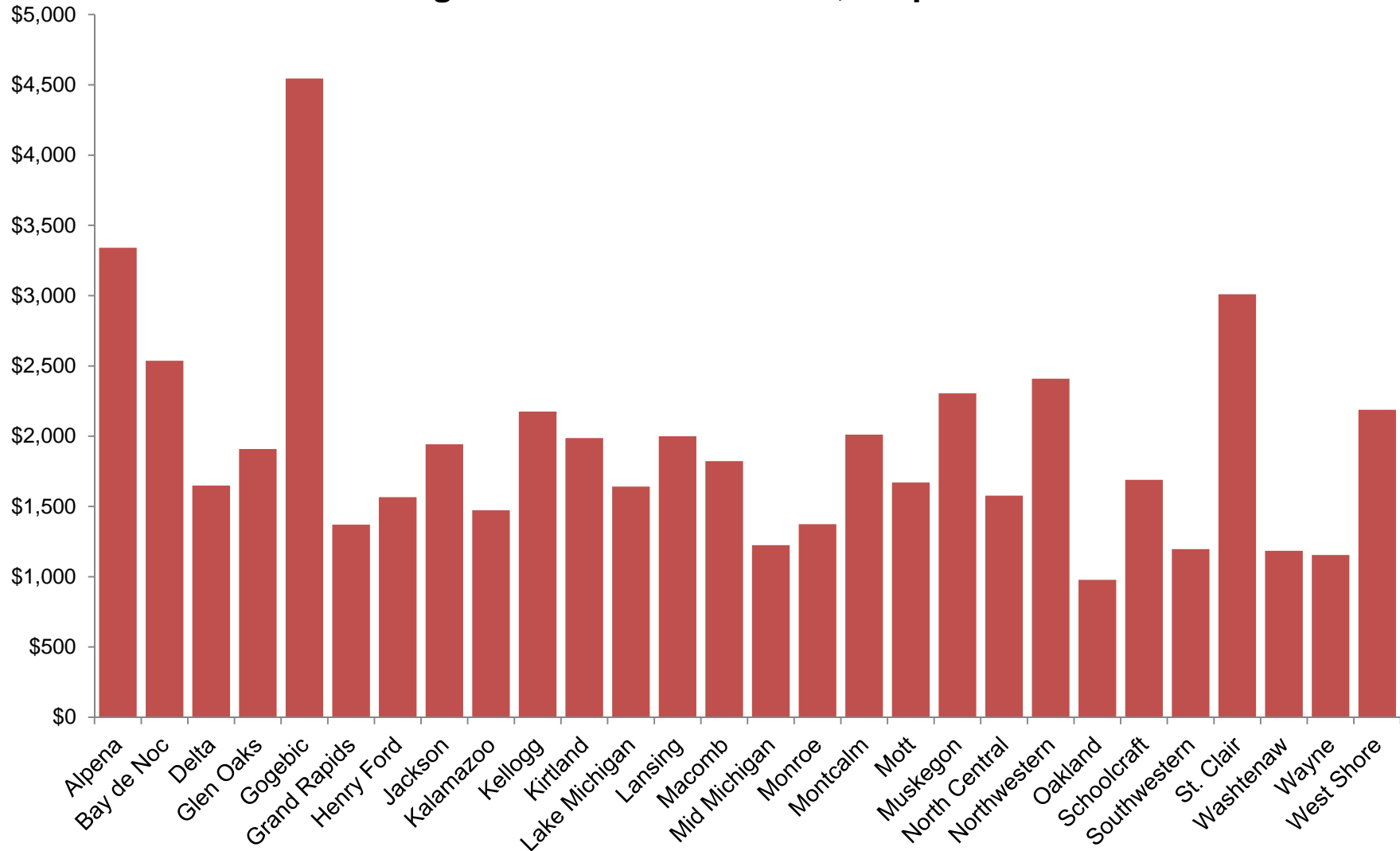
FY 2012 Operations Grants

FY 2011-12 Total: \$283,880,500



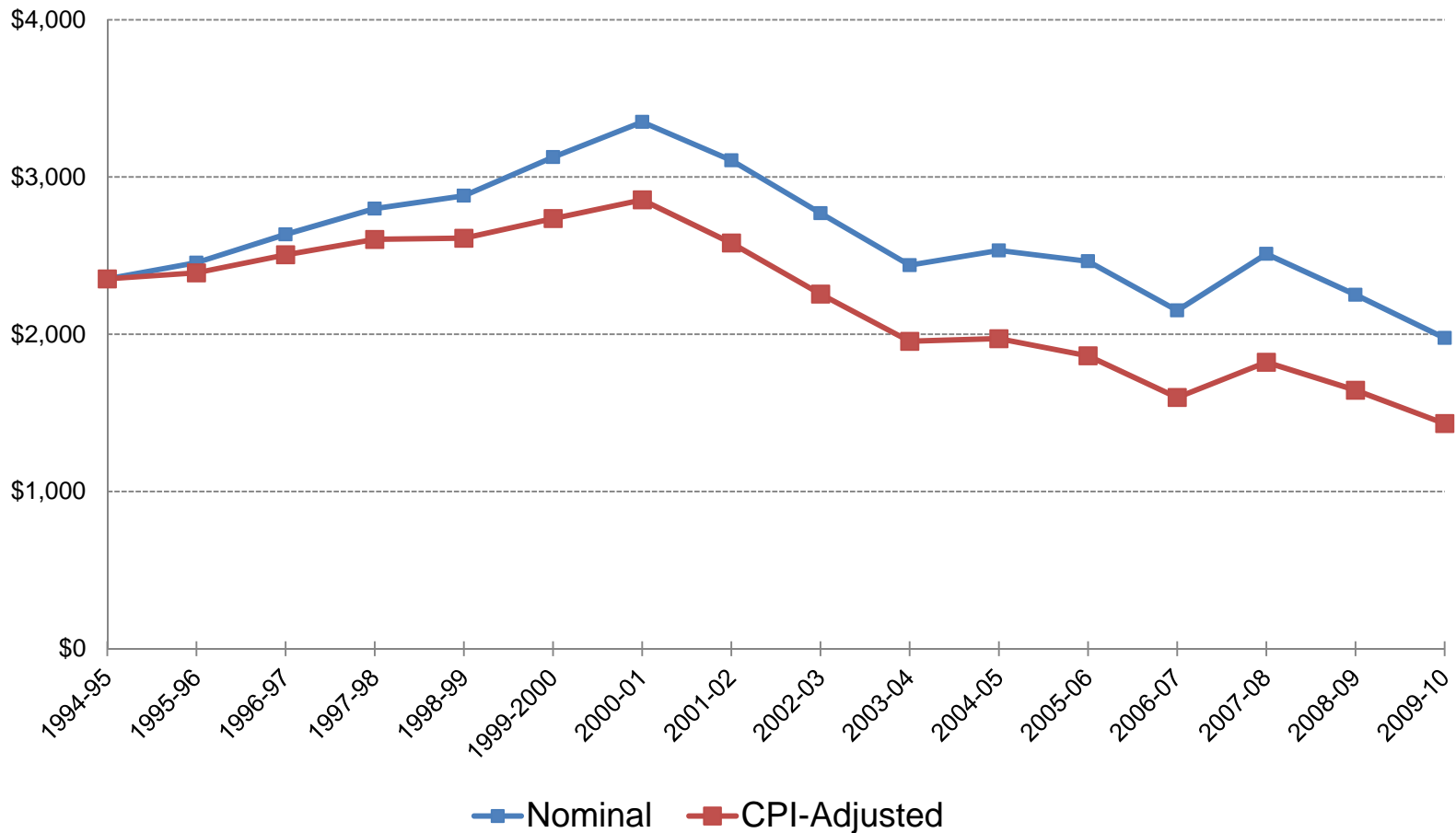
FY 2011-12 State Aid to Community Colleges Per 2009-10 Fiscal Year Equated Student

Average State Aid Revenue: \$1,926 per FYES



Average State Aid Revenue Per FYES

State Aid Per Fiscal Year Equated Student (FYES) peaked in 2000-01 (\$3,350) and declined in most years since. State Aid Per FYES was \$1,976 for 2009-10, or \$1,432 when adjusting for changes in the Consumer Price Index.



Enrollment Definitions

- **Unduplicated Student Headcount:** The total number of students that have enrolled in at least one community course.
- **Fiscal Year Equated Student (FYES):** The calculated equivalent of one full year of instruction, defined as 31 semester credit hours. Degrees are granted on the basis of credit hours, with the typical associates degree requiring 62 credit hours.
- **Contact Hour Equated Students (CHES):** The calculated equivalent of one full year of instruction, defined as 496 hours of instruction. This measure can capture additional hours of instruction or student interaction that may not be included in a credit hour.

