

FIRST CONFERENCE REPORT

The Committee of Conference on the matters of difference between the two Houses concerning

Senate Bill No. 952, entitled

A bill to make appropriations for the department of education for the fiscal year ending September 30, 2013; and to provide for the expenditure of the appropriations.

Recommends:

First: That the House recede from the Substitute of the House as passed by the House.

Second: That the Senate and House agree to the Substitute of the Senate as passed by the Senate, amended to read as follows:

(attached)

Third: That the Senate and House agree to the title of the bill to read as follows:

A bill to make appropriations for the department of education for the fiscal year ending September 30, 2013; and to provide for the expenditure of the appropriations.

Howard Walker

Bill Rogers

Roger Kahn

Earl Poleski

Hoon-Yung Hopgood

Joan Bauer

Conferees for the Senate

Conferees for the House

**SUBSTITUTE FOR
SENATE BILL NO. 952**

A bill to make appropriations for the department of education for the fiscal year ending September 30, 2013; and to provide for the expenditure of the appropriations.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

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PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the department of education for the fiscal year ending September 30, 2013, from the following funds:

DEPARTMENT OF EDUCATION

APPROPRIATION SUMMARY

Full-time equated unclassified positions..... 6.0

Full-time equated classified positions..... 584.5

GROSS APPROPRIATION..... \$ 328,909,900

| | | | |
|----|---|----|------------------|
| 1 | Interdepartmental grant revenues: | | |
| 2 | Total interdepartmental grants and intradepartmental | | |
| 3 | transfers | | 0 |
| 4 | ADJUSTED GROSS APPROPRIATION..... | \$ | 328,909,900 |
| 5 | Federal revenues: | | |
| 6 | Total federal revenues..... | | 244,551,300 |
| 7 | Special revenue funds: | | |
| 8 | Total local revenues..... | | 5,560,400 |
| 9 | Total private revenues..... | | 3,078,700 |
| 10 | Total other state restricted revenues..... | | 7,626,300 |
| 11 | State general fund/general purpose..... | \$ | 68,093,200 |
| 12 | Ongoing general fund/general purpose..... | | 67,929,100 |
| 13 | One-time general fund/general purpose..... | | 164,100 |
| 14 | Sec. 102. STATE BOARD OF EDUCATION/OFFICE OF THE | | |
| 15 | SUPERINTENDENT | | |
| 16 | Full-time equated unclassified positions..... | | 6.0 |
| 17 | Full-time equated classified positions..... | | 14.0 |
| 18 | State board of education, per diem payments..... | \$ | 24,400 |
| 19 | State superintendent of public instruction..... | | 184,000 |
| 20 | Chief academic officer/deputy superintendent..... | | 130,400 |
| 21 | Office of great start director/deputy superintendent. | | 170,000 |
| 22 | School reform/redesign office executive director..... | | 115,000 |
| 23 | Legislative director..... | | 88,200 |
| 24 | Administrative aide to the superintendent..... | | 90,000 |
| 25 | State board/superintendent operations--14.0 FTE | | |
| 26 | positions | | <u>2,364,400</u> |
| 27 | GROSS APPROPRIATION..... | \$ | 3,166,400 |

| | | | |
|----|--|----|------------------|
| 1 | Appropriated from: | | |
| 2 | Federal revenues: | | |
| 3 | Federal revenues..... | | 360,000 |
| 4 | Special revenue funds: | | |
| 5 | Private foundations..... | | 28,100 |
| 6 | Certification fees..... | | 682,700 |
| 7 | State general fund/general purpose..... | \$ | 2,095,600 |
| 8 | Sec. 103. CENTRAL SUPPORT | | |
| 9 | Full-time equated classified positions..... 21.6 | | |
| 10 | Central support--21.6 FTE positions..... | \$ | 3,262,000 |
| 11 | Worker's compensation..... | | 43,500 |
| 12 | Building occupancy charges - property management | | |
| 13 | services | | 2,842,700 |
| 14 | Training and orientation workshops..... | | 150,000 |
| 15 | Terminal leave payments..... | | <u>554,700</u> |
| 16 | GROSS APPROPRIATION..... | \$ | 6,852,900 |
| 17 | Appropriated from: | | |
| 18 | Federal revenues: | | |
| 19 | Federal revenues..... | | 1,441,700 |
| 20 | Federal indirect funds..... | | 2,389,500 |
| 21 | Special revenue funds: | | |
| 22 | Certification fees..... | | 474,100 |
| 23 | Teacher testing fees..... | | 14,100 |
| 24 | Training and orientation workshop fees..... | | 150,000 |
| 25 | State general fund/general purpose..... | \$ | 2,383,500 |
| 26 | Sec. 104. INFORMATION TECHNOLOGY SERVICES | | |
| 27 | Information technology operations..... | \$ | <u>3,890,900</u> |

