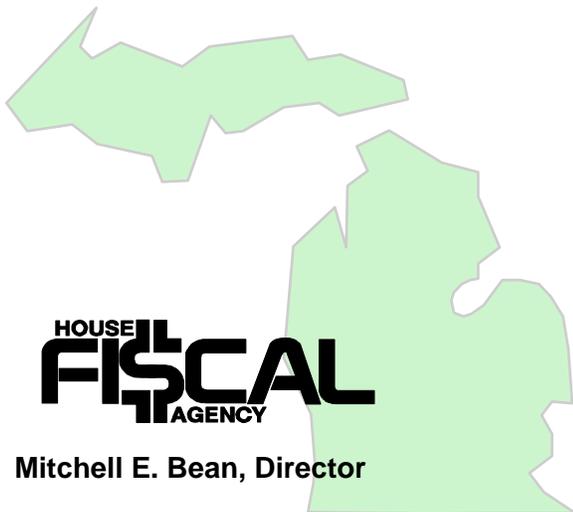


LINE ITEM AND BOILERPLATE SUMMARY

EDUCATION

Fiscal Year 2004-05
Public Act 346 of 2004
Senate Bill 1065

As Enacted



Mitchell E. Bean, Director

November 2004

Prepared and Compiled by:

Mary Ann Cleary, Fiscal Analyst
Laurie Cummings, Fiscal Analyst
Barbara Graves, Budget Assistant

HOUSE FISCAL AGENCY GOVERNING COMMITTEE

Representatives:

Marc Shulman, Chair

Rick Johnson

Randy Richardville

Gretchen Whitmer, Vice Chair

Dianne Byrum

Mary Waters

MICHIGAN HOUSE OF REPRESENTATIVES APPROPRIATIONS COMMITTEE

Representatives:

Marc Shulman, Chair

Judy Emmons, Vice Chair

Daniel Acciavatti

Fran Amos

Jack Brandenburg

Bruce Caswell

Sandra Caul

David Farhat

Jacob Hoogendyk

Jerry Kooiman

John Moolenaar

Mickey Mortimer

Gary Newell

John Pastor

Mike Pumford

Scott Shackleton

Rick Shaffer

Glenn Steil, Jr.

John Stewart

Shelley Taub

Howard Walker

Gretchen Whitmer, Minority Vice Chair

Rich Brown

Marsha Cheeks

Tupac Hunter

Chris Kolb

William J. O'Neil

Clarence Phillips

James Plakas

Triette Reeves

Michael Sak

Carl M. Williams

Paula Zelenko

STATE OF MICHIGAN

HOUSE OF REPRESENTATIVES



HOUSE FISCAL AGENCY

MITCHELL E. BEAN, DIRECTOR

P.O. BOX 30014
LANSING, MICHIGAN 48909-7514
PHONE: (517)373-8080 FAX: (517)373-5874
www.house.mi.gov/hfa

GOVERNING COMMITTEE

MARC SHULMAN, CHAIR	GRETCHEN WHITMER, VC
RICK JOHNSON	DIANNE BYRUM
RANDY RICHARDVILLE	MARY WATERS

November 2004

TO: Members of the Michigan House of Representatives

The House Fiscal Agency has prepared a **Line Item Summary** for each of the FY 2004-05 appropriation acts. Each **Summary** contains line-by-line detail, including the amount and purpose of each appropriation line and information regarding related boilerplate sections, for a specific appropriation act. Following the line item detail, a brief explanation of each boilerplate section in the appropriations bill is provided.

In this report, line item vetoes are presented in the following manner: appropriation amounts shown in ~~strikeout~~ are those that appear in the enrolled bill; amounts shown directly below ~~strikeout~~ amounts reflect the effect of the veto.

If you would like to obtain a Line Item Summary for a particular budget area, please contact Jeanne Dee, Administrative Assistant, at 373-8080.

TABLE OF CONTENTS

DEPARTMENT OF EDUCATION	1
State Board of Education - Office of the Superintendent	2
Central Support.....	3
Information Technology Services.....	5
Special Education Services	6
Lansing, Michigan School for the Blind Former Site	7
Michigan Schools for the Deaf and Blind	8
Professional Preparation Services.....	10
Early Childhood Education and Family Services	11
School Improvement Services	12
School Finance and School Law Services.....	13
Educational Assessment and Accountability	14
Grants Administration and School Support Services	15
Grants and Distributions	16
BOILERPLATE SECTION INFORMATION	17

GLOSSARY

Frequently-Used State Budget Terms

Adjusted Gross

Total net amount of all line item gross appropriations less (or minus) interdepartmental grants (IDGs) and intradepartmental transfers (IDTs)