Performance Funding

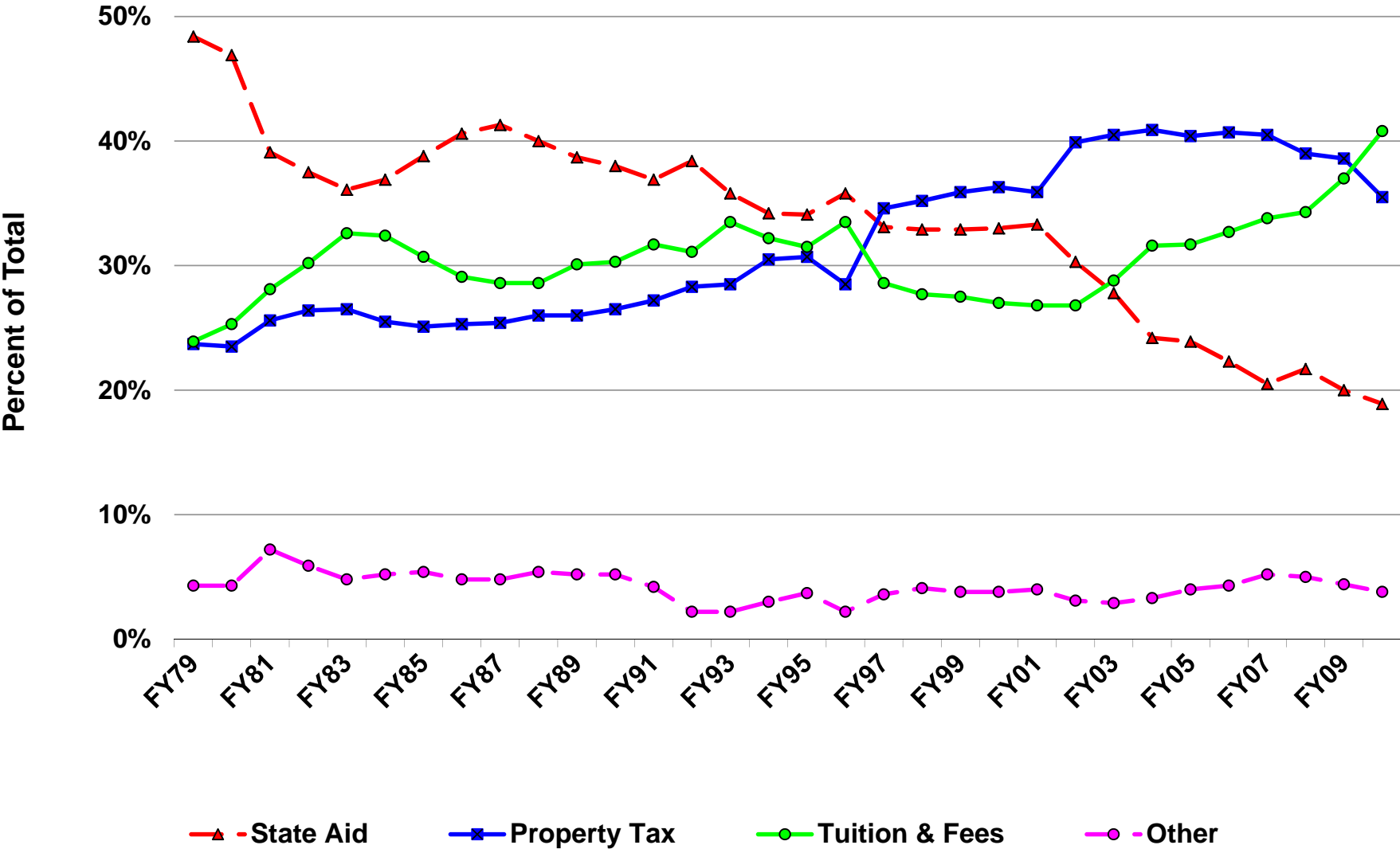
- **The Performance Indicators Formula was used in FY 2006-07, 2007-08, and FY 2008-09 in order to allocate funding increases.**
- **In FY 2011-12, the Performance Indicators Formula was used in the budget reduction process.**
- **A total of \$18 million was cut across-the-board, with \$6 million added back in according to the Performance Indicators formula.**

