



HOUSE BILL No. 5288

February 3, 2000, Introduced by Reps. Jelinek, Godchaux, Byl, Pumford, Pappageorge, LaSata, Cameron Brown, Stamas, Geiger, Mead, Kukuk, Jellema, Caul, Mortimer, Scranton and Jansen and referred to the Committee on Appropriations.

EXECUTIVE BUDGET BILL

A bill to make appropriations for the department of education and certain other purposes relating to education for the fiscal year ending September 30, 2001; to provide for the expenditure of the appropriations; to prescribe the powers and duties of certain state departments, school districts, and other governmental bodies; and to provide for the disposition of fees and other income received by certain legal entities and state agencies.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. Subject to the conditions set forth in this bill, the

1 amounts listed in this part are appropriated for the department of
2 education for the fiscal year ending September 30, 2001, from the
3 funds indicated in this part. The following is a summary of the
4 appropriations in this part:

5 **DEPARTMENT OF EDUCATION**

6 APPROPRIATION SUMMARY:

7 Full-time equated unclassified positions . . . 6.0

8 Full-time equated classified positions . . . 457.6

9 GROSS APPROPRIATION \$ 925,310,500

10 Total interdepartmental grants and

11 intradepartmental transfers 518,000

12 ADJUSTED GROSS APPROPRIATION \$ 924,792,500

13 Federal revenues:

14 Total federal revenues 871,088,900

15 Special revenue funds:

16 Total local revenues 6,365,000

17 Total private revenues 602,300

18 Total state restricted revenues 14,037,600

19 State general fund/general purpose \$ 32,698,700

20 **Sec. 102. STATE BOARD OF EDUCATION/OFFICE**

21 **OF THE SUPERINTENDENT**

22 Full-time equated unclassified positions . . . 6.0

23 Full-time equated classified positions . . . 14.0

24 State board of education, per diem payments . . . \$ 19,400

25 Unclassified positions--6.0 FTE positions 505,500

26 State board/superintendent operations--14.0 FTE

27 positions 2,307,700

28 GROSS APPROPRIATION \$ 2,832,600

29 Appropriated from:

1	Federal revenues:	
2	Federal revenues	573,200
3	Special revenue funds:	
4	Private revenues	8,000
5	State general fund/general purpose \$	2,251,400
6	Sec. 103. CENTRAL SUPPORT	
7	Full-time equated classified positions 45.2	
8	Central support--45.2 FTE positions \$	5,614,400
9	Worker's compensation	108,000
10	Education commission of the states	95,500
11	Property management services	1,118,700
12	Training and orientation workshops	100,000
13	Terminal leave payments	<u>440,500</u>
14	GROSS APPROPRIATION \$	7,477,100
15	Appropriated from:	
16	Federal revenues:	
17	Federal revenues	4,081,400
18	Special revenue funds:	
19	Local cost sharing	60,800
20	Certification fees	153,900
21	Commodity distribution fees	4,800
22	Driver fees	19,900
23	Motorcycle license fees	3,900
24	Safety education fund	2,300
25	School loan exception fees	63,000
26	Teacher testing fees	8,800
27	Training and orientation workshop fees	100,000
28	State general fund/general purpose \$	2,978,300
29	Sec. 104. SCHOOL SUPPORT SERVICES	

1	Full-time equated classified positions	41.4	
2	School support operations--41.4 FTE positions .	\$	<u>4,876,300</u>
3			
4	GROSS APPROPRIATION	\$	4,876,300
5	Appropriated from:		
6	Federal revenues:		
7	Federal revenues		3,875,500
8	Special revenue funds:		
9	Commodity distribution fees		41,800
10	Driver fees		482,900
11	Motorcycle license fees		137,900
12	Safety education fund		116,500
13	State general fund/general purpose	\$	221,700
14	Sec. 105. DATA AND TECHNOLOGY SERVICES		
15	Full-time equated classified positions	37.2	
16	Data and technology operations--37.2 FTE		
17	positions	\$	<u>5,127,400</u>
18	GROSS APPROPRIATION	\$	5,127,400
19	Appropriated from:		
20	Federal revenues:		
21	Federal revenues		2,759,100
22	Special revenue funds:		
23	Certification fees		256,600
24	Driver fees		10,600
25	State general fund/general purpose	\$	2,101,100
26	Sec. 106. SPECIAL EDUCATION SERVICES		
27	Full-time equated classified positions	55.6	
28	Special education operations--55.6 FTE positions	\$	<u>7,140,900</u>
29	GROSS APPROPRIATION	\$	7,140,900