| | | | |
|----|--|------|------------------|
| 1 | GROSS APPROPRIATION..... | \$ | 3,890,900 |
| 2 | Appropriated from: | | |
| 3 | Federal revenues: | | |
| 4 | Federal revenues..... | | 558,600 |
| 5 | Federal indirect funds..... | | 1,650,700 |
| 6 | Special revenue funds: | | |
| 7 | Local cost sharing (schools for deaf/blind) | | 76,500 |
| 8 | Certification fees..... | | 354,900 |
| 9 | State general fund/general purpose..... | \$ | 1,250,200 |
| 10 | Sec. 105. SPECIAL EDUCATION SERVICES | | |
| 11 | Full-time equated classified positions..... | 47.0 | |
| 12 | Special education operations--47.0 FTE positions | \$ | <u>8,686,900</u> |
| 13 | GROSS APPROPRIATION..... | \$ | 8,686,900 |
| 14 | Appropriated from: | | |
| 15 | Federal revenues: | | |
| 16 | Federal revenues..... | | 8,218,400 |
| 17 | Special revenue funds: | | |
| 18 | Private foundations..... | | 110,100 |
| 19 | Certification fees..... | | 42,900 |
| 20 | State general fund/general purpose..... | \$ | 315,500 |
| 21 | Sec. 106. MICHIGAN SCHOOLS FOR THE DEAF AND BLIND | | |
| 22 | Full-time equated classified positions..... | 77.0 | |
| 23 | Michigan schools for the deaf and blind operations-- | | |
| 24 | 76.0 FTE positions | \$ | 12,280,100 |
| 25 | Camp Tuhsmeheeta--1.0 FTE position..... | | 295,100 |
| 26 | Private gifts - blind..... | | 200,000 |
| 27 | Private gifts - deaf..... | | <u>50,000</u> |

| | | | |
|----|--|----|---------------|
| 1 | GROSS APPROPRIATION..... | \$ | 12,825,200 |
| 2 | Appropriated from: | | |
| 3 | Federal revenues: | | |
| 4 | Federal revenues..... | | 6,605,800 |
| 5 | Special revenue funds: | | |
| 6 | Local cost sharing (schools for deaf/blind) | | 5,143,200 |
| 7 | Local school district service fees..... | | 312,500 |
| 8 | Gifts, bequests, and donations..... | | 545,100 |
| 9 | Student insurance revenue..... | | 218,600 |
| 10 | State general fund/general purpose..... | \$ | 0 |
| 11 | Sec. 107. PROFESSIONAL PREPARATION SERVICES | | |
| 12 | Full-time equated classified positions..... | | 34.0 |
| 13 | Professional preparation operations--34.0 FTE | | |
| 14 | positions | \$ | 5,976,400 |
| 15 | Department of attorney general..... | | <u>50,000</u> |
| 16 | GROSS APPROPRIATION..... | \$ | 6,026,400 |
| 17 | Appropriated from: | | |
| 18 | Federal revenues: | | |
| 19 | Federal revenues..... | | 1,401,600 |
| 20 | Special revenue funds: | | |
| 21 | Certification fees..... | | 3,766,800 |
| 22 | Teacher college review fees..... | | 55,300 |
| 23 | Teacher testing fees..... | | 348,600 |
| 24 | State general fund/general purpose..... | \$ | 454,100 |
| 25 | Sec. 108. OFFICE OF GREAT START | | |
| 26 | Full-time equated classified positions..... | | 62.0 |
| 27 | Office of great start operations--61.0 FTE positions . | \$ | 21,999,200 |

| | | |
|----|--|---------------------|
| 1 | Child development and care external support | 29,958,500 |
| 2 | Head start collaboration office--1.0 FTE position | 300,200 |
| 3 | Child development care public assistance | <u>156,155,700</u> |
| 4 | GROSS APPROPRIATION..... | \$ 208,413,600 |
| 5 | Appropriated from: | |
| 6 | Federal revenues: | |
| 7 | Federal revenues..... | 156,092,600 |
| 8 | HHS, temporary assistance for needy families | 11,820,600 |
| 9 | Special revenue funds: | |
| 10 | Private foundations..... | 250,000 |
| 11 | Certification fees..... | 62,900 |
| 12 | State general fund/general purpose | \$ 40,187,500 |
| 13 | Sec. 109. STATE AID AND SCHOOL FINANCE SERVICES | |
| 14 | Full-time equated classified positions..... 9.5 | |
| 15 | State aid and school finance operations--9.5 FTE | |
| 16 | positions | \$ <u>1,307,800</u> |
| 17 | GROSS APPROPRIATION..... | \$ 1,307,800 |
| 18 | Appropriated from: | |
| 19 | Special revenue funds: | |
| 20 | State general fund/general purpose | \$ 1,307,800 |
| 21 | Sec. 110. AUDIT SERVICES | |
| 22 | Full-time equated classified positions..... 4.5 | |
| 23 | Audit operations--4.5 FTE positions | \$ <u>578,800</u> |
| 24 | GROSS APPROPRIATION..... | \$ 578,800 |
| 25 | Appropriated from: | |
| 26 | Federal revenues: | |
| 27 | Federal indirect funds..... | 460,100 |

