Act No. 126
Public Acts of 1991
Approved by the Governor
October 11, 1991
Filed with the Secretary of State
October 11, 1991

STATE OF MICHIGAN 86TH LEGISLATURE REGULAR SESSION OF 1991

Introduced by Reps. Ostling, Gilmer, Johnson and Knight

ENROLLED HOUSE BILL No. 4579

AN ACT to make appropriations for the department of education and certain other purposes relating to education for the fiscal year ending September 30, 1992; 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:

Sec. 101. There is appropriated for the department of education for the fiscal year ending September 30, 1992, from the following funds:

DEPARTMENT OF EDUCATION

DEI MUIMENT OF EDUCATION	
APPROPRIATIONS SUMMARY:	
Full-time equated unclassified positions3.0	
Full-time equated classified positions	
GROSS APPROPRIATIONS	\$ 713,408,000
Interdepartmental grant revenues:	
IDG from civil service	100,000
IDG from corrections academy food service	262,400
IDG from corrections academy lease	291,600
IDG from licensing and regulation, ADP	154,600
Total interdepartmental grants	808,600
ADJUSTED GROSS APPROPRIATION	\$ 712,599,400
Federal revenues:	
DAG-FNS, national school lunch	158,265,400
DAG-FNS, nutrition education and training	180,800
DAG-commodity supplemental food program	30,000
DAG-surplus commodity	2,568,700
DED, civil service assessment	313,000
DED-OBEMLA, bilingual education	114,300
DED-OBEMLA, emergency immigrant education assistance	304,100
DED-OERI,national diffusion network	114,000
DED-OESE, chapter 1, local educational agencies	218,000,000
DED-OESE, chapter 1, migrant education	12,534,000
DED-OESE, chapter 1, state administration	1,906,400
DED-OESE, civil rights (national origin)	207,000
DED-OESE, civil rights (race)	235,100
DED-0ESE, civil rights (sex)	241,900
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	For Fiscal Year Ending Sept. 30, 1992
DED-OESE, drug free schools and communities	
DED-OESE, ECIA, chapter 2	19,671,900
DED-OESE, mathematics and science administration.	5,006,000
DED-OPSE, federal lenders allowance	8,520,100
DED-OPSE, higher education act of 1965, Byrd scholarship	12,000
DED-OPSE, higher education act of 1965, insured loans	12,773,200
DED-OPSE, higher education act of 1965, Pell grant	450,000
DED-OSERS, handicapped client assistance	313,500
DED-OSERS, handicapped children, ECIA chapter 1	5,837,000
DED-OSERS, handicapped infants and toddlers	3,064,400
DED-OSERS, handicapped innovative programs	163,400
DED-OSERS, handicapped preschool incentive grants	273,800
DED-OSERS, handicapped program (PL94-142)	5,332,400
DED-OSERS, independent living	1,065,200
DED-OSERS, in-service training	103,000
DED-OSERS, personnel development	253,600
DED-OSERS, preschool grants	14,136,800
DED-OSERS, rehabilitation facilities	1,710,000
DED-OSERS, rehabilitation services, basic support	53,195,400
DED-OSERS, supported employment	1,043,900
DED-OSERS, severely handicapped	266,400
DED-OVAE, adult education, state administered program	7,382,400
DED-OVAE, basic grants to states	35,767,800
DED-OVAE, homeless children and youth	165,600
DED-OVAE, adult education for the homeless	556,500
DED-OVAE, state councils	323,100
DOL, JTPA	9,299,800
DOL-JTPA-MOIS	336,300
DOT-NHTSA, highway safety	90,000
Environmental protection agency	119,200
Federal revenue, additional acquired	2,000,000
HHS-CDC, AIDS education	730,000
HHS-HCFA, medical assistance program, title XIX	250,000
HHS-OHDS, dependent care block grant	292,500 609,000
HHS, immigration reform and control act	997,400
HHS-SSA, contract for services	41,497,500
VA, contract	585,200
Total federal	644,079,800
Special revenue funds:	011,010,000
Local cost sharing (schools for blind/deaf)	6,696,400
Local vocational rehabilitation match	1,455,100
Local vocational rehabilitation facilities match	540,100
Local MOIS revenue	559,600
Total local revenues	9,251,200
College work study	45,000
Foundation gifts and grants, additional acquired	1,000,000
W. K. Kellogg foundation	489,600
Gifts, bequests, and donations	299,300
Total private revenues	1,833,900
Total local and private	11,085,100
Certification fees	2,301,400
Commodity distribution fees	36,900
Driver fees	7,607,000
Film and media fees	7,000
Higher education facilities authority fees	209,500
Legal publications	40,000
Living and learning resource center - rent	6,000
Motorcycle license fees	875,700

		For Fiscal Year Ending Sept. 30, 1992
Safety education fund	\$	301,900 363,600
Rehabilitation services fees		1,748,200
Second injury fund		446,100
School bond loan fees		134,500
State employee child care center		48,500 42,000
Student fees		112,600
Total restricted		14,280,900
State general fund/general purpose		43,153,600
STATE BOARD OF EDUCATION/OFFICE OF THE SUPERINTENDENT		
Full-time equated unclassified positions3.0		
Full-time equated classified positions94.0		
State board of education, per diem payments	\$	57,700
State board of education—5.0 positions		461,600
Junior and community college board, per diem		2,000
State tenure commission, per diem		11,700
Office of tenure, negotiations and hearings—7.0 positions		444,000
Superintendent of public instruction		83,100
Deputy superintendent of public instruction		69,900
Director, upper peninsula outreach office		50,800
Executive director programs—46.5 positions		3,455,200
Worker's compensation		270,200
Central fund for acquiring additional federal funds		2,000,000
Central fund for acquiring additional foundation grants and gifts		1,000,000
Education commission of the states		76,900
Grants coordination and procurement—11.0 positions		706,600
Office of minority equity—9.0 positions		533,100
School and community affairs—14.0 positions		962,400
Office of Hispanic Education—1.5 positions		$\frac{92,300}{10,277,500}$
Appropriated from: Federal revenues:		
DED-OERI,national diffusion network		114,000
DED-OESE, civil rights (race)		231,800
DED-OESE, civil rights (sex)		241,900
DED-OESE, ECIA, chapter 2		2,394,900
DED-OSERS, handicapped program (PL94-142)		62,200
DED-OVAE, basic grants to states		102,000
DED-OVAE, homeless children and youth		164,300
Federal revenue, additional acquired		2,000,000
Special revenue funds:		
Foundation gifts and grants, additional acquired		1,000,000
Legal publications		40,000
State general fund/general purpose		\$3,926,400
ADMINISTRATION SERVICES		
Full-time equated classified positions46.0		
Administration services operations —46.0 positions	\$	2,367,900
Civil service assessment		313,000
Rent		7,500
Building occupancy charges - property management services		2,048,400
GROSS APPROPRIATIONS		4,736,800
Appropriated from:	•	,
Federal revenues:		
DED, civil service assessment		313,000
DED-OESE, ECIA, chapter 2		516,800
DAG-FNS, national school lunch		39,300
		•