Boilerplate

Specific language sections contained in an appropriations act which direct, limit or restrict line item expenditures, and/or require reports

Budget Stabilization Fund (BSF)

The countercyclical economic and budget stabilization fund—also known as the "rainy day" fund

Federal Revenues

Federal grant or matchable revenues dedicated to specific programs

General Fund/General Purpose (GF/GP)

The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues

Gross Appropriations (Gross)

The total of all applicable line item spending authorizations

Interdepartmental Grant (IDG)

Revenue or funds received by one state department from another state department (usually for a service the receiving department provides)

Intradepartmental Transfer (IDT)

Transfers or funds being provided from one appropriation unit to another in the same department

Lapses

Unspent/unobligated funds remaining in line item accounts at the end of the fiscal year

Line Items

Specific funding amount in an appropriations bill which establishes spending authorization for a particular program or function (may be for a single purpose or for multiple purposes)

Local Revenue

Revenues from local units of government

State Restricted (Restricted Funds)

State revenue dedicated to a specific fund; revenue which results from state mandates or initiatives; used for used for specific programs pursuant to the Constitution or statute

Private Funds

Revenues from non-government entities such as rents, royalties or interest payments, payments from hospitals, payments from individuals, and gifts and bequests

School Aid Fund (SAF)

The primary funding source for K-12 schools and Intermediate School Districts (ISDs)

Work Project

An account established to allow for certain specific unspent funds to be carried over from one fiscal year to a succeeding fiscal year or years

DEPARTMENT OF EDUCATION

The State Board of Education is an eight-member elected board that is constitutionally mandated to provide leadership and supervision for public education in Michigan. The Michigan Department of Education (MDE) is the administrative arm of the Board charged with implementing state and federal legislative mandates in the field of education. Major Departmental responsibilities include: development of K-12 instructional programs and administration, certification and professional development of teachers, collecting and reporting educational data, and providing technical assistance to school districts.

The Fiscal Year (FY) 2004-05 Department of Education budget, allocates \$113.5 million in adjusted gross revenues to support education programs: 23.2% GF/GP, 4.6% local, 0.5% private, 17.1% state-restricted, and 53.5% federal pass-through grants to local school districts and other entities.

Full-time equated unclassified positions	6.0	Full-time equated (FTE) positions not in the state classified service.
Full-time equated classified positions	407.0	Full-time equated (FTE) positions in the state classified service.
GROSS APPROPRIATION	\$113,549,000	Total of all applicable line item appropriations.
Interdepartmental grant from corrections academy lease	1,072,100	Rental revenues from the Department of Corrections.
Total interdepartmental grants and intradepartmental transfers	1,072,100	The total amount of all revenues transferred to the Department of Education for services rendered from the Department of Corrections -Training Academy.
ADJUSTED GROSS APPROPRIATION	\$112,476,900	Total net amount of all line item gross appropriations less (or minus) interdepartmental grants (IDGs) and intradepartmental transfers (IDTs).
Total federal revenues	60,796,800	Total federal grant revenues.
Total local revenues	5,208,800	Total revenue from local units of government.
Total private revenues	606,600	Total revenues from private sources.
Total other state restricted revenues	19,470,000	Revenues dedicated to a specific fund (other than the General Fund); or revenue earmarked for specific purposes.
GENERAL FUND/ GENERAL PURPOSE	\$26,394,700	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues.

**SECTION 102: STATE BOARD OF EDUCATION/
OFFICE OF THE SUPERINTENDENT**

The Board of Education is comprised of eight members elected at large for a term of eight years and is vested by the State Constitution to act as the general planning and coordinating body for all public education in the state. The Superintendent of Public Instruction is appointed by and acts as chairman of the Board of Education, functions as the principal executive officer of the Department of Education, and is constitutionally responsible for execution of board policies.

Full-time equated unclassified positions	6.0	Full-time equated (FTE) positions not in the state classified service.		
Full-time equated classified positions	16.0	The full-time equated (FTE) positions in the state classified civil service.		
State board of education, per diem payments	\$24,400	For official business conducted by board members; state board president is reimbursed \$110 per day; other board members are reimbursed \$100 per day.	Funding Source:	GF/GP 24,400
				<i>Related Boilerplate Section(s): 301</i>
Unclassified positions – 6.0 FTEs	515,600	Funds Department’s unclassified positions, including the Superintendent for Public Instruction, two Deputy Superintendents, and the Director of Communications.	Funding Source:	GF/GP 455,800 Federal 53,000 Restricted 6,800
				<i>Related Boilerplate Section(s): None</i>
State board/ superintendent operations – 16.0 FTEs	2,561,700	Classified personnel and operational costs of Office of the Superintendent.	Funding Source(s):	Federal 1,627,400 Private 23,000 Restricted 157,600 GF/GP 753,700
				<i>Related Boilerplate Section(s): 207,208,301, 302</i>
Travel	84,400	Appropriates funds for travel.	Funding Source(s):	Federal 35,400 Restricted 10,000 GF/GP 39,000
				<i>Related Boilerplate Section(s): 215, 302</i>
GROSS APPROPRIATION	\$3,186,100	Total of all applicable line item appropriations.		
Federal revenues	1,715,800	Revenues to administer federally-funded programs.		
Certification fees	174,400	Collected from issuing teacher and administrator certificates; fees support activities related to state licensure, professional development, and teacher and administrator quality.		
Private foundations	23,000	Revenues from private organizations.		
GENERAL FUND/ GENERAL PURPOSE	\$1,272,900	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues.		

