

SENATE SUBSTITUTE FOR
HOUSE BILL NO. 4438

A bill to make appropriations for the department of education and certain other purposes relating to education for the fiscal year ending September 30, 2010; to provide for the expenditure of the appropriations; and to provide for the disposition of fees and other income received by the state agency.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

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PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the department of education and certain state purposes related to education as set forth in this act for the fiscal year ending September 30, 2010, from the following funds:

DEPARTMENT OF EDUCATION

APPROPRIATION SUMMARY

1	Full-time equated unclassified positions.....	6.0	
2	Full-time equated classified positions.....	476.5	
3	GROSS APPROPRIATION.....		\$ 95,119,400
4	Interdepartmental grant revenues:		
5	Total interdepartmental grants and intradepartmental		
6	transfers		0
7	ADJUSTED GROSS APPROPRIATION.....		\$ 95,119,400
8	Federal revenues:		
9	Federal revenues.....		68,322,300
10	Federal indirect funds.....		2,550,500
11	Total federal revenues.....		70,872,800
12	Special revenue funds:		
13	Local cost sharing (schools for deaf/blind)		6,698,500
14	Local school district service fees.....		310,200
15	Total local revenues.....		7,008,700
16	Gifts, bequests, and donations.....		650,600
17	Private foundations.....		2,445,900
18	Total private revenues.....		3,096,500
19	Total local and private revenues.....		10,105,200
20	Certification fees.....		6,055,700
21	Commodity distribution fees.....		71,700
22	Student insurance revenue.....		218,600
23	Teacher college review fees.....		54,000
24	Teacher testing fees.....		527,900
25	Tenant rent.....		261,000
26	Training and orientation workshop fees.....		150,000
27	Total other state restricted revenues.....		7,338,900

1	State general fund/general purpose	\$	6,802,500
2	Sec. 102. STATE BOARD OF EDUCATION/OFFICE OF THE		
3	SUPERINTENDENT		
4	Full-time equated unclassified positions.....	6.0	
5	Full-time equated classified positions.....	12.0	
6	State board of education, per diem payments	\$	24,400
7	Superintendent of public instruction.....		182,200
8	Chief academic officer.....		129,700
9	Chief of staff.....		84,800
10	Legislative director.....		69,000
11	Unclassified position.....		49,900
12	State board/superintendent operations--12.0 FTE		
13	positions		<u>2,468,900</u>
14	GROSS APPROPRIATION.....	\$	3,008,900
15	Appropriated from:		
16	Federal revenues:		
17	Federal revenues.....		610,600
18	Special revenue funds:		
19	Private foundations.....		27,000
20	Certification fees.....		611,400
21	State general fund/general purpose	\$	1,759,900
22	Sec. 103. CENTRAL SUPPORT		
23	Full-time equated classified positions.....	21.6	
24	Central support--21.6 FTE positions.....	\$	3,925,000
25	Worker's compensation.....		43,900
26	Building occupancy charges - property management		
27	services		1,345,200

1	Tenant rent.....	261,000
2	Training and orientation workshops.....	150,000
3	Terminal leave payments.....	<u>554,700</u>
4	GROSS APPROPRIATION.....	\$ 6,279,800
5	Appropriated from:	
6	Federal revenues:	
7	Federal revenues.....	2,493,400
8	Federal indirect funds.....	1,956,200
9	Special revenue funds:	
10	Local cost sharing (schools for deaf/blind)	68,400
11	Certification fees.....	398,900
12	Teacher testing fees.....	13,200
13	Tenant rent.....	261,000
14	Training and orientation workshop fees.....	150,000
15	State general fund/general purpose.....	\$ 938,700
16	Sec. 104. INFORMATION TECHNOLOGY SERVICES	
17	Information technology operations.....	\$ <u>2,913,000</u>
18	GROSS APPROPRIATION.....	\$ 2,913,000
19	Appropriated from:	
20	Federal revenues:	
21	Federal revenues.....	1,696,500
22	Federal indirect funds.....	223,300
23	Special revenue funds:	
24	Local cost sharing (schools for deaf/blind)	146,600
25	Certification fees.....	226,900
26	State general fund/general purpose.....	\$ 619,700
27	Sec. 105. SPECIAL EDUCATION SERVICES	