| | | |
|----|--|----------------------|
| 1 | Special revenue funds: | |
| 2 | Certification fees..... | 58,800 |
| 3 | State general fund/general purpose..... | \$ 59,900 |
| 4 | Sec. 111. ADMINISTRATIVE LAW SERVICES | |
| 5 | Full-time equated classified positions..... | 2.0 |
| 6 | Administrative law operations--2.0 FTE positions..... | \$ <u>1,161,200</u> |
| 7 | GROSS APPROPRIATION..... | \$ 1,161,200 |
| 8 | Appropriated from: | |
| 9 | Federal revenues: | |
| 10 | Federal revenues..... | 547,000 |
| 11 | Special revenue funds: | |
| 12 | Certification fees..... | 562,400 |
| 13 | State general fund/general purpose..... | \$ 51,800 |
| 14 | Sec. 112. EDUCATION ASSESSMENT AND ACCOUNTABILITY | |
| 15 | Full-time equated classified positions..... | 69.6 |
| 16 | Educational assessment operations--69.6 FTE positions | \$ <u>13,860,900</u> |
| 17 | GROSS APPROPRIATION..... | \$ 13,860,900 |
| 18 | Appropriated from: | |
| 19 | Federal revenues: | |
| 20 | Federal revenues..... | 11,101,500 |
| 21 | State general fund/general purpose..... | \$ 2,759,400 |
| 22 | Sec. 113. GRANTS COORDINATION AND SCHOOL SUPPORT | |
| 23 | SERVICES | |
| 24 | Full-time equated classified positions..... | 82.6 |
| 25 | Grants coordination and school support services | |
| 26 | operations--82.6 FTE positions..... | \$ 11,940,300 |
| 27 | College access grant program..... | 2,000,000 |

| | | |
|----|---|----------------------|
| 1 | Federal and private grants..... | <u>3,000,000</u> |
| 2 | GROSS APPROPRIATION..... | \$ 16,940,300 |
| 3 | Appropriated from: | |
| 4 | Federal revenues: | |
| 5 | Federal revenues..... | 13,116,300 |
| 6 | Special revenue funds: | |
| 7 | Local school district service fees..... | 11,700 |
| 8 | Private foundations..... | 1,000,000 |
| 9 | Commodity distribution fees..... | 71,700 |
| 10 | Certification fees..... | 83,100 |
| 11 | State general fund/general purpose..... | \$ 2,657,500 |
| 12 | Sec. 114. FIELD SERVICES | |
| 13 | Full-time equated classified positions..... 44.0 | |
| 14 | Field services operations--44.0 FTE positions..... | \$ <u>10,768,000</u> |
| 15 | GROSS APPROPRIATION..... | \$ 10,768,000 |
| 16 | Appropriated from: | |
| 17 | Federal revenues: | |
| 18 | Federal revenues..... | 9,971,500 |
| 19 | Special revenue funds: | |
| 20 | Private foundations..... | 572,100 |
| 21 | Certification fees..... | 73,800 |
| 22 | State general fund/general purpose..... | \$ 150,600 |
| 23 | Sec. 115. EDUCATIONAL IMPROVEMENT AND INNOVATION | |
| 24 | SERVICES | |
| 25 | Full-time equated classified positions..... 56.7 | |
| 26 | Educational improvement and innovation operations-- | |
| 27 | 56.7 FTE positions | \$ <u>11,439,200</u> |

