

Funding Model Comparison: Michigan and Florida

	Michigan Performance Funding	Florida Performance Based Funding
Funding Allocated	<p>Beginning with FY 2012-13, university funding increases have been allocated to individual universities using performance funding metrics. The performance funding formula has been used only to allocate year-over-year funding increases to Michigan's 15 public universities. The performance increases for each year have been rolled into the university's base amounts for the subsequent years. \$28 million was appropriated for performance funding in FY 2017-18.</p>	<p>For 2017-2018, the current appropriation of \$520 M includes \$245 M for state investment and \$275 M for institutional investment. Florida has not provided funding based on enrollments since 2007-2008. Rather, funding is based primarily on performance and the allocation of dollars towards special university initiatives.</p>
Eligibility	<p>All institutions receive funding in the Michigan model. In order to qualify for the funding increase allocated to each university, a university must comply with four policy requirements:</p> <ol style="list-style-type: none"> 1. Comply with tuition restraint requirements under section 265 of the budget, which includes limiting the increase in resident undergraduate tuition and fees for FY 2017- 	

	<p>awarded that degree by the community college.</p> <ol style="list-style-type: none"> 3. Certify that the university's dual enrollment policy does not consider use of dual enrollment courses toward high school graduation requirements as a consideration for awarding college credit for the courses. 4. Actively participate in, and submit timely updates to, the Michigan Transfer Network, an online service for students that provides course transfer equivalencies across all public colleges and universities and most independent colleges and universities in the state. 	
<p>Guiding Principles</p>	<p>Two metrics are allocated to the universities in direct proportion to the metric. For the remaining four metrics, universities are compared to their national peers. Universities are scored on their performance relative to public universities across the nation that have been classified into the same Basic Classification under the system developed and periodically updated by the Carnegie Foundation.</p>	<p>The Florida model has four guiding principles:</p> <ol style="list-style-type: none"> 1. Use metrics that align with SUS Strategic Plan goals 2. Reward excellence or improvement 3. Have a few clear, simple metrics 4. Acknowledge the unique mission of the different institutions. <p>T/F1 11.04 Tf1 0 0 1 379.63 377ol</p>

	significant reduction in appropriations made from FY 2010-11 amounts in the FY 2011-12 budget. FY 2011-12 included a 15.0% across-the-board reduction to university operations.	
Institutional Control	Michigan institutions do not have control over appropriation levels	