

## SUBSTITUTE FOR

SENATE BILL NO. 120

A bill to make appropriations for the department of education for the fiscal year ending September 30, 2016; 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, 2016, 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.....	600.5
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1	GROSS APPROPRIATION.....	\$	309,600,400
2	Interdepartmental grant revenues:		
3	Total interdepartmental grants and intradepartmental		
4	transfers .....		0
5	ADJUSTED GROSS APPROPRIATION.....	\$	309,600,400
6	Federal revenues:		
7	IMLS, library services and technology act .....		5,606,800
8	Federal revenues.....		208,646,600
9	Federal indirect funds.....		4,330,000
10	Total federal revenues.....		218,583,400
11	Special revenue funds:		
12	Local cost sharing (schools for deaf/blind) .....		5,233,000
13	Local school district service fees.....		400,700
14	Total local revenues.....		5,633,700
15	Gifts, bequests, and donations.....		645,100
16	Private foundations.....		1,388,200
17	Total private revenues.....		2,033,300
18	Total local and private revenues.....		7,667,000
19	Certification fees.....		6,811,500
20	Commodity distribution fees.....		71,700
21	Student insurance revenue.....		218,600
22	Teacher college review fees.....		55,300
23	Teacher testing fees.....		362,500
24	Training and orientation workshop fees.....		150,000
25	Total other state restricted revenues.....		7,669,600
26	State general fund/general purpose.....	\$	75,680,400
27	<b>Sec. 102. STATE BOARD OF EDUCATION/OFFICE OF THE</b>		

1	<b>SUPERINTENDENT</b>		
2	Full-time equated unclassified positions.....	6.0	
3	Full-time equated classified positions.....	11.0	
4	State board of education, per diem payments .....		\$ 24,400
5	Unclassified positions--6.0 FTE positions .....		807,000
6	State board/superintendent operations--11.0 FTE		
7	positions .....		<u>2,092,100</u>
8	GROSS APPROPRIATION.....		\$ 2,923,500
9	Appropriated from:		
10	Federal revenues:		
11	Federal revenues.....		222,100
12	Special revenue funds:		
13	Private foundations.....		28,100
14	Certification fees.....		856,500
15	State general fund/general purpose .....		\$ 1,816,800
16	<b>Sec. 103. CENTRAL SUPPORT</b>		
17	Full-time equated classified positions.....	23.6	
18	Central support--23.6 FTE positions .....		\$ 3,614,900
19	Worker's compensation.....		28,700
20	Building occupancy charges - property management		
21	services .....		3,110,100
22	Training and orientation workshops .....		150,000
23	Terminal leave payments.....		<u>554,700</u>
24	GROSS APPROPRIATION.....		\$ 7,458,400
25	Appropriated from:		
26	Federal revenues:		
27	Federal revenues.....		1,659,900

1	Federal indirect funds.....	2,545,500
2	Special revenue funds:	
3	Certification fees.....	405,500
4	Teacher testing fees.....	3,900
5	Training and orientation workshop fees.....	150,000
6	State general fund/general purpose.....	\$ 2,693,600
7	<b>Sec. 104. INFORMATION TECHNOLOGY SERVICES</b>	
8	Information technology operations.....	\$ <u>4,179,800</u>
9	GROSS APPROPRIATION.....	\$ 4,179,800
10	Appropriated from:	
11	Federal revenues:	
12	Federal revenues.....	604,000
13	Federal indirect funds.....	1,784,500
14	Special revenue funds:	
15	Local cost sharing (schools for deaf/blind).....	76,500
16	Certification fees.....	389,200
17	State general fund/general purpose.....	\$ 1,325,600
18	<b>Sec. 105. SPECIAL EDUCATION SERVICES</b>	
19	Full-time equated classified positions..... 47.0	
20	Special education operations--47.0 FTE positions.....	\$ <u>8,920,000</u>
21	GROSS APPROPRIATION.....	\$ 8,920,000
22	Appropriated from:	
23	Federal revenues:	
24	Federal revenues.....	8,440,900
25	Special revenue funds:	
26	Private foundations.....	110,100
27	Certification fees.....	44,000