SECTION 103: CENTRAL SUPPORT

The Central Support office coordinates accounting transactions, budget development, and personnel services for the Department.

Full-time equated classified positions	27.0	Full-time equated (FTE) positions in the state classified service.		
Central support – 27.0 FTE positions	\$3,404,500	Funds personnel and operational costs.		
		Funding Source(s):	Federal	2,208,100
			Restricted	65,900
			GF/GP	1,130,500
		<i>Related Boilerplate Section(s): None</i>		
Travel	9,200	Appropriates funds for travel.		
		Funding Source(s):	Federal	8,600
			GF/GP	600
		<i>Related Boilerplate Section(s): 215</i>		
Worker's compensation	42,000	Estimated cost of worker's compensation claims.		
		Funding Source:	GF/GP	42,000
		<i>Related Boilerplate Section(s): None</i>		
Building occupancy charges – property management services	1,342,700	Reflects use charges paid to Department of Management and Budget property management section for office space in the state-owned John Hannah Building.		
		Funding Source(s):	Federal	861,000
			Restricted	166,400
			GF/GP	315,300
		<i>Related Boilerplate Section(s): None</i>		
Human resources optimization user charges	29,500	Pays the Department of Civil Service for human resources services; this line item is included in all budgets.		
		Funding Source(s):	GF/GP	29,500
		<i>Related Boilerplate Section(s): None</i>		
Training and orientation workshops	100,000	Funds to offset the cost of professional development seminars for local school districts.		
		Funding Source:	Restricted	100,000
		<i>Related Boilerplate Section(s): None</i>		
Terminal leave payments	620,400	Funds annual and/or sick leave payments to state employees who have retired or terminated their employment with the Department.		
		Funding Source(s):	Federal	349,900
			Local	93,400
			Restricted	47,700
			GF/GP	129,400
		<i>Related Boilerplate Section(s): None</i>		
GROSS APPROPRIATION	\$5,548,300	Total of all applicable line item appropriations.		
Federal revenues	3,427,600	Revenues to administer federally-funded programs.		

Certification fees	260,800	Collected from issuing teacher and administrator certificates; fees support activities related to state licensure, professional development, and teacher and administrator quality.
Commodity distribution fees	7,000	Fee charged to local school districts for spoiled surplus commodities.
Local cost sharing (schools for the deaf/blind)	93,400	Funds collected from local school districts for services rendered; used for administration.
Teacher testing fees	12,200	Generated from teacher testing fees; funds offset the cost of administering certain sections of the Michigan Test for Teacher Certification.
Training and orientation workshop fees	100,000	Received from workshop seminars; used to offset cost of the workshops.
GENERAL FUND/ GENERAL PURPOSE	\$1,647,300	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues.

SECTION 104: INFORMATION TECHNOLOGY SERVICES

The Information Technology Services unit provides technical support services to the Department, local school districts, and the Center for Educational Performance and Information. This includes ongoing maintenance of computer application systems, database operations, data warehouse management, client server support, and staff training.

Information technology operations	\$2,521,800	Funds personnel and operational costs.	
		Funding Source(s):	
		Federal	1,482,800
		Restricted	175,400
		Local	47,700
		GF/GP	815,900

Related Boilerplate Section(s): 210, 211, 801, 802

GROSS APPROPRIATION	\$2,521,800	Total of all applicable line item appropriations.
Federal revenues	1,482,800	Revenues to administer federally-funded programs.
Certification fees	175,400	Collected from issuing teacher and administrator certificates; fees support activities related to state licensure, professional development, and teacher and administrator quality.
Local cost sharing (schools for blind/deaf)	47,700	Funds collected from local school districts for services rendered; used for administration.
GENERAL FUND/ GENERAL PURPOSE	\$815,900	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues.

SECTION 105: SPECIAL EDUCATION SERVICES

The Special Education Services unit oversees administration and funding of services for disabled students. The office ensures that children and youths are properly identified, evaluated, and provided with appropriate programs and services designed to meet their individual educational needs.

