

SUBSTITUTE FOR
SENATE BILL NO. 196

A bill to make appropriations for the department of education for the fiscal year ending September 30, 2014; and to provide for the expenditure of the appropriations.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1

PART 1

2 LINE-ITEM APPROPRIATIONS

3 Sec. 101. There is appropriated for the department of
4 education for the fiscal year ending September 30, 2014, from the
5 following funds:

6 DEPARTMENT OF EDUCATION

7 APPROPRIATION SUMMARY

8	Full-time equated unclassified positions.....	6.0
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9	Full-time equated classified positions.....	588.5
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1	GROSS APPROPRIATION.....	\$	322,246,900
2	Interdepartmental grant revenues:		
3	Total interdepartmental grants and intradepartmental		
4	transfers		0
5	ADJUSTED GROSS APPROPRIATION.....	\$	322,246,900
6	Federal revenues:		
7	Total federal revenues.....		232,241,650
8	Special revenue funds:		
9	Total local revenues.....		5,633,700
10	Total private revenues.....		1,933,300
11	Total other state restricted revenues.....		8,021,800
12	State general fund/general purpose.....	\$	74,416,450
13	State general fund/general purpose schedule:		
14	Ongoing state general fund/general		
15	purpose		74,416,450
16	One-time state general fund/general		
17	purpose		0
18	Sec. 102. STATE BOARD OF EDUCATION/OFFICE OF THE		
19	SUPERINTENDENT		
20	Full-time equated unclassified positions.....		6.0
21	Full-time equated classified positions.....		11.0
22	State board of education, per diem payments.....	\$	24,400
23	Unclassified positions--6.0 FTE positions.....		775,700
24	State board/superintendent operations--11.0 FTE		
25	positions		<u>2,092,100</u>
26	GROSS APPROPRIATION.....	\$	2,892,200
27	Appropriated from:		

1	Federal revenues:	
2	Federal revenues.....	219,400
3	Special revenue funds:	
4	Private foundations.....	28,100
5	Certification fees.....	852,000
6	State general fund/general purpose.....	\$ 1,792,700
7	Sec. 103. CENTRAL SUPPORT	
8	Full-time equated classified positions..... 22.6	
9	Central support--22.6 FTE positions.....	\$ 3,461,900
10	Worker's compensation.....	35,000
11	Building occupancy charges - property management	
12	services	3,031,600
13	Training and orientation workshops.....	150,000
14	Terminal leave payments.....	<u>554,700</u>
15	GROSS APPROPRIATION.....	\$ 7,233,200
16	Appropriated from:	
17	Federal revenues:	
18	Federal revenues.....	1,453,900
19	Federal indirect funds.....	2,432,900
20	Special revenue funds:	
21	Certification fees.....	553,600
22	Teacher testing fees.....	15,000
23	Training and orientation workshop fees.....	150,000
24	State general fund/general purpose.....	\$ 2,627,800
25	Sec. 104. INFORMATION TECHNOLOGY SERVICES	
26	Information technology operations.....	\$ <u>4,126,500</u>
27	GROSS APPROPRIATION.....	\$ 4,126,500

1	Appropriated from:	
2	Federal revenues:	
3	Federal revenues.....	593,200
4	Federal indirect funds.....	1,752,800
5	Special revenue funds:	
6	Local cost sharing (schools for deaf/blind)	76,500
7	Certification fees.....	382,300
8	State general fund/general purpose.....	\$ 1,321,700
9	Sec. 105. SPECIAL EDUCATION SERVICES	
10	Full-time equated classified positions.....	47.0
11	Special education operations--47.0 FTE positions	\$ <u>8,850,400</u>
12	GROSS APPROPRIATION.....	\$ 8,850,400
13	Appropriated from:	
14	Federal revenues:	
15	Federal revenues.....	8,375,100
16	Special revenue funds:	
17	Private foundations.....	110,100
18	Certification fees.....	43,700
19	State general fund/general purpose.....	\$ 321,500
20	Sec. 106. MICHIGAN SCHOOLS FOR THE DEAF AND BLIND	
21	Full-time equated classified positions.....	77.0
22	Michigan schools for the deaf and blind	
23	operations--76.0 FTE positions.....	\$ 12,485,600
24	Camp Tuhsmeheeta--1.0 FTE position.....	295,100
25	Private gifts - blind.....	200,000
26	Private gifts - deaf.....	<u>50,000</u>
27	GROSS APPROPRIATION.....	\$ 13,030,700