1	Appropriated from:		
2	Federal revenues:		
3	Federal revenues		6,922,500
4	Special revenue funds:		
5	Certification fees		19,900
6	State general fund/general purpose	\$	198,500
7	Sec. 107. LANSING, MICHIGAN SCHOOL FOR THE		
8	BLIND FORMER SITE		
9	General services	\$	<u>1,267,000</u>
10	GROSS APPROPRIATION	\$	1,267,000
11	Appropriated from:		
12	Interdepartmental grant revenues:		
13	Interdepartmental grant from corrections		
14	academy lease		518,000
15	Special revenue funds:		
16	Private revenues		10,000
17	Lansing, Michigan school for the blind rent . .		739,000
18	State general fund/general purpose	\$	0
19	Sec. 108. MICHIGAN SCHOOLS FOR THE DEAF AND BLIND		
20	Full-time equated classified positions	120.3	
21	Michigan schools for the deaf and blind		
22	operations--117.0 FTE positions	\$	11,117,200
23	Technical resource and reproduction center . .		1,100,000
24	Summer institute		312,100
25	Michigan deaf/blind center 2.3 FTE positions .		306,400
26	Camp Tuhsmeheeta 1.0 FTE position		250,100
27	Private gifts - blind		90,000
28	Private gifts - deaf		<u>50,000</u>
29	GROSS APPROPRIATION	\$	13,225,800

1	Appropriated from:	
2	Federal revenues:	
3	Federal revenues	2,448,200
4	Special revenue funds:	
5	Local cost sharing (schools for blind/deaf) . .	6,201,600
6	Local school district service fees	102,600
7	Private revenues	460,100
8	Student insurance revenue	205,100
9	State general fund/general purpose \$	3,808,200
10	Sec. 109. PROFESSIONAL PREPARATION SERVICES	
11	Full-time equated classified positions 26.5	
12	Professional preparation operations--26.5	
13	FTE positions \$	3,179,900
14	Teacher quality enhancement	2,500,000
15	Department of attorney general	<u>50,000</u>
16	GROSS APPROPRIATION \$	5,729,900
17	Appropriated from:	
18	Federal revenues:	
19	Federal revenues	2,720,800
20	Special revenue funds:	
21	Certification fees	2,746,400
22	Teacher testing fees	262,700
23	State general fund/general purpose \$	0
24	Sec. 110. FIELD SERVICES	
25	Full-time equated classified positions 41.0	
26	Field services operations--41.0 FTE positions . \$	<u>4,099,800</u>
27	GROSS APPROPRIATION \$	4,099,800
28	Appropriated from:	
29	Federal revenues:	

1	Federal revenues	3,673,200
2	Special revenue funds:	
3	State general fund/general purpose \$	426,600
4	Sec. 111. OFFICE OF SCHOOL EXCELLENCE	
5	Full-time equated classified positions . . . 45.3	
6	School excellence operations--45.3 FTE position \$	<u>6,589,200</u>
7	GROSS APPROPRIATION \$	6,589,200
8	Appropriated from:	
9	Federal revenues:	
10	Federal revenues	4,006,300
11	Special revenue funds:	
12	Private revenues	29,400
13	State general fund/general purpose \$	2,553,500
14	Sec. 112. GOVERNMENT SERVICES	
15	Full-time equated classified positions . . . 12.3	
16	Government services operations--12.3 FTE positions \$	<u>1,081,300</u>
17	GROSS APPROPRIATION \$	1,081,300
18	Appropriated from:	
19	Federal revenues:	
20	Federal revenues	635,800
21	Special revenue funds:	
22	State general fund/general purpose \$	445,500
23	Sec. 113. SAFE SCHOOLS AND ADMINISTRATIVE LAW	
24	Full-time equated classified positions . . . 11.0	
25	Safe schools operations--2.0 FTE positions . . \$	425,500
26	Administrative law operations--9.0 FTE positions	847,400
27	State tenure commission per diem	<u>11,100</u>
28	GROSS APPROPRIATION \$	1,284,000
29	Appropriated from:	

