



SENATE BILL No. 849

EXECUTIVE BUDGET BILL

February 15, 1996, Introduced by Senators DE GROW and SCHWARZ and referred to the Committee on Appropriations.

A bill to make appropriations for the department of education and certain other purposes relating to education for the fiscal year ending September 30, 1997; 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:

1 Sec. 101. There is appropriated for the department of education
2 for the fiscal year ending September 30, 1997, from the following
3 funds:

4 DEPARTMENT OF EDUCATION

| | | | |
|----|--|-------|----------------|
| 1 | APPROPRIATION SUMMARY: | | |
| 2 | Full-time equated unclassified positions . . . | 6.0 | |
| 3 | Full-time equated classified positions . . . | 671.6 | |
| 4 | GROSS APPROPRIATION | | \$ 783,597,900 |
| 5 | Interdepartmental grant revenues: | | |
| 6 | IDG from civil service | | 6,200 |
| 7 | IDG from corrections academy lease | | 304,300 |
| 8 | IDG from commerce, ADP | | 404,600 |
| 9 | IDG from Michigan jobs commission | | 212,900 |
| 10 | IDG from family independence agency | | 94,000 |
| 11 | IDG from treasury | | 150,000 |
| 12 | Total interdepartmental grants and | | |
| 13 | intradepartmental transfers | | 1,172,000 |
| 14 | ADJUSTED GROSS APPROPRIATION | | \$ 782,425,900 |
| 15 | Federal revenues: | | |
| 16 | Total federal revenues | | 717,908,900 |
| 17 | Special revenue funds: | | |
| 18 | Local cost sharing (schools for blind/deaf) . . . | | 7,488,200 |
| 19 | Total local revenues | | 7,488,200 |
| 20 | Gifts, bequests, and donations | | 340,000 |
| 21 | Private foundations | | 19,500 |
| 22 | Total private revenues | | 359,500 |
| 23 | Certification fees | | 2,620,800 |
| 24 | Commodity distribution fees | | 40,100 |
| 25 | Driver fees | | 8,080,000 |
| 26 | Lansing MSB site rent | | 855,700 |
| 27 | Living and learning resource center-rent | | 60,000 |
| 28 | Motorcycle license fees | | 886,800 |
| 29 | Private occupational school license fees | | 148,100 |

| | | | |
|----|---|------|------------------|
| 1 | Safety education fund | | 307,200 |
| 2 | School loan exception fees | | 51,500 |
| 3 | State employee child care center | | 90,000 |
| 4 | Student insurance revenues | | 100,000 |
| 5 | Teacher testing fees | | 262,400 |
| 6 | Training and orientation workshop fees | | 100,000 |
| 7 | Total other state restricted revenues | | 13,602,600 |
| 8 | State general fund/general purpose | \$ | 43,066,700 |
| 9 | STATE BOARD OF EDUCATION/OFFICE | | |
| 10 | OF THE SUPERINTENDENT | | |
| 11 | Full-time equated unclassified positions | 6.0 | |
| 12 | Full-time equated classified positions | 20.0 | |
| 13 | State board of education, per diem payments | \$ | 19,400 |
| 14 | Unclassified positions | | 494,800 |
| 15 | Performance study/charter schools | | 300,000 |
| 16 | State board/superintendent operations--20.0 | | |
| 17 | FTE positions | | <u>2,143,600</u> |
| 18 | GROSS APPROPRIATION | \$ | 2,957,800 |
| 19 | Appropriated from: | | |
| 20 | Federal revenues: | | |
| 21 | Total federal revenues | | 679,000 |
| 22 | State general fund/general purpose | \$ | 2,278,800 |
| 23 | CENTRAL SUPPORT | | |
| 24 | Full-time equated classified positions | 62.0 | |
| 25 | Central support--62.0 FTE positions | \$ | 3,106,000 |
| 26 | Workers' compensation | | 118,200 |
| 27 | Education commission of the states | | 82,000 |
| 28 | Rent | | 7,100 |
| 29 | Building occupancy charges - property management | | |