		For Fiscal Year Ending Sept. 30, 1992
DAG-FNS, nutrition education and training	\$	1,300
DED-OBEMLA, bilingual education	т	2,000
DED-OESE, chapter 1, migrant education		14,400
DED-OESE, chapter 1, state administration		35,500
DED-OESE, civil rights (national origin)		1,700
DED-OESE, civil rights (race)		3,300
DED-OESE, drug free schools and communities		5,500
DED-OESE, mathematics and science administration		2,800
DED-OPSE, federal lenders allowance.		59,500
DED-OPSE, higher education act of 1965, insured loans		142,800
DED-OSERS, handicapped client assistance		4,900
DED-OSERS, handicapped infants and toddlers		5,500
DED-OSERS, handicapped program (PL94-142)		73,300
DED-OSERS, rehabilitation services, basic support		295,900
DED-OVAE, adult education, state administered program		16,100
DED-OVAE, basic grants to states		64,500
DED-OVAE, basic grants to states DED-OVAE, homeless children and youth		1,300
DED-OVAE, Adult education for the homeless		•
		5,000
DED-OVAE, state councils		6,700
DOL, JTPA		18,200
HHS-CDC, AIDS education		10,000
HHS-SSA, supplemental security income		3,700
HHS-SSA, contract for services		590,700
VA, contract		7,900
Special revenue funds:		40.500
Certification fees		48,700
Driver fees		9,800
Motorcycle license fees		2,600
Private occupational school license fees		2,600
School bond loan fees		134,500
State general fund/general purpose	\$	2,297,000
SCHOOL MANAGEMENT SERVICES		
Full-time equated classified positions		
School management operations—45.5 positions	\$	2,645,600
Management support—2.5 positions	т	151,500
National highway safety		90,000
Off road vehicle safety training—1.5 positions		107,600
Child care audit		272,700
Surplus commodity distribution expense—1.0 position		99,600
GROSS APPROPRIATIONS	\$	3,367,000
Appropriated from:	T	-,,
Federal revenues:		
DAG-FNS, national school lunch		2,098,500
DAG-commodity supplemental food program		30,000
DAG-surplus commodity		62,700
DED-OESE, ECIA, chapter 2		18,900
DOT-NHTSA, highway safety		90,000
Special revenue funds:		00,000
Commodity distribution fees		36,900
Driver fees		337,200
Motorcycle license fees		123,100
Safety education fund		107,600
		462,100
State general fund/general purpose	Φ	404,100
INFORMATION, RESEARCH AND EVALUATION		
Full-time equated classified positions17.5		
Evaluation operations —4.5 positions	\$	460,900
Research and information operations —13.0 positions		990,600
Project outreach		70,000
GROSS APPROPRIATIONS	\$	1,521,500

DED-OSERS, handicapped program (PL94-142).....

3,217,100

		For Fiscal Year Ending Sept. 30, 1992
Special revenue funds:		
Certification fees		17,600
State general fund/general purpose	\$	283,400
MICHIGAN SCHOOL FOR THE BLIND		
Full-time equated classified positions		
School for the blind operation—106.5 positions	\$	4,849,900
Corrections academy lease	·	291,600
Corrections food service		262,400
Enhancement project		5,000
Michigan deaf/blind center—1.5 position		163,400
Private gifts		194,300
State employee child care center		48,500
Teacher mini-grant project		2,300
GROSS APPROPRIATIONS	\$	5,817,400
Appropriated from:		
Interdepartmental grant revenues:		
IDG from corrections academy food service		262,400
IDG from corrections academy lease		291,600
Federal revenues:		22.222
DAG-FNS, national school lunch		20,000
DED-OSERS, handicapped children, ECIA, chapter 1		58,500
DED-OSERS, handicapped innovative programs		163,400
DED-OSERS, handicapped program (PL94-142)		7,300
Special revenue funds:		0.544.000
Local cost sharing (schools for blind/deaf)		2,544,300
Gifts, bequests, and donations		194,300
Living and learning resource center - rent		6,000
State employee child care center	æ	48,500 $2,221,100$
State general fund/general purpose	Ф	2,221,100
MICHIGAN SCHOOL FOR THE DEAF		
Full-time equated classified positions		
School for the deaf operations—129.0 positions	\$	6,628,700
Private gifts		25,000
Special needs unit—18.0 positions		704,100
GROSS APPROPRIATIONS	\$	7,357,800
Appropriated from:		
Federal revenues:		
DAG-FNS, national school lunch		49,600
DED-OSERS, handicapped children, ECIA, chapter 1		188,700
DED-OSERS, handicapped program (PL94-142)		240,500
Special revenue funds:		
Local cost sharing (schools for blind/deaf)		4,152,100
Gifts, bequests, and donations		25,000
Film and media fees		7,000
State general fund/general purpose	\$	2,694,900
VOCATIONAL-TECHNICAL EDUCATION SERVICES		
Full-time equated classified positions		
Vocational-technical education operations—57.5 positions		4,083,000
Michigan council on vocational education—4.0 positions		316,400
Operation graduation-dropout prevention oversight—2.0 positions		129,900
GROSS APPROPRIATIONS		4,529,300
Appropriated from:		
Federal revenues:		
DED-OVAE, basic grants to states		2,421,700
DED-OVAE, state councils		316,400

		For Fiscal Year Ending Sept. 30, 1992
DOL-JTPA-MOIS	\$	336,300
Special revenue funds:	,	
Local MOIS revenue State general fund/general purpose	\$	497,300 957,600
VOCATIONAL REHABILITATION INTERAGENCY SERVICES Full-time equated classified positions		
Vocational rehabilitation interagency operations—16.0 positions	\$	1,054,300 $251,300$ $1,305,600$
VOCATIONAL REHABILITATION FIELD SERVICES Full-time equated classified positions	\$	35,561,400
Rent	Ċ	869,400
Client assistance - commission for the blind		87,000
SUBTOTAL		36,517,800
STATE TECHNICAL INSTITUTE AND REHABILITATION CENTER		
Full-time equated classified positions	Ф	4 200 200
Technical institute and rehabilitation center operations—104.5 positions	Þ	6,299,300 100,900
Training materials		112,600
Private gifts		80,000
SUBTOTAL		6,592,800
GROSS APPROPRIATIONS	\$	44,416,200
Appropriated from:		
Interdepartmental grant revenues: IDG from civil service		50,000
Federal revenues:		00,000
DED-OPSE, higher education act of 1965, Pell grant		450,000
DED-OSERS, handicapped client assistance		308,600
DED-OSERS, independent living.		41,400
DED-OSERS, in-service training		103,000
DED-OSERS, rehabilitation services, basic support		34,307,200
HHS-SSA, supplemental security income		118,700
Rehabilitation services fees		1,748,200
Second injury fund		446,100
Student fees		42,000
Training material fees		112,600
Local vocational rehabilitation match		372,400 80,000
State general fund/general purpose	\$	6,236,000
Source general rana/general parpose	Ψ	0,200,000
DISABILITY DETERMINATION SERVICES		
Full-time equated classified positions	_	
Disability determination operations—519.0 positions		40,300,200
RentGROSS APPROPRIATIONS		$\frac{254,400}{40,554,600}$
Appropriated from:	φ	40,554,000
Federal revenues:		
HHS-SSA, contract for services		40,554,600
State general fund/general purpose	\$	0
HIGHER EDUCATION MANAGEMENT SERVICES Full-time equated classified positions		
Higher education management operations—22.5 positions ——25.0	£	1,429,800
Trigher education management operations 22.0 posttions	Ψ	1, 220,000

