

**MICHIGAN
DEPARTMENT OF EDUCATION (MDE)**

**House Appropriations Subcommittee
Meeting**

February 17, 2016

Programs Administered by MDE

- K-12 Public School Students – more than 1.6 million
- Intermediate School Districts – 56
- Local School Districts – 548
- Public School Academies – 302
- Children 0-5 Served – approx. 93,400
- Michigan residents, K-12 schools, 396 public libraries and 105 academic libraries.

FY 2016 Enacted Budget versus FY 2017 Executive Recommendation

	<u>FY2016</u>	<u>FY2017</u>	<u>% Change</u>
Gross Budget	\$305.9 million	\$316.9 million	4%
Federal Funds	\$215.6 million	\$225.2 million	4%
General Funds	\$74.8 million	\$76.4 million	2%
State Restricted	\$7.7 million	\$7.8 million	1%
Local Funds	\$5.7 million	\$5.6 million	(2%)
Private Funds	\$2.0 million	\$2.0 million	0%
FTEs	594.5 FTEs	602.5 FTEs	8

Highlights of FY2017 Executive Recommendation for MDE

- \$1,712,500 Program Investments – GF/GP
 - \$500,000, 3 FTEs - Multi-Tiered Systems of Supports (MTSS) Implementation Monitoring and Assistance
 - \$395,000, 2 FTEs - Early/Middle College Expansion Supports
 - \$300,000 - Special Education Taskforce Recommendations
 - \$180,000, 1 FTE – School Safety Consultant
 - \$175,000, 1 FTE – Home Visit Program Management and Coordination
 - \$162,500, 1 FTE – E-Rate Technical Assistance and Coordination

FY2017 Program Reductions

- \$1,000,000 - Education Evaluations
 - General Purpose/General Fund
- \$250,000 – Financial Independence Team
 - General Purpose/General Fund
- \$201,400 – Early Out 5-year Payouts
 - \$21,900 General Purpose/General Fund
 - \$179,500 Other Funds

FY2017 Technical Adjustments

- \$286,300 Increase - Child Development and Care IDG
 - Economics
- \$90,800 Increase – Education Commission of the States
 - Membership Dues
- \$76,500 Decrease – Local funding
 - Remove local funding share from IT Operations
- Net Changes
 - Creation of the Office of Educator Talent and Policy Coordination
 - Rolls up the Financial Independence Team into State Aid Operations
 - Moves the Federal and Private Grants line from OSSS to Central Support
 - Other Misc. fund and FTE adjustments

FY2017 One-Time Appropriations

- \$8,050,100 Flint Declaration of Emergency
 - \$8,050,000 pilot the expansion of subsidized childcare to all 0-3 children in Flint for half-day services.
 - Provide information to providers on identifying and assisting children demonstrating developmental delays.
 - \$100 placeholder to cover remaining half-year.
- \$500,000 Certification Fee Subsidy
 - One-time general fund subsidy to offset the declining certification fee revenue in FY17.

Flint Declaration of Emergency FY2016

- PA 3 of 2016 - \$2,685,000
 - General Fund dollars to be used for nurses, Early On services, psychologist, nutritional resources, and coordination of communication for parents, educators, and the community.

- Supplemental Request 2016-6
 - \$17.6 million - Provide for Childcare and Nutritional Needs
 - \$11.6 million Federal Funds
 - \$6 million General Fund/General Purpose
 - \$8 million additional federal funding included in boilerplate for Flint emergency needs

Boilerplate Summary

- **Boilerplate Additions and Changes:**
 - Sec. 5-701. Field Services, Multi-Tiered Systems of Support, language on MDE reporting.
 - Sec. 5-901. Special Education, for implementation of Special Education Task Force recommendations.
 - Sec. 5-1101. One Time Appropriations, language on Flint Declaration of Emergency
 - Sec 5-210. Increases federal contingency funds by \$5 million to support possible additional CCDF for Flint.

Boilerplate Summary Cont:

- **Boilerplate Deletions:**

- The following sections have been recommended for deletion: Sec. 208, 216, 218, 220, 233, 234, 236, 237, 502, 601, 803, 806, 901, 1003, 1004 and 1201

Legislation Needed

- Revision of Sec. 1538 of the Revised School Code
 - MCL 388.1538 for Teacher Certification Fee Increases was last revised in FY 2008
 - Revenue is used for the teacher and administrator preparation and certification program, teacher and administrator professional development, and other quality-related activities
 - MDE has sustained appropriation levels by using a carryover balance that is projected to be depleted during FY18 due to declining revenue
 - Request for approx. 30% increase in teacher certification fees and new fees to maintain state continuing education clock hours and district provided professional development
 - The revision also consolidates permits, authorizations, and approvals, and allows for new permits that have been created since the last revision

THANK YOU

QUESTIONS?