Full-time equated classified positions	52.0	Full-time equated (FTE) positions in the state classified service.
Special education operations – 52.0 FTE positions	\$10,824,300	Funds personnel and operational costs. Funding Source(s): Federal 10,578,300 Restricted 36,700 GF/GP 209,300
<i>Related Boilerplate Section(s): None</i>		
Travel	105,800	Appropriates funds for travel. Funding Source(s): Federal 103,800 GF/GP 2,000
<i>Related Boilerplate Section(s): 215</i>		
GROSS APPROPRIATION	\$10,930,100	Total of all applicable line item appropriations.
Federal revenues	10,682,100	Revenues to administer federally-funded programs.
Certification fees	36,700	Collected from issuing teacher and administrator certificates; fees support activities related to state licensure, professional development, and teacher and administrator quality.
GENERAL FUND/ GENERAL PURPOSE	\$211,300	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues.

SECTION 106: LANSING, MICHIGAN SCHOOL FOR THE BLIND FORMER SITE

Educational services delivered by the Michigan School for the Blind were relocated to the Michigan School for the Deaf and Blind campus in Flint. This appropriation unit supports facility management activities at the former Michigan School for the Blind site in Lansing, which is occupied by the Mid-Michigan Academy, the Department of Corrections-Training Academy, and the City of Lansing Network Center. Activities at the facility are supported by revenue received from rent and private donations.

General services	\$1,821,100	Funds to offset utility, maintenance, repair, and renovation costs at the campus. Funded by rental payments received from tenants at the site.
		Funding Source(s):
		IDG 1,072,100
		Private 10,000
		Restricted 739,000

Related Boilerplate Section(s): 403, 409, 410

GROSS APPROPRIATION	\$1,821,100	Total of all applicable line item appropriations.
Interdepartmental grant revenues from corrections academy lease	1,072,100	Rent revenue from Department of Corrections for office space for Department of Correction's Training Academy.
Gifts, bequests, and donations	10,000	Private donations to maintain the superintendent's house.
Lansing, Michigan former school for the blind site – rent	739,000	Rent revenue from the Mid-Michigan Public School Academy and Lansing Network Center to pay for occupancy costs.
GENERAL FUND/ GENERAL PURPOSE	\$0	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues.

SECTION 107: MICHIGAN SCHOOLS FOR THE DEAF AND BLIND

The Michigan Schools for the Deaf and Blind in Flint (MSDB) provide educational and residential services to students who are deaf and/or visually impaired. Schools provide two distinct educational and residential programs for deaf and blind students.

Full-time equated classified positions	76.0	Full-time equated (FTE) positions in the state classified service.		
School for deaf/blind operations – 75.0 FTE positions	\$10,144,000	Funds operational costs such as staff salaries, supplies, contractual services, utilities, and facilities maintenance costs.	Funding Source(s):	Federal 4,871,600 Local 5,057,700 Private 14,100 Restricted 200,600
				<i>Related Boilerplate Section(s): 401, 402, 404, 408</i>
Travel	28,500	Appropriates funds for travel.	Funding Source(s):	Federal 24,000 Restricted 4,500
				<i>Related Boilerplate Section(s): 215</i>
Summer institute	90,000	Supports short-residency summer institute to teach Braille and life skills to visually-impaired students who do not participate in the full 180- or 230-day residency program at MSDB.	Funding Source:	Private 90,000
				<i>Related Boilerplate Section(s): None</i>
Camp Tuhsmeheeta – 1.0 FTE position	250,100	Funds operation of a camping facility near Greenville, Michigan, which is used by impaired persons statewide.	Funding Source:	Private 250,100
				<i>Related Boilerplate Section(s): None</i>
Private gifts – blind	90,000	Private donations and bequests dedicated to fund summer programs, student activities, and special events for visually impaired students.	Funding Source:	Private 90,000
				<i>Related Boilerplate Section(s): None</i>
Private gifts – deaf	50,000	Private donations and bequests dedicated to fund summer programs, student activities, and special events for hearing impaired students.	Funding Source:	Private 50,000
				<i>Related Boilerplate Section(s): None</i>
GROSS APPROPRIATION	\$10,652,600	Total of all applicable line item appropriations.		
Federal revenues	4,895,600	Revenues to administer federally-funded programs.		
Local cost sharing (schools for blind/deaf)	4,787,700	Revenues collected from local school districts to pay for instructional costs of district students who attend MSDB–Flint.		
Local school district service fees	270,000	Funds charged to local school districts for special education assessment services rendered.		

Gifts, bequests, and donations	494,200	Private donations that support operations of MSDB–Flint.
Student insurance revenue	205,100	Revenues from insurance providers to offset medical costs incurred by MSDB.
GENERAL FUND/ GENERAL PURPOSE	\$0	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues.

