

DRAFT 1
SUBSTITUTE FOR
HOUSE BILL NO. 5389

A bill to make appropriations for the department of education for the fiscal year ending September 30, 2013; 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
FOR FISCAL YEAR 2012-2013

Sec. 101. There is appropriated for the department of education for the fiscal year ending September 30, 2013, from the following funds:

DEPARTMENT OF EDUCATION

APPROPRIATION SUMMARY

Full-time equated unclassified positions 6.0
Full-time equated classified positions 580.5



1	GROSS APPROPRIATION	\$	327,930,600
2	Interdepartmental grant revenues:		
3	Total interdepartmental grants and intradepartmental		
4	transfers.....		0
5	ADJUSTED GROSS APPROPRIATION	\$	327,930,600
6	Federal revenues:		
7	Total federal revenues		244,551,300
8	Special revenue funds:		
9	Total local revenues		5,560,400
10	Total private revenues		2,828,700
11	Total other state restricted revenues		7,626,300
12	State general fund/general purpose	\$	67,363,900
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	14.0	
17	State board of education, per diem payments	\$	24,400
18	Unclassified positions--6.0 FTE positions		777,600
19	State board/superintendent operations--14.0 FTE		
20	positions.....		<u>2,364,400</u>
21	GROSS APPROPRIATION	\$	3,166,400
22	Appropriated from:		
23	Federal revenues:		
24	Federal revenues		360,000
25	Special revenue funds:		
26	Private foundations		28,100
27	Certification fees		682,700



1	State general fund/general purpose	\$	2,095,600
2	Sec. 103. CENTRAL SUPPORT		
3	Full-time equated classified positions	21.6	
4	Central support--21.6 FTE positions	\$	3,262,000
5	Worker's compensation		43,500
6	Building occupancy charges - property management		
7	services.....		2,842,700
8	Training and orientation workshops		150,000
9	Terminal leave payments		554,700
10	GROSS APPROPRIATION	\$	6,852,900
11	Appropriated from:		
12	Federal revenues:		
13	Federal revenues		1,441,700
14	Federal indirect funds		2,389,500
15	Special revenue funds:		
16	Certification fees		474,100
17	Teacher testing fees		14,100
18	Training and orientation workshop fees		150,000
19	State general fund/general purpose	\$	2,383,500
20	Sec. 104. INFORMATION TECHNOLOGY SERVICES		
21	Information technology operations	\$	3,890,900
22	GROSS APPROPRIATION	\$	3,890,900
23	Appropriated from:		
24	Federal revenues:		
25	Federal revenues		558,600
26	Federal indirect funds		1,650,700
27	Special revenue funds:		



1	Local cost sharing (schools for deaf/blind)	76,500
2	Certification fees	354,900
3	State general fund/general purpose	\$ 1,250,200
4	Sec. 105. SPECIAL EDUCATION SERVICES	
5	Full-time equated classified positions	47.0
6	Special education operations--47.0 FTE positions	\$ <u>8,686,900</u>
7	GROSS APPROPRIATION	\$ 8,686,900
8	Appropriated from:	
9	Federal revenues:	
10	Federal revenues	8,218,400
11	Special revenue funds:	
12	Private foundations	110,100
13	Certification fees	42,900
14	State general fund/general purpose	\$ 315,500
15	Sec. 106. MICHIGAN SCHOOLS FOR THE DEAF AND BLIND	
16	Full-time equated classified positions	77.0
17	Michigan schools for the deaf and blind operations--	
18	76.0 FTE positions	\$ 12,280,100
19	Camp Tuhsmeheeta--1.0 FTE position	295,100
20	Private gifts - blind	200,000
21	Private gifts - deaf	<u>50,000</u>
22	GROSS APPROPRIATION	\$ 12,825,200
23	Appropriated from:	
24	Federal revenues:	
25	Federal revenues	6,605,800
26	Special revenue funds:	
27	Local cost sharing (schools for deaf/blind)	5,143,200



