

**SUBSTITUTE FOR
HOUSE BILL NO. 4232**

A bill to make appropriations for the department of education for the fiscal year ending September 30, 2020; and to provide for the expenditure of the appropriations.

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 for the fiscal year ending September 30, 2020, from the following funds:

DEPARTMENT OF EDUCATION

APPROPRIATION SUMMARY

Full-time equated unclassified positions	6.0
Full-time equated classified positions	614.5

1	GROSS APPROPRIATION	\$	419,794,500
2	Interdepartmental grant revenues:		
3	Total interdepartmental grants and intradepartmental		
4	transfers.....		0
5	ADJUSTED GROSS APPROPRIATION	\$	419,794,500
6	Federal revenues:		
7	Total federal revenues		315,352,900
8	Special revenue funds:		
9	Total local revenues		5,893,400
10	Total private revenues		2,036,200
11	Total other state restricted revenues		9,300,000
12	State general fund/general purpose	\$	87,212,000
13	Sec. 102. STATE BOARD OF EDUCATION/OFFICE OF THE		
14	SUPERINTENDENT		
15	Full-time equated unclassified positions 6.0		
16	Full-time equated classified positions 11.0		
17	Unclassified positions--6.0 FTE positions	\$	226,000
18	Education commission of the states		30,200
19	State board of education, per diem payments		6,100
20	State board/superintendent operations--11.0 FTE		
21	positions.....		<u>556,100</u>
22	GROSS APPROPRIATION	\$	818,400
23	Appropriated from:		
24	Federal revenues:		
25	Federal revenues		60,500
26	Special revenue funds:		
27	Private foundations		7,000

1	Certification fees	198,100
2	State general fund/general purpose	\$ 552,800
3	Sec. 103. DEPARTMENTAL ADMINISTRATION AND SUPPORT	
4	Full-time equated classified positions 47.6	
5	Central support operations--38.6 FTE positions	\$ 1,497,000
6	Federal and private grants	750,000
7	Grant and contract operations--9.0 FTE positions	678,000
8	Property management	874,900
9	Terminal leave payments	88,300
10	Training and orientation workshops	37,500
11	Worker's compensation	<u>6,900</u>
12	GROSS APPROPRIATION	\$ 3,932,600
13	Appropriated from:	
14	Federal revenues:	
15	Federal indirect funds	719,800
16	Federal revenues	1,530,000
17	Special revenue funds:	
18	Private foundations	250,000
19	Certification fees	140,500
20	Teacher testing fees	1,100
21	Training and orientation workshop fees	37,500
22	State general fund/general purpose	\$ 1,253,700
23	Sec. 104. INFORMATION TECHNOLOGY	
24	Information technology services and projects	\$ <u>1,162,700</u>
25	GROSS APPROPRIATION	\$ 1,162,700
26	Appropriated from:	
27	Federal revenues:	

1	Federal indirect funds	473,300
2	Federal revenues	160,000
3	Special revenue funds:	
4	Certification fees	178,100
5	State general fund/general purpose	\$ 351,300
6	Sec. 105. SPECIAL EDUCATION SERVICES	
7	Full-time equated classified positions	47.0
8	Special education operations--47.0 FTE positions	\$ <u>2,288,200</u>
9	GROSS APPROPRIATION	\$ 2,288,200
10	Appropriated from:	
11	Federal revenues:	
12	Federal revenues	2,140,300
13	Special revenue funds:	
14	Private foundations	27,500
15	Certification fees	11,500
16	State general fund/general purpose	\$ 108,900
17	Sec. 106. MICHIGAN SCHOOLS FOR THE DEAF AND BLIND	
18	Full-time equated classified positions	82.0
19	Camp Tuhsmeheeta--1.0 FTE position	\$ 74,500
20	Low incidence outreach program	250,000
21	Michigan schools for the deaf and blind operations--	
22	81.0 FTE positions	3,379,000
23	Private gifts - blind	50,000
24	Private gifts - deaf	<u>37,500</u>
25	GROSS APPROPRIATION	\$ 3,791,000
26	Appropriated from:	
27	Federal revenues:	

1	Federal revenues	1,882,300
2	Special revenue funds:	
3	Local cost sharing (schools for deaf/blind)	1,473,400
4	Gifts, bequests, and donations	162,000
5	Low incidence outreach fund	250,000
6	Student insurance revenue	23,300
7	State general fund/general purpose	\$ 0
8	Sec. 107. EDUCATOR EXCELLENCE	
9	Full-time equated classified positions	48.0
10	Educator excellence operations--48.0 FTE positions ...	\$ <u>2,709,200</u>
11	GROSS APPROPRIATION	\$ 2,709,200
12	Appropriated from:	
13	Federal revenues:	
14	Federal revenues	1,163,600
15	Special revenue funds:	
16	Certification fees	993,100
17	Teacher testing fees	48,300
18	State general fund/general purpose	\$ 504,200
19	Sec. 108. MICHIGAN OFFICE OF GREAT START	
20	Full-time equated classified positions	66.0
21	Child development and care contracted services	\$ 3,100,000
22	Child development and care external support	7,268,200
23	Child development and care public assistance	54,250,000
24	Head start collaboration office--1.0 FTE position	79,200
25	Office of great start operations--65.0 FTE positions .	3,342,400
26	T.E.A.C.H. Early Childhood Michigan scholarship	
27	program.....	<u>1,250,000</u>