| | | | |
|----|--|----|------------------|
| 1 | GROSS APPROPRIATION..... | \$ | 11,439,200 |
| 2 | Appropriated from: | | |
| 3 | Federal revenues: | | |
| 4 | Federal revenues..... | | 9,083,700 |
| 5 | Special revenue funds: | | |
| 6 | Private foundations..... | | 573,300 |
| 7 | Certification fees..... | | 541,000 |
| 8 | State general fund/general purpose..... | \$ | 1,241,200 |
| 9 | Sec. 116. CAREER AND TECHNICAL EDUCATION | | |
| 10 | Full-time equated classified positions..... 27.0 | | |
| 11 | Career and technical education operations--27.0 FTE | | |
| 12 | positions | \$ | <u>4,569,800</u> |
| 13 | GROSS APPROPRIATION..... | \$ | 4,569,800 |
| 14 | Appropriated from: | | |
| 15 | Federal revenues: | | |
| 16 | Federal revenues..... | | 3,706,100 |
| 17 | State general fund/general purpose..... | \$ | 863,700 |
| 18 | Sec. 117. LIBRARY OF MICHIGAN | | |
| 19 | Full-time equated classified positions..... 33.0 | | |
| 20 | Library of Michigan operations--32.0 FTE positions ... | \$ | 4,192,800 |
| 21 | Library services and technology program--1.0 FTE | | |
| 22 | position | | 5,596,500 |
| 23 | State aid to libraries..... | | 6,208,000 |
| 24 | Michigan elibrary..... | | <u>1,750,000</u> |
| 25 | GROSS APPROPRIATION..... | \$ | 17,747,300 |
| 26 | Appropriated from: | | |
| 27 | Federal revenues: | | |

| | | | |
|----|---|----|---------------|
| 1 | IMLS, library services and technology act | | 5,596,500 |
| 2 | State general fund/general purpose | \$ | 12,150,800 |
| 3 | Sec. 118. ONE-TIME APPROPRIATIONS | | |
| 4 | State employee lump-sum payments | \$ | 624,300 |
| 5 | Central assessment lending library | | <u>50,000</u> |
| 6 | GROSS APPROPRIATION | \$ | 674,300 |
| 7 | Appropriated from: | | |
| 8 | Federal revenues: | | |
| 9 | Federal revenues | | 429,100 |
| 10 | Special revenue funds: | | |
| 11 | Local revenues | | 16,500 |
| 12 | Restricted revenues | | 64,600 |
| 13 | State general fund/general purpose | \$ | 164,100 |

14 PART 2

15 PROVISIONS CONCERNING APPROPRIATIONS

16 FOR FISCAL YEAR 2012-2013

17 GENERAL SECTIONS

18 Sec. 201. Pursuant to section 30 of article IX of the state
 19 constitution of 1963, total state spending from state resources under
 20 part 1 for the fiscal year ending September 30, 2013 is
 21 \$75,719,500.00 and state spending from state resources to be paid to
 22 local units of government for the fiscal year ending September 30,
 23 2013 is \$6,208,000.00. The itemized statement below identifies
 24 appropriations from which spending to local units of government will
 25 occur:

1 DEPARTMENT OF EDUCATION

2 State aid to libraries..... \$ 6,208,000

3 Total department of education..... \$ 6,208,000

4 Sec. 202. The appropriations authorized under this act are
5 subject to the management and budget act, 1984 PA 431, MCL 18.1101 to
6 18.1594.

7 Sec. 203. As used in this act:

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

9 (b) "District" means a local school district as defined in
10 section 6 of the revised school code, 1976 PA 451, MCL 380.6, or a
11 public school academy as defined in section 5 of the revised school
12 code, 1976 PA 451, MCL 380.5.

13 (c) "FTE" means full-time equated.

14 (d) "HHS" means the United States department of health and
15 human services.

16 (e) "IMLS" means institute of museum and library services.

17 Sec. 204. The civil service commission shall bill departments
18 and agencies at the end of the first fiscal quarter for the charges
19 authorized by section 5 of article XI of the state constitution of
20 1963. Payments shall be made for the total amount of the billing by
21 the end of the second fiscal quarter.

22 Sec. 205. Unless otherwise specified, the departments shall use
23 the Internet to fulfill the reporting requirements of this act. This
24 requirement may include transmission of reports via electronic mail
25 to the recipients identified for each reporting requirement, or it
26 may include placement of reports on an Internet or Intranet site.

27 Sec. 206. The department shall provide through the Internet the

1 state board of education agenda and all supporting documents, and
2 shall notify the state budget director and the senate and house
3 fiscal agencies that the agenda and supporting documents are
4 available on the Internet, at the time the agenda and supporting
5 documents are provided to state board of education members.

6 Sec. 207. (1) The department shall maintain a searchable
7 website accessible by the public at no cost that includes, but is not
8 limited to, all of the following:

9 (a) Fiscal year-to-date expenditures by category.

10 (b) Fiscal year-to-date expenditures by appropriation unit.

11 (c) Fiscal year-to-date payments to a selected vendor,
12 including the vendor name, payment date, payment amount, and payment
13 description.

14 (d) The number of active department employees by job
15 classification.