1	State general fund/general purpose.....	\$	325,000
2	<b>Sec. 106. MICHIGAN SCHOOLS FOR THE DEAF AND BLIND</b>		
3	Full-time equated classified positions.....	77.0	
4	Michigan schools for the deaf and blind		
5	operations--76.0 FTE positions.....	\$	12,651,600
6	Camp Tuhsmeheeta--1.0 FTE position.....		295,100
7	Private gifts - blind.....		200,000
8	Private gifts - deaf.....		<u>150,000</u>
9	GROSS APPROPRIATION.....	\$	13,296,700
10	Appropriated from:		
11	Federal revenues:		
12	Federal revenues.....		6,887,500
13	Special revenue funds:		
14	Local cost sharing (schools for deaf/blind) .....		5,233,000
15	Local school district service fees.....		312,500
16	Gifts, bequests, and donations.....		645,100
17	Student insurance revenue.....		218,600
18	State general fund/general purpose.....	\$	0
19	<b>Sec. 107. PROFESSIONAL PREPARATION SERVICES</b>		
20	Full-time equated classified positions.....	34.0	
21	Professional preparation operations--34.0 FTE		
22	positions .....	\$	<u>5,662,600</u>
23	GROSS APPROPRIATION.....	\$	5,662,600
24	Appropriated from:		
25	Federal revenues:		
26	Federal revenues.....		1,442,100
27	Special revenue funds:		

1	Certification fees.....	3,586,300
2	Teacher testing fees.....	358,600
3	Teacher college review fees.....	55,300
4	State general fund/general purpose.....	\$ 220,300
5	<b>Sec. 108. MICHIGAN OFFICE OF GREAT START</b>	
6	Full-time equated classified positions.....	65.0
7	Michigan office of great start operations--	64.0 FTE
8	positions .....	\$ 22,808,600
9	Child development and care external support .....	23,396,500
10	Head start collaboration office--1.0 FTE position ....	307,400
11	Child development care public assistance .....	<u>131,503,300</u>
12	GROSS APPROPRIATION.....	\$ 178,015,800
13	Appropriated from:	
14	Federal revenues:	
15	Federal revenues.....	139,485,800
16	Special revenue funds:	
17	Private foundations.....	250,000
18	Certification fees.....	64,100
19	State general fund/general purpose.....	\$ 38,215,900
20	<b>Sec. 109. STATE AID AND SCHOOL FINANCE SERVICES</b>	
21	Full-time equated classified positions.....	11.5
22	State aid and school finance operations--	9.5 FTE
23	positions .....	\$ 1,358,500
24	Financial independence team operations--	2.0 FTE
25	positions .....	<u>499,500</u>
26	GROSS APPROPRIATION.....	\$ 1,858,000
27	Appropriated from:	

1	State general fund/general purpose .....	\$	1,858,000
2	<b>Sec. 110. AUDIT SERVICES</b>		
3	Full-time equated classified positions .....		4.5
4	Audit operations--4.5 FTE positions .....	\$	<u>601,800</u>
5	GROSS APPROPRIATION .....	\$	601,800
6	Appropriated from:		
7	Federal revenues:		
8	Federal indirect funds .....		478,300
9	Special revenue funds:		
10	Certification fees .....		61,200
11	State general fund/general purpose .....	\$	62,300
12	<b>Sec. 111. ADMINISTRATIVE LAW SERVICES</b>		
13	Full-time equated classified positions .....		2.0
14	Administrative law operations--2.0 FTE positions .....	\$	<u>1,332,000</u>
15	GROSS APPROPRIATION .....	\$	1,332,000
16	Appropriated from:		
17	Federal revenues:		
18	Federal revenues .....		550,300
19	Special revenue funds:		
20	Certification fees .....		685,200
21	State general fund/general purpose .....	\$	96,500
22	<b>Sec. 112. ACCOUNTABILITY SERVICES</b>		
23	Full-time equated classified positions .....		65.6
24	Accountability services operations--65.6 FTE positions .....	\$	<u>14,616,400</u>
25	GROSS APPROPRIATION .....	\$	14,616,400
26	Appropriated from:		
27	Federal revenues:		