1	Federal revenues:	
2	Federal revenues	293,400
3	Special revenue funds:	
4	State general fund/general purpose \$	990,600
5	Sec. 114. EDUCATION OPTIONS, CHARTERS, AND CHOICE	
6	Full-time equated classified positions 7.8	
7	Education option operations--7.8 FTE positions . \$	<u>797,800</u>
8	GROSS APPROPRIATION \$	797,800
9	Appropriated from:	
10	Federal revenues:	
11	Federal revenues	305,500
12	Special revenue funds:	
13	State general fund/general purpose \$	492,300
14	Sec. 115. GRANTS AND DISTRIBUTIONS	
15	FEDERAL PROGRAMS:	
16	Acquired immunodeficiency syndrome education	
17	grants \$	600,000
18	Class size reduction grants	50,275,700
19	Competitive child care and development	500,000
20	Drug-free schools grant	16,758,400
21	Eisenhower mathematics and science grants	12,940,000
22	Emergency immigrant	1,455,000
23	Goals 2000 grants	17,082,200
24	Handicapped infants and toddlers	16,000,000
25	Homeless children and youth	1,041,000
26	Michigan charter school subgrant program	5,000,000
27	Preschool grants (PL 94-142)	13,500,000
28	Refugee children school impact grant	950,000
29	School-age child care grants	301,500

1	School lunch program-federal share	244,500,000
2	Serve America grants	840,000
3	Special education	20,089,800
4	Surplus commodity	2,506,000
5	Technology literacy challenge grants	17,784,300
6	Title I, comprehensive school reform	5,889,200
7	Title I, disadvantaged children	346,000,000
8	Title I, even start	5,300,000
9	Title I, migrant	12,000,000
10	Title VI, innovative strategies	13,480,900
11	STATE PROGRAMS:	
12	Christa McAuliffe grants	94,800
13	Driver education	7,600,000
14	Motorcycle safety education	867,300
15	National board certification	20,000
16	Off-road vehicle safety training grant	194,300
17	Reading plan for Michigan grants	34,000,000
18	School breakfast programs	4,128,000
19	School readiness grants	<u>12,083,000</u>
20	GROSS APPROPRIATION	\$ 863,781,400
21	Appropriated from:	
22	Federal revenues:	
23	DAG-food and nutrition service, national	
24	school lunch	244,500,000
25	DAG-the emergency food assistance program	2,506,000
26	DED-OBEMLA, emergency immigrant education	
27	assistance	1,455,000
28	DED-OESE, charter schools	5,000,000
29	DED-OESE, class size reduction	50,275,700

1	DED-OESE, drug-free schools and communities . .	16,758,400
2	DED-OESE, goals 2000	22,082,200
3	DED-OESE, Eisenhower mathematics and science	
4	administration	12,940,000
5	DED-OESE, reading excellence act	29,000,000
6	DED-OESE, technology literacy challenge fund .	17,784,300
7	DED-OESE, title I, comprehensive school	
8	reform	5,031,900
9	DED-OESE, title I, disadvantaged children . . .	346,000,000
10	DED-OESE, title I, even start	5,300,000
11	DED-OESE, title I, migrant education	12,000,000
12	DED-OESE, title VI, innovative strategies . . .	13,480,900
13	DED-OESE, title X, comprehensive school reform	857,300
14	DED-OSERS, handicapped infants and toddlers . .	16,000,000
15	DED-OSERS, handicapped preschool incentive	
16	grants	13,500,000
17	DED-OSERS, handicapped program, individuals with	
18	disabilities act	20,089,800
19	DED-OVAE, homeless children and youth	1,041,000
20	HHS-ACF, at-risk child care	500,000
21	HHS-ACF, refugee children	950,000
22	HHS-CDCP, AIDS education	600,000
23	HHS-ACF, dependent care block grant	301,500
24	Corporation for national and community service	840,000
25	Special revenue funds:	
26	Private revenues	94,800
27	Driver fees	7,600,000
28	Motorcycle license fees	867,300
29	Safety education fund	194,300

1 State general fund/general purpose \$ \$16,231,000

2 PART 2

3 PROVISIONS CONCERNING APPROPRIATIONS

4 **GENERAL SECTIONS**

5 Sec. 201. (1) Pursuant to section 30 of article IX of the state
6 constitution of 1963, total state spending under part 1 for fiscal
7 year 2000-2001 is \$46,736,300.00 and state appropriations to be paid
8 to local units of government are as follows:

9 GRANTS AND DISTRIBUTIONS

10 STATE PROGRAMS:

11 Driver education	\$ 7,600,000
12 School readiness grants	1,667,500
13 Motorcycle safety education	601,000
14 Off-road vehicle safety training grant	57,900
15 School breakfast programs	4,128,000
16 TOTAL	\$ 14,054,400

17 (2) If it appears to the principal executive officer of a
18 department or branch that state spending to local units of government
19 will be less than the amount that was projected to be expended for any
20 quarter under subsection (1), the principal executive officer shall
21 immediately give notice of the approximate shortfall to the state
22 budget director, the senate and house of representatives standing
23 committees on appropriations, and the senate and house fiscal
24 agencies.