SECTION 108: PROFESSIONAL PREPARATION SERVICES

Professional Preparation Services is responsible for ensuring that all professional school personnel complete preparation and ongoing professional development programs. Performs functions including teacher certification, development of standards for teacher preparation institutions, and oversight of teacher testing.

Full-time equated classified positions	31.0	Full-time equated (FTE) positions in the state classified service.
Professional preparation operations – 31.0 FTE positions	\$5,343,900	Funds personnel and operational costs. Funding Source(s): Federal 2,537,400 Restricted 2,806,500 <i>Related Boilerplate Section(s): 209, 501, 502, 503</i>
Travel	39,000	Appropriates funds for travel. Funding Source(s): Federal 9,700 Restricted 29,300 <i>Related Boilerplate Section(s): 215</i>
Department of attorney general	50,000	Department of Attorney General represents the Department of Education in all matters involving issuance, suspension, and revocation of teacher certificates. Funding Source: Restricted 50,000 <i>Related Boilerplate Section(s): None</i>
GROSS APPROPRIATION	\$5,432,900	Total of all applicable line item appropriations.
Federal revenues	2,547,100	Allocated by Department to administer federally-funded programs.
Certification fees	2,598,700	Collected from issuing teacher and administrator certificates; fees support activities related to state licensure, professional development, and teacher and administrator quality.
Teacher testing fees	287,100	Collected from certifying teachers; funds offset the cost of administering the Michigan Test for Teacher Certification.
GENERAL FUND/ GENERAL PURPOSE	\$0	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues.

SECTION 109: EARLY CHILDHOOD EDUCATION AND FAMILY SERVICES

This office administers early childhood education programs for general and special education students. Some of the programs administered by this office include the Michigan School Readiness Program, 21st Century Community Learning Centers, and the Great Parents, Great Start program.

Full-time equated classified positions	23.0	Full-time equated (FTE) positions in the state classified service.			
Early childhood education and family services operations – 23.0 FTE positions	\$3,616,100	Funds personnel and operational costs.	Funding Source(s):	Federal Restricted GF/GP	2,642,700 52,700 920,700
<i>Related Boilerplate Section(s): None</i>					
Travel	64,500	Appropriates funds for travel.	Funding Source(s):	Federal Restricted GF/GP	47,100 900 16,500
<i>Related Boilerplate Section(s): 215</i>					
GROSS APPROPRIATION	\$3,680,600	Total of all applicable line item appropriations.			
Federal revenues	2,689,800	Revenues to administer federally-funded programs.			
Certification fees	53,600	Collected from issuing teacher and administrator certificates; fees support activities related to professional development and teacher and administrator quality.			
GENERAL FUND/ GENERAL PURPOSE	\$937,200	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues.			

SECTION 110: SCHOOL IMPROVEMENT SERVICES

This office facilitates school district compliance with state and federal school improvement requirements, including the "No Child Left Behind" Act. Some of the functions provided by this unit include administering certain federal grants, providing assistance to schools needing improvement, curriculum development, and monitoring public school academies.

Full-time equated classified positions	76.0	Full-time equated (FTE) positions in the state classified service.
School improvement operations – 76.0 FTE positions	\$13,649,200	Funds personnel and operational costs. Funding Source(s):
		Federal 13,006,600
		Restricted 491,500
		Private 79,400
		GF/GP 71,700
<i>Related Boilerplate Section(s): 601</i>		
Travel	270,600	Appropriates funds for travel. Funding Source(s):
		Federal 258,400
		Restricted 10,800
		GF/GP 1,400
<i>Related Boilerplate Section(s): 215</i>		
GROSS APPROPRIATION	\$13,919,800	Total of all applicable line item appropriations.
Federal revenues	13,265,000	Revenues to administer federally-funded programs.
Certification fees	502,300	Collected from issuing teacher and administrator certificates; fees support activities related to state licensure, professional development, and teacher and administrator quality.
Private foundations	79,400	Revenues from private organizations.
GENERAL FUND/ GENERAL PURPOSE	\$73,100	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues.

SECTION 111: SCHOOL FINANCE AND SCHOOL LAW SERVICES

This office administers the School Aid budget and provides administrative services for the State Board of Education and others on state and federal law that affect education.