1	Federal revenues.....	13,441,100
2	State general fund/general purpose.....	\$ 1,175,300
3	<b>Sec. 113. SCHOOL SUPPORT SERVICES</b>	
4	Full-time equated classified positions.....	82.6
5	School support services operations--82.6 FTE positions	\$ 15,087,200
6	Federal and private grants.....	<u>3,000,000</u>
7	GROSS APPROPRIATION.....	\$ 18,087,200
8	Appropriated from:	
9	Federal revenues:	
10	Federal revenues.....	16,240,500
11	Special revenue funds:	
12	Local school district service fees.....	11,700
13	Private foundations.....	1,000,000
14	Commodity distribution fees.....	71,700
15	Certification fees.....	85,600
16	State general fund/general purpose.....	\$ 677,700
17	<b>Sec. 114. FIELD SERVICES</b>	
18	Full-time equated classified positions.....	45.0
19	Field services operations--45.0 FTE positions.....	\$ <u>9,174,400</u>
20	GROSS APPROPRIATION.....	\$ 9,174,400
21	Appropriated from:	
22	Federal revenues:	
23	Federal revenues.....	8,874,900
24	Special revenue funds:	
25	Certification fees.....	77,000
26	State general fund/general purpose.....	\$ 222,500
27	<b>Sec. 115. EDUCATIONAL IMPROVEMENT AND INNOVATION</b>	



1	<b>SERVICES</b>		
2	Full-time equated classified positions.....	59.7	
3	Educational improvement and innovation		
4	operations--59.7 FTE positions.....		\$ <u>9,362,500</u>
5	GROSS APPROPRIATION.....		\$ 9,362,500
6	Appropriated from:		
7	Federal revenues:		
8	Federal revenues.....		6,500,600
9	Special revenue funds:		
10	Certification fees.....		556,900
11	State general fund/general purpose.....		\$ 2,305,000
12	<b>Sec. 116. CAREER AND TECHNICAL EDUCATION</b>		
13	Full-time equated classified positions.....	27.0	
14	Career and technical education operations--27.0 FTE		
15	positions .....		\$ <u>4,748,800</u>
16	GROSS APPROPRIATION.....		\$ 4,748,800
17	Appropriated from:		
18	Federal revenues:		
19	Federal revenues.....		3,818,600
20	State general fund/general purpose.....		\$ 930,200
21	<b>Sec. 117. LIBRARY OF MICHIGAN</b>		
22	Full-time equated classified positions.....	33.0	
23	Library of Michigan operations--32.0 FTE positions ...		\$ 4,408,800
24	Library services and technology program--1.0 FTE		
25	position .....		5,606,800
26	State aid to libraries.....		9,876,000
27	Michigan eLibrary.....		1,750,000

1	Renaissance zone reimbursements .....	5,300,000
2	GROSS APPROPRIATION .....	\$ 26,941,600
3	Appropriated from:	
4	Federal revenues:	
5	IMLS, library services and technology act .....	5,606,800
6	State general fund/general purpose .....	\$ 21,334,800
7	<b>Sec. 118. SCHOOL REFORM OFFICE</b>	
8	Full-time equated classified positions .....	12.0
9	School reform office operations--12.0 FTE positions ..	\$ 2,420,900
10	GROSS APPROPRIATION .....	\$ 2,420,900
11	Appropriated from:	
12	State general fund/general purpose .....	\$ 2,420,900

13 PART 2

14 PROVISIONS CONCERNING APPROPRIATIONS

15 FOR FISCAL YEAR 2015-2016

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, 2016 is

20 \$83,350,000.00 and state spending from state resources to be paid

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

22 30, 2016 is \$15,176,000.00. 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.....	\$	9,876,000
2	Renaissance zone reimbursements.....		<u>5,300,000</u>
3	Total department of education.....	\$	15,176,000

4       Sec. 202. The appropriations authorized under this part and  
5 part 1 are subject to the management and budget act, 1984 PA 431,  
6 MCL 18.1101 to 18.1594.