1	GROSS APPROPRIATION	\$	69,289,800
2	Appropriated from:		
3	Federal revenues:		
4	Federal revenues		58,723,100
5	Special revenue funds:		
6	Private foundations		62,500
7	Certification fees		16,100
8	State general fund/general purpose	\$	10,488,100
9	Sec. 109. SYSTEMS, EVALUATION, AND TECHNOLOGY		
10	Full-time equated classified positions 10.0		
11	Office of systems, evaluation, and technology		
12	operations--10.0 FTE positions	\$	<u>498,300</u>
13	GROSS APPROPRIATION	\$	498,300
14	Appropriated from:		
15	Federal revenues:		
16	Federal indirect funds		35,100
17	Federal revenues		244,200
18	Special revenue funds:		
19	Certification fees		2,700
20	State general fund/general purpose	\$	216,300
21	Sec. 110. STRATEGIC PLANNING AND IMPLEMENTATION		
22	Full-time equated classified positions 6.0		
23	Strategic planning and implementation operations--6.0		
24	FTE positions	\$	<u>265,400</u>
25	GROSS APPROPRIATION	\$	265,400
26	Appropriated from:		
27	Federal revenues:		

1	Federal revenues	135,400
2	Special revenue funds:	
3	State general fund/general purpose	\$ 130,000
4	Sec. 111. ADMINISTRATIVE LAW SERVICES	
5	Full-time equated classified positions 2.0	
6	Administrative law operations--2.0 FTE positions	\$ <u>350,600</u>
7	GROSS APPROPRIATION	\$ 350,600
8	Appropriated from:	
9	Federal revenues:	
10	Federal revenues	143,400
11	Special revenue funds:	
12	Certification fees	181,200
13	State general fund/general purpose	\$ 26,000
14	Sec. 112. ACCOUNTABILITY SERVICES	
15	Full-time equated classified positions 63.6	
16	Accountability services operations--63.6 FTE positions	\$ <u>3,677,700</u>
17	GROSS APPROPRIATION	\$ 3,677,700
18	Appropriated from:	
19	Federal revenues:	
20	Federal revenues	3,127,900
21	State general fund/general purpose	\$ 549,800
22	Sec. 113. SCHOOL SUPPORT SERVICES	
23	Full-time equated classified positions 74.6	
24	Adolescent and school health	\$ 80,000
25	School support services operations--74.6 FTE positions	<u>3,391,000</u>
26	GROSS APPROPRIATION	\$ 3,471,000
27	Appropriated from:	

1	Federal revenues:	
2	Federal revenues	3,112,200
3	Special revenue funds:	
4	Commodity distribution fees	17,900
5	State general fund/general purpose	\$ 340,900
6	Sec. 114. EDUCATIONAL SUPPORTS	
7	Full-time equated classified positions	82.7
8	Educational supports operations--82.7 FTE positions ..	\$ <u>3,791,000</u>
9	GROSS APPROPRIATION	\$ 3,791,000
10	Appropriated from:	
11	Federal revenues:	
12	Federal revenues	2,762,200
13	Special revenue funds:	
14	Certification fees	150,600
15	State general fund/general purpose	\$ 878,200
16	Sec. 115. CAREER AND TECHNICAL EDUCATION	
17	Full-time equated classified positions	28.0
18	Career and technical education operations--28.0 FTE	
19	positions.....	\$ <u>1,340,000</u>
20	GROSS APPROPRIATION	\$ 1,340,000
21	Appropriated from:	
22	Federal revenues:	
23	Federal revenues	993,100
24	State general fund/general purpose	\$ 346,900
25	Sec. 116. LIBRARY OF MICHIGAN	
26	Full-time equated classified positions	33.0
27	Library of Michigan operations--31.0 FTE positions ...	\$ 1,239,700

1	Library services and technology program--1.0 FTE	
2	position.....	1,403,100
3	Michigan eLibrary--1.0 FTE position	440,400
4	Renaissance zone reimbursements	550,000
5	State aid to libraries	<u>3,017,000</u>
6	GROSS APPROPRIATION	\$ 6,650,200
7	Appropriated from:	
8	Federal revenues:	
9	Federal revenues	1,403,100
10	Special revenue funds:	
11	Library fees	75,000
12	State general fund/general purpose	\$ 5,172,100
13	Sec. 117. PARTNERSHIP DISTRICT SUPPORT	
14	Full-time equated classified positions..... 13.0	
15	Partnership district support operations--13.0 FTE	
16	positions.....	\$ <u>912,600</u>
17	GROSS APPROPRIATION	\$ 912,600
18	Appropriated from:	
19	Federal revenues:	
20	Federal revenues	28,600
21	State general fund/general purpose	\$ 884,000
22	Sec. 118. DEPARTMENT ADMINISTRATIVE RESERVE FUNDS	
23	Department administrative reserve fund 1	\$ 104,948,600
24	Department administrative reserve fund 2	104,948,600
25	Department administrative reserve fund 3	<u>104,948,600</u>
26	GROSS APPROPRIATION	\$ 314,845,800
27	Appropriated from:	

1	Federal revenues:	
2	Federal indirect revenues	3,684,800
3	Federal revenues	232,830,000
4	Special revenue funds:	
5	Local cost sharing (schools for deaf/blind)	4,420,000
6	Gifts, bequests, and donations	486,000
7	Private foundations	1,041,200
8	Certification fees	5,615,400
9	Commodity distribution fees	53,800
10	Library fees	225,000
11	Low incidence outreach fund	750,000
12	Student insurance revenue	70,000
13	Teacher testing fees	148,300
14	Training and orientation workshop fees	112,500
15	State general fund/general purpose	\$ 65,408,800