25 Sec. 202. The expenditures and funding sources authorized under
26 this bill are subject to the management and budget act, 1984 PA 431,
27 MCL 18.1101 to 18.1594.

28 Sec. 203. As used in this act:

29 (a) "DAG" means the United States department of agriculture.

30 (b) "DED" means the United States department of education.

1 (c) "DED-OBEMLA" means the DED office of bilingual education and
2 minority languages affairs.

3 (d) "DED-OESE" means the DED office of elementary and secondary
4 education.

5 (e) "DED-OSERS" means the DED office of special education
6 rehabilitation service.

7 (f) "DED-OVAE" means the office of vocational and adult education.

8 (g) "Department" means the Michigan department of education.

9 (h) "District" means a local school district as defined in section
10 6 of the revised school code, 1976 PA 451, MCL 380.6.

11 (i) "FTE" means full-time equated.

12 (j) "HHS" means the United States department of health and human
13 services.

14 (k) "HHS-ACF" means the HHS administration for families and
15 children.

16 (l) "HHS-CDCP" means the HHS center for disease control and
17 prevention.

18 (m) "RPM" means reading plan for Michigan.

19 Sec. 204. (1) Beginning October 1, a hiring freeze is imposed on
20 the state classified civil service. State departments and agencies
21 are prohibited from hiring any new full-time state classified civil
22 service employees and prohibited from filling any vacant state
23 classified civil service positions. This hiring freeze does not apply
24 to internal transfers of classified employees from one position to
25 another within a department or to positions that are funded with 80%
26 or more federal or restricted funds.

27 (2) The state budget director shall grant exceptions to this
28 hiring freeze when the state budget director believes that the hiring
29 freeze will result in rendering a state department or agency unable to
30 deliver basic services. The state budget director shall report by the

1 30th of each month to the chairpersons of the senate and house of
2 representatives standing committees on appropriations the number of
3 exceptions to the hiring freeze approved during the previous month and
4 the reasons to justify the exception.

5 Sec. 205. (1) In addition to the funds appropriated in part 1,
6 there is appropriated an amount not to exceed \$20,000,000.00 for
7 federal contingency funds. These funds are not available for
8 expenditure until they have been transferred to another line item in
9 this bill under section 393(2) of the management and budget act, 1984
10 PA 431, MCL 18.1393.

11 (2) In addition to the funds appropriated in section 101, there
12 is appropriated an amount not to exceed \$700,000.00 for state
13 restricted contingency funds. These funds are not available for
14 expenditure until they have been transferred to another line item in
15 this bill under section 393(2) of the management and budget act, 1984
16 PA 431, MCL 18.1393.

17 (3) In addition to the funds appropriated in part 1, there is
18 appropriated an amount not to exceed \$250,000.00 for local contingency
19 funds. These funds are not available for expenditure until they have
20 been transferred to another line item in this bill under section
21 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

22 (4) In addition to the funds appropriated in part 1, there is
23 appropriated an amount not to exceed \$3,000,000.00 for private
24 contingency funds. These funds are not available for expenditure
25 until they have been transferred to another line item in this bill
26 under section 393(2) of the management and budget act, 1984 PA 431,
27 MCL 18.1393.

28 Sec. 206. The department of civil service shall bill departments
29 and agencies at the end of the first fiscal quarter for the 1% charge
30 authorized by section 5 of article XI of the state constitution of

1 1963. Payments shall be made for the total amount of the billing by
2 the end of the second fiscal quarter.

3 Sec. 207. The department may carry into the succeeding fiscal year
4 unexpended federal pass-through funds to local institutions and
5 governments that do not require additional state matching funds.
6 Federal pass-through funds to local institutions and governments that
7 are received in amounts in addition to those included in part 1 and
8 that do not require additional state matching funds are appropriated
9 for the purposes intended.

10 Sec. 208. The department shall provide the state budget director
11 and the senate and house fiscal agencies with copies of the state
12 board of education agenda and all supporting documents at the time the
13 agenda and supporting documents are provided to state board of
14 education members.

15 Sec. 209. Money in the school loan exception fee fund that is
16 unexpended at the end of the fiscal year shall not revert to the
17 general fund but shall be carried over to the succeeding fiscal year.

