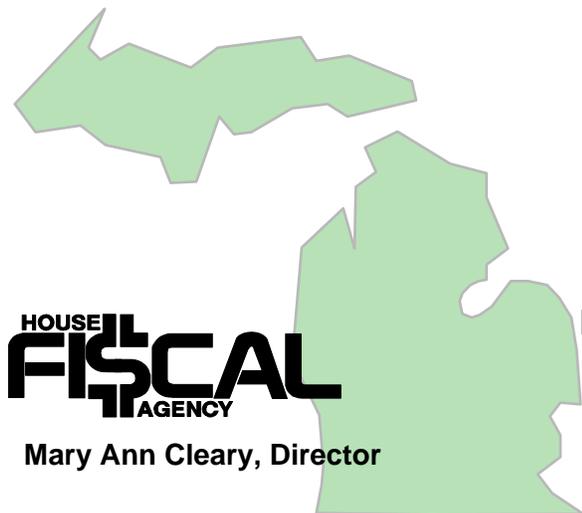


# LINE ITEM AND BOILERPLATE SUMMARY

## EDUCATION

Fiscal Year 2011-12  
Article VI, Public Act 63 of 2011  
House Bill 4526 as Enacted



Mary Ann Cleary, Director

Bethany Wicksall, Senior Fiscal Analyst  
Mark Wolf, Senior Fiscal Analyst

September 2011

**HOUSE FISCAL AGENCY  
GOVERNING COMMITTEE**

**Charles Moss**

**James Bolger**

**Jim Stamas**

**Richard LeBlanc**

**Richard Hammel**

**Kate Segal**

**MICHIGAN HOUSE OF REPRESENTATIVES  
APPROPRIATIONS COMMITTEE**

**Charles Moss, Chair**

**Joseph Haveman, Vice Chair**

**David Agema**

**Robert J. Genetski II**

**Eileen Kowall**

**Matthew J. Lori**

**William Rogers**

**Jon Bumstead**

**Kevin Cotter**

**Anthony G. Forlini**

**Ken Goike**

**Nancy E. Jenkins**

**Peter MacGregor**

**Greg MacMaster**

**Earl Poleski**

**Al Pscholka**

**Phil Potvin**

**Richard LeBlanc, Minority Vice Chair**

**Jim Ananich**

**Joan Bauer**

**Brandon Dillon**

**Frederick C. Durhal, Jr.**

**Shanelle Jackson**

**Steve Lindberg**

**Ellen Cogen Lipton**

**Sean McCann**

**Rashida Tlaib**

STATE OF MICHIGAN  
HOUSE OF REPRESENTATIVES



HOUSE FISCAL AGENCY

**MARY ANN CLEARY, DIRECTOR**

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

**GOVERNING COMMITTEE**

CHARLES MOSS, CHAIR  
JAMES BOLGER  
JIM STAMAS

RICHARD LEBLANC, VC  
RICHARD HAMMEL  
KATE SEGAL

September 2011

TO: Members of the Michigan House of Representatives

The House Fiscal Agency has prepared a **Line Item Summary** for each of the FY 2011-12 appropriation acts. Each **Summary** contains line-by-line appropriation and revenue source detail, and a brief explanation of each boilerplate section in the appropriation bill.

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.

Line Item Summaries are available on the HFA website ([www.house.mi.gov/hfa](http://www.house.mi.gov/hfa)), or from Kathryn Bateson, Administrative Assistant (373-8080 or [kbateson@house.mi.gov](mailto:kbateson@house.mi.gov)).

A handwritten signature in black ink that reads "Mary Ann Cleary".

Mary Ann Cleary, Director



## 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
Michigan Schools for the Deaf and Blind .....	7
Professional Preparation Services.....	8
Early Childhood Education and Family Services .....	9
State Aid and School Finance Services.....	10
Audit Services .....	11
Administrative Law Services .....	12
Educational Assessment and Accountability .....	13
Grants Administration and School Support Services .....	14
Field Services .....	15
Educational Improvement and Innovation Services.....	16
Career and Technical Education.....	17
Library of Michigan.....	18
BOILERPLATE SECTION INFORMATION .....	19



# GLOSSARY

## STATE BUDGET TERMS

**Gross Appropriations (Gross):** The total of all applicable appropriations (statutory spending authorizations) in a budget bill.

**Adjusted Gross Appropriations (Adjusted Gross):** The net amount of all gross appropriations after subtracting interdepartmental grants (IDGs) and intradepartmental transfers (IDTs).

**Lapses:** Appropriation amounts that are unspent/unobligated at the end of a fiscal year. Appropriations are automatically terminated at the end of a fiscal year unless otherwise provided by law.

**Work Project:** A statutorily-authorized account which allows a spending authorization to be carried over from one fiscal year to a succeeding fiscal year or years—i.e., allows funds to be spent over a period of years.

## APPROPRIATION BILL TERMS

**Line Item:** Specific funding amount in an appropriation bill which establishes spending authorization for a particular program or function (may be for a single purpose or for multiple purposes).

**Boilerplate:** Specific language sections in an appropriation bill which direct, limit or restrict line item expenditures, express legislative intent, and/or require reports.

## REVENUE SOURCES

**General Fund/General Purpose (GF/GP):** Unrestricted General Fund revenue available to fund any activity accounted for in the General Fund; unused GF/GP revenue lapses to the General Fund at the end of a fiscal year.

**State Restricted (Restricted):** State revenue restricted by state law or outside restriction that is available only for specified purposes; at year-end, unused restricted revenue remains in the restricted fund.