16 PART 2
17 PROVISIONS CONCERNING APPROPRIATIONS
18 FOR FISCAL YEAR 2019-2020

19 **GENERAL SECTIONS**

20 Sec. 201. Pursuant to section 30 of article IX of the state
21 constitution of 1963, total state spending from state sources under
22 part 1 for fiscal year 2019-2020 is \$96,512,000.00 and state
23 spending from state sources to be paid to local units of government
24 for fiscal year 2019-2020 is \$14,267,700.00. The itemized statement
25 below identifies appropriations from which spending to local units

1 of government will occur:

2 DEPARTMENT OF EDUCATION

3	Renaissance zone reimbursements..	\$	2,200,000
4	State aid to libraries..		<u>12,067,700</u>
5	Total department of education	\$	14,267,700

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

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

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

11 (b) "District" means a local school district as that term is
 12 defined in section 6 of the revised school code, 1976 PA 451, MCL
 13 380.6, or a public school academy as that term is defined in
 14 section 5 of the revised school code, 1976 PA 451, MCL 380.5.

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

16 Sec. 204. The departments and agencies receiving
 17 appropriations in part 1 shall use the internet to fulfill the
 18 reporting requirements of this part. This requirement may include
 19 transmission of reports via electronic mail to the recipients
 20 identified for each reporting requirement, or it may include
 21 placement of reports on an internet or intranet site.

22 Sec. 205. Funds appropriated in part 1 shall not be used for
 23 the purchase of foreign goods or services, or both, if
 24 competitively priced and of comparable quality American goods or
 25 services, or both, are available. Preference shall be given to
 26 goods or services, or both, manufactured or provided by Michigan
 27 businesses, if they are competitively priced and of comparable

1 quality. In addition, preference should be given to goods or
2 services, or both, that are manufactured or provided by Michigan
3 businesses owned and operated by veterans, if they are
4 competitively priced and of comparable quality.

5 Sec. 206. The state superintendent of public instruction shall
6 take all reasonable steps to ensure businesses in deprived and
7 depressed communities compete for and perform contracts to provide
8 services or supplies, or both. The state superintendent of public
9 instruction shall strongly encourage firms with which the
10 department contracts to subcontract with certified businesses in
11 depressed and deprived communities for services, supplies, or both.

12 Sec. 207. The departments and agencies receiving
13 appropriations in part 1 shall prepare a report on out-of-state
14 travel expenses not later than January 1 of each year. The travel
15 report shall be a listing of all travel by classified and
16 unclassified employees outside this state in the immediately
17 preceding fiscal year that was funded in whole or in part with
18 funds appropriated in the department's budget. The report shall be
19 submitted to the senate and house appropriations committees, the
20 house and senate fiscal agencies, and the state budget director.
21 The report must include the following information:

22 (a) The dates of each travel occurrence.

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

1 Sec. 208. Funds appropriated in part 1 shall not be used by a
2 principal executive department, state agency, or authority to hire
3 a person to provide legal services that are the responsibility of
4 the attorney general. This prohibition does not apply to legal
5 services for bonding activities and for those outside services that
6 the attorney general authorizes.

7 Sec. 209. Not later than November 30, the state budget office
8 shall prepare and transmit a report that provides for estimates of
9 the total general fund/general purpose appropriation lapses at the
10 close of the prior fiscal year. This report shall summarize the
11 projected year-end general fund/general purpose appropriation
12 lapses by major departmental program or program areas. The report
13 shall be transmitted to the chairpersons of the senate and house
14 appropriations committees and the senate and house fiscal agencies.

15 Sec. 210. (1) In addition to the funds appropriated in part 1,
16 there is appropriated an amount not to exceed \$5,000,000.00 for
17 federal contingency funds. These funds are not available for
18 expenditure until they have been transferred to another line item
19 in part 1 under section 393(2) of the management and budget act,
20 1984 PA 431, MCL 18.1393.

21 (2) In addition to the funds appropriated in part 1, there is
22 appropriated an amount not to exceed \$400,000.00 for state
23 restricted contingency funds. These funds are not available for
24 expenditure until they have been transferred to another line item
25 in part 1 under section 393(2) of the management and budget act,
26 1984 PA 431, MCL 18.1393.

27 (3) In addition to the funds appropriated in part 1, there is

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

6 (4) In addition to the funds appropriated in part 1, there is
7 appropriated an amount not to exceed \$1,500,000.00 for private
8 contingency funds. These funds are not available for expenditure
9 until they have been transferred to another line item in part 1
10 under section 393(2) of the management and budget act, 1984 PA 431,
11 MCL 18.1393.

12 Sec. 211. The department shall cooperate with the department
13 of technology, management, and budget to maintain a searchable
14 website accessible by the public at no cost that includes, but is
15 not limited to, all of the following for each department or agency:

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

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

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

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

23 (e) Job specifications and wage rates.

24 Sec. 212. Within 14 days after the release of the executive
25 budget recommendation, the department shall cooperate with the
26 state budget office to provide the senate and house appropriations
27 chairs, the chairs of the senate and house appropriations

1 subcommittees responsible for the department budget, and the senate
2 and house fiscal agencies with an annual report on estimated state
3 restricted fund balances, state restricted fund projected revenues,
4 and state restricted fund expenditures for the fiscal years ending
5 September 30, 2019 and September 30, 2020.