1	Appropriated from:	
2	Federal revenues:	
3	Federal revenues.....	6,721,500
4	Special revenue funds:	
5	Local cost sharing (schools for deaf/blind)	5,233,000
6	Local school district service fees.....	312,500
7	Gifts, bequests, and donations.....	545,100
8	Student insurance revenue.....	218,600
9	State general fund/general purpose.....	\$ 0
10	Sec. 107. PROFESSIONAL PREPARATION SERVICES	
11	Full-time equated classified positions.....	34.0
12	Professional preparation operations--34.0 FTE	
13	positions	\$ 5,827,100
14	Department of attorney general.....	<u>66,000</u>
15	GROSS APPROPRIATION.....	\$ 5,893,100
16	Appropriated from:	
17	Federal revenues:	
18	Federal revenues.....	1,427,700
19	Special revenue funds:	
20	Certification fees.....	3,836,900
21	Teacher testing fees.....	355,100
22	Teacher college review fees.....	55,300
23	State general fund/general purpose.....	\$ 218,100
24	Sec. 108. MICHIGAN OFFICE OF GREAT START	
25	Full-time equated classified positions.....	62.0
26	Michigan office of great start operations--62.0 FTE	
27	positions	\$ 22,192,900

1	Child development and care external support	17,491,000
2	Head start collaboration office	305,300
3	Child development care public assistance	<u>156,802,600</u>
4	GROSS APPROPRIATION	\$ 196,791,800
5	Appropriated from:	
6	Federal revenues:	
7	Federal revenues	156,279,800
8	Special revenue funds:	
9	Private foundations	250,000
10	Certification fees	63,500
11	State general fund/general purpose	\$ 40,198,500
12	Sec. 109. STATE AID AND SCHOOL FINANCE SERVICES	
13	Full-time equated classified positions	9.5
14	State aid and school finance operations--9.5 FTE	
15	positions	\$ <u>1,343,300</u>
16	GROSS APPROPRIATION	\$ 1,343,300
17	Appropriated from:	
18	State general fund/general purpose	\$ 1,343,300
19	Sec. 110. AUDIT SERVICES	
20	Full-time equated classified positions	4.5
21	Audit operations--4.5 FTE positions	\$ <u>594,500</u>
22	GROSS APPROPRIATION	\$ 594,500
23	Appropriated from:	
24	Federal revenues:	
25	Federal indirect funds	472,600
26	Special revenue funds:	
27	Certification fees	60,400

1	State general fund/general purpose	\$	61,500
2	Sec. 111. ADMINISTRATIVE LAW SERVICES		
3	Full-time equated classified positions.....	2.0	
4	Administrative law operations--2.0 FTE positions	\$	<u>1,272,100</u>
5	GROSS APPROPRIATION.....	\$	1,272,100
6	Appropriated from:		
7	Federal revenues:		
8	Federal revenues.....		551,600
9	Special revenue funds:		
10	Certification fees.....		651,000
11	State general fund/general purpose	\$	69,500
12	Sec. 112. BUREAU OF ASSESSMENT AND ACCOUNTABILITY		
13	Full-time equated classified positions.....	65.6	
14	Bureau of assessment and accountability		
15	operations--65.6 FTE positions.....	\$	<u>12,894,600</u>
16	GROSS APPROPRIATION.....	\$	12,894,600
17	Appropriated from:		
18	Federal revenues:		
19	Federal revenues.....		11,329,100
20	State general fund/general purpose	\$	1,565,500
21	Sec. 113. SCHOOL SUPPORT SERVICES		
22	Full-time equated classified positions.....	82.6	
23	School support services operations--82.6 FTE positions	\$	14,951,700
24	Federal and private grants.....		<u>3,000,000</u>
25	GROSS APPROPRIATION.....	\$	17,951,700
26	Appropriated from:		
27	Federal revenues:		