**Federal Revenue:** Federal grant or matchable revenue dedicated to specific programs.

**Local Revenue:** Revenue from local units of government.

**Private Revenue:** Revenue from non-government entities: rents, royalties or interest payments, payments from hospitals or individuals, and gifts and bequests.

**Interdepartmental Grant (IDG):** Revenue or funds received by one state department from another state department (usually for a service provided by the receiving department).

**Intradepartmental Transfer (IDT):** Transfers or funds being provided from one appropriation unit to another in the same department.

## MAJOR STATE FUNDS

**Budget Stabilization Fund (BSF):** The countercyclical economic and budget stabilization fund; also known as the "rainy day" fund.

**School Aid Fund (SAF):** A restricted fund; the primary funding source for K-12 schools and Intermediate School Districts (ISDs).

**General Fund:** The General Fund (funded from taxes and other general revenue) is used to account for the ordinary operations of a governmental unit that are not accounted for in another fund.



## DEPARTMENT OF EDUCATION

*The State Board of Education is an eight-member elected board 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, providing technical assistance to school districts, and managing the operations of the Library of Michigan.*

*The FY 2011-12 MDE budget allocates \$117.3 million in adjusted gross revenue to support education programs: 18.8% GF/GP, 6.1% Local, 2.6% Private, 6.1% State Restricted, and 66.4% Federal funds and 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	554.0	Full-time equated (FTE) positions in the state classified service.
<b>GROSS APPROPRIATION</b>	<b>\$117,313,000</b>	<b>Total of all applicable line item appropriations.</b>
Total Interdepartmental grants/Intradepartmental Transfers	0	Total of all funds received from other departments and transfer of funds.
<b>ADJUSTED GROSS APPROPRIATION</b>	<b>\$117,313,000</b>	<b>Total net amount of all line item gross appropriations less (or minus) interdepartmental grants (IDGs) and intradepartmental transfers (IDTs).</b>
Total Federal Revenue	77,929,200	Total federal grant or matchable revenue.
Total Local Revenue	7,159,200	Total revenue from local units of government.
Total Private Revenue	3,044,400	Total private grant revenue.
Total State Restricted Revenue	7,166,300	State revenue dedicated to a specific fund (other than the General Fund); or revenue earmarked for a specific purpose.
<b>GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$22,013,900</b>	<b>The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.</b>

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

*The Board of Education, composed of eight members elected at large for a term of eight years, 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	14.0	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 reimbursed \$110 per day; other board members reimbursed \$100 per day. Authorized by Section 5 of 1964 PA 187, and established in boilerplate.  Funding Source(s): GF/GP 24,400  <i>Related Boilerplate Section(s): 301</i>
Unclassified Positions – 6.0 FTE positions	645,600	Includes salaries for the Superintendent of Public Instruction, the Legislative Director, and deputy superintendents serving as the Chief Academic Officer, School Reform Officer, and others.  Funding Source(s): Restricted 45,800 GF/GP 599,800  <i>Related Boilerplate Section(s): None</i>
State Board/Superintendent Operations – 14.0 FTE positions	2,032,000	Personnel and operational costs of Office of the Superintendent and staff support for the State Board of Education, including legislative affairs staff and the Deputy Superintendent of Administration and School Support Services.  Funding Source(s): Federal 114,400 Private 28,100 Restricted 581,200 GF/GP 1,308,300  <i>Related Boilerplate Section(s): 206, 301, 302</i>
<b>GROSS APPROPRIATION</b>	<b>\$2,702,000</b>	<b>Total of all applicable line item appropriations.</b>
Federal Revenues	114,400	Total federal grant or matchable revenue.
Private Foundations	28,100	Revenue from private organizations.
Certification Fees	627,000	Revenue from issuing teacher and administrator certificates; supports state licensure, professional development, and administrator and teacher quality activities.
<b>GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$1,932,500</b>	<b>The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.</b>

## SECTION 103: CENTRAL SUPPORT

*The Central Support unit covers accounting, budget development, personnel management, and communications activities for the Department. The unit also covers centralized building costs for the Department.*

Full-time equated classified positions	19.6	Full-time equated (FTE) positions in the state classified service.
Central Support – 19.6 FTE positions	\$3,120,600	Personnel and operational costs for central administrative supportive services for the Department including: <u>Office of Communication:</u> Responsible for all internal and external communications for the Department and the State Board of Education. <u>Office of Financial Management:</u> Responsible for the development of the agency budget, and departmental accounting and purchasing functions. <u>Office of Human Resources:</u> Civil Service Commission personnel responsible for staffing and human resources management. <div style="text-align: right;">             Funding Source(s):    Federal    2,392,500                 Restricted    177,400                 GF/GP        550,700           </div> <p style="text-align: center;"><i>Related Boilerplate Section(s): 207, 218, 227</i></p>
Worker's Compensation	54,000	DTMB charges for estimated worker's compensation claims and reserve requirements. <div style="text-align: right;">             Funding Source(s):    GF/GP        54,000           </div> <p style="text-align: center;"><i>Related Boilerplate Section(s): None</i></p>
Building occupancy charges – property management services	2,728,200	User charges paid to Department of Technology, Management, and Budget (DTMB) property management section for office space in state-owned John Hannah Building in Lansing. <div style="text-align: right;">             Funding Source(s):    Federal        891,900                 Restricted    207,800                 GF/GP        1,628,500           </div> <p style="text-align: center;"><i>Related Boilerplate Section(s): None</i></p>
Tenant Rent	261,000	Anticipated lease costs for Fay Hall at the Michigan School for the Deaf campus in Flint. [The building has since been sold, with this line item no longer active.] <div style="text-align: right;">             Funding Source(s):    Restricted    261,000           </div> <p style="text-align: center;"><i>Related Boilerplate Section(s): 404</i></p>
Training and Orientation Workshops	150,000	Funds to offset cost of professional development seminars for local school districts. <div style="text-align: right;">             Funding Source(s):    Restricted    150,000           </div> <p style="text-align: center;"><i>Related Boilerplate Section(s): None</i></p>
Terminal Leave Payments	554,700	Annual and/or sick leave payments to state employees who have retired or terminated employment with the Department. <div style="text-align: right;">             Funding Source(s):    Federal        452,000                 Restricted    42,100                 GF/GP        60,600           </div> <p style="text-align: center;"><i>Related Boilerplate Section(s): None</i></p>
<b>GROSS APPROPRIATION</b>	<b>\$6,868,500</b>	<b>Total of all applicable line item appropriations.</b>
Federal Revenues	1,441,700	Total other federal grant or matchable revenue.