16 (e) Job specifications and wage rates.

17 (2) The department may develop and operate its own website to
18 provide this information or may reference the state's central
19 transparency website as the source for this information.

20 Sec. 208. The department shall require all public school
21 districts to maintain complete records within the personnel file of a
22 teacher or school employee of any disciplinary actions taken by the
23 local school board against the teacher or employee for sexual
24 misconduct. The records shall not be destroyed or removed from the
25 teacher's or employee's personnel file except as required by a court
26 order.

27 Sec. 209. From the funds appropriated in part 1 for information

1 technology, departments and agencies shall pay user fees to the
2 department of technology, management, and budget for technology-
3 related services and projects. Such user fees shall be subject to
4 provisions of an interagency agreement between the departments and
5 agencies and the department of technology, management, and budget.

6 Sec. 210. Amounts appropriated in part 1 for information
7 technology may be designated as work projects and carried forward to
8 support technology projects under the direction of the department of
9 technology, management, and budget. Funds designated in this manner
10 are not available for expenditure until approved as work projects
11 under section 451a of the management and budget act, 1984 PA 431, MCL
12 18.1451a.

13 Sec. 211. Before publishing a list of schools or districts
14 determined to have failed to make adequate yearly progress as
15 required by the no child left behind act of 2001, Public Law 107-110,
16 the department shall allow a school or district to appeal that
17 determination. The department shall consider and act upon the appeal
18 within 30 days after it is submitted and shall not publish the list
19 until after all appeals have been considered and decided.

20 Sec. 212. Funds appropriated in part 1 shall not be used for
21 the purchase of foreign goods or services, or both, if competitively
22 priced and comparable quality American goods or services, or both,
23 are available. Preference shall be given to goods or services, or
24 both, manufactured or provided by Michigan businesses if they are
25 competitively priced and of comparable quality. In addition,
26 preference should be given to goods or services, or both,
27 manufactured or provided by Michigan businesses owned and operated by

1 veterans if they are competitively priced and of comparable quality.

2 Sec. 214. (1) Due to the current budgetary problems in this
3 state, out-of-state travel for the fiscal year ending September 30,
4 2013 shall be limited to situations in which 1 or more of the
5 following conditions apply:

6 (a) The travel is required by legal mandate or court order or
7 for law enforcement purposes.

8 (b) The travel is necessary to protect the health or safety of
9 Michigan citizens or visitors or to assist other states in similar
10 circumstances.

11 (c) The travel is necessary to produce budgetary savings or to
12 increase state revenues, including protecting existing federal funds
13 or securing additional federal funds.

14 (d) The travel is necessary to comply with federal
15 requirements.

16 (e) The travel is necessary to secure specialized training for
17 staff that is not available within this state.

18 (f) The travel is financed entirely by federal or nonstate
19 funds.

20 (2) Not later than January 1 of each year, each department
21 shall prepare a travel report listing all travel by classified and
22 unclassified employees outside this state, including travel outside
23 this state for a professional development conference or training
24 seminar, in the immediately preceding fiscal year that was funded in
25 whole or in part with funds appropriated in the department's budget.
26 The report shall be submitted to the house and senate standing
27 committees on appropriations, the house and senate fiscal agencies,

1 and the state budget director. The report shall include the following
2 information:

3 (a) The name of each person receiving reimbursement for travel
4 outside this state or whose travel costs were paid by this state.

5 (b) The destination of each travel occurrence.

6 (c) The dates of each travel occurrence.

7 (d) A brief statement of the reason for each travel occurrence.

8 (e) The transportation and related costs of each travel
9 occurrence, including the proportion funded with state general
10 fund/general purpose revenues, the proportion funded with state
11 restricted revenues, the proportion funded with federal revenues, and
12 the proportion funded with other revenues.

13 (f) A total of all out-of-state travel funded for the
14 immediately preceding fiscal year.

15 Sec. 215. The department shall not approve the travel of more
16 than 1 departmental employee to a specific professional development
17 conference or training seminar that is located outside of this state
18 unless the professional development conference or training seminar is
19 funded by a federal or private funding source and requires more than
20 1 person from a department to attend, or the conference or training
21 seminar includes multiple issues in which 1 employee from the
22 department does not have expertise.

23 Sec. 216. The department shall not take disciplinary action
24 against an employee who communicates truthfully and factually with a
25 member of the legislature or his or her staff.

26 Sec. 218. The department and agencies receiving appropriations
27 in part 1 shall receive and retain copies of all reports funded from

1 appropriations in part 1. Federal and state guidelines for short-term
2 and long-term retention of records shall be followed. The department
3 may electronically retain copies of reports unless otherwise required
4 by federal and state guidelines.