1	Full-time equated classified positions.....	47.0	
2	Special education operations--47.0 FTE positions		\$ <u>11,438,800</u>
3	GROSS APPROPRIATION.....		\$ 11,438,800
4	Appropriated from:		
5	Federal revenues:		
6	Federal revenues.....		11,097,400
7	Special revenue funds:		
8	Private foundations.....		105,700
9	Certification fees.....		38,700
10	State general fund/general purpose.....		\$ 197,000
11	Sec. 106. MICHIGAN SCHOOLS FOR THE DEAF AND BLIND		
12	Full-time equated classified positions.....	109.0	
13	Michigan schools for the deaf and blind		
14	operations--108.0 FTE positions.....		\$ 13,081,100
15	Camp Tuhsmeheeta--1.0 FTE position.....		295,100
16	Private gifts - blind.....		90,000
17	Private gifts - deaf.....		<u>250,000</u>
18	GROSS APPROPRIATION.....		\$ 13,716,200
19	Appropriated from:		
20	Federal revenues:		
21	Federal revenues.....		6,064,400
22	Special revenue funds:		
23	Local cost sharing (schools for deaf/blind)		6,483,500
24	Local school district service fees.....		299,100
25	Gifts, bequests, and donations.....		650,600
26	Student insurance revenue.....		218,600
27	State general fund/general purpose.....		\$ 0

1	Sec. 107. PROFESSIONAL PREPARATION SERVICES		
2	Full-time equated classified positions.....	30.5	
3	Professional preparation operations--30.5 FTE		
4	positions	\$	6,908,800
5	National board certification.....		100,000
6	Department of attorney general.....		<u>50,000</u>
7	GROSS APPROPRIATION.....	\$	7,058,800
8	Appropriated from:		
9	Federal revenues:		
10	Federal revenues.....		2,797,800
11	Special revenue funds:		
12	Certification fees.....		3,692,300
13	Teacher testing fees.....		514,700
14	Teacher college review fees.....		54,000
15	State general fund/general purpose.....	\$	0
16	Sec. 108. EARLY CHILDHOOD EDUCATION AND FAMILY		
17	SERVICES		
18	Full-time equated classified positions.....	26.0	
19	Early childhood education and family services		
20	operations--26.0 FTE positions.....	\$	<u>4,498,800</u>
21	GROSS APPROPRIATION.....	\$	4,498,800
22	Appropriated from:		
23	Federal revenues:		
24	Federal revenues.....		3,310,200
25	Special revenue funds:		
26	Private foundations.....		193,600
27	Certification fees.....		59,200

1	State general fund/general purpose	\$	935,800
2	Sec. 109. SCHOOL IMPROVEMENT SERVICES		
3	Full-time equated classified positions	81.0	
4	School improvement operations--81.0 FTE positions	\$	17,855,200
5	Subject area content expectations and guidelines		<u>80,000</u>
6	GROSS APPROPRIATION	\$	17,935,200
7	Appropriated from:		
8	Federal revenues:		
9	Federal revenues		16,077,400
10	Special revenue funds:		
11	Private foundations		1,119,600
12	Certification fees		536,900
13	State general fund/general purpose	\$	201,300
14	Sec. 110. SCHOOL FINANCE AND SCHOOL LAW SERVICES		
15	Full-time equated classified positions	15.5	
16	School finance and school law operations--15.5 FTE		
17	positions	\$	<u>2,813,300</u>
18	GROSS APPROPRIATION	\$	2,813,300
19	Appropriated from:		
20	Federal revenues:		
21	Federal revenues		938,900
22	Federal indirect funds		371,000
23	Special revenue funds:		
24	Certification fees		491,400
25	State general fund/general purpose	\$	1,012,000
26	Sec. 111. EDUCATIONAL ASSESSMENT AND ACCOUNTABILITY		
27	Full-time equated classified positions	45.6	