Federal Indirect Funds	2,294,700	Federal funds used to support indirect costs attributed to federal programs.
Certification Fees	413,800	From issuing teacher and administrator certificates; supports state licensure, professional development, and administrator and teacher quality activities.
Teacher Testing Fees	13,500	Offsets cost of administering certain sections of Michigan Test for Teacher Certification.
Tenant Rent	261,000	Anticipated rent revenue from the lease of space at Fay Hall, on the campus of the Michigan School for the Deaf. [The building has since been sold, with lease revenue no longer collected.]
Training and Orientation Workshop Fees	150,000	Received from workshop seminars; used to offset cost of the workshops.
<b>GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$2,293,800</b>	<b>The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.</b>

## 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	\$3,332,900	Personnel and operational costs.	
		Funding Source(s):	
		Federal	1,949,900
		Local	76,500
		Restricted	313,000
		GF/GP	993,500

*Related Boilerplate Section(s): 209, 210, 701*

<b>GROSS APPROPRIATION</b>	<b>\$3,332,900</b>	<b>Total of all applicable line item appropriations.</b>
Federal Revenues	494,600	Total other federal grant or matchable revenue.
Federal Indirect Funds	1,455,300	Federal funds used to support indirect costs attributed to federal programs.
Local Cost Sharing (Schools for Deaf/Blind)	76,500	From local school districts for services rendered; used for administration.
Certification Fees	313,000	From issuing teacher and administrator certificates; supports state licensure, professional development, and administrator and teacher quality activities.
<b>GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$993,500</b>	<b>The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.</b>

## SECTION 105: SPECIAL EDUCATION SERVICES

*The Special Education Services unit oversees administration and funding of education and early intervention programs and services for young children and students with disabilities. 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	47.0	Full-time equated (FTE) positions in the state classified service.
Special Education Operations – 47.0 FTE positions	\$7,909,900	Personnel and operational costs for the Office of Special Education and Early Intervention Services.
		Funding Source(s):
		Federal
		Private
		Restricted
		GF/GP
		7,463,200
		110,100
		39,500
		297,100
<i>Related Boilerplate Section(s): None</i>		
<b>GROSS APPROPRIATION</b>	<b>\$7,909,900</b>	<b>Total of all applicable line item appropriations.</b>
Federal Revenues	7,463,200	Total federal grant or matchable revenue.
Private Foundations	110,100	Anticipated private funds.
Certification Fees	39,500	From issuing teacher and administrator certificates; supports state licensure, professional development, and administrator and teacher quality activities.
<b>GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$297,100</b>	<b>The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.</b>

## SECTION 106: MICHIGAN SCHOOLS FOR THE DEAF AND BLIND

*The Michigan Schools for the Deaf and Blind (MSDB) in Flint provide educational and residential services to students who are hearing and/or visually impaired.*

Full-time equated classified positions	103.0	Full-time equated (FTE) positions in the state classified service.								
Michigan Schools for the Deaf and Blind Operations – 102.0 FTE positions	\$13,632,000	Operational costs such as staff salaries, supplies, contractual services, utilities, and facilities maintenance. Funding Source(s): <table style="margin-left: 20px;"> <tr> <td>Federal</td> <td style="text-align: right;">6,326,700</td> </tr> <tr> <td>Local</td> <td style="text-align: right;">7,071,000</td> </tr> <tr> <td>Private</td> <td style="text-align: right;">15,700</td> </tr> <tr> <td>Restricted</td> <td style="text-align: right;">218,600</td> </tr> </table>	Federal	6,326,700	Local	7,071,000	Private	15,700	Restricted	218,600
Federal	6,326,700									
Local	7,071,000									
Private	15,700									
Restricted	218,600									
<i>Related Boilerplate Section(s): 402, 404, 406</i>										
Camp Tuhsmeheeta – 1.0 FTE position	295,100	Operation of camping facility near Greenville, Michigan, which is used by impaired persons statewide. Funding Source(s): <table style="margin-left: 20px;"> <tr> <td>Private</td> <td style="text-align: right;">295,100</td> </tr> </table>	Private	295,100						
Private	295,100									
<i>Related Boilerplate Section(s): None</i>										
Private Gifts – Blind	200,000	Private donations and bequests dedicated to fund summer programs, student activities, and special events for visually impaired students. Funding Source(s): <table style="margin-left: 20px;"> <tr> <td>Private</td> <td style="text-align: right;">200,000</td> </tr> </table>	Private	200,000						
Private	200,000									
<i>Related Boilerplate Section(s): 407</i>										
Private Gifts – Deaf	250,000	Private donations and bequests dedicated to fund summer programs, student activities, and special events for hearing impaired students. Funding Source(s): <table style="margin-left: 20px;"> <tr> <td>Private</td> <td style="text-align: right;">250,000</td> </tr> </table>	Private	250,000						
Private	250,000									
<i>Related Boilerplate Section(s): 407</i>										
<b>GROSS APPROPRIATION</b>	<b>\$14,377,100</b>	<b>Total of all applicable line item appropriations.</b>								
Federal Revenue	6,326,700	Total federal grant or matchable revenue.								
Local Cost Sharing (Schools for Deaf/Blind)	6,758,500	Revenue from local school districts for instructional costs of district students who attend MSDB–Flint.								
Local School District Service Fees	312,500	Charged to local school districts for special education assessment services rendered.								
Gifts, Bequests, and Donations	760,800	Private donations that support operations of MSDB–Flint and Camp Tuhsmeheeta.								
Student Insurance Revenue	218,600	From insurance providers; offsets MSDB medical costs.								
<b>GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$0</b>	<b>The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.</b>								