1	Federal revenues.....	16,112,600
2	Special revenue funds:	
3	Local school district service fees.....	11,700
4	Private foundations.....	1,000,000
5	Commodity distribution fees.....	71,700
6	Certification fees.....	84,800
7	State general fund/general purpose.....	\$ 670,900
8	Sec. 114. FIELD SERVICES	
9	Full-time equated classified positions..... 45.0	
10	Field services operations--45.0 FTE positions.....	\$ <u>8,976,500</u>
11	GROSS APPROPRIATION.....	\$ 8,976,500
12	Appropriated from:	
13	Federal revenues:	
14	Federal revenues.....	8,683,450
15	Special revenue funds:	
16	Certification fees.....	75,400
17	State general fund/general purpose.....	\$ 217,650
18	Sec. 115. EDUCATIONAL IMPROVEMENT AND INNOVATION	
19	SERVICES	
20	Full-time equated classified positions..... 57.7	
21	Educational improvement and innovation	
22	operations--57.7 FTE positions.....	<u>8,407,100</u>
23	GROSS APPROPRIATION.....	\$ 8,407,100
24	Appropriated from:	
25	Federal revenues:	
26	Federal revenues.....	6,449,400
27	Special revenue funds:	

1	Certification fees.....	552,500
2	State general fund/general purpose.....	\$ 1,405,200
3	Sec. 116. CAREER AND TECHNICAL EDUCATION	
4	Full-time equated classified positions.....	27.0
5	Career and technical education operations--27.0 FTE	
6	positions	\$ <u>4,704,500</u>
7	GROSS APPROPRIATION.....	\$ 4,704,500
8	Appropriated from:	
9	Federal revenues:	
10	Federal revenues.....	3,782,900
11	State general fund/general purpose.....	\$ 921,600
12	Sec. 117. LIBRARY OF MICHIGAN	
13	Full-time equated classified positions.....	33.0
14	Library of Michigan operations--32.0 FTE positions ...	\$ 4,308,200
15	Library services and technology program--1.0 FTE	
16	positions	5,603,700
17	State aid to libraries.....	8,512,300
18	Michigan eLibrary.....	1,750,000
19	Renaissance zone reimbursements.....	<u>4,700,000</u>
20	GROSS APPROPRIATION.....	\$ 24,874,200
21	Appropriated from:	
22	Federal revenues:	
23	IMLS, library services and technology act	5,603,700
24	State general fund/general purpose.....	\$ 19,270,500
25	Sec. 118. SCHOOL REFORM OFFICE	
26	Full-time equated classified positions.....	6.0
27	Early childhood education and family services	

1	operations--6.0 FTE positions.....	\$	<u>2,110,500</u>
2	GROSS APPROPRIATION.....	\$	2,110,500
3	Appropriated from:		
4	State general fund/general purpose.....	\$	2,110,500
5	Sec. 119. OFFICE OF THE LEGISLATIVE EDUCATION		
6	OMBUDSMAN		
7	Full-time equated classified positions.....		2.0
8	Office of the legislative education ombudsman		
9	operations--2.0 FTE positions.....	\$	<u>300,000</u>
10	GROSS APPROPRIATION.....	\$	300,000
11	Appropriated from:		
12	State general fund/general purpose.....	\$	300,000

13 PART 2

14 PROVISIONS CONCERNING APPROPRIATIONS

15 FOR FISCAL YEAR 2013-2014

16 **GENERAL SECTIONS**

17 Sec. 201. Pursuant to section 30 of article IX of the state

18 constitution of 1963, total state spending from state resources

19 under part 1 for the fiscal year ending September 30, 2014 is

20 \$82,438,250.00 and state spending from state resources to be paid

21 to local units of government for the fiscal year ending September

22 30, 2014 is \$13,212,300.00. The itemized statement below identifies

23 appropriations from which spending to local units of government

24 will occur:

25 DEPARTMENT OF EDUCATION

1	State aid to libraries.....	\$	8,512,300
2	Renaissance zone reimbursements.....	\$	<u>4,700,000</u>
3	Total department of education.....	\$	13,212,300

4 Sec. 202. The appropriations authorized under this act are
5 subject to the management and budget act, 1984 PA 431, MCL 18.1101
6 to 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
23 use the Internet to fulfill the reporting requirements of this act.
24 This requirement may include transmission of reports via electronic
25 mail to the recipients identified for each reporting requirement,
26 or it may include placement of reports on an Internet or Intranet
27 site.