		For Fiscal Year Ending Sept. 30,
		1992
Higher education facilities—1.5 positions	\$	209,500
Mathematics and science program—1.0 position	æ	96,800
Appropriated from:	Ф	1,730,100
Federal revenues:		
DED-OESE, mathematics and science administration		96,800
DED-OPSE, higher education act of 1965, insured loans		75,000
DED-OVAE, basic grants to states		514,500
VA, contract		99,600
Special revenue funds:		,
Certification fees		27,500
Higher education facilities authority fees		209,500
Private occupational school license fees		361,000
State general fund/general purpose	\$	352,200
TEACHER PREPARATION AND CERTIFICATION SERVICES		
Full-time equated classified positions	æ	1 700 000
Teacher certification operations—23.0 positions		1,562,800
Teacher preparation operations—5.0 positions		350,400
GROSS APPROPRIATIONS		$\frac{40,000}{1,953,200}$
Appropriated from:	φ	1,555,200
Special revenue funds:		
Certification fees		1,953,200
State general fund/general purpose	\$	1,355,200
Source general rana/ general par pose illimination illimi	Ψ	Ü
CONTINUENT DISTANCEAL ACCIONANCE CENTIFICA		
STUDENT FINANCIAL ASSISTANCE SERVICES		
Full-time equated classified positions	œ	9,842,000
Department of attorney general.	Φ	396,300
Department of actorney general		3,500,000
Robert C. Byrd scholarship program administration		12,000
State direct loan program—50.5 positions		8,200,500
GROSS APPROPRIATIONS.	\$	21,950,800
Appropriated from:		
Federal revenues:		
DED-OPSE, federal lenders allowance		8,246,800
DED-OPSE, higher education act of 1965, Byrd scholarship		12,000
DED-OPSE, higher education act of 1965, insured loans		12,507,300
Special revenue funds:		
College work study		45,000
State general fund/general purpose	\$	1,139,700
ADULT EXTENDED LEARNING SERVICES		
Full-time equated classified positions		
Adult extended learning operations—28.0 positions.	æ	2,193,300
GROSS APPROPRIATIONS		2,193,300
Appropriated from:	Ψ	2,100,000
Federal revenues:		
DED-OVAE, adult education, state administered program		598,000
DED-OVAE, adult education for the homeless		151,500
DOL, JTPA		781,600
HHS, immigration reform and control act		9,000
VA, contract		477,700
Special revenue funds:		_ , , , , , , ,
Certification fees		32,500
State general fund/general purpose	\$	143,000

		100-
INFORMATION SERVICE CENTER		
Full-time equated classified positions		
Information service center operations—56.5 positions	\$	4,331,100
Department of commerce - bureau of occupational and professional		
regulation—1.0 position		154,600
GROSS APPROPRIATIONS		4,485,700
Appropriated from:	Ψ	1,100,100
Interdepartmental grant revenues:		154 000
IDG from licensing and regulation, ADP		154,600
Federal revenues:		
DAG-FNS, national school lunch		58,000
DED-OESE, ECIA, chapter 2		299,800
DED-OPSE, federal lenders allowance		213,800
DED-OPSE, higher education act of 1965, insured loans		48,100
DED-OSERS, rehabilitation services, basic support		724,000
HHS-SSA, contract for services.		352,200
		002,200
Special revenue funds:		60.000
Local MOIS revenue		62,300
Certification fees		221,900
Driver fees		10,000
State general fund/general purpose	\$	2,341,000
GRANTS AND DISTRIBUTIONS		
FEDERAL PROGRAMS		
Adult basic education	œ	6,768,300
		60,000
AIDS education grants		
Drug free schools grant		14,500,000
ECIA, chapter 1		218,000,000
ECIA, chapter 1, handicapped		5,589,800
ECIA, chapter 1, migrant		11,800,000
ECIA, chapter 2, grants		15,480,900
Emergency immigrant		300,000
Handicapped infants and toddlers		2,700,000
Homeless education grant.		400,000
		8,500,000
Job training partnership act		
Mathematics and science grants		4,587,700
Medical costs grants		250,000
Pre-school grants (PL94-142)		14,136,800
School age child care grants (\$87,900 GF/GP)		349,600
School lunch program-federal share		156,000,000
Special education		1,500,000
State legalization impact assistance grants		600,000
Supported employment grants		1,043,900
Surplus commodity		2,506,000
		266,400
Systems change for inclusive education		
Training personnel for education of the handicapped		253,600
Vocational education act of 1963		32,665,100
Vocational rehabilitation client services (\$3,018,300 GF/GP)		22,894,300
Vocational rehabilitation facilities		2,250,100
Vocational rehabilitation independent living (\$107,500 GF/GP)		1,131,300
STATE PROGRAMS		
Computer literacy and educational technology grants		847,400
Driver education		7,250,000
Early childhood development programs		5,353,000
Educational innovation grants		90,000
Educational teleconsortium of Michigan		125,000
Local school district consolidation and annexation grants		20,000
Michigan geographic alliance		44,200

		For Fiscal Year Ending Sept. 30,
		1992
Motorcycle safety education	\$	750,000
Off road vehicle safety training grant	Ψ	194,300
Ottawa area intermediate school district telecommunications project		36,300
Personal care attendants		151,500
School lunch program - state share		2,275,600
School lunch program - supplemental state grants		2,032,100
State breakfast program		320,300
W. K. Kellogg science improvement		182,000
GROSS APPROPRIATIONS	ø.	544,205,500
Appropriated from:	Φ	544,205,500
* * •		
Interdepartmental grant revenues:		F0 000
IDG from civil service		50,000
Federal revenues:		150,000,000
DAG-FNS, national school lunch		156,000,000
DAG-surplus commodity		2,506,000
DED-OBEMLA, emergency immigrant education assistance		300,000
DED-OESE, chapter 1, local educational agencies		218,000,000
DED-OESE, chapter 1, migrant education		11,800,000
DED-OESE, drug free schools and communities		14,500,000
DED-OESE, ECIA, chapter 2		15,480,900
DED-OESE, mathematics and science administration		4,587,700
DED-OSERS, handicapped children, ECIA, chapter 1		5,589,800
DED-OSERS, handicapped infants and toddlers		2,700,000
DED-OSERS, handicapped program (PL94-142)		1,500,000
DED-OSERS, independent living		1,023,800
DED-OSERS, personnel development		253,600
DED-OSERS, preschool grants		14,136,800
DED-OSERS, rehabilitation facilities		1,710,000
DED-OSERS, rehabilitation services, basic support		17,868,300
DED-OSERS, supported employment		1,043,900
DED-OSERS, severely handicapped		266,400
DED-OVAE, adult education, state administered program		6,768,300
DED-OVAE, basic grants to states		32,665,100
DED-OVAE, adult education for the homeless		400,000
		8,500,000
DOL, JTPAHHS-CDC, AIDS education		60,000
		250,000
HHS-HCFA, medical assistance program, title XIX		,
HHS-OHDS, dependent care block grant		261,700
HHS, immigration reform and control act		600,000
HHS-SSA, supplemental security income		875,000
Special revenue funds:		100.000
W. K. Kellogg foundation		182,000
Driver fees		7,250,000
Motorcycle license fees		750,000
Safety education fund		194,300
Local vocational rehabilitation match		1,082,700
Local vocational rehabilitation facilities match		540,100
State general fund/general purpose	\$	14,509,100