6 Sec. 213. The department shall maintain, on a publicly
7 accessible website, a department scorecard that identifies, tracks,
8 and regularly updates key metrics that are used to monitor and
9 improve the department's performance.

10 Sec. 214. Total authorized appropriations from all sources
11 under part 1 for legacy costs for the fiscal year ending September
12 30, 2020 are estimated at \$14,654,400.00. From this amount, total
13 agency appropriations for pension-related legacy costs are
14 estimated at \$7,123,800.00. Total agency appropriations for retiree
15 health care legacy costs are estimated at \$7,530,600.00.

16 Sec. 215. The department shall provide through the internet
17 the state board of education agenda and all supporting documents,
18 and shall notify the state budget director and the senate and house
19 fiscal agencies that the agenda and supporting documents are
20 available on the internet, at the time the agenda and supporting
21 documents are provided to state board of education members.

22 Sec. 217. The department may assist the department of health
23 and human services, other departments, and local school districts
24 to secure reimbursement for eligible services provided in Michigan
25 schools from the federal Medicaid program. The department may
26 submit reports of direct expenses related to this effort to the
27 department of health and human services for reimbursement.

1 Sec. 219. From the funds appropriated in part 1, the
2 department shall ensure that kindergarten benchmark data include a
3 method for information to be provided regarding a child's
4 participation in the great start readiness program.

5 Sec. 220. The department shall post on its website a link to
6 the federal Institute of Education Sciences' What Works
7 Clearinghouse. The department also shall work to disseminate
8 knowledge about the What Works Clearinghouse to districts and
9 intermediate districts so that it may be used to improve reading
10 proficiency for pupils in grades K to 3.

11 Sec. 222. The department shall not take disciplinary action
12 against an employee who communicates truthfully and factually with
13 a member of the legislature or his or her staff.

14 Sec. 223. The department and agencies receiving appropriations
15 in part 1 shall receive and retain copies of all reports funded
16 from appropriations in part 1. Federal and state guidelines for
17 short-term and long-term retention of records shall be followed.
18 The department may electronically retain copies of reports unless
19 otherwise required by federal and state guidelines.

20 Sec. 225. (1) From the funds appropriated in part 1, the
21 department must comply with section 17c of the state school aid act
22 of 1979, 1979 PA 94, MCL 388.1617c.

23 (2) If the department fails to comply with subsection (1), the
24 state funds appropriated in part 1 for unclassified positions,
25 state board/superintendent operations, and grant and contract
26 operations shall each be reduced by 2.5%.

27 Sec. 226. From the funds appropriated in part 1, the

1 department shall coordinate with the other departments to
2 streamline state services and resources, reduce duplication, and
3 increase efficiency. This includes, but is not limited to, working
4 with the department of treasury to coordinate with the financial
5 independence team and overseeing deficit districts and working with
6 the department of health and human services and department of
7 licensing and regulatory affairs to coordinate with early childhood
8 programs and overseeing child care providers.

9 Sec. 227. (1) The department shall provide data requested by a
10 member of the legislature, his or her staff, or the house and
11 senate fiscal agencies in a timely manner. If the department fails
12 to provide reasonably requested data within 30 days after the
13 request, the state money appropriated in part 1 for state
14 board/superintendent operations shall be reduced by 1%.

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

20 Sec. 229. The department shall not enter into a contract
21 funded under part 1 that exceeds \$1,000,000.00, submit federal
22 accountability plans, or request amendments to federal
23 accountability plans until after notification of the content to
24 both the house and senate appropriations committees and the state
25 budget director.

26 Sec. 230. From the funds appropriated in part 1, the
27 department shall compile a report that identifies any new, or lack

1 thereof, mandates required of nonpublic schools. In compiling the
2 report, the department may consult with relevant statewide
3 education associations in Michigan. The report compiled by the
4 department shall indicate the type of mandate, including, but not
5 limited to, student health, student or building safety,
6 accountability, and educational requirements, and shall indicate
7 whether a school has to report on the specified mandates. The
8 report required under this section shall be completed by April 1,
9 2020 and transmitted to the state budget director, the house and
10 senate appropriations subcommittees responsible for the department
11 of education, and the senate and house fiscal agencies not later
12 than April 15, 2020.

13 Sec. 231. From the funds appropriated in part 1, the
14 department shall collect information from all school districts,
15 intermediate school districts, and public school academies that
16 have not adopted any policies that were specified by section 12b of
17 the child protection law, 1975 PA 238, MCL 722.632b, during the
18 fiscal year ending September 30, 2018, or that adopted new policies
19 specified by section 12b of the child protection law, 1975 PA 238,
20 MCL 722.632b, during the fiscal year ending September 30, 2019. The
21 information collected shall be reported to the house and senate
22 appropriations committees, the house and senate fiscal agencies,
23 and the state budget office. The report shall include a list of
24 each school district, intermediate school district, and public
25 school academy that has adopted each policy specified by section
26 12b of the child protection law, 1975 PA 238, MCL 722.632b.

27 Sec. 232. From the funds appropriated in part 1, the

1 department shall ensure that the most recently issued report of
2 regional in-demand occupations issued by the department of
3 technology, management, and budget is distributed in electronic or
4 paper form to all high schools in each school district,
5 intermediate school district, and public school academy.

