



Senate Fiscal Agency
P.O. Box 30036
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 BILL ANALYSIS

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Senate Bill 786 (as introduced)
Committee: Appropriations

[Vehicle for Governor's Recommendation line items is Senate Bill 823.](#)

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2015-16 YEAR-TO-DATE	FY 2016-17 GOV.'S REC.	CHANGES FROM FY 2015-16 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions.....	588.5	596.5	8.0	1.4
GROSS	308,561,200	316,917,400	8,356,200	2.7
Less:				
Interdepartmental Grants Received	0	0	0	0.0
ADJUSTED GROSS.....	308,561,200	316,917,400	8,356,200	2.7
Less:				
Federal Funds.....	215,640,900	225,164,100	9,523,200	4.4
Local and Private	7,667,000	7,591,400	(75,600)	(1.0)
TOTAL STATE SPENDING.....	85,253,300	84,161,900	(1,091,400)	(1.3)
Less:				
Other State Restricted Funds.....	7,669,600	7,780,700	111,100	1.4
GENERAL FUND/GENERAL PURPOSE.....	77,583,700	76,381,200	(1,202,500)	(1.5)
PAYMENTS TO LOCALS	17,861,000	15,176,000	(2,685,000)	(15.0)

FY 2015-16 Year-to-Date Gross Appropriation	\$308,561,200
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Changes from FY 2015-16 Year-to-Date:

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| 1. Flint Declaration of Emergency. The Governor included one-time appropriations for Flint. This funding would extend the pilot expansion of the Child Development and Care Program for children age birth to three that is first being recommended in the FY 2015-16 supplemental to full-year funding. This also includes a \$100 place holder in order to allow Flint to receive additional appropriations in the event they are needed. The expansion of the Child Development and Care Program is fully supported by Federal funds, while the \$100 place holder is State Restricted. | 8,050,100 |
| 2. Multi-Tiered Systems of Support Implementation (MTSS). The Governor included this new program, which establishes a team of 3.0 FTEs to provide on-site monitoring and support of intermediate school districts (ISDs), districts, and school buildings that implement multi-tiered systems of support. Districts receiving at-risk funding are required to implement MTSS. This program is funded by GF/GP. | 500,000 |
| 3. Certification Fees Support. The Governor included one-time appropriations to offset deficiencies due to declining certification fee revenue. This increase is supported by GF/GP. | 500,000 |
| 4. Early/Middle College Support. The Governor included this new program, which will hire 2.0 FTEs to provide technical support and assistances specifically towards Early/Middle Colleges, which are expected to increase to number 119 by 2017. This program is funded by GF/GP. | 395,000 |

5. Special Education Taskforce. The Governor included funding for a new Special Education Taskforce. This taskforce will provide resources to the Office of Special Education to design and distribute "parent-friendly" information and train mediators on State and Federal mandates. This taskforce is supported by GF/GP.	300,000
6. School Safety Consultant. The Governor included funding to support a new FTE position who will coordinate with the Attorney General and State Police to provide statewide support and guidance on school safety issues. This position is funded by GF/GP.	180,000
7. Home Visit Program. The Governor included funding to support a new FTE position to provide coordination and management of the home visit program described in Section 32p of the State School Aid Act. This FTE position is funded by GF/GP	175,000
8. E-Rate Technical Assistance. The Governor included funding to support a new FTE position to coordinate and provide guidance to ISDs, districts, and schools to align projects with ongoing work on the State Education Network. This FTE position is funded by GF/GP.	162,500
9. Education Commission of the State Membership Dues. The Governor included an increase that would allow the Department to fully pay for the Education Commission of the States Membership. This increase is support by GF/GP.	90,800
10. Removal of FY 2015-16 Supplemental. The Governor removed Public Act 3 of 2016 supplemental funding, which provided funding to the City of Flint and Genesee ISD to address the declaration of emergency.	(2,685,000)
11. Educator Evaluations. The Governor reduced funding for Educator Evaluations and rolled the funding into Educational Improvement and Innovation Operations. The reduction is GF/GP and would leave Educator Evaluations with \$1.5 million for FY 2016-17.	(1,000,000)
12. Financial Independence Team. The Governor included a 50% reduction to this unit, leaving \$249,500 Gross and GF/GP remaining for FY 2016-17.	(250,000)
13. Early Out Five-Year Payouts. Department obligations will be satisfied as of FY 2015-16 for employees who opted into the 2010 early retirement program, which deferred sick leave payments over five years. Of the Gross reduction, \$164,100 is Federal funds, \$15,400 is State Restricted funds, and \$21,900 is GF/GP.	(201,400)
14. Removal of Local Cost Sharing. The Governor removed local cost sharing revenue to Information Technology due unrealized revenue from this source.	(76,500)
15. Creation of the Office of Talent and Policy Coordination. The Governor used existing FTEs and funding within the Department to create the Office of Talent and Policy Coordination. The Office will have 17.0 FTEs and \$2,574,200 Gross and \$1,707,200 GF/GP.	0
16. Economic Adjustments. Includes \$1,429,100 Gross and \$332,400 for standard economic adjustment \$388,600 Gross and \$90,400 GF/GP for OPEB and \$398,000 Gross and \$28,300 GF/GP for other economic adjustments.	2,215,700
Total Changes	\$8,356,200
FY 2016-17 Governor's Recommendation	\$316,917,400

Boilerplate Changes from FY 2015-16 Year-to-Date:

1. **Deleted Sections.** The Governor deleted a number of sections, which include: 208 (sexual misconduct file retention requirement), 216 (protection for employees who testify), 218 (retention of all reports), 220 (30-day requirement on request and reports), 233 (RFI consideration), 234 (benchmark report), 236 (nonpublic schools mandate report), 237 (school fund raiser nutrition requirement), 502 (use of substitute time for teaching time requirement), 507 (teacher certification requirements), 601 (Financial Independence Team requirements), 803 (maintain Library unit intent), 806 (State aid to libraries increase intent), 901 (notification of grant requirement), 1001 (child care provider report), 1003 (ECIC report), 1004 (Child Development and Care increase intent), 1201 (legislative intent for 2nd year spending).
2. **Report Requirement on MTSS.** The Governor included a new section, which requires a report on the implementation of MTSS. (Sec. 701)

3. **Special Education Taskforce.** The Governor included a new section, which places requirements on the implementation of the Special Education Taskforce. (Sec. 901)
4. **Flint Declaration of Emergency Funds.** The Governor included a new section, which places requirements on the one-time appropriations for the Flint declaration of emergency funds. (Sec. 1101)
5. **Requirements for Reporting Contracts.** The Governor removed the notification requirements for contracts over \$1.0 million. (Sec. 235)
6. **Technical Modifications and Movement.** The Governor made a number of technical modifications that include date changes, definition changes, spending changes to reflect part 1 adjustments, and standardized general section language, and renumbered sections to standardize boilerplate across departments, which includes sections: 201, 202, 203, 204 (now 206), 205 (now 215), 207 (now 211), 211 (now 216), 212 (now 205), 214 (now 207), 219 (now 210), 221 (now 208), 222 (now 213), 226 (now 209), 227 (now 212), 230 (now 217), 231 (now 214), 1005 (now 219), 1006 (now 220), and 1007.

Date Completed: 3-9-16

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