1	Local school district service fees	312,500
2	Gifts, bequests, and donations	545,100
3	Student insurance revenue	218,600
4	State general fund/general purpose	\$ 0
5	Sec. 107. PROFESSIONAL PREPARATION SERVICES	
6	Full-time equated classified positions	34.0
7	Professional preparation operations--34.0 FTE	
8	positions.....	\$ 5,976,400
9	Department of attorney general	<u>50,000</u>
10	GROSS APPROPRIATION	\$ 6,026,400
11	Appropriated from:	
12	Federal revenues:	
13	Federal revenues	1,401,600
14	Special revenue funds:	
15	Certification fees	3,766,800
16	Teacher college review fees	55,300
17	Teacher testing fees	348,600
18	State general fund/general purpose	\$ 454,100
19	Sec. 108. OFFICE OF GREAT START	
20	Full-time equated classified positions	62.0
21	Office of great start operations--61.0 FTE positions .	\$ 21,861,500
22	Child development and care external support	29,958,500
23	Head start collaboration office--1.0 FTE positions ...	300,200
24	Child development care public assistance	<u>156,155,700</u>
25	GROSS APPROPRIATION	\$ 208,275,900
26	Appropriated from:	
27	Federal revenues:	



1	Federal revenues	156,092,600
2	HHS, temporary assistance for needy families	11,820,600
3	Special revenue funds:	
4	Certification fees	62,900
5	State general fund/general purpose	\$ 40,299,800
6	Sec. 109. STATE AID AND SCHOOL FINANCE SERVICES	
7	Full-time equated classified positions	7.5
8	State aid and school finance operations--7.5 FTE	
9	positions.....	\$ <u>1,057,800</u>
10	GROSS APPROPRIATION	\$ 1,057,800
11	Appropriated from:	
12	Federal revenues:	
13	Special revenue funds:	
14	State general fund/general purpose	\$ 1,057,800
15	Sec. 110. AUDIT SERVICES	
16	Full-time equated classified positions	4.5
17	Audit operations--4.5 FTE positions	\$ <u>578,800</u>
18	GROSS APPROPRIATION	\$ 578,800
19	Appropriated from:	
20	Federal revenues:	
21	Federal indirect funds	460,100
22	Special revenue funds:	
23	Certification fees	58,800
24	State general fund/general purpose	\$ 59,900
25	Sec. 111. ADMINISTRATIVE LAW SERVICES	
26	Full-time equated classified positions	2.0
27	Administrative law operations--2.0 FTE positions	\$ <u>1,161,200</u>



1	GROSS APPROPRIATION	\$	1,161,200
2	Appropriated from:		
3	Federal revenues:		
4	Federal revenues		547,000
5	Special revenue funds:		
6	Certification fees		562,400
7	State general fund/general purpose	\$	51,800
8	Sec. 112. EDUCATION ASSESSMENT AND ACCOUNTABILITY		
9	Full-time equated classified positions		67.6
10	Educational assessment operations--67.6 FTE positions	\$	<u>13,610,900</u>
11	GROSS APPROPRIATION	\$	13,610,900
12	Appropriated from:		
13	Federal revenues:		
14	Federal revenues		11,101,500
15	State general fund/general purpose	\$	2,509,400
16	Sec. 113. GRANTS ADMINISTRATION AND SCHOOL SUPPORT		
17	SERVICES		
18	Full-time equated classified positions		82.6
19	Grants administration and school support services		
20	operations--82.6 FTE positions	\$	11,940,300
21	College access grant program		2,000,000
22	Federal and private grants		<u>3,000,000</u>
23	GROSS APPROPRIATION	\$	16,940,300
24	Appropriated from:		
25	Federal revenues:		
26	Federal revenues		13,116,300
27	Special revenue funds:		