Full-time equated classified positions	21.0	Full-time equated (FTE) positions in the state classified service.
School finance and school law operations – 21.0 FTE positions	\$2,464,400	Funds personnel and operational costs. Funding Source(s): Federal 1,234,000 Restricted 467,200 GF/GP 763,200
<i>Related Boilerplate Section(s): 705</i>		
Travel	9,300	Appropriates funds for travel. Funding Source(s): Federal 7,300 GF/GP 2,000
<i>Related Boilerplate Section(s): 215</i>		
GROSS APPROPRIATION	\$2,473,700	Total of all applicable line item appropriations.
Federal revenues	1,241,300	Revenues to administer federally-funded programs.
Certification fees	467,200	Collected from issuing teacher and administrator certificates; fees support activities related to state licensure, professional development, and teacher and administrator quality.
GENERAL FUND/ GENERAL PURPOSE	\$765,200	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues.

SECTION 112: EDUCATIONAL ASSESSMENT AND ACCOUNTABILITY

This unit administers the Michigan Educational Assessment Program (MEAP) test. It is responsible for test development, test administration, and analysis and reporting of test results.

Full-time equated classified positions	27.0	Full-time equated (FTE) positions in the state classified service.		
Education assessment operations – 27.0 FTE positions	\$25,090,300	Funds personnel and operational costs.	Funding Source(s):	
			Federal	11,428,900
			GF/GP	13,661,400
		<i>Related Boilerplate Section(s): 202, 901</i>		
Travel	40,300	Appropriates funds for travel.	Funding Source(s):	
			Federal	16,500
			Restricted	23,800
		<i>Related Boilerplate Section(s): 215</i>		
GROSS APPROPRIATION	\$25,130,600	Total of all applicable line item appropriations.		
Federal revenues	11,445,400	Revenues to administer federally-funded programs.		
Merit award trust fund	13,685,200	Revenues from the Merit Award Trust Fund.		
GENERAL FUND/ GENERAL PURPOSE	\$0	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues.		

SECTION 113: GRANTS ADMINISTRATION AND SCHOOL SUPPORT SERVICES

This unit administers various federal and state grants. It also administers the Food and Nutrition programs, including the School Breakfast Program and National School Lunch program.

Full-time equated classified positions	58.0	Full-time equated (FTE) positions in the state classified service.								
Grants administration and school support services operations – 58.0 FTE positions	\$6,709,500	Funds personnel and operational costs. Funding Source(s): <table style="margin-left: 20px; border: none;"> <tr> <td style="padding-left: 20px;">Federal</td> <td style="text-align: right;">6,254,400</td> </tr> <tr> <td style="padding-left: 20px;">Restricted</td> <td style="text-align: right;">62,300</td> </tr> <tr> <td style="padding-left: 20px;">Local</td> <td style="text-align: right;">10,000</td> </tr> <tr> <td style="padding-left: 20px;">GF/GP</td> <td style="text-align: right;">382,800</td> </tr> </table>	Federal	6,254,400	Restricted	62,300	Local	10,000	GF/GP	382,800
Federal	6,254,400									
Restricted	62,300									
Local	10,000									
GF/GP	382,800									
<i>Related Boilerplate Section(s): 701</i>										
Travel	166,900	Appropriates funds for travel. Funding Source(s): <table style="margin-left: 20px; border: none;"> <tr> <td style="padding-left: 20px;">Federal</td> <td style="text-align: right;">149,900</td> </tr> <tr> <td style="padding-left: 20px;">Restricted</td> <td style="text-align: right;">3,000</td> </tr> <tr> <td style="padding-left: 20px;">GF/GP</td> <td style="text-align: right;">14,000</td> </tr> </table>	Federal	149,900	Restricted	3,000	GF/GP	14,000		
Federal	149,900									
Restricted	3,000									
GF/GP	14,000									
<i>Related Boilerplate Section(s): 215</i>										
GROSS APPROPRIATION	\$6,876,400	Total of all applicable line item appropriations.								
Federal revenues	6,404,300	Revenues to administer federally-funded programs.								
Local school district service fees	10,000	Fines charged to local school districts for violations of the state's sex education laws								
Commodity distribution fees	65,300	Fee charged to local school districts for spoiled surplus commodities.								
GENERAL FUND/ GENERAL PURPOSE	\$396,800	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues.								

SECTION 114: GRANTS AND DISTRIBUTIONS

Provides federal and state grants to local school districts, local education agencies, private nonprofit agencies, educators, and other organizations that deliver educational services statewide.