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|----|--|---------------------|
| 1 | services | 1,184,700 |
| 2 | Training and orientation workshops | <u>100,000</u> |
| 3 | GROSS APPROPRIATION | \$ 4,598,000 |
| 4 | Appropriated from: | |
| 5 | Interdepartmental grant revenues: | |
| 6 | IDG from civil service | 6,200 |
| 7 | Federal revenues: | |
| 8 | Total federal revenues | 1,136,000 |
| 9 | Special revenue funds: | |
| 10 | Certification fees | 92,800 |
| 11 | Driver fees | 12,900 |
| 12 | Motorcycle license fees | 4,100 |
| 13 | Private occupational school license fees | 5,100 |
| 14 | Safety education fund | 1,000 |
| 15 | School loan exception fees | 51,500 |
| 16 | Teacher testing fees | 5,000 |
| 17 | Training and orientation workshop fees | 100,000 |
| 18 | State general fund/general purpose | \$ 3,183,400 |
| 19 | SCHOOL SUPPORT SERVICES | |
| 20 | Full-time equated classified positions . . . 100.2 | |
| 21 | School support operations--100.2 FTE positions . . | \$ <u>8,780,000</u> |
| 22 | GROSS APPROPRIATION | \$ 8,780,000 |
| 23 | Appropriated from: | |
| 24 | Federal revenues: | |
| 25 | Total federal revenues | 7,316,000 |
| 26 | Special revenue funds: | |
| 27 | Commodity distribution fees | 40,100 |
| 28 | Driver fees | 456,700 |
| 29 | Motorcycle license fees | 132,700 |

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|----|---|------------------|
| 1 | Safety education fund | 111,900 |
| 2 | State general fund/general purpose \$ | 722,600 |
| 3 | TECHNOLOGY AND INFORMATION SERVICES | |
| 4 | Full-time equated classified positions 59.4 | |
| 5 | Technology and information operations-- | |
| 6 | 59.4 FTE positions \$ | <u>6,216,500</u> |
| 7 | GROSS APPROPRIATION \$ | 6,216,500 |
| 8 | Appropriated from: | |
| 9 | Interdepartmental grant revenues: | |
| 10 | IDG from commerce, ADP | 404,600 |
| 11 | IDG from Michigan jobs commission | 212,900 |
| 12 | IDG from treasury | 150,000 |
| 13 | Federal revenues: | |
| 14 | Total federal revenues | 3,645,600 |
| 15 | Special revenue funds: | |
| 16 | Certification fees | 246,100 |
| 17 | Driver fees | 10,400 |
| 18 | State general fund/general purpose \$ | 1,546,900 |
| 19 | OFFICE OF CONTRACTS AND GRANTS SERVICES | |
| 20 | Full-time equated classified positions 6.0 | |
| 21 | Office of contracts and grants operations-- | |
| 22 | 6.0 FTE positions \$ | <u>647,600</u> |
| 23 | GROSS APPROPRIATION \$ | 647,600 |
| 24 | Appropriated from: | |
| 25 | Federal revenues: | |
| 26 | Total federal revenues | 323,800 |
| 27 | State general fund/general purpose \$ | 323,800 |
| 28 | OFFICE OF SCHOOL PROGRAM SERVICES | |

| | | | |
|----|--|------|---------------------|
| 1 | Full-time equated classified positions | 85.1 | |
| 2 | Comprehensive school health--6.6 FTE positions | | \$ 952,800 |
| 3 | Early childhood education--16.7 FTE positions | | 1,702,800 |
| 4 | Michigan educational assessment program-- | | |
| 5 | 14.0 FTE positions | | 1,478,500 |
| 6 | Test development and administration | | 7,045,500 |
| 7 | School program quality operations--47.8 | | |
| 8 | FTE positions | | <u>5,389,700</u> |
| 9 | GROSS APPROPRIATION | | \$ 16,569,300 |
| 10 | Appropriated from: | | |
| 11 | Federal revenues: | | |
| 12 | Total federal revenues | | 5,343,700 |
| 13 | Special revenue funds: | | |
| 14 | Private foundations | | 19,500 |
| 15 | State general fund/general purpose | | \$ 11,206,100 |
| 16 | OFFICE OF SPECIAL EDUCATION SERVICES | | |
| 17 | Full-time equated classified positions | 48.1 | |
| 18 | Special education operations--48.1 FTE positions | | \$ <u>4,116,700</u> |
| 19 | GROSS APPROPRIATION | | \$ 4,116,700 |
| 20 | Federal revenues: | | |
| 21 | Total federal revenues | | 3,840,800 |
| 22 | Special revenue funds: | | |
| 23 | Certification fees | | 19,000 |
| 24 | State general fund/general purpose | | \$ 256,900 |
| 25 | LANSING MSB SITE | | |
| 26 | General services | | \$ <u>1,250,000</u> |
| 27 | GROSS APPROPRIATION | | \$ 1,250,000 |
| 28 | Appropriated from: | | |
| 29 | Interdepartmental grant revenues: | | |