6 Sec. 233. (1) From the funds appropriated in part 1, the
7 department shall develop and implement a training program to
8 provide resources and programming to pupils in grades 9 to 12 who
9 are interested in a career in teaching and who are members of
10 groups that are underrepresented in the teaching profession in this
11 state.

12 (2) The department shall do all of the following with respect
13 to the training program developed and implemented under subsection
14 (1):

15 (a) Create a process for nomination and admission of pupils to
16 the program.

17 (b) Advertise the program.

18 (c) Invite postsecondary institutions in this state that
19 operate a teacher preparation program to participate in the
20 training program.

21 (d) Connect pupils participating in the program to
22 representatives of teacher preparation programs at postsecondary
23 institutions in this state.

24 (e) At least once, conduct conferences for pupils
25 participating in the program in locations that are geographically
26 convenient for the majority of pupils attending each conference.

27 (f) Provide all available research and resources to pupils and

1 postsecondary institutions participating in the training program on
2 at least all of the following:

3 (i) Successful activities and programs for recruiting and
4 retaining pupils who are members of groups that are
5 underrepresented in the teaching profession for participation in
6 postsecondary teacher preparation programs.

7 (ii) Teacher certification.

8 (iii) Employment as a teacher.

9 Sec. 235. From the funds appropriated in part 1, the
10 department shall compile a report that includes an itemized list of
11 allocations paid by the department to any association or consortium
12 consisting of associations in the immediately preceding fiscal
13 year. The report shall detail the recipient or recipients, the
14 amount allocated, and the purpose for which the money was
15 distributed. The report required under this section shall be
16 completed and transmitted not later than December 1, 2019 to the
17 state budget director, the house and senate fiscal agencies, the
18 senate and house appropriations subcommittees on the department of
19 education, and the senate and house standing committees on
20 education.

21 Sec. 236. (1) Funds appropriated in part 1 for the department
22 administrative reserve fund 1 shall not be expended unless a
23 legislative transfer request is issued by the state budget office
24 and the requirements of the legislative transfer process are met
25 under section 393 of the management and budget act, 1984 PA 431,
26 MCL 18.1393.

27 (2) It is the intent of the legislature that the department

1 meet all of the following requirements:

2 (a) The department demonstrates that the grants in the state
3 school aid act of 1979, 1979 PA 94, MCL 388.1601 to 388.1897*l*, and
4 federal grants that have been received by the department are
5 distributed.

6 (b) The department demonstrates that a distribution schedule
7 exists for those grants in the state school aid act of 1979, 1979
8 PA 94, MCL 388.1601 to 388.1897*l*, and those federal grants that
9 have not yet been received and are anticipated before the end of
10 the fiscal year.

11 (c) The department provides a report to the house and senate
12 appropriation committees, the house and senate fiscal agencies, and
13 the state budget office to illustrate how the requested funds would
14 be utilized.

15 Sec. 237. (1) Funds appropriated in part 1 for the department
16 administrative reserve fund 2 shall not be expended unless a
17 legislative transfer request is issued by the state budget and the
18 requirements of the legislative transfer process are met under
19 section 393 of the management and budget act, 1984 PA 431, MCL
20 18.1393.

21 (2) It is the intent of the legislature that the department
22 meet all of the following requirements:

23 (a) The department demonstrates that the grants in the state
24 school aid act of 1979, 1979 PA 94, MCL 388.1601 to 388.1897*l*, and
25 federal grants that have been received by the department are
26 distributed.

27 (b) The department demonstrates that a distribution schedule

1 exists for those grants in the state school aid act of 1979, 1979
2 PA 94, MCL 388.1601 to 388.1897*l*, and those federal grants that
3 have not yet been received and are anticipated before the end of
4 the fiscal year.

5 (c) The department provides a report to the house and senate
6 appropriation committees, the house and senate fiscal agencies, and
7 the state budget office to illustrate how the requested funds would
8 be utilized.

9 (d) By March 31, 2020, the department publishes the
10 information as required by section 1280g of the revised school
11 code, 1976 PA 451, MCL 380.1280g.

12 Sec. 238. (1) Funds appropriated in part 1 for the department
13 administrative reserve fund 3 shall not be expended unless a
14 legislative transfer request is issued by the state budget office
15 and the requirements of the legislative transfer process are met
16 under section 393 of the management and budget act, 1984 PA 431,
17 MCL 18.1393.

18 (2) It is the intent of the legislature that the department
19 meet all of the following requirements:

20 (a) The department demonstrates that the grants in the state
21 school aid act of 1979, 1979 PA 94, MCL 388.1601 to 388.1897*l*, and
22 federal grants that have been received by the department are
23 distributed.

24 (b) The department demonstrates that a distribution schedule
25 exists for those grants in the state school aid act of 1979, 1979
26 PA 94, MCL 388.1601 to 388.1897*l*, and those federal grants that
27 have not yet been received and are anticipated before the end of

1 the fiscal year.

2 (c) The department provides a report to the house and senate
3 appropriation committees, the house and senate fiscal agencies, and
4 the state budget office to illustrate how the requested funds would
5 be utilized.

6 (d) The department request transfers from administrative
7 reserve fund 3 after the other department administrative reserve
8 funds are exhausted.