## SECTION 107: 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	34.0	Full-time equated (FTE) positions in the state classified service.
Professional preparation operations – 34.0 FTE positions	\$5,724,100	Personnel and operational cost for the Office of Professional Preparation Services. <div style="text-align: right; margin-left: 200px;">                     Funding Source(s):    Federal    1,386,700                         Restricted    3,901,200                         GF/GP        436,200                 </div>
<i>Related Boilerplate Section(s): 208, 501, 502, 506</i>		
Department of attorney general	50,000	Represents Department of Education in all matters involving issuance, suspension, and revocation of teacher certificates. <div style="text-align: right; margin-left: 200px;">                     Funding Source(s):    Restricted        50,000                 </div>
<i>Related Boilerplate Section(s): 221</i>		
<b>GROSS APPROPRIATION</b>	<b>\$5,774,100</b>	<b>Total of all applicable line item appropriations.</b>
Federal Revenues	1,386,700	Total federal grant or matchable revenue.
Certification Fees	3,564,900	From issuing teacher and administrator certificates; supports state licensure, professional development, and administrator and teacher quality activities.
Teacher College Review Fees	55,300	Reimbursement from universities for teacher college reviews by the Department.
Teacher Testing Fees	331,000	From certifying teachers; offsets cost of administering Michigan Test for Teacher Certification.
<b>GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$436,200</b>	<b>The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.</b>

## SECTION 108: EARLY CHILDHOOD EDUCATION AND FAMILY SERVICES

*This office administers early childhood education programs for general and special education students. Programs administered by this office include the Great Start Readiness Program, 21st Century Community Learning Centers, Early On, Even Start Family Literacy Program and the Great Parents, Great Start program.*

Full-time equated classified positions	26.0	Full-time equated (FTE) positions in the state classified service.
Early childhood education and family services operations – 26.0 FTE positions	\$4,295,700	Personnel and operational costs for the Office of Early Childhood Education and Family Services.
		Funding Source(s):
		Federal
		Restricted
		GF/GP
		3,388,300
		59,100
		848,300
<i>Related Boilerplate Section(s): None</i>		
<b>GROSS APPROPRIATION</b>	<b>\$4,295,700</b>	<b>Total of all applicable line item appropriations.</b>
Federal Revenues	3,388,300	Total federal grant or matchable revenue.
Certification Fees	59,100	From issuing teacher and administrator certificates; supports state licensure, professional development, and administrator and teacher quality activities.
<b>GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$848,300</b>	<b>The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.</b>

## SECTION 109: STATE AID AND SCHOOL FINANCE SERVICES

*This office administers and distributes the School Aid budget and provides guidance on issues of school finance and tax policy, public school district financial accounting, various financing mechanisms available to school districts, and information on pupil accounting statutes and rules. The office also oversees departmental activities related to the development of the State School Aid budget.*

Full-time equated classified positions	7.5	Full-time equated (FTE) positions in the state classified service.
State Aid and School Finance – 7.5 FTE positions	\$985,400	Personnel and operational costs for the Office of State Aid and School Finance. Funding Source(s): GF/GP 985,400
<i>Related Boilerplate Section(s): None</i>		
<b>GROSS APPROPRIATION</b>	<b>\$985,400</b>	<b>Total of all applicable line item appropriations.</b>
<b>GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$985,400</b>	<b>The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.</b>

## SECTION 110: AUDIT SERVICES

*The office oversees and provides technical assistance, guidance, and training to school districts on financial and pupil membership accounting and auditing. The office also conducts desk reviews and quality control reviews of audit reports, and provides assistance to pupil membership auditors, public accounting firms, and school business managers.*

Full-time equated classified positions	3.5	Full-time equated (FTE) positions in the state classified service.		
Audit Operations – 3.5 FTE positions	\$541,800	Personnel and operational costs for the Office of Audits.		
		Funding Source(s):	Federal	431,000
			Restricted	55,200
			GF/GP	55,600
<i>Related Boilerplate Section(s): None</i>				
<b>GROSS APPROPRIATION</b>	<b>\$541,800</b>	<b>Total of all applicable line item appropriations.</b>		
Federal Indirect Funds	431,000	Federal funds used to support indirect costs attributed to federal programs.		
Certification Fees	55,200	From issuing teacher and administrator certificates; supports state licensure, professional development, and administrator and teacher quality activities.		
<b>GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$55,600</b>	<b>The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.</b>		