| | | |
|----|--|---------------|
| 1 | IDG from corrections academy lease | 304,300 |
| 2 | Special revenue funds: | |
| 3 | State employee child care center | 90,000 |
| 4 | Rent | 855,700 |
| 5 | State general fund/general purpose | \$ 0 |
| 6 | MICHIGAN SCHOOL FOR THE DEAF AND BLIND | |
| 7 | Full-time equated classified positions | 152.3 |
| 8 | School for the deaf/blind operations-- | |
| 9 | 150.0 FTE positions | \$ 12,424,300 |
| 10 | Summer institute | 211,200 |
| 11 | Michigan deaf/blind center--2.3 FTE position | 148,700 |
| 12 | Camp tuhsmeheta | 150,000 |
| 13 | Private gifts-blind | 82,800 |
| 14 | Private gifts-deaf | <u>50,000</u> |
| 15 | GROSS APPROPRIATION | \$ 13,067,000 |
| 16 | Appropriated from: | |
| 17 | Federal revenues: | |
| 18 | Total federal revenues | 1,117,100 |
| 19 | Special revenue funds: | |
| 20 | Local cost sharing (schools for blind/deaf) | 7,488,200 |
| 21 | Gifts, bequests, and donations | 340,000 |
| 22 | Living and learning resource center-rent | 60,000 |
| 23 | Student insurance revenue | 100,000 |
| 24 | State general fund/general purpose | \$ 3,961,700 |
| 25 | CAREER DEVELOPMENT AND POSTSECONDARY | |
| 26 | COORDINATION SERVICES | |
| 27 | Full-time equated classified positions | 98.0 |
| 28 | Career and technical education operations-- | |
| 29 | 43.0 FTE positions | \$ 3,018,300 |

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|----|--|------|----------------|
| 1 | Higher education management operations-- | | |
| 2 | 42.5 FTE positions | | 3,083,600 |
| 3 | Office of minority equity--12.5 FTE positions . . | | <u>896,900</u> |
| 4 | GROSS APPROPRIATION | \$ | 6,998,800 |
| 5 | Appropriated from: | | |
| 6 | Federal revenues | | 5,337,200 |
| 7 | Special revenue funds: | | |
| 8 | Certification fees | | 106,500 |
| 9 | Private occupational school license fees | | 143,000 |
| 10 | State general fund/general purpose | \$ | 1,412,100 |
| 11 | TEACHER PREPARATION/CERTIFICATION AND TENURE | | |
| 12 | SERVICES | | |
| 13 | Full-time equated classified positions | 40.5 | |
| 14 | Teacher preparation and certification operations-- | | |
| 15 | 31.5 FTE positions | \$ | 2,358,900 |
| 16 | Tenure services operations--9.0 FTE positions . . | | 827,100 |
| 17 | State tenure commission, per diem | | 11,100 |
| 18 | Department of attorney general | | <u>40,000</u> |
| 19 | GROSS APPROPRIATION | \$ | 3,237,100 |
| 20 | Appropriated from: | | |
| 21 | Federal revenues: | | |
| 22 | Total federal revenues | | 30,600 |
| 23 | Special revenue funds: | | |
| 24 | Certification fees | | 2,156,400 |
| 25 | Teacher testing fees | | 257,400 |
| 26 | State general fund/general purpose | \$ | 792,700 |
| 27 | GRANTS AND DISTRIBUTIONS | | |
| 28 | FEDERAL PROGRAMS: | | |
| 29 | Adult basic education | \$ | 8,024,100 |