1 Sec. 206. The department shall provide through the Internet
2 the state board of education agenda and all supporting documents,
3 and shall notify the state budget director and the senate and house
4 fiscal agencies that the agenda and supporting documents are
5 available on the Internet, at the time the agenda and supporting
6 documents are provided to state board of education members.

7 Sec. 207. (1) The department shall cooperate with the
8 department of technology, management, and budget to maintain a
9 searchable website accessible by the public at no cost that
10 includes, but is not limited to, all of the following for each
11 department or agency:

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

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

14 (c) Fiscal year-to-date payments to a selected vendor,
15 including the vendor name, payment date, payment amount, and
16 payment description.

17 (d) The number of active department employees by job
18 classification.

19 (e) Job specifications and wage rates.

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

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

1 teacher's or employee's personnel file except as required by a
2 court order.

3 Sec. 209. From the funds appropriated in part 1 for
4 information technology, departments and agencies shall pay user
5 fees to the department of technology, management, and budget for
6 technology-related services and projects. Such user fees shall be
7 subject to provisions of an interagency agreement between the
8 departments and agencies and the department of technology,
9 management, and budget.

10 Sec. 210. Amounts appropriated in part 1 for information
11 technology may be designated as work projects and carried forward
12 to support technology projects under the direction of the
13 department of technology, management, and budget. Funds designated
14 in this manner are not available for expenditure until approved as
15 work projects under section 451a of the management and budget act,
16 1984 PA 431, MCL 18.1451a.

17 Sec. 211. To the extent the state continues to identify
18 schools as meeting proficiency targets, before publishing a list of
19 schools or districts determined to have failed to make adequate
20 yearly progress as required by the no child left behind act of
21 2001, Public Law 107-110, the department shall allow a school or
22 district to appeal that determination. The department shall
23 consider and act upon the appeal within 30 days after it is
24 submitted and shall not publish the list until after all appeals
25 have been considered and decided.

26 Sec. 212. Funds appropriated in part 1 shall not be used for
27 the purchase of foreign goods or services, or both, if

1 competitively priced and comparable quality American goods or
2 services, or both, are available. Preference shall be given to
3 goods or services, or both, manufactured or provided by Michigan
4 businesses if they are competitively priced and of comparable
5 quality. In addition, preference should be given to goods or
6 services, or both, manufactured or provided by Michigan businesses
7 owned and operated by veterans if they are competitively priced and
8 of comparable quality.

9 Sec. 214. (1) Due to the current budgetary problems in this
10 state, out-of-state travel for the fiscal year ending September 30,
11 2014 shall be limited to situations in which 1 or more of the
12 following conditions apply:

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

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

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

21 (d) The travel is necessary to comply with federal
22 requirements.

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

25 (f) The travel is financed entirely by federal or nonstate
26 funds.

27 (2) Not later than January 1 of each year, each department

1 shall prepare a travel report listing all travel by classified and
2 unclassified employees outside this state, including travel outside
3 this state for a professional development conference or training
4 seminar, in the immediately preceding fiscal year that was funded
5 in whole or in part with funds appropriated in the department's
6 budget. The report shall be submitted to the house and senate
7 standing committees on appropriations, the house and senate fiscal
8 agencies, and the state budget director. The report shall include
9 the following information:

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

12 (b) The destination of each travel occurrence.

13 (c) The dates of each travel occurrence.

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

16 (e) The transportation and related costs of each travel
17 occurrence, including the proportion funded with state general
18 fund/general purpose revenues, the proportion funded with state
19 restricted revenues, the proportion funded with federal revenues,
20 and the proportion funded with other revenues.