Federal – urgent school renovation	\$1,000,000	School repairs and technology projects. Funding Source: Federal	1,000,000
<i>Related Boilerplate Section(s): None</i>			
State – national board certification	100,000	Grants to pay one-half of the fee for teachers to become certified by the National Board for Professional Teaching Standards. Funding Source: Restricted	100,000
<i>Related Boilerplate Section(s): 704</i>			
State – school breakfast programs	8,025,000	Reimburse schools for meals served to disadvantaged students. Funding Source: GF/GP	8,025,000
<i>Related Boilerplate Section(s): 702</i>			
State – school readiness grants	12,250,000	Competitive grants to private and non-profit organizations to deliver early childhood education. Funding Source: GF/GP	12,250,000
<i>Related Boilerplate Section(s): 703</i>			
GROSS APPROPRIATION	\$21,375,000	Total of all applicable line item appropriations.	
Federal - DED-OESE, urgent school renovation	1,000,000	Emergency funds to repair school buildings, including use of funds to upgrade wiring and hardware and software.	
Certification fees	100,000	Collected from issuing teacher certificates; funds will pay one-half of the cost for teachers who receive certification from National Board for Professional Teaching Standards.	
GENERAL FUND/ GENERAL PURPOSE	\$20,275,000	The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenues.	

BOILERPLATE SECTION INFORMATION

Sec. 201. State Spending to Local Governments

Provides payments to local units of government.

Sec. 202. Management and Budget Act

Subjects funds in this appropriation act to the management and budget act.

Sec. 203. Definitions

Defines certain terms used in the act.

Sec. 204. 1% Civil Service Fee

Specifies administrative fee charged to each state department for personnel services.

Sec. 205. Posting Reports on the Internet

Requires Department to post reports required by boilerplate on its website.

Sec. 206. Carry-Forward Authority

Authorizes Department to carry forward unexpended federal funds from one fiscal year to the next in accordance with federal guidelines.

Sec. 207. State Board Information

Requires Department to forward board information to various governmental agencies.

Sec. 208. Office for Safe Schools

Defines responsibilities of the Office of Safe Schools.

Sec. 209. Personnel Records

Requires Department to retain teacher personnel records regarding sexual misconduct.

Sec. 210. Information Technology

Requires Department to pay user fees to the Department of Information Technology (DIT) for technology-related services and projects.

Sec. 211. Work Projects

States that funds may be designated as work projects and carried forward to support technology projects under the direction of the DIT.

Sec. 212. Report Retention

Requires state departments/agencies to follow federal and state guidelines for short- and long-term report retention.

Sec. 213. Purchase of Foreign Goods

Prohibits use of state funds to purchase foreign-made goods if comparable American or Michigan goods are available.

Sec. 214. Personal Services Contracts

Requires report on all personnel services contracts awarded without competitive bidding, pricing, or rate setting.

Sec. 215. Out-of-State Travel

Prohibits out-of-state travel except in certain circumstances.

Sec. 216. Economically Distressed Areas

Encourages Department to contract with businesses in economically distressed areas.

Sec. 218. Bills Submitted by Auditor General

Requires Department to pay, within 60 days of submission, the full amount of any bills submitted by Auditor General.

Sec. 301. Per Diem Payments

Authorizes Department to make per diem payments to members of the State Board of Education.

Sec. 302. Travel Expenditures

Prohibits more than \$35,000 to be spent for in-state travel for Board of Education members; prohibits out-of-state travel.

Sec. 401. Michigan Schools for the Deaf and Blind Employees

Stipulates that employees who work on a school year basis shall be considered annual employees for purposes of service credits, retirement, and insurance benefits.

Sec. 402. Payment for Instruction at the School for the Deaf and Blind

Requires Department to assess the intermediate school district of residence 100% of the cost of operating the student's instructional program for each student enrolled at the Michigan schools for the deaf and blind.

Sec. 403. Rent for Michigan Schools for the Blind Former Site

Authorizes Department to assess rent to any state agency for the use of any facility.

Sec. 404. Michigan Schools for the Deaf and Blind—Flint – Rent

Allows Department to assess rent to any state agency for the use of any facility.

Sec. 407. Federal Medicaid Program

Allows Department to assist other departments to secure reimbursement for eligible services provided in Michigan schools from the federal Medicaid program.

Sec. 408. Residential Program

Authorizes the Michigan schools for the deaf and blind to promote its residential program as a possible appropriate option for children who are deaf or hard of hearing or who are blind or visually impaired.

Sec. 409. Capital Improvements

Authorizes Department to receive and expend funds from the Mid-Michigan Academy for capital improvements.

Sec. 410. General Services Expenditures

Requires the Department to report detailed information on the expenditures made for general services for the Michigan school for the blind's former site.

Sec. 501. Felony Conviction Files

Requires Department to maintain a professional personnel registry and certificate revocation/felony conviction files.

Sec. 502. Student Teaching Credits

States that one-half of all student teaching credits can be earned through substitute teaching.

Sec. 503. Professional Preparation Operations

States that up to \$75,000 shall be allocated to Limited License to Instruct Program and up to \$75,000 shall be allocated to the Alternative Route to Certification Program.

Sec. 601. Administration of the Charter School Office

Earmarks funds to operate the charter school office.