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|----|---|-------------|
| 1 | AIDS education grants | 150,000 |
| 2 | Christa McAuliffe grants | 77,600 |
| 3 | Competitive child care and development | 480,000 |
| 4 | Curriculum framework grants | 600,000 |
| 5 | Drug free schools grant | 10,456,400 |
| 6 | ECIA, chapter 1, handicapped | 5,000,000 |
| 7 | Eisenhower mathematics and science grants | 13,000,000 |
| 8 | Emergency immigrants | 300,000 |
| 9 | Foreign language grants | 148,400 |
| 10 | Goals 2000 grants | 9,502,600 |
| 11 | Handicapped infants and toddlers | 16,000,000 |
| 12 | Homeless children and youth | 833,000 |
| 13 | Job training partnership act | 7,952,700 |
| 14 | Migrant even start | 282,300 |
| 15 | National math/science education | 75,000 |
| 16 | Preschool grants (PL 94-142) | 12,136,800 |
| 17 | School age child care grants | 349,600 |
| 18 | School lunch program-federal share | 220,000,000 |
| 19 | School to work | 1,800,000 |
| 20 | Serve America grants | 834,000 |
| 21 | Special education | 10,189,800 |
| 22 | State literacy resource center | 263,600 |
| 23 | Statewide systemic initiative grant | 1,900,000 |
| 24 | Surplus commodity | 2,506,000 |
| 25 | Systems change for inclusive education | 266,400 |
| 26 | Teacher corps scholarships | 158,400 |
| 27 | Title I, disadvantaged children | 297,708,600 |
| 28 | Title I, even start | 3,990,000 |
| 29 | Title I, migrant | 12,000,000 |

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| 1 | Title VI, innovative strategies | 13,480,900 |
| 2 | Training personnel for education of the | |
| 3 | handicapped | 253,600 |
| 4 | Vocational education act of 1963 | 38,507,200 |
| 5 | STATE PROGRAMS: | |
| 6 | Communities first pilot project \$ | 95,000 |
| 7 | Driver education | 7,600,000 |
| 8 | School readiness grants | 10,528,000 |
| 9 | Motorcycle safety education | 750,000 |
| 10 | National geographic alliance | 36,800 |
| 11 | Off road vehicle safety training grant | 194,300 |
| 12 | State school lunch and breakfast | <u>6,728,000</u> |
| 13 | GROSS APPROPRIATION \$ | 715,159,100 |
| 14 | Appropriated from: | |
| 15 | Interdepartmental grant revenues: | |
| 16 | IDG from family independence agency | 94,000 |
| 17 | Federal revenues: | |
| 18 | DAG-FNS, national school lunch | 220,000,000 |
| 19 | DAG-TEFAP | 2,506,000 |
| 20 | DED-grants and contracts service, school to work | 1,800,000 |
| 21 | DED-OESE, goals 2000 | 9,502,600 |
| 22 | DED-OBEMLA, emergency immigrant education | |
| 23 | assistance. | 300,000 |
| 24 | DED-OERI, innovation in education | 600,000 |
| 25 | DED-OERI, national math and science | 75,000 |
| 26 | DED-OESE, Christa McAuliffe fellowships | 77,600 |
| 27 | DED-OESE, drug free schools and communities | 10,456,400 |
| 28 | DED-OESE, foreign language assistance | 148,400 |
| 29 | DED-OESE, Eisenhower mathematics and science | |

| | | |
|----|---|---------------|
| 1 | administration | 13,000,000 |
| 2 | DED-OESE, migrant even start | 282,300 |
| 3 | DED-OESE, title I, disadvantaged children | 297,708,600 |
| 4 | DED-OESE, title I, even start | 3,990,000 |
| 5 | DED-OESE, title I, migrant education | 12,000,000 |
| 6 | DED-OESE, title VI, innovative strategies | 13,480,900 |
| 7 | DED-OPSE, teacher corps | 158,400 |
| 8 | DED-OSERS, handicapped children, ECIA chapter 1 | 5,000,000 |
| 9 | DED-OSERS, handicapped infants and toddlers | 16,000,000 |
| 10 | DED-OSERS, handicapped preschool incentive grants | 12,136,800 |
| 11 | DED-OSERS, handicapped program (IDEA) | 10,189,800 |
| 12 | DED-OSERS, personnel development | 253,600 |
| 13 | DED-OSERS, severely handicapped | 266,400 |
| 14 | DED-OVAE, adult education, state administered | |
| 15 | program | 8,024,100 |
| 16 | DED-OVAE, basic grants to states | 38,507,200 |
| 17 | DED-OVAE, homeless children and youth | 833,000 |
| 18 | DED-OVAE, state literacy resource center | 263,600 |
| 19 | DOL, JTPA | 7,952,700 |
| 20 | HHS-ACF at risk child care | 480,000 |
| 21 | HHS-CDCP, AIDS education | 150,000 |
| 22 | HHS-OHDS, dependent care block grant | 261,700 |
| 23 | National science foundation | 1,900,000 |
| 24 | Corporation for national and community service | 834,000 |
| 25 | Special revenue funds: | |
| 26 | Driver fees | 7,600,000 |
| 27 | Motorcycle license fees | 750,000 |
| 28 | Safety education fund | 194,300 |
| 29 | State general fund/general purpose | \$ 17,381,700 |