1	Educational assessment operations--45.6 FTE positions	\$	<u>9,452,400</u>
2	GROSS APPROPRIATION.....	\$	9,452,400
3	Appropriated from:		
4	Federal revenues:		
5	Federal revenues.....		9,452,400
6	State general fund/general purpose.....	\$	0
7	Sec. 112. GRANTS ADMINISTRATION AND SCHOOL SUPPORT		
8	SERVICES		
9	Full-time equated classified positions.....		63.3
10	Grants administration and school support services		
11	operations--63.3 FTE positions.....	\$	8,979,400
12	Federal and private grants.....		<u>3,000,000</u>
13	GROSS APPROPRIATION.....	\$	11,979,400
14	Appropriated from:		
15	Federal revenues:		
16	Federal revenues.....		10,460,500
17	Special revenue funds:		
18	Local school district service fees.....		11,100
19	Private foundations.....		1,000,000
20	Commodity distribution fees.....		71,700
21	State general fund/general purpose.....	\$	436,100
22	Sec. 113. CAREER AND TECHNICAL EDUCATION		
23	Full-time equated classified positions.....		25.0
24	Career and technical education operations--25.0 FTE		
25	positions	\$	<u>4,024,800</u>
26	GROSS APPROPRIATION.....	\$	4,024,800
27	Appropriated from:		

1 Federal revenues:

2	Federal revenues.....	3,322,800
3	State general fund/general purpose.....	\$ 702,000

4 PART 2

5 PROVISIONS CONCERNING APPROPRIATIONS

6 **GENERAL SECTIONS**

7 Sec. 201. Pursuant to section 30 of article IX of the state
 8 constitution of 1963, total state spending from state resources
 9 under part 1 for the fiscal year ending September 30, 2010 is
 10 \$14,141,400.00 and state spending from state resources to be paid
 11 to local units of government for the fiscal year ending September
 12 30, 2010 is \$0.

13 Sec. 202. The appropriations authorized under this act are
 14 subject to the management and budget act, 1984 PA 431, MCL 18.1101
 15 to 18.1594.

16 Sec. 203. As used in this act:

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

18 (b) "District" means a local school district as defined in
 19 section 6 of the revised school code, 1976 PA 451, MCL 380.6, or a
 20 public school academy as defined in section 5 of the revised school
 21 code, 1976 PA 451, MCL 380.5.

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

23 (d) "IMLS" means institute of museum and library services.

24 Sec. 204. The civil service commission shall bill departments
 25 and agencies at the end of the first fiscal quarter for the charges

1 authorized by section 5 of article XI of the state constitution of
2 1963. Payments shall be made for the total amount of the billing by
3 the end of the second fiscal quarter.

4 Sec. 205. The department shall use the Internet to fulfill the
5 reporting requirements of this act. This requirement may include
6 transmission of reports via electronic mail to the recipients
7 identified for each reporting requirement, or it may include
8 placement of reports on an Internet or Intranet site.

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

15 Sec. 207. (1) Upon receipt of the federal drug-free grant, the
16 department shall allocate \$225,000.00 of the grant to the safe
17 school program within the department. The safe school program shall
18 work with local school boards, parents of enrolled students, law
19 enforcement agencies, community leaders, and the office of drug
20 control policy for the prevention of school violence. The safe
21 school program shall develop and implement, and serve as
22 coordinator of, a statewide clearinghouse for information, program
23 development, model programs and policies, and technical assistance
24 on school violence prevention.

25 (2) To accomplish its functions under this section, the safe
26 school program shall do all of the following:

27 (a) Coordinate with the office of drug control policy in the

1 department of community health to ensure that there is a meaningful
2 linkage between the efforts under this act to provide safe schools
3 and the initiatives undertaken through that office, including, but
4 not limited to, school districts' safe and drug-free school plans,
5 and to facilitate timely applications for and distribution of
6 available grant money.