Performance Indicators Formula

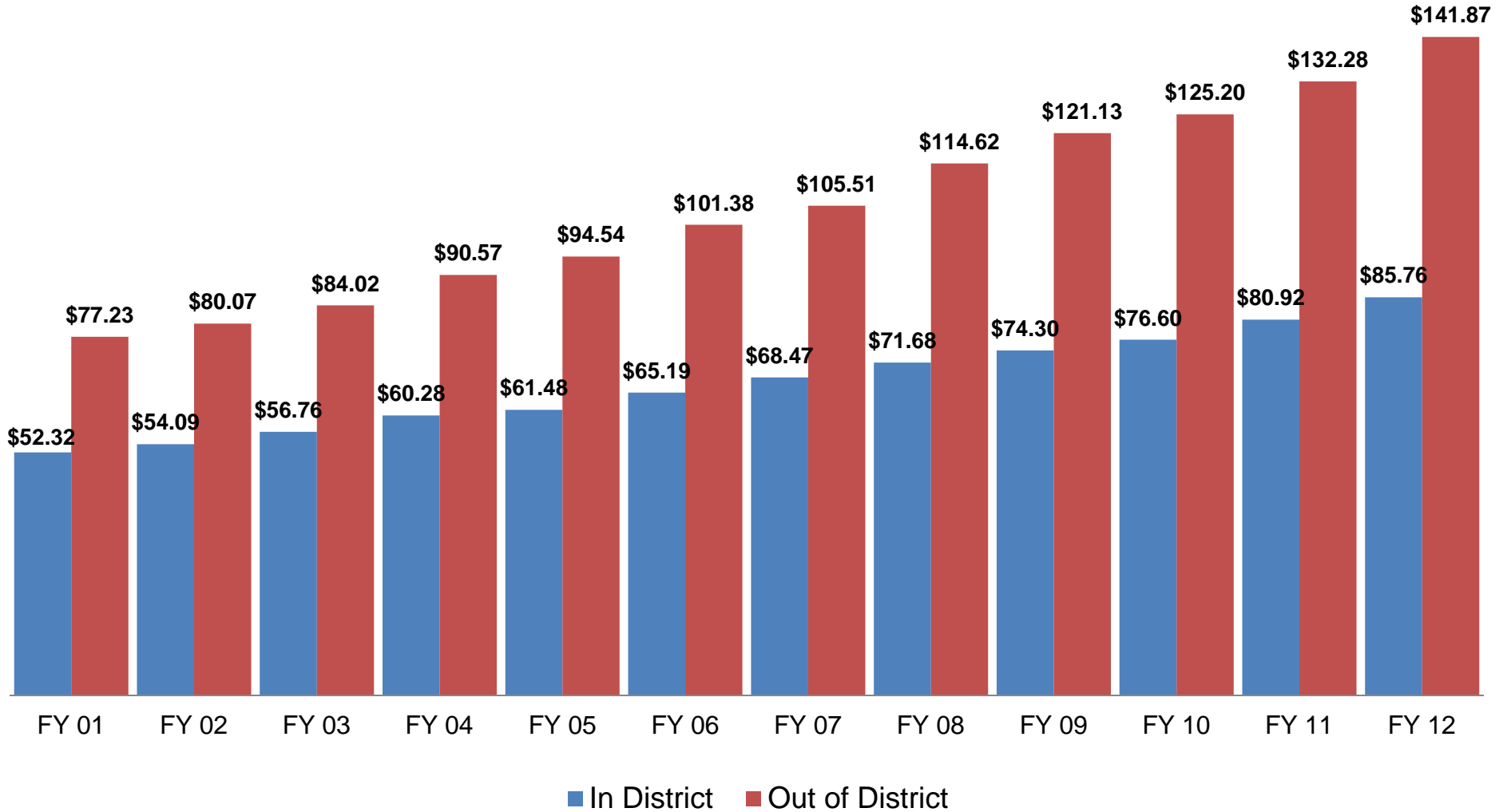
- **Includes:**
 - 50% Base Funding
 - 17.5% Enrollments
 - 17.5% Weighted Degree and Certificate Completions
 - 15% Local Strategic Value
 - Measured in FY 2011-12 as:
 - 7.5% Administrative Spending
 - 7.5% Public Service Spending
- **As 50% of this formula is proportional to base funding, only \$3 million of the FY 2011-12 budget was affected by Performance Indicators funding.**