1	Local school district service fees	11,700
2	Private foundations	1,000,000
3	Commodity distribution fees	71,700
4	Certification fees	83,100
5	State general fund/general purpose	\$ 2,657,500
6	Sec. 114. FIELD SERVICES	
7	Full-time equated classified positions	44.0
8	Field services operations--44.0 FTE positions	\$ <u>10,768,000</u>
9	GROSS APPROPRIATION	\$ 10,768,000
10	Appropriated from:	
11	Federal revenues:	
12	Federal revenues	9,971,500
13	Special revenue funds:	
14	Private foundations	572,100
15	Certification fees	73,800
16	State general fund/general purpose	\$ 150,600
17	Sec. 115. EDUCATIONAL IMPROVEMENT AND INNOVATION	
18	SERVICES	
19	Full-time equated classified positions	56.7
20	Educational improvement and innovation operations--	
21	56.7 FTE positions	\$ <u>11,439,200</u>
22	GROSS APPROPRIATION	\$ 11,439,200
23	Appropriated from:	
24	Federal revenues:	
25	Federal revenues	9,083,700
26	Special revenue funds:	
27	Private foundations	573,300



1	Certification fees	541,000
2	State general fund/general purpose	\$ 1,241,200
3	Sec. 116. CAREER AND TECHNICAL EDUCATION	
4	Full-time equated classified positions	27.0
5	Career and technical education operations--27.0 FTE	
6	positions.....	\$ <u>4,569,800</u>
7	GROSS APPROPRIATION	\$ 4,569,800
8	Appropriated from:	
9	Federal revenues:	
10	Federal revenues	3,706,100
11	State general fund/general purpose	\$ 863,700
12	Sec. 117. LIBRARY OF MICHIGAN	
13	Full-time equated classified positions	33.0
14	Library of Michigan operations--32.0 FTE positions ...	\$ 4,192,800
15	Library services and technology program--1.0 FTE	
16	position.....	5,596,500
17	State aid to libraries	5,916,400
18	Michigan elibrary	<u>1,750,000</u>
19	GROSS APPROPRIATION	\$ 17,455,700
20	Appropriated from:	
21	Federal revenues:	
22	IMLS, library services and technology act	5,596,500
23	State general fund/general purpose	\$ 11,859,200
24	Sec. 118. ONE-TIME APPROPRIATIONS	
25	State employee lump-sum payments	\$ <u>624,300</u>
26	GROSS APPROPRIATION	\$ 624,300
27	Appropriated from:	



1	Federal revenues:	
2	Federal revenues	429,100
3	Special revenue funds:	
4	Local revenues	16,500
5	Restricted revenues	64,600
6	State general fund/general purpose	\$ 114,100

7 PART 2

8 PROVISIONS CONCERNING APPROPRIATIONS

9 FOR FISCAL YEAR 2012-2013

10 GENERAL SECTIONS

11 Sec. 201. Pursuant to section 30 of article IX of the state
12 constitution of 1963, total state spending from state resources
13 under part 1 for the fiscal year ending September 30, 2013 is
14 \$74,990,200.00 and state spending from state resources to be paid
15 to local units of government for the fiscal year ending September
16 30, 2013 is \$5,916,400.00. The itemized statement below identifies
17 appropriations from which spending to local units of government
18 will occur:

19 DEPARTMENT OF EDUCATION

20	State aid to libraries	\$	<u>5,916,400</u>
21	Total department of education	\$	5,916,400

22 Sec. 202. The appropriations authorized under this act are
23 subject to the management and budget act, 1984 PA 431, MCL 18.1101
24 to 18.1594.

25 Sec. 203. As used in this act:



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

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

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

7 (d) "HHS" means the United States department of health and
8 human services.

9 (e) "IMLS" means institute of museum and library services.

10 Sec. 204. The civil service commission shall bill departments
11 and agencies at the end of the first fiscal quarter for the charges
12 authorized by section 5 of article XI of the state constitution of
13 1963. Payments shall be made for the total amount of the billing by
14 the end of the second fiscal quarter.

15 Sec. 205. Unless otherwise specified, the departments shall
16 use the Internet to fulfill the reporting requirements of this act.
17 This requirement may include transmission of reports via electronic
18 mail to the recipients identified for each reporting requirement,
19 or it may include placement of reports on an Internet or Intranet
20 site.