18 Sec. 210. Sixty days before beginning any effort to privatize, the
19 department shall submit a complete project plan to the appropriate
20 subcommittees of the senate and house of representatives standing
21 committees on appropriations and the senate and house fiscal agencies.
22 The plan shall include the criteria under which the privatization
23 initiative will be evaluated. The evaluation shall be completed and
24 submitted to the appropriate subcommittees of the senate and house of
25 representatives standing committees on appropriations and the senate
26 and house fiscal agencies within 30 months.

27 Sec. 211. (1) From the amount appropriated in part 1 for the
28 office for safe schools, the department is allocated an amount not to
29 exceed \$200,000.00 to establish an office for safe schools within the
30 department. The office for safe schools shall work with local school

1 boards, law enforcement agencies, community leaders, and the office of
2 drug control policy for the prevention of school violence. The office
3 for safe schools shall develop and implement, and serve as coordinator
4 of, a statewide clearinghouse for information, program development,
5 model programs and policies, and technical assistance on school
6 violence prevention.

7 (2) To accomplish its functions under this section, the office for
8 safe schools shall do all of the following:

9 (a) Evaluate the effectiveness of, and make recommendations to
10 local school boards concerning, public school violence prevention
11 programs, including, but not limited to, programs aimed at reducing
12 the possession of weapons and the incidence of other violent behaviors
13 on school campuses, violence prevention curricula, conflict resolution
14 and peer mediation training, interagency cooperative referral and
15 treatment programs, parental involvement programs, and school safety
16 planning.

17 (b) In consultation with appropriate organizations, develop and
18 distribute to school districts and public school academies a model
19 code of conduct for pupils.

20 (c) Coordinate with the office of drug control policy in the
21 department of community health to ensure that there is a meaningful
22 linkage between the efforts under this act to provide safe schools and
23 the initiatives undertaken through that office, including, but not
24 limited to, school districts' safe and drug-free school plans, and to
25 facilitate timely applications for and distribution of available grant
26 money.

27 Sec. 212. The department shall continue to pilot the use of the
28 Internet to fulfill the reporting requirements in this bill. This may
29 include transmission of reports via electronic mail to the recipients
30 identified for each reporting requirement, or it may include placement

1 of reports on the Internet or on the Intranet. The appropriations
2 subcommittee shall be notified in writing of the Internet/Intranet
3 site of any such report.

4 **STATE BOARD/OFFICE OF THE SUPERINTENDENT**

5 Sec. 301. (1) The appropriations in section 102 may be used for
6 per diem payments to members of boards, committees, and commissions
7 for each day's board, committee, or commission work at which a quorum
8 is present; for attending a hearing as authorized by the respective
9 board, committee, or commission; or for performing official business
10 as authorized by the respective board, committee, or commission. The
11 per diem payments shall be at a rate as follows:

12 (a) State board of education - president \$110.00 per day

13 (b) State board of education - member other than president
14 \$100.00 per day.

15 (c) State tenure commission - member \$50.00 per day.

16 (2) A state board of education member shall not be paid a per
17 diem for more than 24 days per year.

18 (3) The administrative secretary of the state board of education
19 shall report to the public, the senate and house fiscal agencies, and
20 the state budget director the previous quarter's expenses by fund
21 source for members of the state board of education related to the
22 performance of their responsibilities.

23 Sec. 302. From the amount appropriated in section 102 to the
24 state board of education, not more than \$27,500.00 shall be expended
25 for travel.

26 **MICHIGAN SCHOOLS FOR THE DEAF AND BLIND**

27 Sec. 401. The employees at the Michigan schools for the deaf and
28 blind who work on a school year basis shall be considered annual
29 employees for purposes of service credits, retirement, and insurance
30 benefits.

1 Sec. 402. For each student enrolled at the Michigan schools for
2 the deaf and blind, the department shall assess the intermediate
3 school district of residence 100% of the cost of operating the
4 student's instructional program. The amount shall exclude room and
5 board related costs and the cost of weekend transportation between the
6 school and the student's home.

7 Sec. 403. (1) The department may assess rent to any state agency,
8 and private or publicly funded organization for the use of any
9 facility at the Michigan school for the blind's former site in
10 Lansing. The rental rates and all leasing arrangements shall be
11 subject to the approval of the department of management and budget.

12 (2) In addition to those funds appropriated in part 1, the
13 department may receive and expend additional funds from lease
14 agreements at the Michigan school for the blind's former site in
15 Lansing that have been negotiated with the approval of the department
16 of management and budget. These funds are appropriated to the
17 department for operation, maintenance, and renovation expenses
18 associated with the leased space.