COMMUNITY COLLEGE DATA

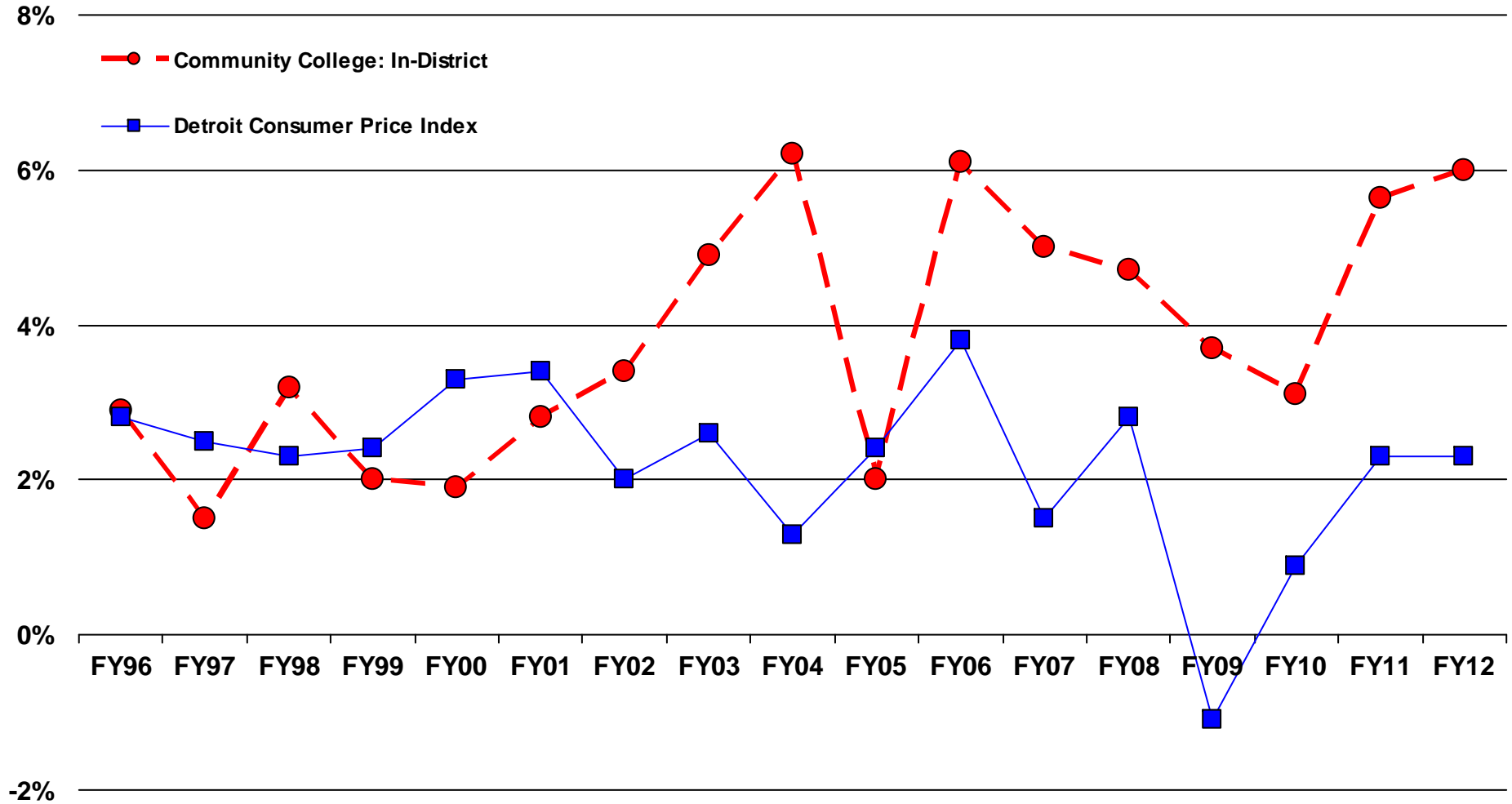
Community College Operating Fund Revenue