1 **GENERAL SECTIONS**

2 Sec. 201. (1) Pursuant to section 30 of article IX of the state
3 constitution of 1963, total state spending from state sources for
4 fiscal year 1996-97 is estimated at \$56,669,300.00 in this bill and
5 state spending from state sources paid to local units of government for
6 fiscal year 1996-97 is estimated at \$15,078,000.00. The itemized
7 statement below identifies appropriations from which spending to units
8 of local government will occur:

| | | | |
|----|--|----|------------------|
| 9 | State school lunch and breakfast | \$ | 6,728,000 |
| 10 | Motorcycle safety | | 750,000 |
| 11 | Driver education | | <u>7,600,000</u> |
| 12 | TOTAL | \$ | 15,078,000 |

13 (2) If it appears to the principal executive officer of a
14 department or branch that state spending to local units of government
15 will be less than the amount that was projected to be expended under
16 subsection (1), the principal executive officer shall immediately give
17 notice of the approximate shortfall to the department of management and
18 budget.

19 Sec. 202. The expenditures and funding sources authorized under
20 this bill are subject to the management and budget act, Act No. 431 of
21 the Public Acts of 1984, being sections 18.1101 to 18.1594 of the
22 Michigan Compiled Laws.

23 Sec. 203. (1) In addition to the funds appropriated in section 101,
24 there is appropriated an amount not to exceed \$6,500,000.00 for federal
25 contingency funds. These funds are not available for expenditure until
26 they have been transferred to another line item in this act pursuant to
27 section 393(2) of the management and budget act, Act No. 431 of the
28 Public Acts of 1984, being section 18.1393 of the Michigan Compiled
29 Laws.

30 (2) In addition to the funds appropriated in section 101, there is

1 appropriated an amount not to exceed \$700,000.00 for state restricted
2 contingency funds. These funds are not available for expenditure until
3 they have been transferred to another line item in this act pursuant to
4 section 393(2) of the management and budget act, Act No. 431 of the
5 Public Acts of 1984, being section 18.1393 of the Michigan Compiled
6 Laws.

7 (3) In addition to the funds appropriated in section 101, there is
8 appropriated an amount not to exceed \$500,000.00 for local and private
9 contingency funds. These funds are not available for expenditure until
10 they have been transferred to another line item in this act pursuant to
11 section 393(2) of the management and budget act, Act No. 431 of the
12 Public Acts of 1984, being section 18.1393 of the Michigan Compiled
13 Laws.

14 Sec. 204. (1) Beginning October 1, 1996, there is a hiring freeze
15 imposed on the state classified civil service. State departments and
16 agencies are prohibited from hiring any new full-time state classified
17 civil service employees or prohibited from filling any vacant state
18 classified civil service positions. This hiring freeze does not apply
19 to internal transfers of classified employees from 1 position to
20 another within a department or to positions that are 80% or more
21 federal or restricted funds.

22 (2) The director of the department of management and budget shall
23 grant exceptions to this hiring freeze when the director believes that
24 the hiring freeze will result in the state department or agency being
25 unable to deliver basic services. The director of the department of
26 management and budget shall report by the fifteenth of each month to
27 the chairpersons of the senate and house appropriations committees the
28 number of exclusions to the hiring freeze approved during the previous
29 month and the justification for the exclusion.

30 Sec. 205. The department of civil service shall bill departments

1 and/or agencies at the end of the first fiscal quarter for the 1%
 2 charges authorized by section 5 of article XI of the state constitution
 3 of 1963. Payments shall be made for the total amount of the billing by
 4 the end of the second fiscal quarter.

5 Sec. 206. (1) Departments and state agencies that receive funds
 6 under this bill may receive and expend federal funds for purposes
 7 allowed by the federal government and these funds are appropriated, if
 8 the funds are provided as block grants or other similar replacements
 9 for or consolidations of prior federal funding sources.

10 (2) Departments and state agencies may use the funds described in
 11 subsection (1) to continue existing programs and shall not establish
 12 new programs utilizing these funds unless the legislature has enacted
 13 modifications to the existing program or enacted a new program.

14 Sec. 207. As used in appropriations bills:

15 (a) "ADP" means automated data processing.

16 (b) "AIDS" means acquired immunodeficiency syndrome.