GENERAL SECTIONS

Sec. 201. (1) In accordance with the provisions of section 30 of article IX of the state constitution of 1963, total state spending from state resources in this appropriation act is \$57,434,500.00, and state appropriations to be paid to local units of government in section 101 are as follows:

For Fiscal Year Ending Sept. 30, 1992

DEPARTMENT OF EDUCATION

		For Fiscal Year
]	Ending Sept. 30,
		1992
School lunch program - state share	\$	2,275,600
School lunch program - supplemental state grants		2,032,100
Computer literacy and educational technology grants		
Educational innovation grants		90,000
Local school district consolidation and annexation grants		20,000
Ottawa area intermediate school district telecommunications project		36,300
Motorcycle safety		750,000
Driver education		7,250,000
Total	\$	12,819,600

(2) If it appears to the principal executive officers of each department that state spending to local units of government will be less than the amount that was projected to be expended for any quarter, the principal executive officer shall immediately give notice of the approximate shortfall to the department of management and budget, the senate and house appropriations subcommittees responsible for the department's budget, and the senate and house fiscal agencies.

Sec. 202. The appropriations made and the expenditures authorized under this act and the departments, agencies, commissions, boards, offices, and programs for which an appropriation is made under this act are subject to the management and budget act, Act No. 431 of the Public Acts of 1984, being sections 18.1101 to 18.1594 of the Michigan Compiled Laws.

Sec. 203. As used in this act:

- (a) "AIDS" means acquired immunodeficiency syndrome.
- (b) "CDC" means center for disease control.
- (c) "DAG" means the United States department of agriculture.
- (d) "DED" means the United States department of education.
- (e) "Department" means the Michigan department of education.
- (f) "DOL" means the United States department of labor.
- (g) "ECIA" means the education consolidation and improvement act.
- (h) "FNS" means food and nutrition service of the USDA.
- (i) "HCFA" means the health care financing administration.
- (j) "HHS" means the United States department of health and human services.
- (k) "IDG" means interdepartmental grant.
- (l) "JTPA" means the job training partnership act.
- (m) "MOIS" means the Michigan occupational information system.
- (n) "NHTSA" means the national highway traffic safety administration.
- (o) "OBEMLA" means office of bilingual education and minority languages affairs.
- (p) "OERI" means office of educational research and improvement.
- (q) "OESE" means office of elementary and secondary education.
- (r) "OHDS" means office of human development services.
- (s) "OPSE" means office of postsecondary education.
- (t) "OSERS" means the office of special education rehabilitation service.
- (u) "OVAE" means office of vocational and adult education.
- (v) "SSA" means the social security administration.
- (w) "TEFAP" means the emergency food assistance program.
- (x) "USDA" means the United States department of agriculture.
- (y) "VA" means the United States veterans administration.

Sec. 204. A position created under this act that is fully funded by federal funds shall not be continued as a state funded position when the federal funds are discontinued or reduced to the point that the federal funds will not sustain the position 100%.

Sec. 205. The funds appropriated in section 101 for the employer's contribution to the state employees' retirement system shall be paid at the rate of 19.55% of salaries, wages, longevity, overtime, and annual leave paid upon termination of employment.

Sec. 206. The funds donated from private sources to the department shall be appropriated for the purpose for which they are granted, if the department expends the funds in furtherance of programs established and recognized by the legislature.

Sec. 207. The funds appropriated in section 101 from the central funds for acquiring additional federal funds or private foundation grants or gifts shall not be expended until the grant money is authorized by the grantor. Expenditure of those funds shall be controlled through the allotment process. Funds accepted under this section shall not be authorized if the receipt of the funds mandates a commitment for state funding at a future date. The department shall report by November 1, 1991 to the department of management and budget, the senate and house appropriations subcommittees responsible for the department's budget, and the senate and house fiscal agencies concerning the funds received and utilized under this section for the immediately preceding fiscal year.

Sec. 208. The department shall expend a portion of the funds appropriated to the department in reporting to the senate and house appropriations subcommittees responsible for the department's budget and to the senate and house fiscal agencies within 60 days after the auditor general issues his or her annual report on the operation of the department. The report of the department shall specify all of the following:

- (a) The recommendations of the auditor general implemented by the department.
- (b) The recommendations of the auditor general not implemented by the department or implemented by the department as modified.
- (c) The rationale for not implementing a recommendation of the auditor general or of implementing a recommendation as modified.

Sec. 209. The department may carry into the succeeding fiscal year unexpended federal pass-through funds to local institutions and governments that do not require additional state matching funds. Federal pass-through funds to local institutions and governments that are received in amounts in addition to those included in section 101 and that do not require additional state matching funds are appropriated for the purposes intended.

Sec. 210. The department may receive and expend funds in addition to those authorized in section 101 for conducting training and orientation workshops and seminars that are consistent with the programmatic mission of the individual unit sponsoring or coordinating the program. Not later than January 2, 1992, the department shall provide the senate and house appropriations subcommittees responsible for the department's budget and the senate and house fiscal agencies with a report indicating the program, number of participants, costs incurred, and income received for the immediately preceding fiscal year.

Sec. 211. The department shall transmit to the senate and house appropriations subcommittees responsible for the department's budget and the senate and house fiscal agencies a semiannual report on all of the department's contractual employees. This report shall specify each contractual employee by:

- (a) Position and organizational location.
- (b) Name.
- (c) Salary or wage and all related expenses.
- (d) Starting date and projected duration of position.
- (e) Programmatic purpose of the employee's position.
- (f) Recruitment process and selection criteria used.
- (g) Whether the contractual employee was formerly a classified or unclassified employee of the department and, if so, his or her dates of employment.
 - (h) The current appropriation source that provides funding for the employee's position.
- (i) Other information considered necessary or appropriate by either or both of the appropriations subcommittees.

Sec. 212. (1) The department shall provide the department of management and budget and the senate and house fiscal agencies with copies of the state board of education agenda and all supporting documents at the time the agenda and supporting documents are provided to state board of education members.