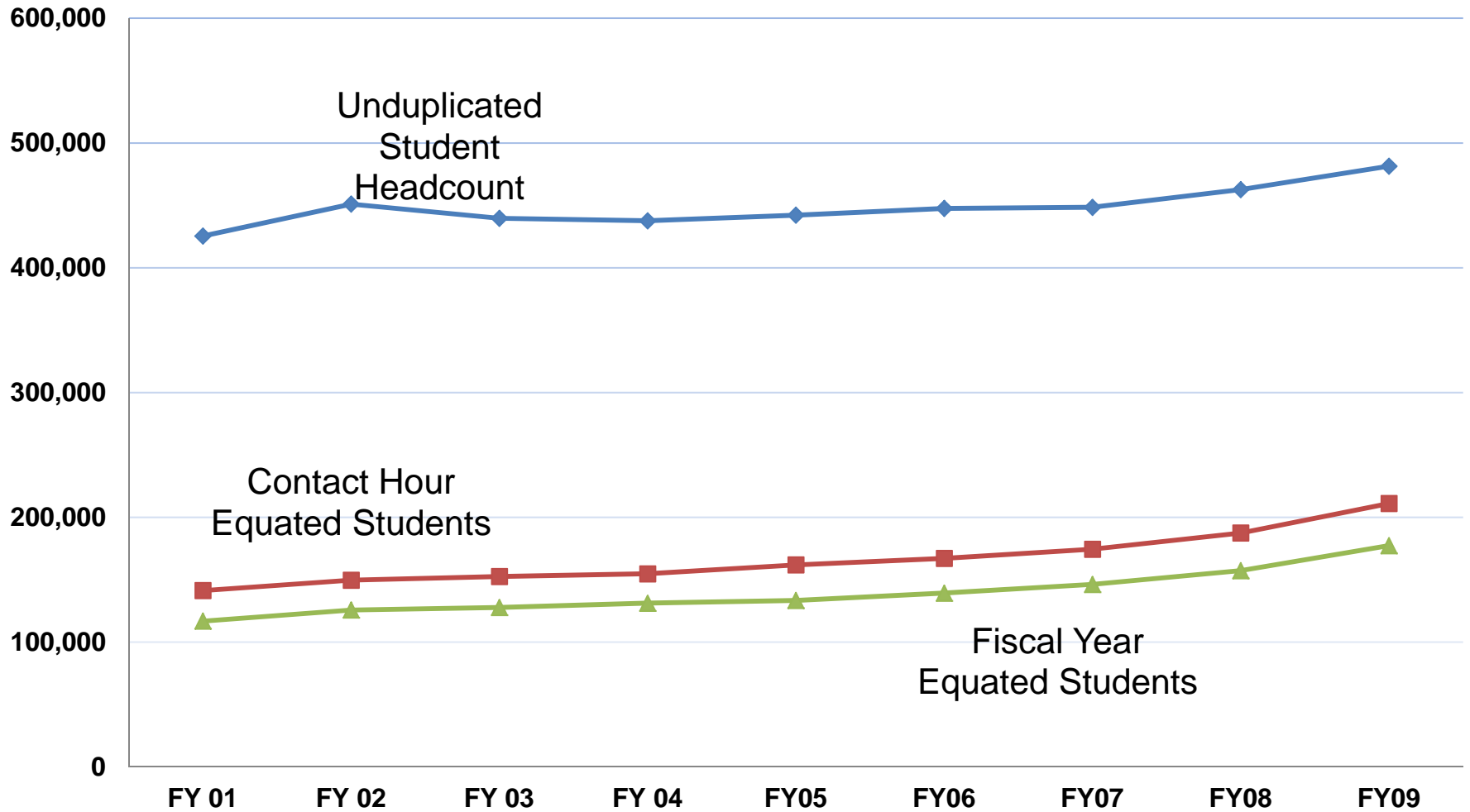
Tuition Rate History



Increase in Average Tuition Rates

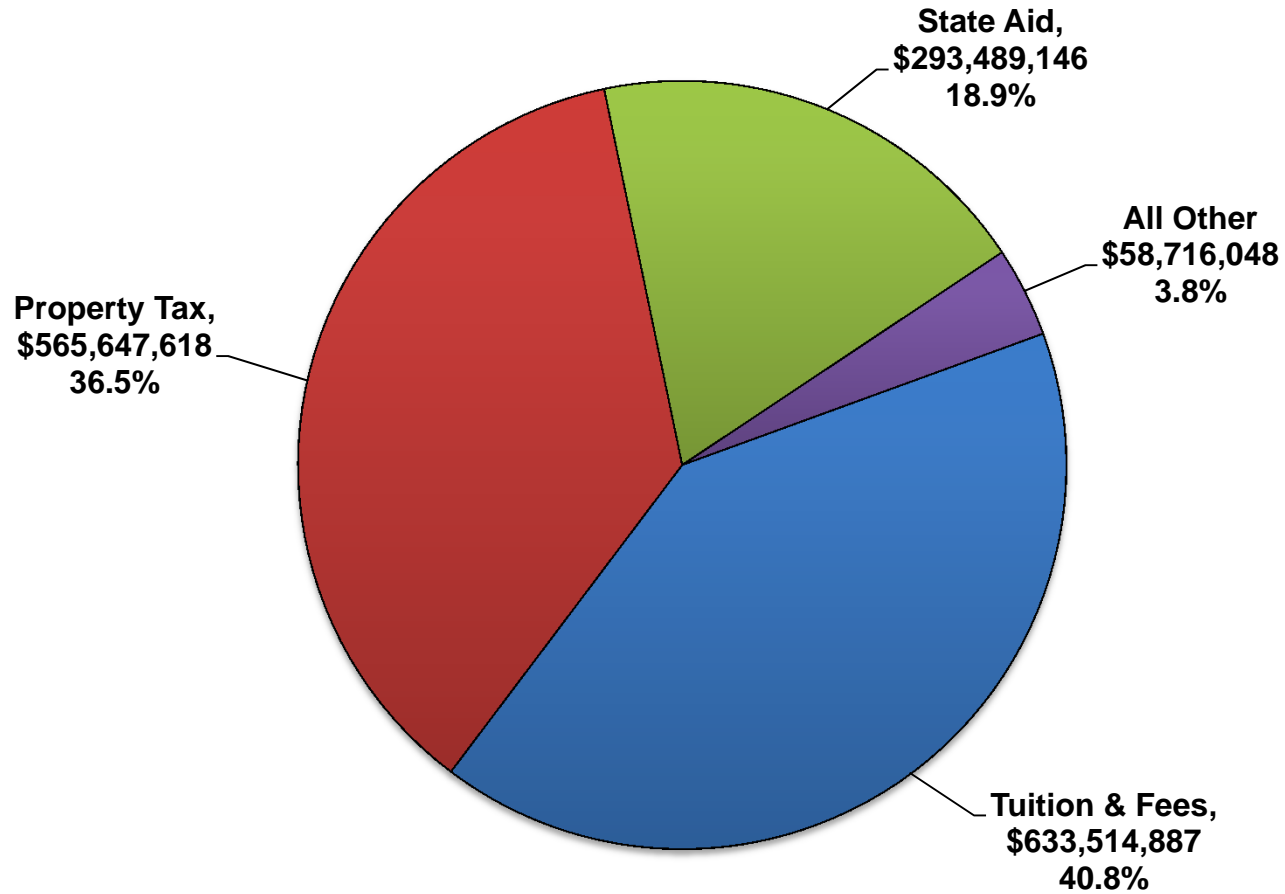


Enrollment History

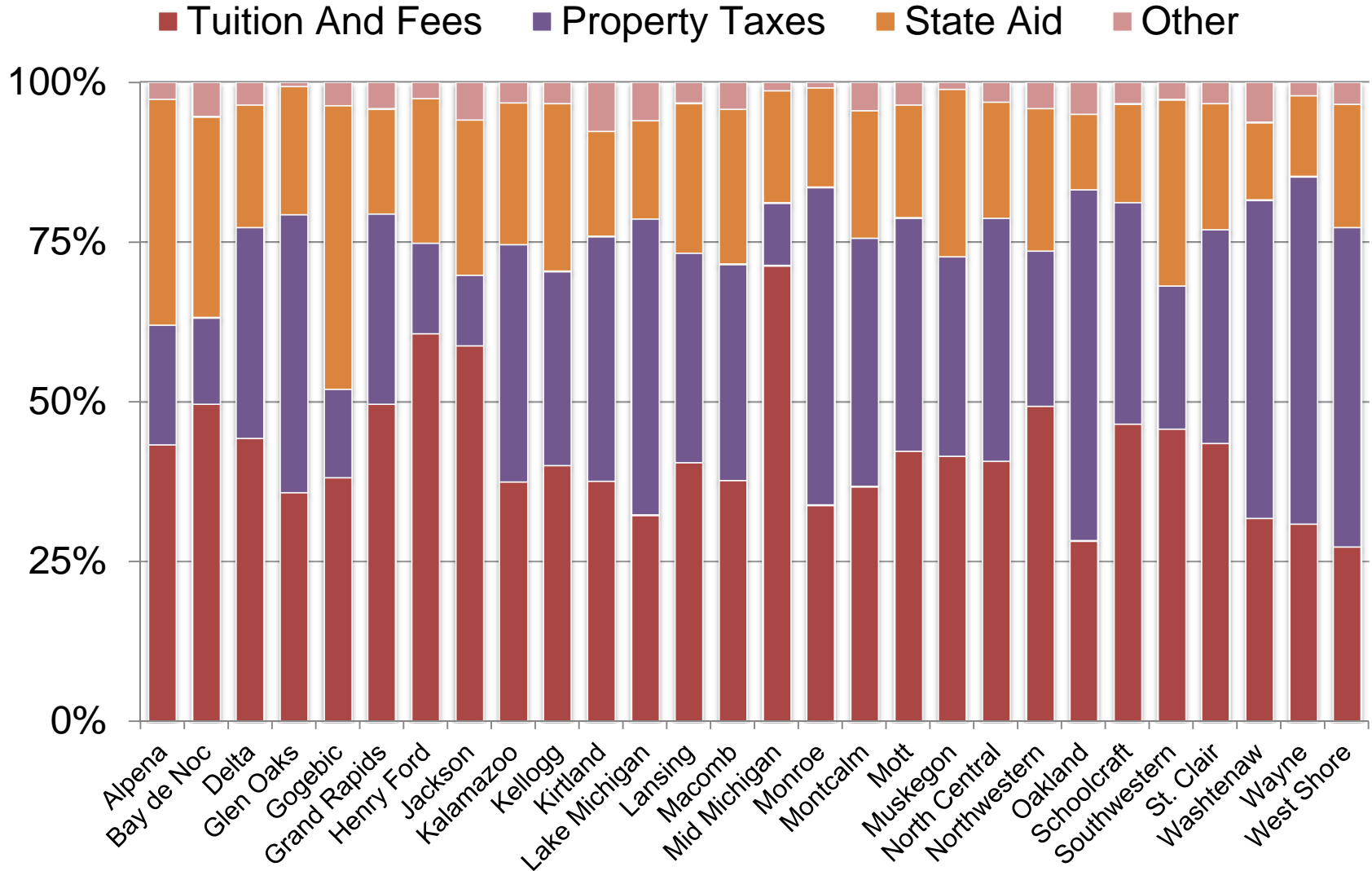