7       Sec. 203. As used in this part and part 1:

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) "IMLS" means Institute of Museum and Library Services.

15       (e) "Fund-raising activity" means an ongoing fund-raising  
16 activity that is scheduled to take place at more than 1 time during  
17 a school day, throughout the school day, or for more than 1 school  
18 day.

19       Sec. 204. The state superintendent of public instruction shall  
20 take all reasonable steps to ensure businesses in deprived and  
21 depressed communities compete for and perform contracts to provide  
22 services or supplies, or both. The state superintendent of public  
23 instruction shall strongly encourage firms with which the  
24 department contracts to subcontract with certified businesses in  
25 depressed and deprived communities for services, supplies, or both.

26       Sec. 205. The departments and agencies receiving  
27 appropriations under part 1 shall use the Internet to fulfill the

1 reporting requirements of this part. This requirement may include  
2 transmission of reports via electronic mail to the recipients  
3 identified for each reporting requirement, or it may include  
4 placement of reports on an Internet or Intranet site.

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

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

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

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

17       (c) Fiscal year-to-date payments to a selected vendor,  
18 including the vendor name, payment date, payment amount, and  
19 payment description.

20       (d) The number of active department employees by job  
21 classification.

22       (e) Job specifications and wage rates.

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

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

3       Sec. 211. To the extent the state continues to identify  
4 schools as meeting proficiency targets, before publishing a list of  
5 schools or districts determined to have failed to make adequate  
6 yearly progress as required by the no child left behind act of  
7 2001, Public Law 107-110, the department shall allow a school or  
8 district to appeal that determination. Those appeals shall be  
9 addressed before designation may be published.

10       Sec. 212. Funds appropriated in part 1 shall not be used for  
11 the purchase of foreign goods or services, or both, if  
12 competitively priced and comparable quality American goods or  
13 services, or both, are available. Preference shall be given to  
14 goods or services, or both, manufactured or provided by Michigan  
15 businesses if they are competitively priced and of comparable  
16 quality. In addition, preference should be given to goods or  
17 services, or both, manufactured or provided by Michigan businesses  
18 owned and operated by veterans if they are competitively priced and  
19 of comparable quality.

20       Sec. 214. The department and agencies receiving appropriations  
21 in part 1 shall prepare a report on out-of-state travel expenses  
22 not later than January 1 of each year. The travel report shall be a  
23 listing of all travel by classified and unclassified employees  
24 outside this state in the immediately preceding fiscal year that  
25 was funded in whole or in part with funds appropriated in the  
26 department's budget. The report shall be submitted to the senate  
27 and house appropriations committees, the house and senate fiscal

1 agencies, and the state budget director. The report must include  
2 the following information:

3 (a) The dates of each travel occurrence.

4 (b) The transportation and related costs of each travel  
5 occurrence, including the proportion funded with state general  
6 fund/general purpose revenues, the proportion funded with state  
7 restricted revenues, the proportion funded with federal revenues,  
8 and the proportion funded with other revenues.

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

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

18 Sec. 219. (1) In addition to the funds appropriated in part 1,  
19 there is appropriated an amount not to exceed \$5,000,000.00 for  
20 federal contingency funds. These funds are not available for  
21 expenditure until they have been transferred to another line item  
22 in part 1 under section 393(2) of the management and budget act,  
23 1984 PA 431, MCL 18.1393.

24 (2) In addition to the funds appropriated in part 1, there is  
25 appropriated an amount not to exceed \$700,000.00 for state  
26 restricted contingency funds. These funds are not available for  
27 expenditure until they have been transferred to another line item

1 in part 1 under section 393(2) of the management and budget act,  
2 1984 PA 431, MCL 18.1393.