- (2) The department shall furnish budget development documentation to the department of management and budget as required by section 331 of the management and budget act, Act No. 431 of the Public Acts of 1984, being section 18.1331 of the Michigan Compiled Laws.
- Sec. 213. The department shall submit a report to the chairpersons of the education subcommittees of the house and senate appropriations committees and to the senate and house fiscal agencies on the details of allocations within program budgeting line items by November 1, 1991. The reports shall include a listing, by account and dollar amount, of salaries and wages; longevity and insurance; retirement; contractual services, supplies, and materials; equipment; travel; and grants within each program line item appropriated to the department for the fiscal year ending September 30, 1992.
- Sec. 214. (1) On January 1 of each year, the department shall prepare an in-state travel report in a format substantially identical to that required by section 217 of the management and budget act, Act No. 431 of the Public Acts of 1984, being section 18.1217 of the Michigan Compiled Laws, and shall submit the report to the house and senate appropriations committees and the house and senate fiscal agencies.
- (2) All travel or upgrade incentive benefits offered by a common carrier, auto rental business, hotel or motel business credited to an employee or official of the department that is a result of an employee or official conducting state business shall accrue to the benefit of the department rather than the employee or official and shall be the property of the state of Michigan. The employee or official shall report all such benefits to the department, and the department may assign the benefits to an eligible employee or official to use in the conduct of state business.
- Sec. 215. Beginning October 1, 1991, there shall be a hiring freeze imposed on the state classified civil service. State departments and agencies shall be prohibited from hiring any new full-time state classified civil service employees or prohibited from filling any vacant state classified civil service positions. This hiring freeze does not apply to internal transfers of classified employees from one position to another within a department or to positions that are funded with 80% or more federal funds, restricted funds, or other funds that are not state general fund/general purpose funds.

STATE BOARD/OFFICE OF THE SUPERINTENDENT

- Sec. 301. The funds appropriated in section 101 for the school-age parents program shall be expended for all of the following purposes:
- (a) Administering the alternative education program for school-age parents, as authorized in section 93 of the state school aid act of 1979, Act No. 94 of the Public Acts of 1979, being section 388.1693 of the Michigan Compiled Laws.
- (b) Coordinating the services offered by the departments of social services, public health, and education to school-age parents and their children.
- (c) Monitoring and evaluating the effectiveness of alternative programs for school-age parents and their children in K to 12 school districts.
- Sec. 302. Included in section 101 are funds for the office of minority equity in postsecondary education. That office shall review and make recommendations for enhancing the state's progress in responding to the educational needs of minorities, handicappers, and women in postsecondary education. The office shall serve as ombudsman to investigate and resolve reports of barriers to minority success on state university campuses.
- Sec. 303. From the amount appropriated in section 101 to the state board of education, not more than \$55,000.00 shall be expended for travel.
- Sec. 304. From the amount appropriated in section 101 for state board of education/office of the superintendent, school and community affairs, \$50,000.00 shall be allocated for the office of sex equity in addition to federal funds allocated for the office of sex equity.
- Sec. 305. The department shall conduct a cost-efficiency study among districts to determine the comparative costs among districts for instructional costs per pupil and noninstructional costs per pupil, calculated on a membership pupil basis using 1990-91 membership and financial data. The study shall also include data related to instructional and noninstructional costs mandated by a district's participation in 1 or more federal programs, and a comparative analysis of the data on a regional basis. Not later than June 1, 1992, the department shall report its findings from the study to the governor, the committees of the senate and house of representatives responsible for education legislation and for the department budget, and the senate and house fiscal agencies.

Sec. 306. From the amount appropriated in section 101 for the salaries for the superintendent of public instruction, unclassified, and deputy superintendent, the department may expend not more than \$40,000.00 for expenses directly related to the process of selecting and hiring a superintendent of public instruction less any amount expended for that process in the fiscal year ending September 30, 1991.

Sec. 307. From the amount appropriated in section 101 for the state board of education/office of the superintendent, school and community affairs, \$50,000.00 shall be allocated for a study of students in grades K through 12 who have been suspended or expelled or who have dropped out of school. The allocation for the study shall be made pursuant to a competitive bid process. The study shall be comprised of a random sampling of representative school districts of the state and shall cover the 1991-92 school year and include the number and percentage of students who have dropped out of school, have been suspended for more than an accumulated total of 10 days during any semester or trimester, or have been expelled; the length of the suspensions and expulsions; and the reasons for the suspensions and expulsions. That information shall be compiled and presented by age, grade level, gender, race or ethnicity, and whether the student receives special education services. The completed study shall be approved by the state board of education before it is submitted to the legislature. The study shall be submitted to the senate and house appropriations subcommittees responsible for the department's budget and the senate and house fiscal agencies before August 1, 1992.

SCHOOL QUALITY SERVICES

- Sec. 401. (1) The contracts provided for in section 101 that relate to the Michigan education assessment program shall be awarded on the basis of competitive bidding. The department shall not use the results of the Michigan education assessment program for evaluation purposes. All school districts in this state shall participate in the tenth grade assessment program.
- (2) The department may contract with a local school district, an intermediate school district, or both, as well as with testing companies, for sample testing but not for the every-pupil mathematics and reading testing portion of the Michigan education assessment program.
- (3) The department shall release the results of the tests at the same time to all private schools and public school districts taking the tests at the same time.
- Sec. 402. (1) The department shall continue to redevelop tests for use in the basic skills assessment of students in the fourth, seventh, and tenth grades and shall continue to develop advanced skills tests for use in the fourth, seventh, and tenth grades in the areas of language arts and mathematics. The advanced skills reading test shall be administered annually in all school districts, and the advanced skills mathematics tests shall be administered in all school districts during the 1991-92 school year and annually after that school year.
- (2) The science test shall be administered annually in all school districts to students in the fifth, eighth, and eleventh grades.
- Sec. 403. The funds appropriated in section 101 for Michigan educational assessment program tests are for contracts to carry out Michigan education assessment program testing, including, but not limited to, science testing; to develop new tests for future use in the Michigan education assessment program; and to develop materials to assist local school districts in using and reporting Michigan education assessment program test results.
- Sec. 404. The department shall provide a progress report to the chairs of the house and senate education appropriation subcommittees and the department of management and budget no later than May 15 of each year describing the activities of the department related to the implementation of Act No. 25 of the Public Acts of 1990 during the first 6 months of the fiscal year. A second progress report shall be submitted no later than November 15 of each year to the chairs of the house and senate education appropriation subcommittees and the department of management and budget describing the activities of the department concerning the implementation of that act in the last 6 months of the fiscal year.
- Sec. 405. In order to assist local school districts in establishing in-district schools of choice programs, the department shall do all of the following:
- (a) Develop and provide to each district a guide to the criteria used in determining eligibility for additional transportation assistance for implementing an in-district schools of choice program.
 - (b) Provide technical assistance and administrative support to districts as requested.

- (c) Disseminate information to districts, the public, and the legislature on the characteristics and outcomes of the various in-district schools of choice plans implemented under this section.
- (d) Monitor all in-district schools of choice programs implemented under this section to ensure that they comply with the transportation requirements described in subdivision (a).
- (e) Develop guidelines and recommendations for a possible transition to an intermediate district schools of choice program within the boundaries of an intermediate district.

Sec. 406. The Michigan employment skills assessment shall be offered to all Michigan school districts during the 1991-92 fiscal year. Participation in this component is voluntary under the provisions of Act No. 25 of the Public Acts of 1990. Under the provisions of Act No. 25 of the Public Acts of 1990, each school board shall adopt a written board policy of intent to participate by October 31, 1991. Each participating school district is to offer the assessment to all students in 1 grade level selected from grades 8 through 12 during the 1991-92 school year. During the 1992-93 school year, participating districts shall offer the program to students at 3 grade levels selected from grades 8 through 12. During the 1993-94 school year, participating districts shall offer the program to all students in grades 8 through 12. During the 1991-92 and the 1992-93 school years, the school district may select which grade level or levels at which to offer the assessment. The department shall provide the materials local districts need to implement the program.