21 Sec. 206. The department shall provide through the Internet
22 the state board of education agenda and all supporting documents,
23 and shall notify the state budget director and the senate and house
24 fiscal agencies that the agenda and supporting documents are
25 available on the Internet, at the time the agenda and supporting
26 documents are provided to state board of education members.

27 Sec. 207. (1) The department shall maintain a searchable



1 website accessible by the public at no cost that includes, but is
2 not limited to, all of the following:

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

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

5 (c) Fiscal year-to-date payments to a selected vendor,
6 including the vendor name, payment date, payment amount, and
7 payment description.

8 (d) The number of active department employees by job
9 classification.

10 (e) Job specifications and wage rates.

11 (2) The department may develop and operate its own website to
12 provide this information or may reference the state's central
13 transparency website as the source for this information.

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

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



1 Sec. 210. Amounts appropriated in part 1 for information
2 technology may be designated as work projects and carried forward
3 to support technology projects under the direction of the
4 department of technology, management, and budget. Funds designated
5 in this manner are not available for expenditure until approved as
6 work projects under section 451a of the management and budget act,
7 1984 PA 431, MCL 18.1451a.

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

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

25 Sec. 214. (1) The departments and agencies receiving
26 appropriations in part 1 shall prepare a report on out-of-state
27 travel expenses not later than January 1 of each year. The travel



1 report shall be a listing of all travel by classified and
2 unclassified employees outside this state in the immediately
3 preceding fiscal year that was funded in whole or in part with
4 funds appropriated in the department's budget. The report shall be
5 submitted to the house and senate standing committees on
6 appropriations, the house and senate fiscal agencies, and the state
7 budget director. The report shall include the following
8 information:

9 (a) The dates of each travel occurrence.

10 (b) The total transportation and related costs of each travel
11 occurrence, including the proportion funded with state general
12 fund/general purpose revenues, the proportion funded with state
13 restricted revenues, the proportion funded with federal revenues,
14 and the proportion funded with other revenues.

15 Sec. 216. The department shall not take disciplinary action
16 against an employee who communicates truthfully and factually with
17 a member of the legislature or his or her staff.

18 Sec. 218. The department and agencies receiving appropriations
19 in part 1 shall receive and retain copies of all reports funded
20 from appropriations in part 1. Federal and state guidelines for
21 short-term and long-term retention of records shall be followed.
22 The department may electronically retain copies of reports unless
23 otherwise required by federal and state guidelines.

24 Sec. 219. (1) In addition to the funds appropriated in part 1,
25 there is appropriated an amount not to exceed \$5,000,000.00 for
26 federal contingency funds. These funds are not available for
27 expenditure until they have been transferred to another line item



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

3 (2) In addition to the funds appropriated in part 1, there is
4 appropriated an amount not to exceed \$700,000.00 for state
5 restricted contingency funds. These funds are not available for
6 expenditure until they have been transferred to another line item
7 in this act under section 393(2) of the management and budget act,
8 1984 PA 431, MCL 18.1393.

9 (3) In addition to the funds appropriated in part 1, there is
10 appropriated an amount not to exceed \$250,000.00 for local
11 contingency funds. These funds are not available for expenditure
12 until they have been transferred to another line item in this act
13 under section 393(2) of the management and budget act, 1984 PA 431,
14 MCL 18.1393.

15 (4) In addition to the funds appropriated in part 1, there is
16 appropriated an amount not to exceed \$3,000,000.00 for private
17 contingency funds. These funds are not available for expenditure
18 until they have been transferred to another line item in this act
19 under section 393(2) of the management and budget act, 1984 PA 431,
20 MCL 18.1393.

21 Sec. 220. The department shall provide data requested by a
22 member of the legislature, his or her staff, or the house and
23 senate fiscal agencies in a timely manner. If a departmental office
24 fails to provide reasonably requested data within 30 days after the
25 request, the office shall have 1% of its appropriation withheld.

26 Sec. 221. Funds appropriated in part 1 shall not be used by a
27 principal executive department, state agency, or authority to hire



1 a person to provide legal services that are the responsibility of
2 the attorney general. This prohibition does not apply to legal
3 services for bonding activities and for those activities that the
4 attorney general authorizes.