5 Sec. 219. (1) In addition to the funds appropriated in part 1,
6 there is appropriated an amount not to exceed \$5,000,000.00 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 act 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 part 1, there is
12 appropriated an amount not to exceed \$700,000.00 for state restricted
13 contingency funds. These funds are not available for expenditure
14 until they have been transferred to another line item in this act
15 under section 393(2) of the management and budget act, 1984 PA 431,
16 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
19 contingency funds. These funds are not available for expenditure
20 until they have been transferred to another line item in this act
21 under section 393(2) of the management and budget act, 1984 PA 431,
22 MCL 18.1393.

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

1 MCL 18.1393.

2 Sec. 220. (1) The department shall provide data requested by a
3 member of the legislature, his or her staff, or the house and senate
4 fiscal agencies in a timely manner. If the department fails to
5 provide reasonably requested data within 30 days after the request,
6 the state money appropriated in part 1 for state board/superintendent
7 operations shall be reduced by 1%.

8 (2) If the department fails to provide to the legislature
9 reports and other data required by boilerplate or statute within 30
10 days after the date the information is due, the state money
11 appropriated in part 1 for state board/superintendent operations
12 shall be reduced by 1%.

13 Sec. 221. Funds appropriated in part 1 shall not be used by a
14 principal executive department, state agency, or authority to hire a
15 person to provide legal services that are the responsibility of the
16 attorney general. This prohibition does not apply to legal services
17 for bonding activities and for those activities that the attorney
18 general authorizes.

19 Sec. 225. It is the intent of the legislature that not later
20 than 60 days after the state receives audited membership counts from
21 intermediate school districts, the state superintendent of public
22 instruction shall investigate and report to the legislature on the
23 scope of and proposed solutions to pupil membership fraud and the
24 incidence of students counted in membership in a district and not
25 remaining in that district for the balance of the school year.

26 Sec. 226. Not later than November 15, 2013, the department
27 shall prepare and transmit a report that provides for estimates of

1 the total general fund/general purpose appropriation lapses at the
2 close of the fiscal year. This report shall summarize the projected
3 year-end general fund/general purpose appropriation lapses by major
4 departmental program or program areas. The report shall be
5 transmitted to the office of the state budget, the chairpersons of
6 the senate and house appropriations committees, and the senate and
7 house fiscal agencies.

8 Sec. 227. Within 14 days after the release of the executive
9 budget recommendation, the department shall provide the state budget
10 director, the senate and house appropriations chairs, the senate and
11 house appropriations subcommittees responsible for the department
12 budget, respectively, and the senate and house fiscal agencies with
13 an annual report on estimated state restricted fund balances, state
14 restricted fund projected revenues, and state restricted fund
15 expenditures for the fiscal years ending September 30, 2012 and
16 September 30, 2013.

17 Sec. 228. It is the intent of the legislature that all
18 principal executive departments and agencies cooperate with the
19 development and implementation of the department of technology,
20 management, and budget statewide office space consolidation plan.

21 Sec. 229. The department and the superintendent of public
22 instruction shall use funds appropriated in part 1 to ensure that all
23 of the activities and duties required to be carried out by the
24 department and the superintendent of public instruction under section
25 1280c of the revised school code, 1976 PA 451, MCL 380.1280c, are
26 completed not later than the deadlines prescribed in that section.

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

2 Sec. 301. (1) The appropriations in part 1 may be used for per
3 diem payments to the state board for meetings at which a quorum is
4 present or for performing official business authorized by the state
5 board. The per diem payments shall be at a rate as follows:

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

7 (b) State board of education - member other than president -
8 \$100.00 per day.

9 (2) A state board of education member shall not be paid a per
10 diem for more than 30 days per year.

11 Sec. 302. From the amount appropriated in part 1 to the state
12 board of education, not more than \$35,000.00 shall be expended for
13 in-state travel and out-of-state travel directly related to the
14 duties of the state board of education.

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

16 Sec. 402. For each student enrolled at the Michigan schools for
17 the deaf and blind, the department shall assess the intermediate
18 school district of residence 100% of the cost of operating the
19 student's instructional program. The amount shall exclude room and
20 board related costs and the cost of weekend transportation between
21 the school and the student's home.

22 Sec. 405. The department may assist the department of community
23 health, other departments, and local school districts to secure
24 reimbursement for eligible services provided in Michigan schools from
25 the federal Medicaid program. The department may submit reports of
26 direct expenses related to this effort to the department of community

1 health for reimbursement.

2 Sec. 406. (1) The Michigan schools for the deaf and blind may
3 promote its residential program as a possible appropriate option for
4 children who are deaf or hard of hearing or who are blind or visually
5 impaired. The Michigan schools for the deaf and blind shall
6 distribute information detailing its services to all intermediate
7 school districts in the state.