Sec. 701. Disbursement to General Fund Grantees

Requires Department to disburse to a general fund grantee in accordance with the federal disbursement schedule.

Sec. 702. School Breakfast Program

Provides for state program to reimburse local schools for meals served to students.

Sec. 703. School Readiness Program

Outlines eligibility criteria for early childhood education delivered by nonprofit organizations.

Sec. 704. National Board Certification

Authorizes funds to pay one-half of the fee for teachers to become certified by the National Board for Professional Teaching Standards.

Sec. 801. Collaboration with Center for Educational Performance and Information

Requires the Department to work collaboratively with the Center for Educational Performance and Information to support data collection.

Sec. 802. Collaboration With the Michigan Virtual University

Requires Department to work collaboratively with Michigan Virtual University to Implement Freedom to Learn grants.

Sec. 901. Educational Assessment Operations

Requires Department to provide MEAP tests to nonpublic school students.

Fourth Floor, North Tower, Anderson Building
 124 North Capitol Avenue, Lansing, Michigan 48933
 P.O. Box 30014, Lansing, Michigan 48909-7514
 Phone: 517-373-8080 FAX: 517-373-5874
 www.house.mi.gov/hfa



Mitchell E. Bean, Director
Bill Fairgrieve, Deputy Director

ECONOMIC AND REVENUE FORECAST ▪ TAX ANALYSIS ▪ REVENUE SHARING **Rebecca Ross, Senior Economist**
 Jim Stansell, Economist

EDUCATION AND REGULATORY **Mary Ann Cleary, Associate Director**
 Community Colleges ▪ Higher Education Kyle I. Jen, Senior Analyst
 Education ▪ School Aid Mary Ann Cleary, Associate Director; Laurie Cummings, Senior Analyst
 Labor and Economic Growth Richard Child, Senior Analyst
 Transportation William E. Hamilton, Senior Analyst

FISCAL OVERSIGHT, AUDIT AND LITIGATION **William E. Hamilton, Senior Analyst**

GENERAL GOVERNMENT **Al Valenzio, Associate Director**
 Agriculture William E. Hamilton, Senior Analyst
 Capital Outlay ▪ Retirement ▪ Supplementals Al Valenzio, Associate Director
 Corrections ▪ Judiciary Marilyn Peterson, Senior Analyst
 Environmental Quality ▪ Natural Resources ▪ History, Arts, and Libraries ▪
 Clean Michigan Initiative ▪ Federal Funds Monitoring ▪ Natural Resources Trust Fund .. Kirk Lindquist, Senior Analyst
 Attorney General ▪ Civil Rights ▪ Civil Service ▪ Executive Office ▪
 Information Technology ▪ Legislature ▪ Lottery ▪ Management and Budget ▪ State Robin Risko, Senior Analyst
 Treasury Robin Risko, Senior Analyst; Viola Bay Wild, Fiscal Analyst
 Military and Veterans Affairs ▪ State Police Jan Wisniewski, Senior Analyst
 Legislative Transfers Margaret Alston, Senior Analyst

HUMAN SERVICES **Bill Fairgrieve, Deputy Director**
 Community Health: Medicaid Steve Stauff, Senior Analyst
 Mental Health ▪ Substance Abuse Margaret Alston, Senior Analyst
 Public Health ▪ Aging Susan Frey, Senior Analyst
 Family Independence Agency Robert Schneider, Senior Analyst; Bill Fairgrieve, Deputy Director

LEGISLATIVE ANALYSIS **Chris Couch, Associate Director**
 Edith Best, Joan Hunault, Sue Stutzky, Mark Wolf, Legislative Analysts

SUPPORT STAFF

Office Manager Sharon Risko, Administrative Assistant
 Publications and Data Jeanne Dee, Administrative Assistant
 Community Health ▪ Corrections ▪ Family Independence Agency ▪ Judiciary ▪
 HFA Library Tumai Burris, Budget Assistant
 Agriculture ▪ Community Colleges ▪ Education ▪ Higher Education ▪ School Aid ▪
 Transportation ▪ Transfers ▪ HFA Internet ▪ Bill Analysis Barbara Graves, Budget Assistant
 Capital Outlay ▪ Environmental Quality ▪ General Government ▪ History, Arts, & Libraries ▪
 Labor and Economic Growth ▪ Military and Veterans Affairs ▪ Natural Resources ▪
 Retirement ▪ State Police ▪ Supplementals Kim O’Berry, Budget Assistant
 Facilities Coordinator Ericah Caughey, Receptionist

November 2004



Additional copies of this report can be obtained from:

House Fiscal Agency
P.O. Box 30014
Lansing, MI 48909-7514
(517) 373-8080
FAX (517) 373-5874
www.house.mi.gov/hfa