Sec. 407. The department may contract with a private or nonprofit agency, a college or university, a local school district, an intermediate district, or a combination of those entities, as well as with testing companies, for the development, pilot-testing and implementation of the standards for the Michigan accreditation program.

Sec. 408. From the funds appropriated for curriculum specialists program, not less than \$66,500.00 shall be expended by the department for a foreign language specialist.

SCHOOL PROGRAM SERVICES

Sec. 501. From the funds appropriated in section 101 for school program services, 2 full-time equated classified professionals shall work full-time in 1991-92 in the instructional specialists program's gifted and talented unit.

Sec. 502. (1) Not later than December 1, 1991, the state board of education shall adopt guidelines containing measurable and quantifiable goals, objectives and outcomes for the chapter 1 and article 3 compensatory education programs. The purpose for the guidelines shall be to enable qualitative evaluation of the chapter 1 and article 3 programs on a statewide level and on a local or intermediate school district level. The guidelines adopted by the state board of education shall contain a clear and concise statement of single year and multiple year policy goals, objectives and outcomes to be attained. The department shall provide the approved guidelines to all local and intermediate school districts. Beginning in 1992-93 the department shall not approve local chapter 1 and article 3 compensatory education applications from local and intermediate school districts that do not comply with the approved guidelines. The department may waive an applicant's compliance with the approved guidelines if, in the department's analysis, unusual circumstances warrant the waiver. Beginning in 1992-93 and every 2 years thereafter, the department shall conduct a qualitative evaluation of the chapter 1 and article 3 compensatory education programs. The department's budget and the house and senate appropriations subcommittees responsible for the department's budget and the house and senate fiscal agencies. The department may comply with the chapter 1 evaluation requirement by submitting an evaluation report required under the chapter 1 compensatory education program.

- (2) As used in this section:
- (a) "Goal" means the clear, specific, measurable, and quantifiable intended consequence of the chapter 1 and article 3 compensatory education programs.
- (b) "Objective" means a measurable and quantifiable desired condition to be achieved or brought about within a specified period of time that contributes to the attainment of a goal.
- (c) "Outcome" means a measurable and quantifiable desired condition that is actually achieved or brought about within a specified period of time in relation to an objective.
- (d) "Chapter 1" means a program under the title I of the Hawkins-Stafford elementary and secondary school improvement amendments of 1988, Public Law 100-297, Stat. 130-203.
- (e) "Article 3" means a program under article 3 of the state school aid act of 1979, Act No. 94 of the Public Acts of 1979, being sections 388.1631 to 388.1639 of the Michigan Compiled Laws.

MSB/MSD/STIRC/REHABILITATION PROGRAMS

Sec. 601. The employees at the Michigan school for the blind, the Michigan school for the deaf, and the state technical institute and rehabilitation center who work on a school year basis shall be considered annual employees for purposes of service credits, retirement, and insurance benefits.

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

Sec. 603. From the funds appropriated in section 101 for salaries, wages, and fringe benefits for employees of the school for the blind, not more than 1% may be expended to cover the costs of salaries, wages, and fringe benefits for time necessary to prepare for the opening and closing of camp Tuhsmeheta for summer activities.

Sec. 604. The department may assess rent to the department of corrections for Michigan school for the blind space occupied by the corrections staff training academy. The rental rates and all leasing arrangements shall be subject to the approval of the department of management and budget. Amounts received under section 101 for the corrections academy lease program may be expended by the department for operation, maintenance, and renovation expenses associated with the lease space. If there are any unexpended and unencumbered funds remaining on September 30, 1992 from the amounts appropriated in section 101 for the corrections academy lease program, an amount not to exceed \$20,000.00 shall be available for expenditure for the 1992-93 fiscal year for equipment, maintenance, and renovation at other Michigan school for the blind facilities. The balance of the unexpended and unencumbered funds shall revert to the general fund.

Sec. 605. The state technical institute and rehabilitation center may receive equipment and in-kind contributions for the direct support of staff services through the Pine Lake fund, the Delton-Kellogg school district or other local or intermediate school district, or any combination of local or intermediate school districts in addition to those authorized in section 101. For fiscal year 1991-92, the state technical institute and rehabilitation center is authorized 3.5 full-time equated positions for projects with industry and 2.0 full-time equated positions for the SAGA/Marriott grant program. The staff involved in these programs shall provide increased vocational training and placement opportunities for severely handicapped adults. The state technical institute and rehabilitation center shall prescribe the form and content of each of its training and placement programs. Privately generated opportunities to enhance the state technical institute and rehabilitation center's vocational training and placement efforts shall be consistent with the center's programmatic mission.

Sec. 606. The Michigan rehabilitation service shall make every effort to ensure that all sources of matching funds in this state are used to obtain federal vocational rehabilitation funds. All sources include, but are not limited to, privately-raised funds to support public nonprofit rehabilitation centers as permitted by the rehabilitation act of 1973, Public Law 93-112, 29 U.S.C. 701 to 717, 720 to 724, 730 to 732, 740 to 741, 750, 752, 760 to 762, 770 to 777b, 777d to 777f, 780, 781 to 785, and 790 to 796i.

Sec. 607. (1) Funds received under section 101 for the state employees child care center may be expended by the department for operations, maintenance, and other expenses associated with the operation of the state employees child care center.

(2) The department, in collaboration with the department of management and budget, shall enter into a rental lease with EC3, Inc. for the pro rata share of the total operating and maintenance expenses for premises leased. The amount shall be adjusted October 1 of each year as necessary to reflect changes in the operating and maintenance expenses.

Sec. 608. In addition to the appropriations in section 101, federal DED-OSERS funds received after August 31, 1992 through redistribution by the federal government for vocational rehabilitation programs are appropriated and may be expended for expenses incurred in the operation of those programs. Funds needed to meet federal match requirements for funds received through federal redistribution shall be obtained through the legislative transfer of existing appropriations.

Sec. 609. In addition to the amounts appropriated in section 101 for vocational rehabilitation services, an amount of not more than \$2,100,000.00 may be accepted from local, private, or state funds and expended as matching funds for acquiring federal funds for vocational rehabilitation services. Funds accepted pursuant to this section shall not be expended unless allotted. Funds shall not be accepted under this section if the receipt of the funds mandates a commitment for additional state funding in excess of the appropriations authorized in this act or is in excess of an amount which is stated in a signed agreement or both. The department shall report

before December 30 of each year to the department of management and budget and to the senate and house appropriations subcommittees responsible for the department's budget concerning the amount and source of funds received and how utilized under this section.