8 (2) Upon knowledge of or recognition by an intermediate school
9 district that a child in the district is deaf or hard of hearing or
10 blind or visually impaired, the intermediate school district shall
11 provide to the parents of the child the literature distributed by the
12 Michigan schools for the deaf and blind to intermediate school
13 districts under subsection (1).

14 (3) Parents will continue to have a choice regarding the
15 educational placement of their deaf or hard-of-hearing children.

16 Sec. 407. Revenue received by the Michigan schools for the deaf
17 and blind from gifts, bequests, and donations that is unexpended at
18 the end of the state fiscal year may be carried over to the
19 succeeding fiscal year and shall not revert to the general fund.

20 PROFESSIONAL PREPARATION SERVICES

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

25 Sec. 502. The department shall authorize teacher preparation
26 institutions to provide an alternative program by which up to 1/2 of

1 the required student internship or student teaching credits may be
2 earned through substitute teaching. The department shall require that
3 teacher preparation institutions collaborate with school districts to
4 ensure that the quality of instruction provided to student teachers
5 is comparable to that required in a traditional student teaching
6 program.

7 Sec. 506. Revenue received from teacher testing fees that is
8 unexpended at the end of the state fiscal year may be carried over to
9 the succeeding fiscal year and shall not revert to the general fund.

10 **OFFICE OF EDUCATIONAL IMPROVEMENT AND INNOVATION**

11 Sec. 601. From the amount appropriated in part 1 for the office
12 of educational improvement and innovation, there is allocated
13 \$600,000.00 and 5.5 FTE positions to operate a charter school office
14 to administer charter school legislation and associated regulations,
15 and to coordinate the activities of the department relating to
16 charter schools.

17 **LIBRARY OF MICHIGAN**

18 Sec. 801. In addition to the funds appropriated in part 1, the
19 funds collected by the department for document reproduction and
20 services; conferences, workshops, and training classes; and the use
21 of specialized equipment, facilities, and software are appropriated
22 for all expenses necessary to provide the required services. These
23 funds are available for expenditure when they are received and may be
24 carried forward into the next succeeding fiscal year.

25 Sec. 803. It is the intent of the legislature that the library

1 of Michigan and the component programs currently within the library
2 of Michigan with the exception of the genealogical collections shall
3 be kept together in a state department.

4 **GRANTS ADMINISTRATION AND SCHOOL SUPPORT SERVICES**

5 Sec. 901. Within 10 days of the receipt of a grant appropriated
6 in the federal and private grants line item in part 1, the department
7 shall notify the house and senate chairpersons of the appropriations
8 subcommittees responsible for the department budget, the house and
9 senate fiscal agencies, and the state budget director of the receipt
10 of the grant, including the funding source, purpose, and amount of
11 the grant.

12 Sec. 902. The funds appropriated in part 1 for the college
13 access grant program shall be used for efforts to support college
14 access. Allowable uses include the following:

15 (a) Michigan college access network operations, programming,
16 and services to local college access networks.

17 (b) Local college access networks, which are community-based
18 college access/success partnerships committed to increasing the
19 college participation and completion rates within geographically
20 defined communities through a coordinated strategy.

21 (c) Michigan college access portal, an online 1-stop portal to
22 help students and families plan and apply for college.

23 (d) Public awareness and outreach campaigns to encourage low-
24 income and first-generation students to take necessary steps toward
25 college and to assist students and families in completing a timely
26 and accurate free application for federal student aid.

1 (e) Subgrants to postsecondary institutions to recruit, hire,
2 and train college student mentors and college advisors to assist high
3 school students in navigating the postsecondary planning and
4 enrollment process.

5 Sec. 903. By not later than March 1, 2013, the department shall
6 work with districts that operate as a school of excellence cyber
7 school as defined in section 551 of the revised school code, 1976 PA
8 451, MCL 380.551, and districts that operate an alternative education
9 program with a seat-time waiver under section 101 of the state school
10 aid act of 1979, 1979 PA 94, MCL 388.1701, to provide a report to the
11 house and senate chairpersons of the appropriations subcommittees
12 responsible for the department budget, the house and senate fiscal
13 agencies, and the state budget director on all of the following:

14 (a) Each district operating a program and the districts that
15 enroll students in their program.

16 (b) The total number of students and membership pupils enrolled
17 in each program.

18 (c) The district in which each pupil is enrolled if other than
19 the district with the seat-time wavier or the cyber school.

20 (d) The district in which the pupil was enrolled prior to
21 enrolling in the cyber school or the district with a seat-time waiver
22 program.