5 Sec. 225. It is the intent of the legislature that not later
6 than 60 days after the state receives audited membership counts
7 from intermediate school districts, the state superintendent of
8 public instruction shall investigate and report to the legislature
9 on the scope of and proposed solutions to pupil membership fraud
10 and the incidence of students counted in membership in a district
11 and not remaining in that district for the balance of the school
12 year.

13 Sec. 226. Not later than November 15, the department shall
14 prepare and transmit a report that provides for estimates of the
15 total general fund/general purpose appropriation lapses at the
16 close of the fiscal year. This report shall summarize the projected
17 year-end general fund/general purpose appropriation lapses by major
18 departmental program or program areas. The report shall be
19 transmitted to the office of the state budget, the chairpersons of
20 the senate and house appropriations committees, and the senate and
21 house fiscal agencies.

22 Sec. 227. Within 14 days after the release of the executive
23 budget recommendation, the department shall provide the state
24 budget director, the senate and house appropriations chairs, the
25 senate and house appropriations subcommittees responsible for the
26 department budget, respectively, and the senate and house fiscal
27 agencies with an annual report on estimated state restricted fund



1 balances, state restricted fund projected revenues, and state
2 restricted fund expenditures for the fiscal years ending September
3 30, 2012 and September 30, 2013.

4 Sec. 228. It is the intent of the legislature that all
5 principal executive departments and agencies cooperate with the
6 development and implementation of the department of technology,
7 management, and budget statewide office space consolidation plan.

8 Sec. 229. The department and the superintendent of public
9 instruction shall use funds appropriated in part 1 to ensure that
10 all of the activities and duties required to be carried out by the
11 department and the superintendent of public instruction under
12 section 1280c of the revised school code, 1976 PA 451, MCL
13 380.1280c, are completed not later than the deadlines prescribed in
14 that section.

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

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

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

21 (b) State board of education - member other than president -
22 \$100.00 per day.

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

25 Sec. 302. From the amount appropriated in part 1 to the state
26 board of education, not more than \$35,000.00 shall be expended for



1 in-state travel and out-of-state travel directly related to the
2 duties of the state board of education.

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

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

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

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

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



1 districts under subsection (1).

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

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

9 **PROFESSIONAL PREPARATION SERVICES**

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

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

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



1 **LIBRARY OF MICHIGAN**

2 Sec. 801. In addition to the funds appropriated in part 1, the
3 funds collected by the department for document reproduction and
4 services; conferences, workshops, and training classes; and the use
5 of specialized equipment, facilities, and software are appropriated
6 for all expenses necessary to provide the required services. These
7 funds are available for expenditure when they are received and may
8 be carried forward into the next succeeding fiscal year.

9 Sec. 803. It is the intent of the legislature that the library
10 of Michigan and the component programs currently within the library
11 of Michigan shall be kept together in a state department.

12 Sec. 804. From the funds appropriated in part 1 and other
13 funding available, the department and library of Michigan shall
14 maintain custody of the non-Michigan genealogy and all Michigan-
15 specific collections. These collections shall continue to be made
16 available to the public.

17 **GRANTS ADMINISTRATION AND SCHOOL SUPPORT SERVICES**

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

25 Sec. 902. The funds appropriated in part 1 for the college
26 access grant program shall be used for efforts to support college



1 access. Allowable uses include the following:

2 (a) Michigan college access network operations, programming,
3 and services to local college access networks.

4 (b) Local college access networks, which are community-based
5 college access/success partnerships committed to increasing the
6 college participation and completion rates within geographically
7 defined communities through a coordinated strategy.

8 (c) Michigan college access portal, an online 1-stop portal to
9 help students and families plan and apply for college.

10 (d) Public awareness campaigns to encourage low-income and
11 first-generation students to take necessary steps toward college.

12 (e) Subgrants to postsecondary institutions to recruit, hire,
13 and train college student mentors and college advisors to assist
14 high school students in navigating the postsecondary planning and
15 enrollment process.