7 (b) Provide through the Internet the availability to access,
8 and provide through the Internet information regarding, the state
9 model policy on locker searches, the state model policy on firearm
10 safety and awareness, and any other state or local safety policies
11 that the office considers exemplary.

12 (c) Advance, promote, and encourage the awareness and use of
13 the state police anti-violence hotline.

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

21 Sec. 209. From the funds appropriated in part 1 for
22 information technology, departments and agencies shall pay user
23 fees to the department of information technology for technology-
24 related services and projects. Such user fees shall be subject to
25 provisions of an interagency agreement between the departments and
26 agencies and the department of information technology.

27 Sec. 210. Amounts appropriated in part 1 for information

1 technology may be designated as work projects and carried forward
2 to support technology projects under the direction of the
3 department of information technology. Funds designated in this
4 manner are not available for expenditure until approved as work
5 projects under section 451a of the management and budget act, 1984
6 PA 431, MCL 18.1451a.

7 Sec. 211. Before publishing a list of schools or districts
8 determined to have failed to make adequate yearly progress as
9 required by the no child left behind act of 2001, Public Law 107-
10 110, the department shall allow a school or district to appeal that
11 determination. The department shall consider and act upon the
12 appeal within 30 days after it is submitted and shall not publish
13 the list until after all appeals have been considered and decided.

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

24 Sec. 213. (1) A hiring freeze is imposed on the state
25 classified civil service. State departments and agencies are
26 prohibited from hiring any new full-time state classified civil
27 service employees and prohibited from filling any vacant state

1 classified civil service positions. This hiring freeze does not
2 apply to internal transfers of classified employees from 1 position
3 to another within a department.

4 (2) The state budget director may grant exceptions to this
5 hiring freeze when the state budget director believes that the
6 hiring freeze will result in rendering a state department or agency
7 unable to deliver basic services, cause loss of revenue to the
8 state, result in the inability of the state to receive federal
9 funds, or necessitate additional expenditures that exceed any
10 savings from maintaining a vacancy. The state budget director shall
11 report quarterly to the chairpersons of the senate and house of
12 representatives standing committees on appropriations the number of
13 exceptions to the hiring freeze approved during the previous
14 quarter and the reasons to justify the exception.

15 Sec. 214. (1) Due to the current budgetary problems in this
16 state, out-of-state travel for the fiscal year ending September 30,
17 2010 shall be limited to situations in which 1 or more of the
18 following conditions apply:

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

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

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

27 (d) The travel is necessary to comply with federal

1 requirements.

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

4 (f) The travel is financed entirely by federal or nonstate
5 funds.

6 (2) Not later than January 1 of each year, each department
7 shall prepare a travel report listing all travel by classified and
8 unclassified employees outside this state in the immediately
9 preceding fiscal year that was funded in whole or in part with
10 funds appropriated in the department's budget. The report shall be
11 submitted to the house and senate standing committees on
12 appropriations, the house and senate fiscal agencies, and the state
13 budget director. The report shall include the following
14 information:

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

17 (b) The destination of each travel occurrence.

18 (c) The dates of each travel occurrence.

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

21 (e) The transportation and related costs of each travel
22 occurrence, including the proportion funded with state general
23 fund/general purpose revenues, the proportion funded with state-
24 restricted revenues, the proportion funded with federal revenues,
25 and the proportion funded with other revenues.

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

1 Sec. 215. The department shall not approve the travel of more
2 than 1 departmental employee to a specific professional development
3 conference or training seminar that is located outside of this
4 state unless the professional development conference or training
5 seminar is funded by a federal or private funding source and
6 requires more than 1 person from a department to attend, or the
7 conference or training seminar includes multiple issues in which 1
8 employee from the department does not have expertise.

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. 217. The director shall take all reasonable steps to
13 ensure businesses in deprived and depressed communities compete for
14 and perform contracts to provide services or supplies, or both. The
15 director shall strongly encourage firms with which the department
16 contracts to subcontract with certified businesses in depressed and
17 deprived communities for services, supplies, or both.