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

23 Sec. 215. The department shall not approve the travel of more
24 than 1 departmental employee to a specific professional development
25 conference or training seminar that is located outside of this
26 state unless the professional development conference or training
27 seminar is funded by a federal or private funding source and

1 requires more than 1 person from a department to attend, or the
2 conference or training seminar includes multiple issues in which 1
3 employee from the department does not have expertise.

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

7 Sec. 218. The department and agencies receiving appropriations
8 in part 1 shall receive and retain copies of all reports funded
9 from appropriations in part 1. Federal and state guidelines for
10 short-term and long-term retention of records shall be followed.
11 The department may electronically retain copies of reports unless
12 otherwise required by federal and state guidelines.

13 Sec. 219. (1) In addition to the funds appropriated in part 1,
14 there is appropriated an amount not to exceed \$5,000,000.00 for
15 federal contingency funds. These funds are not available for
16 expenditure until they have been transferred to another line item
17 in this act under section 393(2) of the management and budget act,
18 1984 PA 431, MCL 18.1393.

19 (2) In addition to the funds appropriated in part 1, there is
20 appropriated an amount not to exceed \$700,000.00 for state
21 restricted contingency funds. These funds are not available for
22 expenditure until they have been transferred to another line item
23 in this act under section 393(2) of the management and budget act,
24 1984 PA 431, MCL 18.1393.

25 (3) In addition to the funds appropriated in part 1, there is
26 appropriated an amount not to exceed \$250,000.00 for local
27 contingency funds. These funds are not available for expenditure

1 until they have been transferred to another line item in this act
2 under section 393(2) of the management and budget act, 1984 PA 431,
3 MCL 18.1393.

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

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

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

21 Sec. 221. Funds appropriated in part 1 shall not be used by a
22 principal executive department, state agency, or authority to hire
23 a person to provide legal services that are the responsibility of
24 the attorney general. This prohibition does not apply to legal
25 services for bonding activities and for those activities that the
26 attorney general authorizes.

27 Sec. 222. The department shall maintain, on a publicly

1 accessible website, a department scorecard that identifies, tracks,
2 and regularly updates key metrics that are used to monitor and
3 improve the agency's performance.

4 Sec. 225. It is the intent of the legislature that not later
5 than 60 days after the state receives audited membership counts
6 from intermediate school districts, the state superintendent of
7 public instruction shall investigate and report to the legislature
8 on the scope of and proposed solutions to pupil membership fraud
9 and the incidence of students counted in membership in a district
10 and not remaining in that district for the balance of the school
11 year.

12 Sec. 226. Not later than November 30, 2014, the department
13 shall prepare and transmit a report that provides for estimates of
14 the total general fund/general purpose appropriation lapses at the
15 close of the fiscal year. This report shall summarize the projected
16 year-end general fund/general purpose appropriation lapses by major
17 departmental program or program areas. The report shall be
18 transmitted to the office of the state budget, the chairpersons of
19 the senate and house appropriations committees, and the senate and
20 house fiscal agencies.

21 Sec. 227. Within 14 days after the release of the executive
22 budget recommendation, the department shall provide the state
23 budget director, the senate and house appropriations chairs, the
24 senate and house appropriations subcommittees responsible for the
25 department budget, respectively, and the senate and house fiscal
26 agencies with an annual report on estimated state restricted fund
27 balances, state restricted fund projected revenues, and state

1 restricted fund expenditures for the fiscal years ending September
2 30, 2013 and September 30, 2014.

3 Sec. 228. It is the intent of the legislature that all
4 principal executive departments and agencies cooperate with the
5 development and implementation of the department of technology,
6 management, and budget statewide office space consolidation plan.

7 Sec. 229. The department and the superintendent of public
8 instruction shall use funds appropriated in part 1 to ensure that
9 all of the activities and duties required to be carried out by the
10 department and the superintendent of public instruction under
11 section 1280c of the revised school code, 1976 PA 451, MCL
12 380.1280c, are completed not later than the deadlines prescribed in
13 that section.

14 Sec. 230. The department may assist the department of
15 community health, other departments, and local school districts to
16 secure reimbursement for eligible services provided in Michigan
17 schools from the federal Medicaid program. The department may
18 submit reports of direct expenses related to this effort to the
19 department of community health for reimbursement.