23 (e) The number of participating students who had previously
24 dropped out of school.

25 (f) The number of participating students who had previously
26 been expelled from school.

27 (g) The cost per pupil paid to each online education provider.

1 (h) The cost per pupil charged to school districts that enroll
2 their students in the program.

3 (i) The name of each online education provider contracted by a
4 district with a seat-time waiver or a cyber school and the state in
5 which the online education provider is located.

6 **OFFICE OF GREAT START**

7 Sec. 1001. By November 1, 2012, the department shall submit a
8 report to the house and senate appropriations subcommittees on the
9 department of education budget and the house and senate fiscal
10 agencies on the number of eligible child care providers by type
11 receiving payment for child care services from the department on
12 October 1, 2012.

13 Sec. 1002. (1) From the money appropriated in part 1, the
14 office of great start shall prepare a report that contains a
15 comprehensive state plan for early childhood learning and
16 development. The report shall contain at least all of the following
17 fiscal components:

18 (a) Identification of each fund source and the amount of early
19 childhood funding from each fund source supporting early childhood
20 learning and development for the most recently completed fiscal year.

21 (b) Identification of the agency responsible for distributing
22 the funding identified in subdivision (a).

23 (c) Identification of the recipients receiving each type of
24 funding identified in subdivision (a) and the purpose and dollar
25 amount of the money used by each recipient.

26 (d) For each recipient identified in subdivision (c), the

1 dollar amount and percentage of funding spent for administrative
2 purposes.

3 (e) Recommendations that ensure that early childhood learning
4 and development funding is coordinated efficiently and effectively to
5 achieve program outcomes.

6 (f) A fiscal map of federal, state, local, and private
7 expenditures on programs and services for children, from birth
8 through age 8, and their families.

9 (2) The office of great start shall include in the report under
10 subsection (1) an early childhood systems analysis that includes at
11 least all of the following components:

12 (a) Identification of programs that support early childhood
13 learning and development.

14 (b) Identification of existing roles of state, local, and
15 private partners in programs identified in subdivision (a) related to
16 the delivery of services, improving quality, and increasing
17 accountability.

18 (c) Identification of the number of children and families being
19 served in each program identified in subdivision (a), how many
20 children and families are eligible to be served, and the capacity of
21 programs to serve more children and families.

22 (d) Recommendations that properly align and integrate programs,
23 services, and the roles of state, local, and private partners,
24 including the office of great start and the early childhood
25 investment corporation, to eliminate administrative duplication and
26 ensure that early childhood learning and development programs are
27 carried out in the most cost-effective and efficient manner and

1 program outcomes are achieved.

2 (3) The office of great start shall identify in the report
3 under subsection (1) performance metrics that should be used to
4 measure programs toward achieving early childhood learning and
5 development program outcomes.

6 (4) The office of great start may contract for the completion
7 of the report under subsection (1) and shall convene a group of early
8 childhood system stakeholders to assist in the development of the
9 report's recommendations. The report shall be completed not later
10 than May 15, 2013. Upon completion, the office shall transmit the
11 report to the state budget director, the chairpersons of the senate
12 and house appropriations committees, the appropriations subcommittees
13 responsible for the department of education budget, and the senate
14 and house fiscal agencies. If the report is not transmitted by May
15 15, 2013, 1% of the office's state funds shall be withheld for each
16 month or partial month the report is late.

17 Sec. 1003. (1) The department shall provide the house and
18 senate appropriations subcommittees on the department budget with an
19 annual report on the activities of the early childhood investment
20 corporation (ECIC) for fiscal year 2010-2011 and fiscal year 2011-
21 2012. The report is due by February 15 and shall contain at least the
22 following information:

23 (a) Detail of the amounts of grants awarded.

24 (b) The grant recipients.

25 (c) The activities funded by each grant.

26 (d) An analysis of each grant recipient's success in addressing
27 the development of a comprehensive system of early childhood services

1 and supports.

2 (2) All ECIC contracts for comprehensive systems planning shall
3 be bid out through a statewide request-for-proposal process.

4 PART 2A

5 PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS

6 FOR FISCAL YEAR 2013-2014

7 GENERAL SECTIONS

8 Sec. 1201. It is the intent of the legislature to provide
9 appropriations for the fiscal year ending on September 30, 2014 for
10 the line items listed in part 1. The fiscal year 2013-2014
11 appropriations are anticipated to be the same as those for fiscal
12 year 2012-2013, except that the line items will be adjusted for
13 changes in caseload and related costs, federal fund match rates,
14 economic factors, and available revenue. These adjustments will be
15 determined after the January 2013 consensus revenue estimating
16 conference.