16 Sec. 903. By not later than March 1, 2013, the department
17 shall work with districts that operate as a school of excellence
18 cyber school as defined in section 551 of the revised school code,
19 1976 PA 451, MCL 380.551, and districts that operate an alternative
20 education program with a seat-time waiver under section 101 of the
21 state school aid act of 1979, 1979 PA 94, MCL 388.1701, to provide
22 a report to the house and senate chairpersons of the appropriations
23 subcommittees responsible for the department budget, the house and
24 senate fiscal agencies, and the state budget director on all of the
25 following:

26 (a) Each district operating a program and the districts that
27 enroll students in their program.



1 (b) The total number of students and membership pupils
2 enrolled in each program.

3 (c) The district in which each pupil is enrolled if other than
4 the district with the seat-time waiver or the cyber school.

5 (d) The district in which the pupil was enrolled prior to
6 enrolling in the cyber school or the district with a seat-time
7 waiver program.

8 (e) The number of participating students who had previously
9 dropped out of school.

10 (f) The number of participating students who had previously
11 been expelled from school.

12 (g) The cost per pupil paid to each online education provider.

13 (h) The cost per pupil charged to school districts that enroll
14 their students in the program.

15 (i) The name of each online education provider contracted by a
16 district with a seat-time waiver or a cyber school and the state in
17 which the online education provider is located.

18 **OFFICE OF GREAT START**

19 Sec. 1001. By November 1, 2012, the department shall submit a
20 report to the house and senate appropriations subcommittees on the
21 human services budget and the house and senate fiscal agencies on
22 the number of eligible child care providers by type receiving
23 payment for child care services from the department on October 1,
24 2012.

25 Sec. 1003. By March 1 of the current fiscal year, the
26 department shall submit a report to the house and senate



1 subcommittees on the department budget and house and senate fiscal
2 agencies and policy offices regarding child development and care
3 program activities in the previous fiscal year. The report shall
4 include the following:

5 (a) The amount of child care payments made by the parents for
6 child care charges, by provider type, not paid by the department's
7 child development and care subsidy.

8 (b) The number of enrolled child care providers with a
9 reported annual household income of \$15,000.00 or less.

10 (c) The number of enrolled child care providers with a
11 reported annual household income of more than \$15,000.00 but not
12 more than \$25,000.00.

13 (d) The number of enrolled child care providers with a
14 reported annual household income of more than \$25,000.00 but not
15 more than \$35,000.00.

16 (e) The number of enrolled child care providers with a
17 reported annual household income of more than \$35,000.00.

18 Sec. 1005. (1) The department shall immediately send
19 notification to a client participating in the state child
20 development and care program and his or her child care provider if
21 the client's eligibility is reduced or eliminated.

22 (2) If the department fails to notify a provider as required
23 by subsection (1), the department shall continue to pay for
24 services by the provider to the day of the notice.

25 (3) By March 1 of the current fiscal year, the department
26 shall submit a report to the senate and house appropriations
27 subcommittees for the department budget and the senate and house



1 fiscal agencies and policy offices on any additional expenditures
 2 paid to child care providers as a result of the requirements in
 3 subsection (2).

4 PART 2A
 5 PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS
 6 FOR FISCAL YEAR 2013-2014

7 Sec. 1201. It is the intent of the legislature to provide
 8 appropriations for the fiscal year ending on September 30, 2014 for
 9 the line items listed in part 1. The fiscal year 2013-2014
 10 appropriations are anticipated to be the same as those for fiscal
 11 year 2012-2013, except that the line items will be adjusted for
 12 changes in caseload and related costs, federal fund match rates,
 13 economic factors, available revenue, and the exclusion of
 14 appropriations designated as 1-time appropriations. Specific
 15 anticipated adjustments are as follows, subject to adjustment after
 16 the May 2013 consensus revenue estimating conference:

17	Economic adjustments	\$	<u>1,491,100</u>
18	GROSS APPROPRIATION	\$	1,491,100
19	Appropriated from:		
20	Federal revenues:		
21	Federal revenues		1,061,000
22	Local revenues		46,000
23	Restricted revenues		130,800
24	State general fund/general purpose	\$	253,300