20 Sec. 231. The appropriations in part 1 shall not be used for
21 development of the common core state standards.

22 Sec. 232. (1) In addition to the funds appropriated in part 1,
23 there is appropriated up to \$180,000.00 from payments for sub-
24 recipient monitoring services provided to other departments.

25 (2) The funds may be expended for all expenses necessary to
26 provide the required subrecipient monitoring services to other
27 departments.

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

22 Sec. 406. (1) The Michigan schools for the deaf and blind may
23 promote its residential program as a possible appropriate option
24 for children who are deaf or hard of hearing or who are blind or
25 visually impaired. The Michigan schools for the deaf and blind

1 shall distribute information detailing its services to all
2 intermediate school districts in the state.

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

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

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

16 **PROFESSIONAL PREPARATION SERVICES**

17 Sec. 501. From the funds appropriated in part 1 for
18 professional preparation services, the department shall maintain
19 the professional personnel register and certificate
20 revocation/felony conviction files.

21 Sec. 502. The department shall authorize teacher preparation
22 institutions to provide an alternative program by which up to 1/2
23 of the required student internship or student teaching credits may
24 be earned through substitute teaching. The department shall require
25 that teacher preparation institutions collaborate with school
26 districts to ensure that the quality of instruction provided to

1 student teachers is comparable to that required in a traditional
2 student teaching program.

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

7 **OFFICE OF EDUCATIONAL IMPROVEMENT AND INNOVATION**

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

14 **LIBRARY OF MICHIGAN**

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

22 Sec. 803. It is the intent of the legislature that the library
23 of Michigan and the component programs currently within the library
24 of Michigan with the exception of the genealogical collections
25 shall be kept together in a state department.

1 Sec. 804. (1) The funds appropriated in part 1 for renaissance
2 zone reimbursements shall be used to reimburse public libraries
3 pursuant to section 12 of the Michigan renaissance zone act, 1996
4 PA 376, MCL 125.2692, for taxes levied in 2013. The allocations
5 shall be made not later than 60 days after the department of
6 treasury certifies to the department and to the state budget
7 director that the department of treasury has received all necessary
8 information to properly determine the amounts due to each eligible
9 recipient.

10 (2) If the amount appropriated under this section is not
11 sufficient to fully pay obligations under this section, payments
12 shall be prorated on an equal basis among all eligible public
13 libraries.

14 **SCHOOL SUPPORT SERVICES**

15 Sec. 901. Within 10 days of the receipt of a grant
16 appropriated in the federal and private grants line item in part 1,
17 the department shall notify the house and senate chairpersons of
18 the appropriations subcommittees responsible for the department
19 budget, the house and senate fiscal agencies, and the state budget
20 director of the receipt of the grant, including the funding source,
21 purpose, and amount of the grant.

22 Sec. 903. By not later than November 30, 2014, the department
23 shall provide a report as defined in section 18 of the school aid
24 act of 1979, 1979 PA 94, MCL 388.1618, that details the per-pupil
25 costs of a district offering online learning, to the house and
26 senate chairpersons of the appropriations subcommittees responsible

1 for the department budget, the house and senate fiscal agencies,
2 and the state budget director on all of the following for the
3 school fiscal year ending June 30, 2014:

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

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

8 (c) The district in which each pupil is enrolled if other than
9 the district offering online learning.

10 (d) The district in which the pupil was enrolled prior to
11 enrolling in the district offering online learning.

12 (e) The number of participating students who had previously
13 dropped out of school.

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

16 (g) The total cost of each district to enroll its students in
17 the program. This cost shall be reported on a per-pupil, per-
18 course, per-semester, or per-trimester basis. The total shall
19 include costs broken down by cost for training, personnel, hardware
20 and software, payment to each online education provider, and other
21 costs associated with operating as a cyber school or with operating
22 such a program.

23 (h) The name of each online education provider contracted by a
24 district and the state in which the online education provider is
25 located.

26 (i) A comparison with costs of substantially similar programs
27 in other states and relevant national research on the costs of

1 online learning.

2 (j) Any conclusions concerning factors or characteristics of
3 online learning programs that make a difference in the costs of
4 operating the programs.