- Sec. 610. (1) The department shall, with the assistance of the department of management and budget, identify property and facilities that are not being utilized to provide state services at the Michigan school for the blind and the Michigan school for the deaf. The department shall issue a report no later than June 1, 1992, to the chair of the joint capital outlay committee and the director of the department of management and budget identifying surplus property and facilities and providing a plan for the disposal or sale of the surplus property and facilities.
- (2) Of the funds received from the disposal or sale of the surplus property and facilities, up to \$1,500,000.00 shall be set aside for each school in separate accounts for the purposes of repairs, renovations, and maintenance of each school's campus. Balances in the accounts shall be carried forward as work projects into the fiscal year ending September 30, 1993 and expended for the purposes stated in this section. All expenditures shall be reported to the chair of the joint capital outlay committee.

TEACHER PREPARATION AND CERTIFICATION SERVICES

Sec. 901. From the funds appropriated in section 101 for teacher preparation and certification services, the department shall expend the funds to provide 1 full-time equated classified position to handle the professional personnel register and certificate revocation/felony conviction files.

Sec. 902. Not later than November 30, 1991, the department shall submit to the senate and house appropriations subcommittees responsible for the department's budget and the senate and house fiscal agencies a report on the status of activities to meet the requirements of section 1531 of the school code of 1976. Act No. 451 of the Public Acts of 1976, being section 380.1531 of the Michigan Compiled Laws, relating to teacher test development, validation, and implementation.

GRANTS AND DISTRIBUTIONS

Sec. 1101. Notwithstanding any other section of this act, a recipient of a grant from general fund/general purpose money in the 1990-91 state fiscal year or in a subsequent state fiscal year under this act or another act making an appropriation to the department is not eligible for receipt of the grant for more than a total of 3 fiscal years. The department shall notify all grant recipients who may be affected by this section of the limitation established by this section.

Sec. 1102. The department shall disburse the funds to a general fund grantee in accordance with the same standards of timing and amount that apply to disbursements made by the department to a federal fund grantee. The disbursement shall be restricted to the minimum amount needed for immediate disbursement by the grantee. The department may waive this section if extenuating circumstances warrant and are substantiated in the grantee's application or other appropriate documentation. A waiver granted pursuant to this section shall not be effective until 15 days after written notice of the proposed waiver is given to the chairpersons of the senate and house appropriations subcommittees having jurisdiction over the department budget.

- Sec. 1103. The funds appropriated in section 101 for the school breakfast program required by section 1272a of the school code of 1976, Act No. 451 of the Public Acts of 1976, being section 380.1272a of the Michigan Compiled Laws, shall be paid to school districts for reasonable and necessary costs that exceed available federal reimbursement. Reasonable and necessary costs include costs for either of the following:
- (a) A breakfast, as provided for in section 1272a of Act No. 451 of the Public Acts of 1976, that is eligible for state cash reimbursement and that meets the nutritional standards prescribed by the United States department of agriculture pursuant to section 4 of the child nutrition act of 1966, Public Law 89-642, 42 U.S.C. 1773.
- (b) Other costs necessary for the implementation of a breakfast program, which costs may cover not more than 1/2 hour of custodial service, and 1 aide for every 200 nonparticipating, supervised children, and which costs shall not cover more than 2 aides per building, nor more than 1 hour per day per aide.

Sec. 1104. The funds appropriated in section 101 for drug-free schools and communities shall be used in coordination with appropriations provided under section 45 of the state school aid act of 1979, Act No. 94 of the Public Acts of 1979, being section 388.1645 of the Michigan Compiled Laws. The funds shall be expended to

provide for technical assistance and to provide grants to, or contracts with, local school districts and intermediate school districts for the provision of a school drug education and prevention program consistent with the program described in the application approved by the United States department of education for funding under the drug-free schools and communities act of 1986, title V, part B; elementary and secondary education act, Public Laws 100-297, 100-690, 101-226, and 101-647.

- Sec. 1105. (1) The funds appropriated in section 101 for early childhood development programs shall be made available through a competitive application process as follows:
- (a) An applicant may be any public or private nonprofit legal entity or agency other than a local or intermediate school district except a local or intermediate school district acting as a fiscal agent for a child caring organization regulated under Act No. 116 of the Public Acts of 1973, being sections 722.111 to 722.128 of the Michigan Compiled Laws.
 - (b) Applications shall be submitted in a form and manner as required by the department.
- (c) Applications shall be reviewed by a diverse interagency committee composed of representatives of the department, appropriate community, volunteer, social service agencies and organizations, and parents.
- (d) Priority in the recommendation for awarding of grants by the state board of education to applicants shall be based upon the following criteria:
- (i) Compliance with standards for early childhood development consistent with programs for 4-year olds, as approved by the state board of education.
- (ii) Active and continuous involvement of the parents or guardians of the children participating in the program.
- (iii) Employment of teachers possessing proper training in early childhood development, including an early childhood (ZA) endorsement and/or child development associate, and trained support staff.
 - (iv) Collaboration with the community of providers of early childhood development programs.
 - (v) The extent to which these funds will supplement other federal, state, local, or private funds.
- (vi) The extent to which these funds will be targeted to children who will be at least 4, but less than 5, years of age as of December 1 of the year in which the programs are offered and who show evidence of being "at-risk" as defined in the state board of education report entitled, "children at risk" that was adopted by the state board on April 5, 1988.
- (e) Whether the application contains a comprehensive evaluation plan which includes implementation of all program components required, and an assessment of the gains of children participating in an early childhood development program.
- (f) Whether the application provides for the establishment of a community advisory committee that shall be involved in the planning and evaluation of the program and provides for collaboration with, and the involvement of, parents and appropriate community, volunteer, and social service agencies and organizations.
- (2) Grant awards by the state board of education may be at whatever level the board determines appropriate. A grant, when combined with other sources of state revenue for this program, shall not exceed \$2,500.00 per child or the cost of the program. However, in order to achieve the goals and objectives of the early childhood development programs, it is the intent of the legislature to fund these programs at the maximum optimum per pupil level.
- (3) An applicant that received a grant under this section in the 1990-91 fiscal year shall receive priority for funding in 1991-92. However, continuation of funding is contingent on the availability of funds and documented evidence of grantee compliance with all operational, fiscal, administrative, and other program requirements.
- (4) From the funds appropriated in section 101 for early childhood development programs, \$75,000.00 shall be allocated for a pilot project to be administered by Wayne state university and \$50,000.00 shall be allocated for a pilot project to be administered by the Grand Rapids public schools. Both pilot projects shall be based upon a home-based instruction program for preschool youngsters and shall coordinate their implementation of the projects. The pilot projects shall consider the Arkansas model. The pilot projects shall also solicit support from other funding sources to expand accessibility to the services provided under the pilot projects. The department shall report on the development of the home-based instruction pilots to the house and senate appropriations subcommittees responsible for the department's budget no later than May 1, 1992.
- Sec. 1106. (1) In selecting school districts for school dropout prevention programs funded under section 46 of the state school aid act of 1979, Act No. 94 of the Public Acts of 1979, being section 388.1646 of the Michigan Compiled Laws, the purpose of which is to encourage students identified as potential dropouts to remain in school and graduate through services such as counseling, basic skills remediation, tutorial assistance, and career exploration and development, the department shall ensure that the school dropout prevention programs are designed for students who meet the following criteria:

- (a) The pupils are 12 through 18 years of age.
- (b) The pupils are members of households that receive general assistance or aid to families with dependent children administered under the social welfare act, Act No. 280 of the Public Acts of 1939, being sections 400.1 to 400.121 of the Michigan Compiled Laws, or that meet food stamp income eligibility requirements of the food stamp act of 1977, Public Law 88-525, 7 U.S.C. 2011 to 2012 and 2013 to 2032. Pupils who are not members of households that receive general assistance or aid to families with dependent children may also participate if a school can document that the pupil is at risk of dropping out of school.
- (2) Students participating in a school dropout prevention program may enter paid work experience programs implemented during the second quarter of the program year based upon their first quarter attendance and academic record. Participant pupils who maintain not less than an 80% school attendance record while participating in this program shall be eligible under this program for part-time employment during the school year. Money earned by a student pursuant to this section shall be disregarded as income for purposes of determining eligibility and benefit levels for aid or assistance administered under the social welfare act, Act No. 280 of the Public Acts of 1939, being sections 400.1 to 400.121 of the Michigan Compiled Laws.
- (3) To the extent possible, school districts that receive state funds for a school dropout prevention program shall work with nonprofit organizations, private industry, and governmental units to provide employment and job training to eligible pupils. At their discretion, school districts may involve intermediate school districts in the coordination and implementation of the employment and job training programs.
- (4) Local school districts may file applications for grants with the department. The department shall prescribe the form and content of each application based on the major components of operation graduation pilot program funded by the legislature.
- (5) Districts who receive funding under this section shall prepare an annual evaluation report which includes number of students served, academic performance, work experience including employability skills, and school retention rates in a form as prescribed by the department of education.
- Sec. 1107. (1) From the funds appropriated in section 101, the department shall develop bid specifications for bidding through the department of management and budget for the warehousing and distribution of the United States department of agriculture surplus commodities before the expiration of existing contracts.
- (2) The department shall collaborate with the department of management and budget to develop contractual service regions along lines similar to those utilized by the department of management and budget while taking into account local school district boundaries. The contractual service regions shall provide for the most efficient and economical means of distribution of the United States department of agriculture surplus commodities.
- (3) The department shall report to the senate and house appropriations subcommittees responsible for the department's budget and the senate and house fiscal agencies the results of the competitive bidding process described in this section.
- Sec. 1108. (1) The funds appropriated in section 101 for computer literacy and educational technology grants shall be expended to teach and strengthen the computer skills of students and teachers and to integrate technology into instructional programs. The funds shall be expended to award grants to local and intermediate school districts to promote student access to computer applications, to increase the statewide availability of courses in computer literacy, to support the use of computers and other technologies by teachers in the educational process, and to establish demonstration sites in schools with effective programs.
- (2) From the amount appropriated in section 101 for computer literacy and educational technology grants, \$45,300.00 shall be allocated to Oakland community college for equipment and software for a multifunctional computer laboratory.
- (3) From the funds appropriated in section 101 for the computer literacy and educational technology grants, \$200,000.00 shall be allocated to upper Great Lakes educational technologies, inc., a nonprofit corporation, for the collaborative development of an upper peninsula-wide and northern lower peninsula telecommunications plan. Objectives for the telecommunications plan shall include, but not be limited to, providing 2-way interactive video, audio, and data delivery for K to 12, postsecondary, continuing education, governmental, health, public service, and Indian community use.
- (4) From the funds appropriated in section 101 for computer literacy and educational technology grants, \$300,000.00 shall be allocated to Lake Superior state university for the collaborative development of an upper peninsula-wide and northern lower peninsula telecommunications plan consistent with the objectives contained in subsection (3). The funds allocated to Lake Superior state university shall be equally matched by federal or private funding sources and shall not be expended unless federal or private matching funds become available.
- (5) From the funds appropriated in section 101 for computer literacy and educational technology grants, \$302,100.00 shall be allocated to the greater Saginaw Valley regional educational cooperative to do all of the following:

- (a) Collectively study, plan, and implement a 2-way interactive, interconnected telecommunications network for the transmission of instructional classes and programs, consultant services, data, teleconferencing, and various other forms of educational information to and from the service areas of the participating organizations for ready accessibility to area educators and their students.
- (b) Involve business and industry in cooperative educational support by making the expertise of their personnel available through the use of the network described in subdivision (a).
- (c) Interconnect the network described in subdivision (a) with other established telecommunications systems through a statewide telecommunications network for the reception and delivery of statewide, national, and international educational programming and related services.
 - (d) Support the science education initiatives planned for the Saginaw Valley state university science center.
 - (e) Support arts activities planned through the regional arts resource cooperative.
- (f) Provide professional development opportunities for teachers and administrators through the regional professional development center.
- Sec. 1109. (1) The funds appropriated in section 101 to the department for the educational teleconsortium of Michigan shall be allocated for the development and improvement of cooperative telecommunications systems.
- (2) The department shall report on its activities concerning the development of community college educational telecommunications for the preceding fiscal year by November 1, 1991 to the department of management and budget, to the senate and house fiscal agencies, and to the senate and house appropriations subcommittees responsible for the department's budget. The report shall contain a description of activities, a detailed accounting of expenditures for the previous fiscal year, and an anticipated budget and work plan for the 1991-92 fiscal year.
- Sec. 1110. (1) From the funds appropriated in section 101 for educational innovation grants, \$70,000.00 shall be allocated to Union City schools' project first step for developing and conducting a longitudinal research project to show the direct correlation between basic sensory-motor skills and academic learning ability for preprimary through grade 3 children.
- (2) From the funds appropriated in section 101 for education innovation grants, \$20,000.00 shall be allocated to Detroit public schools for the homework hotline program.
- Sec. 1111. The funds appropriated in section 101 for the personal care attendants' program shall be expended for a program supporting personal care attendants to enable handicappers to pursue gainful employment.
- Sec. 1112. The funds appropriated in section 101 for the Michigan geographic alliance shall be allocated for the third year of a 3-year program to strengthen geography education in public schools by providing geography workshops and in-service geography training programs involving public school geography teachers and representatives of higher education. Central Michigan university shall coordinate the activities of the Michigan geographic alliance in cooperation with northern Michigan university, Wayne state university, and western Michigan university. The funds allocated in this section shall not be expended and shall lapse unless private funding sources equally match these funds.
- Sec. 1113. From the funds appropriated in section 101 for local school district consolidation and annexation grants, the department may make allocations to local school districts undertaking reorganization studies. Local school boards may file applications for the grants with the department. The department shall prescribe the form and content of the applications and shall determine the amount of each grant.
- Sec. 1114. Of the unexpended balance appropriated in section 101 of Act No. 204 of the Public Acts of 1990 for grants-accreditation program, \$150,000.00 shall be carried forward as a work project in the fiscal year ending September 30, 1992. From that amount, \$125,000.00 shall be expended for grants to intermediate school districts to assist in the development of the accreditation program at the intermediate school district level and \$25,000.00 shall be expended in coordination with the department of social services for promotion of the tuition incentive program (TIP).

	Clerk of the House of Representatives.
	Secretary of the Senate.
Approved	
Governor.	

This act is ordered to take immediate effect.