19 (3) Security guards or other patrols at the Michigan school for
20 the blind's former site shall not be funded through section 108 funds
21 appropriated for the Michigan schools for the deaf and blind.

22 (4) If the department leases real property to a person or
23 organization that is not a department of state government, the
24 department shall not expend funds in excess of the lease revenue
25 received to replace, renovate, or repair that real property. This
26 section shall not apply to emergency repairs or costs associated with
27 technological renovations.

28 (5) The department shall not lease real property for less than
29 fair market value.

30 (6) The unexpended balances of appropriations and any surplus

1 restricted revenue for the former school for the blind site in Lansing
2 shall not lapse to the state general fund at the end of the fiscal
3 year. Any unexpended and unencumbered funds remaining on September
4 30, 2001, shall be carried forward as a work project or as restricted
5 revenue and expended for special maintenance and repairs of facilities
6 at the former Michigan school for the blind site in Lansing. The work
7 project shall be performed by state employees or by contract when
8 necessary at an estimated cost of \$100,000.00. The estimated
9 completion date of the work project is September 30, 2002.

10 Sec. 404. (1) The department may assess rent or lease excess
11 property located on the campus of the Michigan schools for the deaf
12 and blind in Flint to private or publicly funded organizations.

13 (2) In addition to those funds appropriated in part 1, the
14 department may receive and expend additional funds from lease
15 agreements at the Michigan schools for the deaf and blind Flint campus
16 that have been negotiated with the approval of the department of
17 management and budget. These funds are appropriated to the department
18 for the operation, maintenance, and renovation expenses associated
19 with the leased space.

20 (3) Proceeds from the sale of surplus property and facilities at
21 the Michigan schools for the deaf and blind are appropriated for the
22 purposes of repairs, renovations, and maintenance of the Flint campus.

23 (4) The unexpended balances of appropriations for school for deaf
24 and blind operations, and from proceeds of the sale of surplus
25 property and facilities at the Michigan schools for the deaf and blind
26 shall not lapse to the state general fund at the end of the fiscal
27 year. Any unexpended and unencumbered funds remaining on September
28 30, 2001 shall be carried forward as a work project or as restricted
29 revenue and expended for special maintenance and repairs of facilities
30 at the campus of the Michigan schools for the deaf and blind in Flint.

1 The work shall be carried out by state employees, or by contract as
2 necessary, at an estimated cost of \$250,000.00. The estimated
3 completion date of the work is September 30, 2002.

4 Sec. 405. The department may assist the department of community
5 health, other departments, and local school districts to secure
6 reimbursement for eligible services provided in Michigan schools from
7 the federal medicaid program. The department may submit reports of
8 direct expenses related to this effort to the department of community
9 health for reimbursement.

10 Sec. 406. (1) The Michigan schools for the deaf and blind may
11 promote its residential program as a possible appropriate option for
12 children who are deaf or hard of hearing or who are blind or visually
13 impaired. The Michigan schools for the deaf and blind shall
14 distribute information detailing its services to all intermediate
15 school districts in the state.

16 (2) Upon knowledge of or recognition by an intermediate school
17 district that a child in the district is deaf or hard of hearing or
18 blind or visually impaired, the intermediate school district shall
19 provide to the parents of the child the literature distributed by the
20 Michigan schools for the deaf and blind to intermediate school
21 districts under subsection (1).

22 **PROFESSIONAL PREPARATION SERVICES**

23 Sec. 501. From the funds appropriated in part 1 for professional
24 preparation services, the department shall maintain the professional
25 personnel register and certificate revocation/felony conviction files.

26 Sec. 502. The department shall authorize teacher preparation
27 institutions to provide an alternative program by which up to 1/2 of
28 the required student internship or student teaching credits may be
29 earned through substitute teaching. The department shall require that
30 teacher preparation institutions collaborate with school districts to

1 ensure that the quality of instruction provided to student teachers is
2 comparable to that required in a traditional student teaching program.

3 **EDUCATION OPTIONS, CHARTERS AND CHOICE**

4 Sec. 601. (1) From the amount appropriated in section 114 for
5 education options, charters and choices, there is allocated
6 \$500,000.00 and 5.0 FTE positions to operate a public school academy
7 office to administer public school academy legislation and associated
8 regulations, and to coordinate the activities of the department
9 relating to public school academies.

10 (2) From the amount appropriated in part 1 for state
11 board/superintendent operations, there is allocated up to \$250,000.00
12 to fund an exchange program between teachers in Michigan school
13 districts and public school academies and teachers in Michigan's
14 sister state of Shiga in Japan.