17 (c) "BSF" means the countercyclical economic and budget
 18 stabilization fund.

19 (d) "CNS" means the corporation for national service.

20 (e) "CPI" means the consumer price index.

21 (f) "DAG" means the United States department of agriculture.

22 (g) "DAG-FNS" means the DAG food and nutrition service.

23 (h) "DAG-TEFAP" means the emergency food assistance program.

24 (i) "DED" means the United States department of education.

25 (j) "DED-OBEMLA" means the DED office of bilingual education and
 26 minority languages affairs.

27 (k) "DED-OERI" means the DED office of educational research and
 28 improvement.

29 (l) "DED-OESE" means DED office of elementary and secondary
 30 education.

- 1 (m) "DED-OPSE" means the DED office of postsecondary education.
- 2 (n) "DED-OSERS" means the DED office of special education and
3 rehabilitative services.
- 4 (o) "DED-OVAE" means the DED office of vocational and adult
5 education.
- 6 (p) "DOL" means the United States department of labor.
- 7 (q) "DOT" means the United States department of transportation.
- 8 (r) "DOT-NHTSA" means the DOT national highway safety traffic
9 administration.
- 10 (s) "DVA" means the United States department of veterans affairs.
- 11 (t) "ECIA" means the education consolidation and improvement act.
- 12 (u) "FTE" means full-time equated position.
- 13 (v) "Fiscal agencies" means the Michigan senate fiscal agency and
14 the Michigan house fiscal agency.
- 15 (w) "HHS" means the United States department of health and human
16 services.
- 17 (x) "HHS-ACF" means the HHS administration for children and
18 families.
- 19 (y) "HHS-CDCP" means the HHS center for disease control and
20 prevention.
- 21 (z) "HHS-HCFA" means the HHS health care financing administration.
- 22 (aa) "HHS-OHDS" means the HHS office of human development services.
- 23 (bb) "HHS-SSA" means the HHS social security administration.
- 24 (cc) "IASA" means improving America's schools act.
- 25 (dd) "IDEA" means the individuals with disabilities education act.
- 26 (ee) "IDG" means interdepartmental grant.
- 27 (ff) "IDT" means intradepartmental transfer.
- 28 (gg) "JTPA" means the job training partnership act.
- 29 (hh) "MSB" means the former Michigan school for the blind.
- 30 (ii) "MSDB" means the Michigan school for the deaf and blind

1 Sec. 208. The department may carry into the succeeding fiscal year
2 unexpended federal pass-through funds to local institutions and
3 governments that do not require additional state matching funds.
4 Federal pass-through funds to local institutions and governments that
5 are received in amounts in addition to those included in section 101
6 and that do not require additional state matching funds are
7 appropriated for the purposes intended.

8 Sec. 209. The department shall provide the department of
9 management and budget and the senate and house fiscal agencies with
10 copies of the state board of education agenda and all supporting
11 documents at the time the agenda and supporting documents are provided
12 to state board of education members.

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

14 Sec. 301. (1) The appropriations in section 101 may be used for
15 per diem payments to members of boards, committees, and commissions for
16 each day's board, committee, or commission work at which a quorum is
17 present; for attending a hearing as authorized by the respective board,
18 committee, or commission; or for performing official business as
19 authorized by the respective board, committee, or commission. The per
20 diem payments shall be at a rate as follows:

- 21 (a) State board of education - president \$110.00 per day
- 22 (b) State board of education - member other
- 23 than president \$110.00 per day
- 24 (c) State tenure commission - member \$ 50.00 per day

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

27 Sec. 302. (1) From the amount appropriated in section 101 to the
28 state board of education, not more than \$27,500.00 shall be expended
29 for travel.

30 (2) The state board of education shall not expend amounts for

1 travel appropriated from DED-OVAE, basic grants to states.

2 Sec. 303. (1) From the amount appropriated in section 101 for state
3 board/superintendent operations, there is allocated \$500,000.00 and 5.0
4 FTE positions to establish and operate a charter school office to
5 administer charter school legislation and associated regulations, and
6 to coordinate the activities of the department relating to charter
7 schools.

8 (2) From the amount appropriated in section 101 for state
9 board/superintendent operations, there is allocated \$300,000.00 to
10 conduct a performance study of charter schools.