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 this act 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 this act 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 this act
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 this act
13 under section 393(2) of the management and budget act, 1984 PA 431,
14 MCL 18.1393.

15 Sec. 220. 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.

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

24 Sec. 222. (1) The department shall report no later than April
25 1, 2010 on each specific policy change made by the department to
26 implement a public act affecting that department that took effect
27 during the preceding calendar year. The department shall report to

1 the house and senate appropriations subcommittees on the budget for
2 the department, the joint committee on administrative rules, and
3 the senate and house fiscal agencies.

4 (2) Funds appropriated in part 1 shall not be used by the
5 department to adopt a rule that will apply to a small business and
6 that will have a disproportionate economic impact on small
7 businesses because of the size of those businesses if the
8 department fails to reduce the disproportionate economic impact of
9 the rule on small businesses as provided under section 40 of the
10 administrative procedures act of 1969, 1969 PA 306, MCL 24.240.

11 (3) As used in this section:

12 (a) "Rule" means that term as defined under section 7 of the
13 administrative procedures act of 1969, 1969 PA 306, MCL 24.207.

14 (b) "Small business" means that term as defined under section
15 7a of the administrative procedures act of 1969, 1969 PA 306, MCL
16 24.207a.

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

24 Sec. 226. Not later than October 15, 2010, the department
25 shall prepare and transmit a report that provides for estimates of
26 the total general fund/general purpose appropriation lapses at the
27 close of the fiscal year. This report shall summarize the projected

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

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

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

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

12 (b) State board of education - member other than president -
13 \$100.00 per day.

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

16 (3) The state board executive shall report to the public, the
17 senate and house fiscal agencies, and the state budget director the
18 previous quarter's expenses by fund source for members of the state
19 board of education.

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

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

25 Sec. 401. The employees at the Michigan schools for the deaf

1 and blind who work on a school year basis shall be considered
2 annual employees for purposes of service credits, retirement, and
3 insurance benefits.

4 Sec. 402. For each student enrolled at the Michigan schools
5 for the deaf and blind, the department shall assess the
6 intermediate school district of residence 100% of the cost of
7 operating the student's instructional program. The amount shall
8 exclude room and board related costs and the cost of weekend
9 transportation between the school and the student's home.

10 Sec. 404. (1) The department may assess rent or lease excess
11 property located on the campus of the Michigan schools for the deaf
12 and blind in Flint to private or publicly funded organizations.

13 (2) In addition to those funds appropriated in part 1, the
14 department may receive and expend additional funds from lease
15 agreements at the Michigan schools for the deaf and blind Flint
16 campus that have been negotiated with the approval of the
17 department of management and budget. These funds are appropriated
18 to the department for the operation, maintenance, and renovation
19 expenses associated with the leased space.

20 (3) From the unexpended balances of appropriations for the
21 schools for the deaf and blind operations, up to \$250,000.00 of any
22 unexpended and unencumbered funds remaining on September 30, 2010
23 may be carried forward as a work project and expended for special
24 maintenance and repairs of facilities at the campus of the Michigan
25 schools for the deaf and blind in Flint. The work shall be carried
26 out by state employees, or by contract as necessary, at an
27 estimated cost of \$250,000.00. The estimated completion date of the

1 work is September 30, 2011.

2 (4) From the tenant rent appropriation for Fay hall, up to
3 \$100,000.00 of any unexpended and unencumbered funds remaining on
4 September 30, 2010 may be carried forward as a work project or as
5 restricted revenue and expended for special maintenance and repairs
6 of facilities at Fay hall. The work project may be performed by
7 state employees, or by contract when necessary, at an estimated
8 cost of \$100,000.00. The estimated completion date of the work
9 project is September 30, 2011.

10 Sec. 405. The department may assist the department of
11 community health, other departments, and local school districts to
12 secure reimbursement for eligible services provided in Michigan
13 schools from the federal Medicaid program. The department may
14 submit reports of direct expenses related to this effort to the
15 department of community health for reimbursement.