Community College Operating Fund Revenue

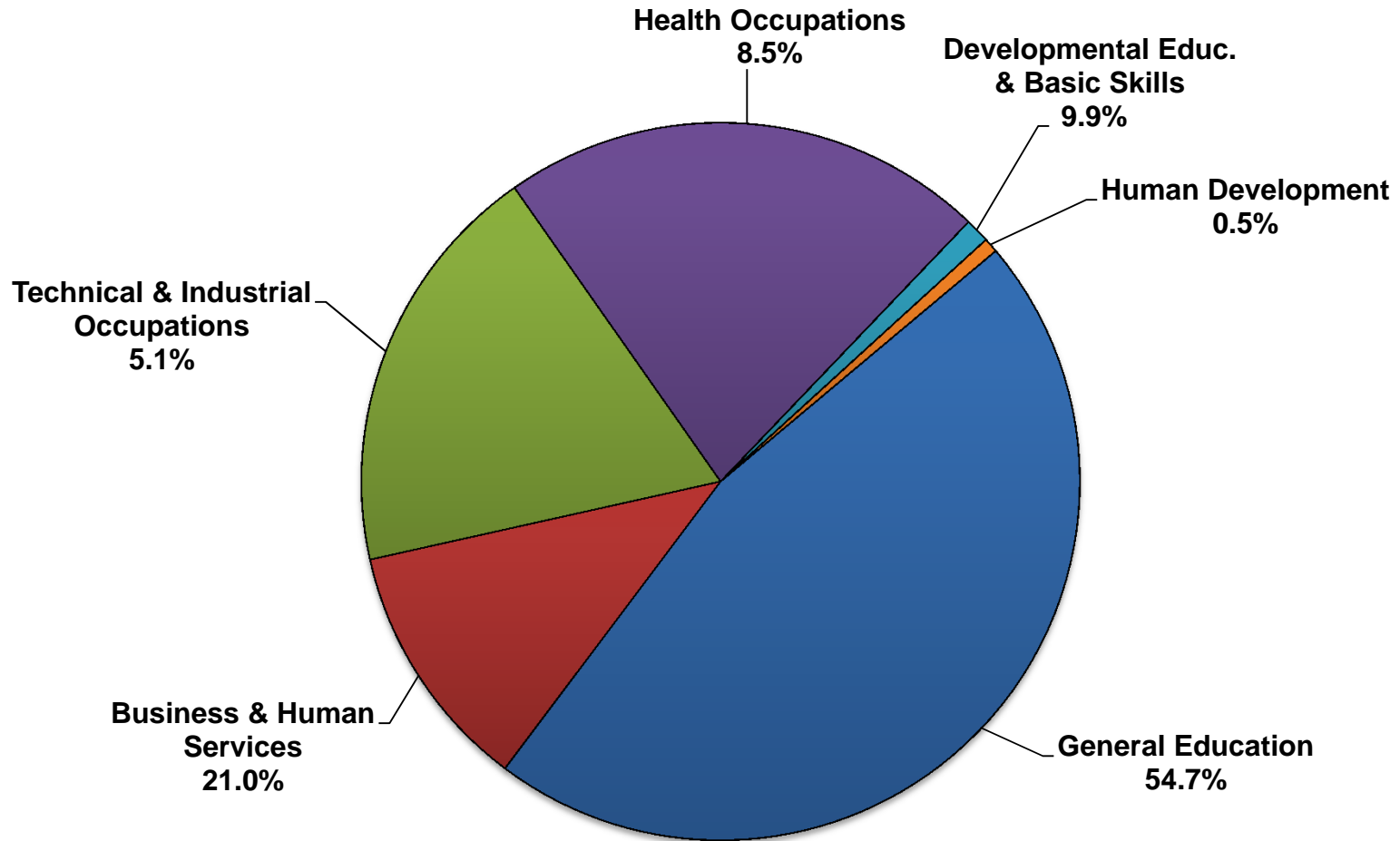
FY 2009-10 Total: \$1,551,367,699



Community College Revenue % Of Source



FY 2009-10 Distribution of Students (FYES) By Instructional Area



**For more information about the
Community Colleges budget, contact:**

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