15 **GRANTS AND DISTRIBUTIONS**

16 Sec. 701. The department shall disburse the funds to a general
17 fund grantee in accordance with the same standards of timing and
18 amount that apply to disbursements made by the department to a federal
19 fund grantee. The disbursement shall be restricted to the minimum
20 amount needed for immediate disbursement by the grantee. The
21 department may waive this section if extenuating circumstances warrant
22 and are substantiated in the grantee's application or other
23 appropriate documentation. A waiver granted pursuant to this section
24 shall not be effective until 15 days after written notice of the
25 proposed waiver is given to the state budget office and the
26 chairpersons of the senate and house appropriations subcommittees
27 having jurisdiction over the department budget.

28 Sec. 702. The funds appropriated in part 1 for school breakfast
29 programs shall be made available to all eligible applicant public
30 school districts and public school academies as follows:

1 (a) The district or public school academy participates in the
2 federal school breakfast program and meets all standards as prescribed
3 by 7 C.F.R. parts 220 and 245.

4 (b) Payment is made for each breakfast served meeting standards
5 prescribed in subdivision (a).

6 (c) The payment for a district or public school academy is at a
7 per meal rate equal to the lesser of the district's or public school
8 academy's actual cost, or 100% of the cost of a breakfast served by an
9 efficiently operated breakfast program as determined by the
10 department, less federal reimbursement, participant payments, and
11 other state reimbursement. Determination of efficient cost by the
12 department shall be determined by using a statistical sampling of
13 statewide and regional cost as reported in a manner approved by the
14 department for the preceding school year.

15 (d) The payment determined under subdivision (c) is prorated if
16 the appropriation in part 1 is not sufficient to fund all payments
17 determined under this section.

18 Sec. 703. (1) The funds appropriated in part 1 for school
19 readiness programs shall be made available through a competitive
20 application process as follows:

21 (a) An applicant may be any public or private nonprofit legal
22 entity or agency other than a local or intermediate school district
23 except a local or intermediate school district acting as a fiscal
24 agent for a child caring organization regulated under 1973 PA 116, MCL
25 722.111 to 722.128.

26 (b) Applications shall be submitted in a form and manner as
27 required by the department.

28 (c) Applications shall be reviewed by a diverse interagency
29 committee composed of representatives of the department, appropriate
30 community, volunteer, and social service agencies and organizations,

1 and parents.

2 (d) Priority in the recommendation for awarding of grants by the
3 state superintendent to applicants shall be based upon the following
4 criteria:

5 (i) Compliance with standards for early childhood development
6 consistent with programs for 4-year-olds, as approved by the state
7 board of education.

8 (ii) Active and continuous involvement of the parents or guardians
9 of the children participating in the program.

10 (iii) Employment of teachers possessing proper training in early
11 childhood development, including an early childhood (ZA) endorsement
12 or child development associate, and trained support staff.

13 (iv) Evidence of collaboration with the community of providers in
14 early childhood development programs including documentation of the
15 total number of children in the community who would meet the criteria
16 established in subparagraph (vi), and who are being served by other
17 providers, and the number of children who will remain unserved by
18 other community early childhood programs if this program is funded.

19 (v) The extent to which these funds will supplement other federal,
20 state, local, or private funds.

21 (vi) The extent to which these funds will be targeted to children
22 who will be at least 4, but less than 5, years of age as of December 1
23 of the year in which the programs are offered and who show evidence of
24 2 or more "at-risk" factors as defined in the state board of education
25 report entitled, "children at risk" that was adopted by the state
26 board on April 5, 1988.

27 (e) Whether the application contains a comprehensive evaluation
28 plan that includes implementation of all program components required
29 and an assessment of the gains of children participating in an early
30 childhood development program.

1 (f) Applications shall provide for the establishment of a school
2 readiness advisory committee that shall be involved in the planning
3 and evaluation of the program and provides for the involvement of
4 parents and appropriate community, volunteer, and social service
5 agencies and organizations. There shall be on the committee at least 1
6 parent or guardian of a program participant for every 18 children
7 enrolled in the program, with a minimum of 2 parent or guardian
8 representatives. The committee shall do all of the following:

9 (i) Review the mechanisms and criteria used to determine referrals
10 for participation in the school readiness program.

11 (ii) Review the health screening program for all participants.

12 (iii) Review the nutritional services provided to all
13 participants.

14 (iv) Review the mechanisms in place for the referral of families
15 to community social service agencies, as appropriate.