## SECTION 111: ADMINISTRATIVE LAW SERVICES

*The office conducts administrative hearings for the Department, reviewing proposed decisions by Michigan Administrative Hearing System administrative law judges in cases involving the Department, including teacher tenure matters, property transfer issues appealed to the Superintendent of Public Instruction, revocations and denials of teacher certifications, pupil membership audits, and other complaint and compliance matters. The office also administers the selection and training of special education hearing officers, and coordinates the Department's federal relations activities.*

Full-time equated classified positions	2.0	Full-time equated (FTE) positions in the state classified service.		
Administrative Law Operations – 2.0 FTE positions	\$1,044,800	Personnel and operational costs for the Office of Administrative Law and Federal Relations.	Funding Source(s):	
			Federal	541,700
			Restricted	452,000
			GF/GP	51,100
<i>Related Boilerplate Section(s): 211</i>				
<b>GROSS APPROPRIATION</b>	<b>\$1,044,800</b>	<b>Total of all applicable line item appropriations.</b>		
Federal Revenues	541,700	Total federal grant or matchable revenue.		
Certification Fees	452,000	From issuing teacher and administrator certificates; supports state licensure, professional development, and administrator and teacher quality activities.		
<b>GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$51,100</b>	<b>The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.</b>		

## SECTION 112: EDUCATIONAL ASSESSMENT AND ACCOUNTABILITY

*This unit administers the Michigan Educational Assessment Program (MEAP), the Merit Examination, and other state assessments. It is responsible for test development, test administration, and analysis and reporting of test results. It also manages school district accountability and accreditation and measures Adequate Yearly Progress under the Federal No Child Left Behind Program, and reform/redesign plans of persistently low achieving schools.*

Full-time equated classified positions	64.1	Full-time equated (FTE) positions in the state classified service.
Educational assessment operations – 64.1 FTE positions	\$11,272,500	Personnel and operational costs for the Office of Educational Assessment and Accountability and the School Reform and Redesign Office.
		Funding Source(s):    Federal    9,704,500 GF/GP    1,568,000
<i>Related Boilerplate Section(s): 229</i>		
<b>GROSS APPROPRIATION</b>	<b>\$11,272,500</b>	<b>Total of all applicable line item appropriations.</b>
Federal Revenues	9,704,500	Total federal grant or matchable revenue.
<b>GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$1,568,000</b>	<b>The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.</b>

## SECTION 113: GRANTS ADMINISTRATION AND SCHOOL SUPPORT SERVICES

*This unit administers various federal and state education grants. It also administers the Food and Nutrition programs, including the School Breakfast Program and National School Lunch program. In addition, it administers the College Access Challenge Grant program.*

Full-time equated classified positions	73.6	Full-time equated (FTE) positions in the state classified service.								
Grants administration and school support services operations – 67.6 FTE positions	\$10,937,400	<p>Personnel and operational costs for the Office of Grants Coordination and School Support.</p> <p style="text-align: right;">Funding Source(s):</p> <table style="margin-left: auto; margin-right: 0;"> <tr> <td style="padding-left: 20px;">Federal</td> <td style="text-align: right;">10,360,800</td> </tr> <tr> <td style="padding-left: 20px;">Local</td> <td style="text-align: right;">11,700</td> </tr> <tr> <td style="padding-left: 20px;">Restricted</td> <td style="text-align: right;">71,700</td> </tr> <tr> <td style="padding-left: 20px;">GF/GP</td> <td style="text-align: right;">493,200</td> </tr> </table> <p style="text-align: right;"><i>Related Boilerplate Section(s): None</i></p>	Federal	10,360,800	Local	11,700	Restricted	71,700	GF/GP	493,200
Federal	10,360,800									
Local	11,700									
Restricted	71,700									
GF/GP	493,200									
College access challenge grant program – 6.0 FTE positions	4,293,200	<p>Personnel and operational costs. The grant program provides funding to states to foster partnerships among federal, state, and local governments, and philanthropic organizations in an effort to increase the number of low-income students who are prepared to enter and succeed in postsecondary education.</p> <p style="text-align: right;">Funding Source(s):</p> <table style="margin-left: auto; margin-right: 0;"> <tr> <td style="padding-left: 20px;">Federal</td> <td style="text-align: right;">4,293,200</td> </tr> </table> <p style="text-align: right;"><i>Related Boilerplate Section(s): 902</i></p>	Federal	4,293,200						
Federal	4,293,200									
Federal and private grants	3,000,000	<p>Authorizes expenditure of additional federal and private funds if they become available throughout the year.</p> <p style="text-align: right;">Funding Source(s):</p> <table style="margin-left: auto; margin-right: 0;"> <tr> <td style="padding-left: 20px;">Federal</td> <td style="text-align: right;">2,000,000</td> </tr> <tr> <td style="padding-left: 20px;">Private</td> <td style="text-align: right;">1,000,000</td> </tr> </table> <p style="text-align: right;"><i>Related Boilerplate Section(s): 901</i></p>	Federal	2,000,000	Private	1,000,000				
Federal	2,000,000									
Private	1,000,000									
<b>GROSS APPROPRIATION</b>	<b>\$18,230,600</b>	<b>Total of all applicable line item appropriations.</b>								
Federal Revenues	16,654,000	Total federal grant or matchable revenue.								
Local School District Service Fees	11,700	Fines charged to local school districts for violations of the state's sex education laws.								
Private Foundations	1,000,000	Revenue from private organizations.								
Commodity Distribution Fees	71,700	Fee charged to local school districts for spoiled surplus commodities.								
<b>GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$493,200</b>	<b>The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.</b>								