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

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

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

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

26 Sec. 221. Funds appropriated in part 1 shall not be used by a  
27 principal executive department, state agency, or authority to hire

1 a person to provide legal services that are the responsibility of  
2 the attorney general. This prohibition does not apply to legal  
3 services for bonding activities and for those activities that the  
4 attorney general authorizes.

5 Sec. 222. The department shall maintain, on a publicly  
6 accessible website, a department scorecard that identifies, tracks,  
7 and regularly updates key metrics that are used to monitor and  
8 improve the agency's performance.

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

18 Sec. 227. Within 14 days after the release of the executive  
19 budget recommendation, the department shall cooperate with the  
20 state budget office to provide the senate and house appropriations  
21 chairs, the senate and house appropriations subcommittees  
22 responsible for the department budget, respectively, and the senate  
23 and house fiscal agencies with an annual report on estimated state  
24 restricted fund balances, state restricted fund projected revenues,  
25 and state restricted fund expenditures for the fiscal years ending  
26 September 30, 2015 and September 30, 2016.

27 Sec. 230. The department may assist the department of



1 community health, other departments, and local school districts to  
2 secure reimbursement for eligible services provided in Michigan  
3 schools from the federal Medicaid program. The department may  
4 submit reports of direct expenses related to this effort to the  
5 department of community health for reimbursement.

6       Sec. 231. Total authorized appropriations from all sources  
7 under part 1 for legacy costs for the fiscal year ending September  
8 30, 2016 is estimated at \$15,932,000.00. Total agency  
9 appropriations for pension-related legacy costs are estimated at  
10 \$9,042,900.00. Total agency appropriations for retiree health care  
11 legacy costs are estimated at \$6,889,100.00.

12       Sec. 234. In addition to the metrics required under section  
13 447 of the management and budget act, 1984 PA 431, MCL 18.1447, for  
14 each new program or program enhancement for which funds in excess  
15 of \$500,000.00 are appropriated in part 1, the department shall  
16 provide not later than November 1, 2015 a list of program-specific  
17 metrics intended to measure its performance based on a return on  
18 taxpayer investment. The department shall deliver the program-  
19 specific metrics to members of the senate and house subcommittees  
20 that have subject matter jurisdiction for this budget, fiscal  
21 agencies, and the state budget director. The department shall  
22 provide an update on its progress in tracking program-specific  
23 metrics and the status of program success at an appropriations  
24 subcommittee meeting called for by the subcommittee chair.

25       Sec. 235. The department shall not enter into a contract  
26 funded under part 1 that exceeds \$1,000,000.00 or seek a federal  
27 waiver from the no child left behind act of 2001, Public Law 107-

1 110, or an amendment to the federal waiver, until after  
2 notification of the content to both the house and senate  
3 appropriations committees.

4 Sec. 236. From the funds appropriated in part 1, the  
5 department shall compile a report that identifies the mandates  
6 required of nonpublic schools. In compiling the report, the  
7 department may consult with relevant statewide education  
8 associations in Michigan. The report compiled by the department  
9 shall indicate the type of mandate, including, but not limited to,  
10 student health, student or building safety, accountability, and  
11 educational requirements, and shall indicate whether a school has  
12 to report on the specified mandates. The report required under this  
13 section shall be completed by April 1, 2016 and transmitted to the  
14 state budget director, the house and senate appropriations  
15 subcommittees responsible for the department of education, and the  
16 senate and house fiscal agencies not later than April 15, 2016.

17 Sec. 237. From the funds appropriated in part 1, the  
18 department shall take all necessary steps to ensure maximum state  
19 and local control over the implementation of school meal programs  
20 established under section 1272a of the revised school code, 1976 PA  
21 451, MCL 380.1272a. This shall include, but is not limited to,  
22 establishing an upper limit on the number and frequency of fund-  
23 raising activities that may take place in a public school during  
24 school hours that allow the sale of food and beverage items that do  
25 not meet the nutritional standards. The department shall ensure  
26 that this upper limit is not less than 3 fund-raising activities  
27 per week.