11 **CENTRAL SUPPORT**

12 Sec. 401. The appropriation in section 101 for the average daily
13 attendance pilot project grant shall be used by the department to
14 support the administrative expenses of the participants. Not later
15 than September 1, 1996, the department shall select a minimum of ten
16 local school districts, university schools, or public school academies
17 to participate in the pilot project. Participants in the pilot project
18 shall submit monthly reports of attendance on the fourth Friday of each
19 month, or the nearest regularly scheduled class day, beginning in
20 September, 1996, and ending in June, 1997. The department and
21 participants may substitute the pupil counts required under the state
22 aid act in the months in which those occur. The department shall
23 submit a preliminary report to the Governor, the department of
24 management and budget, the chairs of the house and senate
25 appropriations committees, and the house and senate fiscal agencies no
26 later than March 31, 1997, and a final report no later than September
27 30, 1997. Each report shall contain an analysis of the data, including
28 its meaning for the enrollment trends of each district, the cost to
29 collect and audit the data, and the accuracy of the data, including an
30 identification of issues to be addressed in establishing an on-going

1 collecting, reporting, and auditing process.

2 **SCHOOL PROGRAM SERVICES**

3 Sec. 501. (1) From the general fund allocations in section 101,
4 the department may provide tests to nonpublic schools. The department
5 shall notify nonpublic schools that they are eligible to receive the
6 tests without cost to them.

7 (2) The department shall release test results at the same time to
8 all private schools and public school districts taking the tests at the
9 same time.

10 **SPECIAL EDUCATION SERVICES/LANSING MSB SITE/MSDB PROGRAMS**

11 Sec. 601. The employees at the Michigan school for the deaf and
12 blind who work on a school year basis shall be considered annual
13 employees for purposes of service credits, retirement, and insurance
14 benefits.

15 Sec. 602. For each student enrolled at the Michigan school for the
16 deaf and blind, the department shall assess the intermediate school
17 district of residence 100% of the cost of operating the student's
18 instructional program. The amount shall exclude room and board related
19 costs and the cost of weekend transportation between the school and the
20 student's home.

21 Sec. 603. (1) The department may assess rent to the department of
22 corrections for Lansing MSB site space occupied by the corrections
23 staff training academy. The rental rates and all leasing arrangements
24 shall be subject to the approval of the department of management and
25 budget. Amounts received under section 101 for the corrections academy
26 lease program are hereby appropriated to the department for operation,
27 maintenance, and renovation expenses associated with the lease space.

28 (2) In addition, any funds received by the department in addition
29 to those authorized in section 101 for the rental of facilities at the
30 Lansing MSB site to private or publicly funded organizations are hereby

1 appropriated.

2 Sec. 604. The department shall assess rent to the state employee
3 child care center for the rental of space it occupies at the Lansing
4 MSB site. The rental rates and all leasing arrangements shall be
5 subject to the approval of the department of management and budget.
6 Amounts received under section 101 for the child care center are hereby
7 appropriated to the department for the operation, maintenance, and
8 renovation of the leased space.

9 Sec. 605. Proceeds from the sale of surplus property and
10 facilities at the Michigan school for the deaf are hereby appropriated
11 for the purposes of repairs, renovations, and maintenance of the
12 school's campus. Any unexpended and unencumbered funds remaining on
13 September 30, 1997, shall be carried forward as a work project for the
14 purposes of repairs, renovations, and maintenance of the school's
15 campus. The work shall be carried out by state employees or by
16 contracts as necessary, at an estimated cost of \$132,000.00. The
17 estimated completion date of the work is September 30, 1998.

18 Sec. 606. The department may assist the family independence
19 agency, other departments, and local school districts to secure
20 reimbursement for eligible services provided in Michigan schools from
21 the federal medicaid program. The department may submit reports of
22 direct expenses related to this effort to the department of community
23 health for reimbursement.

24 Sec. 607. The unexpended balances of appropriations for the school
25 for the deaf operations shall not lapse to the state general fund at
26 the end of the fiscal year. Any unexpended and unencumbered funds
27 remaining on September 30, 1997, shall be carried forward as a work
28 project and expended for special maintenance and repairs of facilities
29 at the Michigan school for the deaf. The work shall be carried out by
30 state employees, or by contract as necessary, at an estimated cost of

1 \$6,000.00. The estimated completion date of the work is September 30,
2 1998.

3 **TEACHER PREPARATION/CERTIFICATION AND TENURE SERVICES**

4 Sec. 701. From the funds appropriated in section 101 for teacher
5 preparation and certification services, the department shall maintain
6 the professional personnel register and certificate revocation/felony
7 conviction files.