## SECTION 114: FIELD SERVICES

*This office has oversight responsibility for federal formula grants under the Elementary and Secondary Education Act including Title I Disadvantaged Children and Title II Improving Teacher Quality Grants, as well as the state At-Risk categorical grants. Its major responsibilities include assisting districts in developing needs assessments and comprehensive school improvement plans and in using data to identify problems in achievement and to encourage research on effectiveness.*

Full-time equated classified positions	44.0	Full-time equated (FTE) positions in the state classified service.								
Field services operations – 44.0 FTE positions	\$9,302,700	Personnel and operational costs for the Office of Field Services Funding Source(s): <table style="float: right; margin-left: 20px;"> <tr> <td>Federal</td> <td style="text-align: right;">8,537,900</td> </tr> <tr> <td>Private</td> <td style="text-align: right;">572,100</td> </tr> <tr> <td>Restricted</td> <td style="text-align: right;">51,600</td> </tr> <tr> <td>GF/GP</td> <td style="text-align: right;">141,100</td> </tr> </table>	Federal	8,537,900	Private	572,100	Restricted	51,600	GF/GP	141,100
Federal	8,537,900									
Private	572,100									
Restricted	51,600									
GF/GP	141,100									
<i>Related Boilerplate Section(s): None</i>										
<b>GROSS APPROPRIATION</b>	<b>\$9,302,700</b>	<b>Total of all applicable line item appropriations.</b>								
Federal Revenues	8,537,900	Total federal grant or matchable revenue.								
Private Foundations	572,100	Revenue from private organizations.								
Certification Fees	51,600	From issuing teacher and administrator certificates; supports state licensure, professional development, and administrator and teacher quality activities.								
<b>GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$141,100</b>	<b>The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.</b>								

## SECTION 115: EDUCATIONAL IMPROVEMENT AND INNOVATION SERVICES

*The unit implements the state's online learning requirements, educational technology standards, and educational technology plan, and coordinates the usage of educational data to guide decision-making within the Department and schools. The unit also includes the Public School Academy Unit, which oversees public school academies in the state.*

Full-time equated classified positions	55.7	Full-time equated (FTE) positions in the state classified service.
Educational improvement and innovation operations – 55.7 FTE positions	\$10,674,000	Personnel and operational costs for the Office of Education Improvement and Innovation (OEII) and the Office of Educational Technology and Data Coordination.
		Funding Source(s):
		Federal
		Private
		Restricted
		GF/GP
		8,688,200
		573,300
		489,100
		923,400
<i>Related Boilerplate Section(s): 601</i>		
<b>GROSS APPROPRIATION</b>	<b>\$10,674,000</b>	<b>Total of all applicable line item appropriations.</b>
Federal Revenues	8,688,200	Total federal grant or matchable revenue.
Private Foundations	573,300	Revenue from private organizations.
Certification Fees	489,100	From issuing teacher and administrator certificates; supports state licensure, professional development, and administrator and teacher quality activities.
<b>GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$923,400</b>	<b>The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.</b>

## SECTION 116: CAREER AND TECHNICAL EDUCATION

*This unit oversees high school instructional programs that teach students skills in specific career clusters and those that offer early college credit opportunities to provide students a seamless transition to postsecondary education or their careers.*

Full-time equated classified positions	27.0	Full-time equated (FTE) positions in the state classified service.					
Career and technical education operations – 27.0 FTE positions	\$4,234,700	Personnel and operational costs for the Office of Career and Technical Education.					
		Funding Source(s):	<table style="margin-left: 20px; border: none;"> <tr> <td style="padding-right: 10px;">Federal</td> <td style="text-align: right;">3,444,200</td> </tr> <tr> <td>GF/GP</td> <td style="text-align: right;">790,500</td> </tr> </table>	Federal	3,444,200	GF/GP	790,500
Federal	3,444,200						
GF/GP	790,500						
<i>Related Boilerplate Section(s): None</i>							
<b>GROSS APPROPRIATION</b>	<b>\$4,234,700</b>	<b>Total of all applicable line item appropriations.</b>					
Federal Revenues	3,444,200	Total federal grant or matchable revenue.					
<b>GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$790,500</b>	<b>The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.</b>					

## SECTION 117: LIBRARY OF MICHIGAN

*The Library of Michigan is charged with providing reference services to the Executive, Legislative and Judicial branches of government, and to the general public. As one of the largest state libraries in the nation, the Library maintains a large collection of books, state and federal government publications, Michigan periodicals, and one of the country's leading collections on genealogy. The Library also distributes state aid funding to Michigan public libraries and public library cooperatives.*

Full-time equated classified positions	33.0	Full-time equated (FTE) positions in the state classified service.
Library of Michigan Operations – 32.0 FTE positions	\$3,808,500	Personnel and operations costs, subscriptions, books, book preservation, maintenance of collections, and Law Library operations; partially funds statewide contracts for Michigan eLibrary (MeL) databases providing online database access to Michigan residents. Funding Source(s): GF/GP 3,808,500 <i>Related Boilerplate Section(s): 801, 803, 804</i>
Library Services and Technology Program – 1.0 FTE positions	5,562,100	Administer, plan, and monitor subgrants to help libraries serving persons with disabilities, provide internet access and training centers in the state, encourage library technology and networking among libraries, and provide outreach services to individuals who have difficulty using a library. Funding Source(s): Federal 5,562,100 <i>Related Boilerplate Section(s): 803</i>
State Aid to Libraries	5,445,700	Supplements local funds to ensure access to library services; provides books/materials, staff training, interlibrary loan and document delivery services to link libraries together; 1977 PA 89 sets eligibility requirements to qualify for state aid and funding amount distributed to each qualified library through five grants; Library of Michigan administers funding, monitors requirements and payment systems. Funding Source(s): GF/GP 5,445,700 <i>Related Boilerplate Section(s): 803</i>
Michigan eLibrary	950,000	Electronic library collection maintained by the Library of Michigan and partnering local libraries; offers patrons free on-line access to newspaper and magazine articles, journal articles, and books; interlibrary loan services; genealogical information; and resources for educators. Funding Source(s): GF/GP 950,000 <i>Related Boilerplate Section(s): 803</i>
<b>GROSS APPROPRIATION</b>	<b>\$15,766,300</b>	<b>Total of all applicable line item appropriations.</b>
IMLS, Library Services and Technology Act	5,562,100	Funding available from the Institute for Museum and Library Services (IMLS) under the Library Services and Technology Act, Grants to States program.
<b>GENERAL FUND/ GENERAL PURPOSE</b>	<b>\$10,204,200</b>	<b>The state's primary operating fund; the portion of the state's General Fund that does not include restricted revenue.</b>