9 Sec. 239. From the funds appropriated in part 1, the
10 department shall produce a report of the impact on student outcomes
11 of starting school before Labor Day. The report must indicate if
12 starting school before Labor Day has a positive impact on student
13 outcomes when compared to not starting school before Labor Day. The
14 report must be completed and transmitted by the department not
15 later than March 1, 2020 to the state budget director, the house
16 and senate fiscal agencies, the senate and house appropriations
17 subcommittees on the department of education, and the senate and
18 house standing committees on education. As used in this section,
19 "student outcomes" means data from test scores, third grade reading
20 assessments, and other state assessments that measure students'
21 academic progress.

22 **STATE BOARD OF EDUCATION/OFFICE OF THE SUPERINTENDENT**

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

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

2 (b) State board of education - member other than president -
3 \$100.00 per day.

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

6 Sec. 302. From the amount appropriated in part 1 to the state
7 board of education, not more than \$35,000.00 shall be expended in
8 the current fiscal year for in-state travel and out-of-state travel
9 directly related to the duties of the state board of education.

10 **CENTRAL SUPPORT**

11 Sec. 325. Within 10 days of the receipt of a grant
12 appropriated in the federal and private grants line item in part 1,
13 the department shall notify the house and senate chairpersons of
14 the appropriations subcommittees responsible for the department
15 budget, the house and senate fiscal agencies, and the state budget
16 director of the receipt of the grant, including the funding source,
17 purpose, and amount of the grant.

18 **SPECIAL EDUCATION SERVICES**

19 Sec. 350. From the funds in part 1 for special education
20 operations, the department shall use \$100,000.00 to design and
21 distribute to all parents and legal guardians of a student with a
22 disability information about federal and state mandates regarding
23 the rights and protections of students with disabilities,
24 including, but not limited to, individualized education programs to
25 ensure that parents and legal guardians are fully informed about

1 laws, rules, procedural safeguards, problem-solving options, and
2 any other information the department determines is necessary so
3 that parents and legal guardians may be able to provide meaningful
4 input in collaboration with districts to develop and implement an
5 individualized education program.

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

7 Sec. 401. The employees at the Michigan Schools for the Deaf
8 and Blind who work on a school-year basis are considered annual
9 employees for purposes of service credits, retirement, and
10 insurance benefits.

11 Sec. 402. For each student enrolled at the Michigan Schools
12 for the Deaf and Blind, the department shall assess the
13 intermediate school district of residence 100% of the cost of
14 operating the student's instructional program. The amount shall
15 exclude room and board related costs and the cost of weekend
16 transportation between the school and the student's home.

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

23 (2) Upon knowledge of or recognition by an intermediate school
24 district that a child in the district is deaf or hard of hearing or
25 blind or visually impaired, the intermediate school district shall
26 provide to the parents of the child the literature distributed by

1 the Michigan Schools for the Deaf and Blind to intermediate school
2 districts under subsection (1).

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

5 Sec. 407. Revenue received by the Michigan Schools for the
6 Deaf and Blind from gifts, bequests, and donations that is
7 unexpended at the end of the state fiscal year may be carried over
8 to the succeeding fiscal year and shall not revert to the general
9 fund.

10 Sec. 408. (1) The funds appropriated in part 1 for the low
11 incidence outreach fund are appropriated from money collected by
12 the Michigan Schools for the Deaf and Blind and the low incidence
13 outreach program for providing qualified services and may be used
14 for any expenses necessary to provide the qualified services. Any
15 money that is unexpended at the end of the current fiscal year may
16 be carried forward into the succeeding fiscal year.

17 (2) As used in this section, "qualified services" means
18 document reproduction and services; conducting conferences,
19 workshops, and training classes; and providing specialized
20 equipment, facilities, and software.

21 Sec. 409. When conducting a due process hearing resulting from
22 a parent's appeal of his or her child's individualized education
23 program team's decision on the child's educational placement, a
24 state administrative law judge shall consider designating the
25 Michigan Schools for the Deaf and Blind as the least restrictive
26 environment under federal law for the parent's child who is deaf,
27 deafblind, or hard of hearing.

EDUCATOR EXCELLENCE

Sec. 501. From the funds appropriated in part 1 for educator excellence, the department shall maintain certificate revocation/felony conviction files of educational personnel.

Sec. 502. The department shall authorize teacher preparation institutions to provide an alternative program by which up to 1/4 of the required student internship or student teaching credits may be earned through substitute teaching. In order to count toward this requirement, the substitute teaching must occur in a single classroom setting for at least 15 consecutive days. The department shall require that teacher preparation institutions collaborate with school districts to ensure that the quality of instruction provided to student teachers is comparable to that required in a traditional student teaching program.

Sec. 503. From the funds appropriated in part 1, the department shall, upon request, consult with the Michigan Virtual Learning Research Institute and external stakeholders in connection with the department's implementation and administration of professional development training described in section 35a of the state school aid act of 1979, 1979 PA 94, MCL 388.1635a, including, but not limited to, the online training of educators of pupils in grades K to 3 described in that section.

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

Sec. 507. From the funds appropriated in part 1, the

1 department shall adopt a teacher certification test that ensures
2 that all newly certified elementary teachers have the skills to
3 deliver evidence-based literacy instruction. The department may use
4 teacher certification or teacher testing fee revenue to the extent
5 allowable under law to implement this section, or may pass along
6 increased testing fees to teachers as allowable and appropriate.