8 **TECHNOLOGY AND INFORMATION SERVICES**

9 Sec. 801. Included in the appropriation for technology and
10 information services operations in section 101 is \$50,000.00 to publish
11 and distribute the Michigan school report.

12 **GRANTS AND DISTRIBUTIONS**

13 Sec. 901. The department shall disburse the funds to a general
14 fund grantee in accordance with the same standards of timing and amount
15 that apply to disbursements made by the department to a federal fund
16 grantee. The disbursement shall be restricted to the minimum amount
17 needed for immediate disbursement by the grantee. The department may
18 waive this section if extenuating circumstances warrant and are
19 substantiated in the grantee's application or other appropriate
20 documentation. A waiver granted pursuant to this section shall not be
21 effective until 15 days after written notice of the proposed waiver is
22 given to the chairpersons of the senate and house appropriations
23 subcommittees having jurisdiction over the department budget.

24 Sec. 902. (1) The funds appropriated in section 101 for school
25 breakfast programs shall be made available to all eligible applicant
26 public school districts and public school academies as follows:

27 (a) The district or public school academy participates in the
28 federal school breakfast program and meets all standards as prescribed
29 by 7 C.P.R. parts 220 and 245.

30 (b) Payment is made for each breakfast served meeting standards

1 prescribed in subdivision (a).

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

11 (d) The payment determined under subdivision (c) is prorated if the
12 appropriation in section 101 is not sufficient to fund all payments
13 determined under this section.

14 (2) Of the appropriation of federal funds in section 101 for the
15 national school lunch program, expenditures shall not be made in fiscal
16 year 1996-97 for any programs other than those authorized by the
17 department or funded from this line item in fiscal year 1995-96.

18 Sec. 903. (1) The funds appropriated in section 101 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 agent
24 for a child caring organization regulated under Act No. 116 of the
25 Public Acts of 1973, being sections 722.111 to 722.128 of the Michigan
26 Compiled Laws.

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

29 (c) Applications shall be reviewed by a diverse interagency
30 committee composed of representatives of the department, appropriate

1 community, volunteer, community social service agencies and
2 organizations, and parents.

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

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

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

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

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

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

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

29 (e) Whether the application contains a comprehensive evaluation
30 plan that includes implementation of all program components required

1 and an assessment of the gains of children participating in an early
2 childhood development program.

3 (f) Applications shall provide for the establishment of a school
4 readiness advisory committee that shall be involved in the planning and
5 evaluation of the program and provides for the involvement of parents
6 and appropriate community, volunteer, and community social service
7 agencies and organizations. At least 50% of the committee members
8 shall be parents or legal guardians of current or former program
9 participants. The committee shall do all of the following:

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

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

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

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

16 (v) Review the collaboration with and the involvement of
17 appropriate community, volunteer, and community social service agencies
18 and 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 board of education may be at whatever
29 level the board determines appropriate. A grant, when combined with
30 other sources of state revenue for this program, shall not exceed

1 \$3,000.00 per child or the cost of the program, whichever is less.

2 (3) Except as otherwise provided, an applicant that received a
3 grant under this section in the 1995-96 fiscal year shall receive
4 priority for funding in 1996-97. However, continuation of funding is
5 contingent on the availability of funds and documented evidence of
6 grantee compliance with standards for early childhood development
7 consistent with programs for 4-year-olds, as approved by the state
8 board of education, and with all operational, fiscal, administrative,
9 and other program requirements. After 3 years of funding, a program
10 that received a grant under this section may reapply for funding, but
11 will compete for available funds with other new programs and other
12 programs also completing their third year of funding under this
13 section. A program which offers supplementary day care and thereby
14 offers full-day programs as part of its early childhood development
15 program shall receive priority in the allocation of these competitive
16 funds.

17 (4) A joint application process and form shall be developed by the
18 family independence agency and the department for those participants
19 who meet the eligibility criteria for the unified child day care
20 program.

21 Sec. 904. Subject to the provisions of applicable federal law, in
22 order to more fully integrate all job training programs for the state,
23 the Michigan jobs commission shall be the lead agency responsible for
24 programs funded under the federal job training partnership act, Public
25 Law 97-300, 96 Stat. 1322, and grants distributed under that act shall
26 be subject to the approval of the Michigan jobs commission. Changes in
27 federal law or regulation permitting, the Michigan jobs commission
28 shall be the state agency responsible for administering this federal
29 program.

Final page.