## BOILERPLATE SECTION INFORMATION

**Sec. 201. Total State Spending and State Spending to Local Governments**

Provides total state spending and 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. Civil Service Fee**

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

**Sec. 205. Use of the Internet to Fulfill Reporting Requirements**

Requires MDE to post reports required by boilerplate on its website or send them via electronic mail.

**Sec. 206. State Board Information**

Requires MDE to forward board agendas and documents to various governmental agencies electronically.

**Sec. 207. Department Financial Information**

Requires MDE to maintain a searchable website accessible to the public at no cost which includes expenditures by category, expenditures by appropriation unit, payments to vendors by vendor, date, amount, and description, the number of active employee by job classification, and job specifications and wage rates. Allows the Department to develop its own website or reference the state's central transparency website as the source of this information.

**Sec. 208. Personnel Records**

Directs that MDE require districts to retain teacher personnel records regarding sexual misconduct.

**Sec. 209. Information Technology User Fees**

Directs MDE to pay user fees to DTMB for technology-related services and projects.

**Sec. 210. Information Technology Work Projects**

Permits funds appropriated in Part 1 for information technology to be designated as work projects and carried forward into subsequent years.

**Sec. 211. Adequate Yearly Progress (AYP)**

Requires that MDE allow districts to appeal a determination of failure to meet AYP prior to MDE reporting those results.

**Sec. 212. Purchase of Foreign Goods**

Prohibits use of state funds to purchase foreign-made goods if comparable American or Michigan goods are available. Gives preference to Michigan businesses owned and operated by veterans.

**Sec. 214. Out-of-State Travel**

Limits out-of-state travel to certain circumstances and requires reporting on all out-of-state travel.

**Sec. 215. Out-of-State Professional Development**

Limits out-of-state travel to professional development conferences or training seminars.

**Sec. 216. Communication with the Legislature**

Prohibits MDE from taking disciplinary action against an employee for communicating with a legislator or his/her staff.

**Sec. 217. Economically Distressed Areas**

Encourages MDE to contract with businesses in economically distressed areas.

**Sec. 218. Records Retention**

Requires MDE to retain all reports funded from appropriations in Part 1 according to federal and state guidelines for short-term and long-term retention of records.

**Sec. 219. Contingency Funds**

Appropriates \$5.0 million federal, \$700,000 state restricted, \$250,000 local, and \$3.0 million private in contingency funds which must be transferred appropriately by the legislature prior to expenditure.

**Sec. 220. Timely Data**

Requires MDE to provide data requested by legislature, staff, and fiscal agencies in a timely manner.

## BOILERPLATE SECTION INFORMATION

**Sec. 221. Hire of Outside Legal Counsel**

Prohibits MDE from hiring a person to provide legal services that are the responsibility of the Attorney General but exempts legal services for bonding or other activities authorized by the Attorney General.

**Sec. 225. Pupil Membership Fraud**

Requires the State Superintendent of Public Instruction to investigate and report on issues of pupil membership fraud, and report on the scope of and proposed solutions to the problem.

**Sec. 226 Lapse Report**

Requires MDE to report on the projected year-end General Fund Lapse amount for FY 2010 by November 15, 2012.

**Sec. 227. Restricted Funds Report**

Requires MDE to provide a report to the Legislature on restricted fund revenues, expenditures, and balances for FY 2010-11 and FY 2011-12.

**Sec. 229. State Education Reforms**

Requires MDE and the superintendent to use funds appropriated in part 1 to ensure that its responsibilities under the school reform and redesign law (MCL 380.1280c) are carried out within the time required.

**Sec. 301. Per Diem Payments**

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

**Sec. 302. Travel Expenditures**

Prohibits spending over \$35,000 for in-state and out-of-state travel for Board of Education members.

**Sec. 402. Payment for Instruction at the Michigan Schools for the Deaf and Blind**

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

**Sec. 404. Rent for Michigan Schools for the Deaf and Blind - Flint**

Allows MDE to rent or lease excess property at the facility.

**Sec. 405. Federal Medicaid Program**

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

**Sec. 406. Residential Program at the Michigan Schools for the Deaf and Blind**

Authorizes 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. 407. Gifts, Bequests, and Donations**

States that revenue from gifts, bequests, and donations that is unexpended at end of fiscal year may be carried over to next fiscal year and not revert to general fund.

**Sec. 501. Felony Conviction Files**

Requires that MDE maintain 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. 506. Teacher Testing Fees**

States that revenue from teacher testing fees that is unexpended at end of fiscal year may be carried over to next fiscal year and not revert to the General Fund.