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 **MICHIGAN SCHOOLS FOR THE DEAF AND BLIND**

12       Sec. 401. The employees at the Michigan schools for the deaf  
13 and blind who work on a school year basis are considered annual  
14 employees for purposes of service credits, retirement, and  
15 insurance benefits.

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  
26 shall distribute information detailing its services to all

1 intermediate school districts in the state.

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

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

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

15 Sec. 408. In addition to the funds appropriated in part 1, the  
16 funds collected by the Michigan schools for the deaf and the low  
17 incidence outreach program for document reproduction and services;  
18 conferences, workshops, and training classes; and the use of  
19 specialized equipment, facilities, and software are appropriated  
20 for all expenses necessary to provide the required services. These  
21 funds are available for expenditure when they are received and may  
22 be carried forward into the next succeeding fiscal year.

### 23 PROFESSIONAL PREPARATION SERVICES

24 Sec. 501. From the funds appropriated in part 1 for  
25 professional preparation services, the department shall maintain  
26 the registry of educational personnel and certificate

1 revocation/felony conviction files.

2       Sec. 502. The department shall authorize teacher preparation  
3 institutions to provide an alternative program by which up to 1/2  
4 of the required student internship or student teaching credits may  
5 be earned through substitute teaching. The department shall require  
6 that teacher preparation institutions collaborate with school  
7 districts to ensure that the quality of instruction provided to  
8 student teachers is comparable to that required in a traditional  
9 student teaching program.

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

14       Sec. 507. From the funds appropriated in part 1, the  
15 department shall adopt a teacher certification test that ensures  
16 all newly certified elementary teachers have the skills to deliver  
17 evidence-based literacy instruction. The department may use teacher  
18 certification or teacher testing fee revenue to the extent  
19 allowable under law to implement this section or may pass along  
20 increased testing fees to teachers as allowable and appropriate.

21 **STATE AID AND SCHOOL FINANCE SERVICES**

22       Sec. 601. Funds appropriated in part 1 for the financial  
23 independence team shall be expended for the purpose of implementing  
24 an early warning system to identify districts and intermediate  
25 school districts that are in need of financial attention. The  
26 financial independence team shall provide expertise, technical

1 assistance, and the resources necessary to address the financial  
2 needs for those identified distressed districts and intermediate  
3 school districts.

4 **LIBRARY OF MICHIGAN**

5 Sec. 801. In addition to the funds appropriated in part 1, the  
6 funds collected by the department for document reproduction and  
7 services; conferences, workshops, and training classes; and the use  
8 of specialized equipment, facilities, and software are appropriated  
9 for all expenses necessary to provide the required services. These  
10 funds are available for expenditure when they are received and may  
11 be carried forward into the next succeeding fiscal year.

12 Sec. 803. It is the intent of the legislature that the library  
13 of Michigan and the component programs currently within the library  
14 of Michigan with the exception of the genealogical collections  
15 shall be kept together in a state department.

16 Sec. 804. (1) The funds appropriated in part 1 for renaissance  
17 zone reimbursements shall be used to reimburse public libraries  
18 under section 12 of the Michigan renaissance zone act, 1996 PA 376,  
19 MCL 125.2692, for taxes levied in 2015. The allocations shall be  
20 made not later than 60 days after the department of treasury  
21 certifies to the department and to the state budget director that  
22 the department of treasury has received all necessary information  
23 to properly determine the amounts due to each eligible recipient.

24 (2) If the amount appropriated under this section is not  
25 sufficient to fully pay obligations under this section, payments  
26 shall be prorated on an equal basis among all eligible public

1 libraries.