16 Sec. 406. (1) The Michigan schools for the deaf and blind may
17 promote its residential program as a possible appropriate option
18 for children who are deaf or hard of hearing or who are blind or
19 visually impaired. The Michigan schools for the deaf and blind
20 shall distribute information detailing its services to all
21 intermediate school districts in the state.

22 (2) Upon knowledge of or recognition by an intermediate school
23 district that a child in the district is deaf or hard of hearing or
24 blind or visually impaired, the intermediate school district shall
25 provide to the parents of the child the literature distributed by
26 the Michigan schools for the deaf and blind to intermediate school
27 districts under subsection (1).

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

3 Sec. 407. Revenue received from gifts, bequests, and donations
4 that is unexpended at the end of the state fiscal year may be
5 carried over to the succeeding fiscal year and shall not revert to
6 the general fund.

7 **PROFESSIONAL PREPARATION SERVICES**

8 Sec. 501. From the funds appropriated in part 1 for
9 professional preparation services, the department shall maintain
10 the professional personnel register and certificate
11 revocation/felony conviction files.

12 Sec. 502. The department shall authorize teacher preparation
13 institutions to provide an alternative program by which up to 1/2
14 of the required student internship or student teaching credits may
15 be earned through substitute teaching. The department shall require
16 that teacher preparation institutions collaborate with school
17 districts to ensure that the quality of instruction provided to
18 student teachers is comparable to that required in a traditional
19 student teaching program.

20 Sec. 503. (1) Of the funds appropriated in part 1 for
21 professional preparation operations, \$100,000.00 shall be allocated
22 to Central Michigan University for the alternative route to
23 certification program. Of the funds appropriated in part 1 for
24 professional preparation operations, \$100,000.00 shall be allocated
25 to Wayne State University for the pathways to teaching program. Not
26 later than March 1, 2010, the department shall provide the senate

1 and house appropriations committees, the state budget director, and
2 senate and house fiscal agencies with a report including all of the
3 following:

4 (a) How many teachers were certified under the programs.

5 (b) How long participating teachers served in the classroom.

6 (c) A comparison of teacher evaluations of participating
7 teachers and teachers with traditional teacher certifications.

8 (2) The department will work with Central Michigan University
9 and Wayne State University to review the report results to
10 determine subsequent funding strategies.

11 Sec. 505. From the funds appropriated in part 1 for national
12 board certification, the department shall pay 1/2 of the
13 application fee for teachers who are considered by the department
14 to be qualified to apply to the national board for professional
15 teaching standards for professional teaching certificates or
16 licenses and to provide grants to recognize and reward teachers who
17 receive certification or licensure.

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

22 OFFICE OF SCHOOL IMPROVEMENT

23 Sec. 601. From the amount appropriated in part 1 for the
24 office of school improvement, there is allocated \$350,000.00 and
25 3.5 FTE positions to operate a charter school office to administer
26 charter school legislation and associated regulations, and to

1 coordinate the activities of the department relating to charter
2 schools.

3 Sec. 603. The funds appropriated in part 1 for subject area
4 content expectations and guidelines shall be used for the
5 development, approval, and implementation of subject area content
6 expectations and guidelines that apply to the credit requirements
7 of the Michigan merit standard, as required under section 1278b of
8 the revised school code, 1976 PA 451, MCL 380.1278b.

9 **INFORMATION TECHNOLOGY**

10 Sec. 701. The department shall work in collaboration with the
11 center for educational performance and information to support the
12 comprehensive educational information system and all data
13 collection and reporting efforts of the department.

14 **GRANTS ADMINISTRATION AND SCHOOL SUPPORT SERVICES**

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

22 Sec. 903. The department shall work with the legislature to
23 examine the feasibility of removing the barriers to operation of
24 cyber schools that focus on special student populations such as
25 dropouts or expelled students. Not later than December 31, 2009,

1 the department shall prepare and submit to the appropriations
2 subcommittees on education and K-12 school aid a report on these
3 matters.