7 **SCHOOL SUPPORT SERVICES**

8 Sec. 601. From the funds appropriated in part 1, there is
9 appropriated an amount not to exceed \$1,000,000.00 for
10 implementation costs associated with programs for early childhood
11 literacy funded under section 35a of the state school aid act of
12 1979, 1979 PA 94, MCL 388.1635a.

13 Sec. 602. From the funds appropriated in part 1 for adolescent
14 and school health, there is appropriated \$320,000.00 to replace
15 federal funding reductions from the HHS - Centers for Disease
16 Control and Prevention to the department and section 39a(2)(a) of
17 the state school aid act of 1979, 1979 PA 94, MCL 388.1639a.

18 **EDUCATIONAL SUPPORTS**

19 Sec. 701. (1) From the funds appropriated in part 1 for
20 educational supports, the department shall produce a report
21 detailing the progress made by districts with grades K to 12
22 receiving at-risk funding under section 31a of the state school aid
23 act of 1979, 1979 PA 94, MCL 388.1631a, in implementing multitiered
24 systems of supports in the prior school fiscal year for grades K to
25 12, and in providing reading intervention services described in

1 section 1280f of the revised school code, 1976 PA 451, MCL
2 380.1280f, for pupils in grades K to 12.

3 (2) The report described in subsection (1) shall include, at a
4 minimum:

5 (a) A description of the training, coaching, and technical
6 assistance offered by the department to districts to support the
7 implementation of effective multitiered systems of supports and
8 reading intervention programs.

9 (b) A list of districts determined by the department to have
10 successfully implemented multitiered systems of supports and
11 reading intervention programs.

12 (c) A list of best practices that the department has
13 identified that may be used by districts to implement multitiered
14 systems of supports and reading intervention programs.

15 (d) Other information the department determines would be
16 useful to understanding the status of districts' implementation of
17 effective multitiered systems of supports and reading intervention
18 programs.

19 (3) The department shall provide the report described in
20 subsection (1) to the state budget director, the house and senate
21 subcommittees that oversee the department of education and school
22 aid budgets, and the house and senate fiscal agencies by September
23 30, 2020.

24 **LIBRARY OF MICHIGAN**

25 Sec. 801. (1) The funds appropriated in part 1 for library
26 fees are appropriated from money collected by the Library of

1 Michigan for providing qualified services and may be used for any
2 expenses necessary to provide the qualified services. Any money
3 that is unexpended at the end of the current fiscal year may be
4 carried forward into the succeeding fiscal year.

5 (2) As used in this section, "qualified services" means
6 document reproduction and services; conducting conferences,
7 workshops, and training classes; and providing specialized
8 equipment, facilities, and software.

9 Sec. 804. (1) The funds appropriated in part 1 for renaissance
10 zone reimbursements shall be used to reimburse public libraries
11 under section 12 of the Michigan renaissance zone act, 1996 PA 376,
12 MCL 125.2692, for taxes levied in 2019. The allocations shall be
13 made not later than 60 days after the department of treasury
14 certifies to the department and to the state budget director that
15 the department of treasury has received all necessary information
16 to properly determine the amounts due to each eligible recipient.

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

21 **MICHIGAN OFFICE OF GREAT START**

22 Sec. 1002. (1) From the funds appropriated in part 1 for child
23 development and care public assistance, there is allocated
24 \$15,000,000.00 for the following purposes:

25 (a) To increase the provider reimbursement rates for child
26 care centers under the following guidelines:

1 (i) Increase the reimbursement rate for providers with an
2 empty star, 1-star, or 2-star rating by \$0.30 per hour for each
3 child ages 0-5.

4 (ii) Increase the reimbursement rate for providers with an
5 empty star, 1-star, or 2-star rating by \$0.20 per hour for each
6 child 5 years and older.

7 (iii) Increase the reimbursement rate for providers with a 3-
8 star, 4-star, or 5-star rating by \$0.30 per hour for each child
9 ages 0-5.

10 (iv) Increase the reimbursement rate for providers with a 3-
11 star, 4-star, or 5-star rating by \$0.20 per hour for each child 5
12 years and older.

13 (b) To increase the provider reimbursement rates for group
14 home providers under the following guidelines:

15 (i) Increase the reimbursement rate for providers with an
16 empty star, 1-star, or 2-star rating by \$0.30 per hour for each
17 child ages 0-5.

18 (ii) Increase the reimbursement rate for providers with an
19 empty star, 1-star, or 2-star rating by \$0.20 per hour for each
20 child 5 years and older.

21 (iii) Increase the reimbursement rate for providers with a 3-
22 star, 4-star, or 5-star rating by \$0.30 per hour for each child
23 ages 0-5.

24 (iv) Increase the reimbursement rate for providers with a 3-
25 star, 4-star, or 5-star rating by \$0.20 per hour for each child 5
26 years and older.

27 (c) To increase the provider reimbursement rates for

1 registered family homes under the following guidelines:

2 (i) Increase the reimbursement rate for providers with an
3 empty star, 1-star, or 2-star rating by \$0.30 per hour for each
4 child ages 0-5.

5 (ii) Increase the reimbursement rate for providers with an
6 empty star, 1-star, or 2-star rating by \$0.20 per hour for each
7 child 5 years and older.

8 (iii) Increase the reimbursement rate for providers with a 3-
9 star, 4-star, or 5-star rating by \$0.30 per hour for each child
10 ages 0-5.