5 **MICHIGAN OFFICE OF GREAT START**

6 Sec. 1001. By November 1, 2013, the department shall submit a
7 report to the house and senate appropriations subcommittees on the
8 department of education budget and the house and senate fiscal
9 agencies on the number of eligible child care providers by type
10 receiving payment for child care services from the department on
11 October 1, 2013.

12 Sec. 1003. (1) The department shall provide the house and
13 senate appropriations subcommittees on the department budget with
14 an annual report on the activities of the early childhood
15 investment corporation (ECIC) for fiscal year 2012-2013. The report
16 is due by February 15 and shall contain at least the following
17 information:

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

19 (b) The grant recipients.

20 (c) The activities funded by each grant.

21 (d) An analysis of each grant recipient's success in
22 addressing the development of a comprehensive system of early
23 childhood services and supports.

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

26 Sec. 1004. Funding appropriated in part 1 for the office of

1 great start shall not be used for the support of administration for
2 the early childhood investment corporation.

3 Sec. 1005. (1) Not later than the 2014-2015 fiscal year, the
4 Michigan office of great start shall ensure that any requirement,
5 policy, or regulation of a head start center-based program in the
6 state be at least as rigorous as any applicable great start
7 readiness program requirement, policy, or regulation, in addition
8 to any federal requirements with which head start center-based
9 programs must comply. This shall include, but is not limited to,
10 meeting the current great start readiness program classroom staff
11 qualifications whereby the lead teacher must have a Michigan
12 teaching certificate with an early childhood specialist endorsement
13 or, if subcontracted, the lead teacher must have a valid Michigan
14 teaching certificate with a childhood specialist endorsement; or a
15 valid Michigan teaching certificate with a child development
16 associate credential; or a bachelor's degree in child development
17 with a focus on teaching preschool.

18 (2) A head start center-based program may continue to employ
19 as a lead teacher an individual who does not meet the requirements
20 in subsection (1) if the individual meets both of the following
21 requirements:

22 (a) The lead teacher is annually and continually enrolled and
23 completing credit in an approved teacher preparation program
24 leading to a provisional teaching certificate as described in
25 subsection (1) or enrolled in a program leading to a bachelor's
26 degree in child development with a focus on teaching preschool.

27 (b) The lead teacher has on file with the employing entity,

his or her teacher preparation institution, and the department of education a planned program leading to teacher certification or a bachelor's degree in child development with a focus on teaching preschool.

BUREAU OF ASSESSMENT AND ACCOUNTABILITY

Sec. 1101. From the funds appropriated in part 1 for the bureau of assessment and accountability, the department shall create and maintain a public statewide catalog of online learning courses being offered by all public schools in this state. The department shall determine a list of nationally recognized best practices for online learning and use this list to provide reviews of online course vendors, courses, and instructional practices. The results from these reviews will also be made available to the public through the statewide catalog. The statewide catalog shall be available to the public on the department's website and linked to each district's website as provided for in section 21f of the state school aid act of 1979, 1979 PA 94, MCL 388.1621f. Beginning in 2014-2015, the statewide catalog shall also contain all of the following:

(a) The number of pupils enrolled in each online course in the 2012-2013 school year.

(b) The number of pupils who successfully completed each online course in the 2012-2013 school year.

(c) The completion rate for each online course.

OFFICE OF THE LEGISLATIVE EDUCATION OMBUDSMAN

1 Sec. 1201. It is the intent of the legislature to create the
2 office of the legislative education ombudsman within the
3 department.

4 PART 2A

5 PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS

6 FOR FISCAL YEAR 2014-2015

7 GENERAL SECTIONS

8 Sec. 1301. It is the intent of the legislature to provide
9 appropriations for the fiscal year ending on September 30, 2015 for
10 the line items listed in part 1. The fiscal year 2014-2015
11 appropriations are anticipated to be the same as those for fiscal
12 year 2013-2014, 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 2014 consensus revenue estimating
16 conference.

17 Sec. 1302. It is the intent of the legislature that the
18 department identify the amounts for normal retirement costs and
19 legacy retirement costs for the fiscal year ending on September 30,
20 2015 for the line items listed in part 1.