**Sec. 601. Administration of the Charter School Office**

Earmarks funds to operate the charter school office.

**Sec. 701. Collaboration With Center for Educational Performance and Information**

Directs MDE to work collaboratively with Center for Educational Performance and Information to support data collection.

**Sec. 801. Funds for Required Services**

States that funds collected by MDE through the Library of Michigan for document reproduction, workshops, and equipment are available for expenditure and may be carried into the next fiscal year.

## BOILERPLATE SECTION INFORMATION

**Sec. 803. *Keep Library Functions Together***

Provides intent that the State maintain the Library of Michigan and its component programs together in a state department.

**Sec. 804. *Library Collections***

Requires that MDE and the Library of Michigan maintain custody of the non-Michigan genealogy and all Michigan-specific collections and continue to make these collections available to the public.

**Sec. 901. *Federal and Private Grants***

Requires that MDE notify House and Senate appropriation subcommittee chairs within ten days of receipt of a grant appropriated in the federal and private grants line item including funding source, purpose, and amount of grant.

**Sec. 902. *College Access Challenge Grant Program***

Designates the program as a work project and therefore allows funds remaining at year-end to be carried forward into the following year. Identifies purpose of the project as well as estimated cost and completion date.

**Sec. 903. *Cyber Schools***

Directs MDE to work with districts that operate a cyber school or an alternative education program with a seat-time waiver to provide a report by March 1, 2012 detailing enrollments, resident districts, per pupil operating costs, and online education providers.

**Sec. 1201. *FY 2012-13 Appropriation***

Expresses intent that FY 2012-13 appropriations are anticipated to be the same as FY 2011-12 appropriations, except for adjustments for changes in caseloads, federal match rates, economic factors, and available revenue.





Mary Ann Cleary, Director  
 Kyle I. Jen, Deputy Director  
 517.373.8080

**AREAS OF RESPONSIBILITY**

Agriculture and Rural Development .....	William E. Hamilton, Senior Fiscal Analyst
Attorney General .....	Robin Risko, Senior Fiscal Analyst
Auditor General .....	Robin Risko, Senior Fiscal Analyst
Bill Analysis .....	Chris Couch, Associate Director Edith Best, Joan Hunault, Jeff Stoutenburg, Sue Stutzky, Legislative Analysts
Capital Outlay .....	Robin Risko, Senior Fiscal Analyst
Casino Gaming .....	Benjamin Gielczyk, Senior Fiscal Analyst
Civil Rights .....	Robin Risko, Senior Fiscal Analyst
Clean Michigan Initiative .....	Viola Bay Wild, Senior Fiscal Analyst
Community Colleges .....	Erik Jonasson, Fiscal Analyst
Community Health: Mental Health/Substance Abuse .....	Margaret Alston, Senior Fiscal Analyst
Public Health/Aging/Medicaid-Backup .....	Susan Frey, Senior Fiscal Analyst
Medicaid/Children’s Special Health Care Services .....	Steve Stauff, Senior Fiscal Analyst
Corrections .....	Bob Schneider, Associate Director
Economic and Revenue Forecast .....	Rebecca Ross, Senior Economist; Jim Stansell, Economist
Education (Department) .....	Bethany Wicksall, Senior Fiscal Analyst; Mark Wolf Senior Fiscal Analyst
Environmental Quality .....	Viola Bay Wild, Senior Fiscal Analyst
Executive Office .....	Robin Risko, Senior Fiscal Analyst
Fiscal Oversight, Audit, and Litigation .....	Mary Ann Cleary, Director
Higher Education .....	Kyle I. Jen, Deputy Director
Human Services (Department) .....	Kevin Koorstra, Senior Fiscal Analyst; Bob Schneider, Associate Director
Judiciary .....	Erik Jonasson, Fiscal Analyst
Legislature .....	Robin Risko, Senior Fiscal Analyst
Licensing and Regulatory Affairs .....	Paul Holland, Fiscal Analyst
Lottery .....	Benjamin Gielczyk, Senior Fiscal Analyst
Michigan Strategic Fund .....	Benjamin Gielczyk, Senior Fiscal Analyst
Military and Veterans Affairs .....	Robin Risko, Senior Fiscal Analyst
Natural Resources .....	Viola Bay Wild, Senior Fiscal Analyst
Retirement .....	Bethany Wicksall, Senior Fiscal Analyst; Kyle I Jen, Deputy Director
Revenue Sharing .....	Jim Stansell, Economist; Benjamin Gielczyk, Senior Fiscal Analyst
School Aid .....	Bethany Wicksall, Senior Fiscal Analyst; Mark Wolf Senior Fiscal Analyst
State (Department) .....	Benjamin Gielczyk, Senior Fiscal Analyst
State and Local Finance .....	Rebecca Ross, Senior Economist; Jim Stansell, Economist
State Police .....	Robin Risko, Senior Fiscal Analyst
Supplementals .....	Kyle I. Jen, Deputy Director
Tax Analysis .....	Rebecca Ross, Senior Economist; Jim Stansell, Economist
Technology, Management, and Budget .....	Benjamin Gielczyk, Senior Fiscal Analyst
Transfers .....	Margaret Alston, Senior Fiscal Analyst
Transportation .....	William E. Hamilton, Senior Fiscal Analyst
Treasury .....	Benjamin Gielczyk, Senior Fiscal Analyst



P.O. Box 30014 ■ Lansing, MI 48909-7514  
(517) 373-8080 ■ FAX (517) 373-5874  
[www.house.mi.gov/hfa](http://www.house.mi.gov/hfa)