11 (iv) Increase the reimbursement rate for providers with a 3-
12 star, 4-star, or 5-star rating by \$0.20 per hour for each child 5
13 years and older.

14 (d) To increase the provider reimbursement rates for
15 unlicensed providers under the following guidelines:

16 (i) Increase the reimbursement rate for unlicensed providers
17 with a level 1 rating by \$0.15 per hour for each child.

18 (ii) Increase the reimbursement rate for unlicensed providers
19 with a level 2 rating by \$0.05 per hour for each child.

20 (e) Rate increases funded under this subsection are effective
21 January 1, 2020.

22 (2) The department shall ensure that the final provider
23 reimbursement rates determined under this section are published on
24 the department and Great Start to Quality webpages.

25 Sec. 1003. (1) The department shall provide the house and
26 senate appropriations subcommittees on the department budget with
27 an annual report on all funding appropriated to the Early Childhood

1 Investment Corporation by this state during the previous fiscal
2 year. The report is due by February 15 and must contain at least
3 the following information:

4 (a) Total funding appropriated to the Early Childhood
5 Investment Corporation by the state during the previous fiscal
6 year.

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

8 (c) The grant recipients.

9 (d) The activities funded by each grant.

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

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

16 Sec. 1004. From the funds appropriated in part 1 for the
17 T.E.A.C.H. Early Childhood Michigan Scholarship Program, the
18 department shall ensure that \$5,000,000.00 is appropriated to the
19 T.E.A.C.H. Early Childhood Michigan Scholarship Program. The
20 program shall give preference to the following providers:

21 (a) Providers that currently have a great start to quality
22 star rating or are in the process to receive a star rating.

23 (b) Providers that are seeking to increase their great start
24 to quality star rating and are only restricted from receiving the
25 increased rating because they lack employees with the proper
26 education level.

27 Sec. 1007. (1) From the funds appropriated in part 1 for child

1 development and care - external support, the department shall
2 create progress reports that shall include, but are not limited to,
3 the following:

4 (a) Both the on-site and off-site activities that are intended
5 to improve child care provider quality and the number of times
6 those activities are performed by the licensing consultants.

7 (b) How many on-site visits a single licensing consultant has
8 made since the start of the current fiscal year.

9 (c) The types of on-site visits and the number of visits for
10 each type that a single consultant has made since the start of the
11 current fiscal year.

12 (d) The number of providers that have improved their quality
13 rating since the start of the current fiscal year compared to the
14 same time period in the preceding fiscal year, reported as the
15 number of providers in each regional prosperity zone.

16 (e) The types of activities that are intended to improve
17 licensing consultant performance and child care provider quality
18 and the number of times those activities are performed by the
19 managers and administrators.

20 (2) The progress reports shall be sent to the state budget
21 director, the house and senate subcommittees that oversee the
22 department of education, and the house and senate fiscal agencies
23 by April 1, 2020 and September 30, 2020.

24 Sec. 1008. From the amount appropriated in part 1 for office
25 of great start operations, the department shall work with the
26 department of health and human services to coordinate services
27 provided to families for home visits, reduce duplication of state

1 services and spending, and increase efficiencies including the home
2 visits funded under section 32p of the state school aid act of
3 1979, 1979 PA 94, MCL 388.1632p.

4 Sec. 1009. From the funds appropriated in part 1 for child
5 development and care public assistance, the income entrance
6 threshold for the child development and care program is set to 130%
7 of the federal poverty guidelines.

8 Sec. 1010. Within 10 days of the receipt of changes to the
9 federal child care and development program, the department shall
10 notify the house and senate chairpersons of the appropriations
11 subcommittees responsible for the department budget, the house and
12 senate fiscal agencies, and the state budget director. The
13 notification shall include, but is not limited to:

14 (a) Changes to the federal matching award amount, including
15 the amount of state resources necessary to draw down the total
16 matching award.

17 (b) Changes to the amount of child care and development block
18 grant that is awarded to this state.

19 (c) Any significant changes to the federal requirements on the
20 child development and care program, indicating any new requirements
21 that would require the appropriation of additional dollars.

22 Sec. 1011. (1) From the funds appropriated in part 1 for child
23 development and care public assistance, the department shall
24 implement a biweekly block reimbursement rate schedule through the
25 following block segments:

26 (a) The block segment for a biweekly block reimbursement rate
27 schedule for child care centers, group homes, and registered family

1 homes, for paid hours between 1 to 30 hours, shall be reimbursed at
2 the hourly reimbursement rate.

3 (b) The block segment for a biweekly block reimbursement rate
4 schedule for child care centers, group homes, and registered family
5 homes, for paid hours between 31 to 60 hours, shall be reimbursed
6 as 60 hours.

7 (c) The block segment for a biweekly block reimbursement rate
8 schedule for child care centers, group homes, and registered family
9 homes, for paid hours between 61 to 80 hours, shall be reimbursed
10 as 80 hours.

11 (d) The block segment for a biweekly block reimbursement rate
12 schedule for child care centers, group homes, and registered family
13 homes, for paid hours between 81 to 90 hours, shall be reimbursed
14 as 90 hours.

15 (e) The block segment for a biweekly block reimbursement rate
16 schedule for unlicensed providers shall be reimbursed at their
17 current hourly reimbursement rates.

18 (2) It is the intent of the legislature that the new biweekly
19 block reimbursement system reimburses providers based on the block
20 segment that is closest to the number of hours actually paid to the
21 provider.