2       Sec. 806. From the increased funds appropriated in part 1 for  
3 state aid to public libraries, the department shall increase the  
4 state aid grants to libraries to support local library operations  
5 and programs including those that develop and improve early  
6 literacy skills by highlighting early literacy resources for  
7 emerging readers. The purpose of the increase is to increase the  
8 number of children who are reading at grade level by the end of  
9 third grade.

10 **SCHOOL SUPPORT SERVICES**

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

18 **MICHIGAN OFFICE OF GREAT START**

19       Sec. 1001. By November 1, 2015, the department shall submit a  
20 report to the house and senate appropriations subcommittees on the  
21 department of education budget and the house and senate fiscal  
22 agencies on the number of eligible child care providers by type  
23 receiving payment for child care services from the department on  
24 October 1, 2015.

25       Sec. 1003. (1) The department shall provide the house and

1 senate appropriations subcommittees on the department budget with  
2 an annual report on all funding appropriated to the Early Childhood  
3 Investment Corporation (ECIC) by the state for fiscal year 2014-  
4 2015. The report is due by February 15 and shall contain at least  
5 the following information:

6 (a) Total funding appropriated to the Early Childhood  
7 Investment Corporation by the state for fiscal year 2014-2015.

8 (b) The amount of funding for each grant awarded.

9 (c) The grant recipients.

10 (d) The activities funded by each grant.

11 (e) An analysis of each grant recipient's success in  
12 addressing the development of a comprehensive system of early  
13 childhood services and supports.

14 (2) All department contracts for early childhood comprehensive  
15 systems planning shall be bid out through a statewide request-for-  
16 proposal process.

17 Sec. 1004. From the increased funds appropriated in part 1 for  
18 child development and care public assistance, the department shall  
19 expand the child development and care program in the current fiscal  
20 year. The purpose of this program expansion is to increase the  
21 number of low-income children in high-quality early learning  
22 programs, to increase the number of children ready for school at  
23 kindergarten entry, and to increase the number of children who are  
24 reading at grade level by the end of third grade.

25 Sec. 1005. From the funds appropriated in part 1, the  
26 department shall ensure that the kindergarten entry assessment  
27 includes a method for information to be provided regarding a



1 child's participation in the great start readiness program.

2       Sec. 1006. From the funds appropriated in part 1, the  
3 department shall establish a best practices clearinghouse. The  
4 department shall collaborate with the center on educational  
5 performance and information, universities, intermediate districts,  
6 and districts to determine the best method of establishing a  
7 clearinghouse that shall identify, develop, and disseminate best  
8 practices from research-based models of education reform that  
9 districts can use to improve reading proficiency for pupils in  
10 grades K to 3.

11 **SCHOOL REFORM OFFICE**

12       Sec. 1101. (1) From the funds appropriated in part 1, the  
13 department shall assure all of the following:

14       (a) That public schools that are removed from the control of a  
15 district by action of the state reform/redesign officer,  
16 superintendent of public instruction, or any other entity remain in  
17 compliance with all applicable state and federal law concerning  
18 special education.

19       (b) That students at public schools described in subdivision  
20 (a) with individualized education programs are afforded special  
21 education services in accordance with applicable state and federal  
22 law concerning special education.

23       (2) The department shall report to the legislature on the  
24 number of students in public schools described in subsection (1)(a)  
25 who have an individualized education program and the performance  
26 results of those students after the change in governance of the

1 public school.

2 PART 2A  
3 PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS  
4 FOR FISCAL YEAR 2016-2017

5 **GENERAL SECTIONS**

6 Sec. 1201. It is the intent of the legislature to provide  
7 appropriations for the fiscal year ending on September 30, 2017 for  
8 the line items listed in part 1. The fiscal year 2016-2017  
9 appropriations are anticipated to be the same as those for fiscal  
10 year 2015-2016, except that the line items will be adjusted for  
11 changes in caseload and related costs, federal fund match rates,  
12 economic factors, and available revenue. These adjustments will be  
13 determined after the January 2016 consensus revenue estimating  
14 conference.