16 (v) Review the collaboration with and the involvement of
17 appropriate community, volunteer, and social service agencies and
18 organizations in addressing all aspects of education disadvantage.

19 (vi) Review, evaluate, and make recommendations for changes in the
20 school readiness program.

21 (g) More than 50% of the children participating in the program
22 shall meet the income eligibility criteria for free or reduced price
23 lunch, as determined under the national school lunch act, chapter 281,
24 60 Stat. 230,42 U.S.C. 1751 to 1753, 1755 to 1761, 1762a, 1765 to
25 1766b, and 1769 to 1769h, or meet income and all other eligibility
26 criteria for participation in the Michigan family independence agency
27 unified child day care program.

28 (2) Grant awards by the state superintendent may be at whatever
29 level the superintendent determines appropriate. A grant, when
30 combined with other sources of state revenue for this program, shall

1 not exceed \$3,100.00 per child or the cost of the program, whichever
2 is less.

3 (3) Except as otherwise provided, an applicant that received a
4 grant under this section in the 1999-2000 fiscal year shall receive
5 priority for funding in 2000-2001. However, continuation of funding
6 is contingent on the availability of funds and documented evidence of
7 grantee compliance with standards for early childhood development
8 consistent with programs for 4-year-olds, as approved by the state
9 board of education, and with all operational, fiscal, administrative,
10 and other program requirements. After 3 years of funding, a program
11 that received a grant under this section may reapply for funding, but
12 will compete for available funds with other new programs and other
13 programs also completing their third year of funding under this
14 section. A program which offers supplementary day care and thereby
15 offers full-day programs as part of its early childhood development
16 program shall receive priority in the allocation of these competitive
17 funds.

18 Sec. 704. (1) The reading plan for Michigan (RPM) is a series of
19 elementary education strategies created for the purpose of improving
20 reading skills of K-3 students so that all students are reading at an
21 appropriate grade level prior to the start of the fourth grade. The
22 RPM shall be developed by the department in consultation with the RPM
23 advisory council as created by Executive Order 1998-4.

24 (2) In order to implement the RPM, the department shall do at
25 least all of the following:

26 (a) Develop a model summer reading program for students who will
27 be attending grades 1 through 4 in the following school year and who
28 have demonstrated the need for additional reading skills training, as
29 evidenced by standardized test results on tests approved by the
30 department for this purpose. The model reading program shall be in

1 conformance with the national education goals and shall also meet
2 criteria for DED-OESE, Title I program funding.

3 (b) Recommend diagnostic tools and student assessments to local
4 districts to determine reading readiness and ensure progress in
5 reading skills.

6 (c) Develop and disseminate reading readiness kits to parents of
7 students in preschool and kindergarten to provide parents with
8 information about how they can prepare their children for reading
9 success.

10 (d) Develop and make available a statewide resource guide of
11 public and private service providers to assist parents in improving
12 their children's reading skills.

13 (3) The funds appropriated in part 1 for the reading plan for
14 Michigan grants shall be allocated by the department on a competitive
15 grant basis to districts, intermediate districts, or consortia of
16 districts which meet the following criteria:

17 (a) The district must offer a summer reading program based upon
18 the model reading program developed by the department under subsection
19 (2) beginning after the close of the 1998-99 school year.

20 (b) The district must identify money from other sources available
21 to the district which will be used to support at least 50% of the
22 total costs of the summer reading program.

23 (4) Applications for funding must be submitted to the department
24 no later than December 31, 2000. The department shall notify
25 recipients of the grants no later than March 30, 2001.

26 (5) Not later than the 2002-2003 school year, a pupil shall not be
27 promoted to the next grade level at the end of the school year if the
28 pupil has not met the standards for pupil promotion adopted by the
29 local school district.

30 (6) If any federally funded program requirement of this section is

1 in conflict with federal law, the federal law will control.

2 Sec. 705. If there is appropriated for fiscal year 2000-2001 not
3 more than \$2,000,000.00 from the general fund/general purpose revenues
4 from the state school aid fund to develop early childhood education
5 programs for children ages 0 to 3, the department shall administer the
6 grant program in accordance with the criteria stated for the early
7 childhood education program in the state school aid act.

8 Sec. 706. From the funds appropriated in part 1 for national board
9 certification, the department shall pay 1/2 of the application fee for
10 teachers who are deemed by the department by March 1, 2000 to be
11 qualified to apply to the national board for professional teaching
12 standards for professional teaching certificates or licenses and to
13 provide grants to recognize and reward teachers who receive
14 certification or licensure.