MSBO - ISD Committee Meeting Minutes  
March 21, 2019 – 9:30 am  
MSBO Office, Lansing

Members Present:

Bodiya, Paul – Macomb ISD  
Curtiss, Bruce – Bay-Arenac ISD  
Eisinger, Diane – Ingham ISD  
Frank, Chris – Saginaw ISD  
Green, Christie – Calhoun ISD  
Haggerty, Mike – Kent ISD  
Hills, Becky – Ingham ISD  
Kolb, Kevin – Gratiot-Isabella RESD  
Krosnicki, Lisa – Charlevoix-Emmet ISD  
Lamer, Chris – Ottawa ISD  
Ludlow, Mark – Calhoun ISD  
Marcel, Brian – Washtenaw ISD  
Martell, David, MSBO  
McNamara, Helen – Ingham ISD  
Rafferty, Kori – Calhoun ISD  
Recor, Tracy – St. Clair Co. RESA  
Shaffer, Belinda – Hillsdale ISD  
Templeton, Danielle – Genesee ISD  
Weese, Stephanie – Montcalm Area ISD

Members Present – On Line:

Anderson, Shay – Clare-Gladwin RESD  
Auel, Jason – Copper Country ISD  
Auwers, Roger – Jackson County ISD  
Bontekoe, Katrina – Wexford-Missaukee ISD  
Chesnutt, Gina – Oakland Schools  
Cope, Rene – Marquette-Alger RESA  
Day, Jeanne – Tuscola ISD  
Dechnik, Kelli – St. Joseph Co. ISD  
DeKuiper, Jodi – Newaygo Co. RESA  
Downing, Jamie – Ottawa Area ISD  
Fleser, Lyndsey – Ottawa ISD  
Jones, Emili – Eaton RESA  
Larsen, Cindy – Barry ISD  
Lloyd, Abby – Allegan RESA  
LoPresto, RaLena – Hillsdale Co. ISD  
Matthews, Barb – Van Buren ISD  
Myers, Heidi – Midland Co. ESA  
Orihel, Mark – Midland Co. ESA  
Pelton, Debra – Traverse Bay Area ISD  
Porter, Cheryl – Lapeer Co. ISD  
Pray, Dawn – Eaton RESA  
Rymanowicz, Renee – Monroe ISD  
Schomisch, Lori – Clinton Co. RESA  
Shrier, Diane – Branch ISD  
Stefanich, Mari Anne – Macomb ISD  
Storms, Brad – Kalamazoo RESA  
Shutter, Anna – Kent ISD  
Suszak, Tony – Alpena-Montmorency-Alcona ESD  
Thomas, Scott – Kalamazoo RESA

1. **Call to Order – Lisa Krosnicki, Chairperson**

1. **Introduction of Members/Guests – Lisa Krosnicki, Chairperson**

1. **Approval of Meeting Minutes – February 21, 2019**

Motioned by Chris Lamer and Supported by Brian Marcel

1. **Legislative Update** – Kathy Merry, Wayne RESA

- 1.5X may be the new norm for increases to the foundation.
- Some of the categoricals may disappear to help fund things like At Risk and Special Education costs.
• Additional CTE money is going to the LEA’s even though some ISD’s operate the programs.
• Likely that the Governor’s proposal is the best proposal that we are going to see.
• The Governor’s whole budget is predicated on the 45 cent increase in gas tax.
• 20% reduction to cyber school foundation – the lobby against this is very strong.
• Section 31n – was very poorly written during lame duck
  ○ 31n(6) - Every ISD will get $294,500 – distribute to LEA’s and charters for mental health services. Private schools may also request these funds. Distribute on a per pupil basis? District must apply to the ISD for these funds, agree to a 20% match, fund those services in future years, annual reporting to the state, etc. Medicaid must be maximized to help fund this (takes two years to receive Medicaid funds). DHHS has already submitted a plan to the Federal Government to receive funding for General Education students for mental health services. This plan has not yet been approved (expected to be approved sometime this summer....maybe).
  ○ 31n(10) - Every ISD will get approximately $9,000 for Program Administration. Free money for this year. Any costs would likely be incurred in future years.
  ○ 31n(12) – competitive one-time money
  ○ Much of the 31n money will be carried over to next year.
  ○ Must supplement not supplant.
○ New Advisory Council will be established. Looking for volunteers to service on this committee.

1. MSBO Update – David Martell, MSBO
   • Budget Update – University Funding can only go back to the GP/GF if the gas tax increase goes into effect thereby freeing up approximately $500 m.
   • 4% additional funding for special education is based on actual costs. Would likely be adjustments to actual in the following year.
   • Determining the number of Economically Disadvantaged children in a district can change from the Governor’s original estimate because those numbers weren’t readily available at the time estimate was made.
   • 1022 Committee will have guidance on GASB 84 sometime soon. How much control do you have over those funds?
   • Business Manager/CPA workshop is scheduled for June 5th.
   • Annual Conference registrations are doing very well. Currently have approximately 1,250 registrations. Had approximately 1,450 registrations last year.
   • At the Annual Conference, more programs will be housed at the DeVos Conference Center rather than in the hotel due to both the size of our group and also three more rooms were converted to other purposes.

2. Program – GSRP Fiscal Monitoring Process Update – John Brooks and Becky Pennington, MDE
   • PowerPoint was available at the meeting.
   • All ISD’s will have a “Fiscal Monitoring” process performed within 5 years.
   • The initial Fiscal Monitoring Review cycle with be determined based upon “Risk Factors” which are recomputed annually.
   • The GEMS system will be used for the monitoring process.
   • Discussed the documents that will be requested (must provide within 2 weeks of request).
   • Discussed the procedures to be performed.
   • The Monitoring process will review records for the previous year (since it is complete).
The website will be updated and a list of documents to be examined will be listed on the website (they were listed in the past but have since been removed).

State funded programs should not be charged indirect costs unless they are specifically allowed by the grant. No more indirect costs allowed for GSRP after 2018/2019.

Need to develop technical assistance for the GSRP program for such things as paying for business related services, etc.

GSRP applications submitted in the fall are reviewed by three different people. Sometimes problems aren’t found until late in the spring when the program is almost complete. At that time of year, disallowed costs, etc. become more difficult to correct.

Program Start-Up Costs – if you have a new program, can you spend money before October 1st? This has not been determined.

1. Round Table
   • Paul Bodiya – All state grants may not have immediate effect when they are passed by the legislature and you may not be able to spend the funds until they take effect. This is a change from the past. Should we be concerned?
   • Chris Lamer – cannot use US Communities for competitive bid purposes for GSRP. Must use the State’s program (MiDeal).

1. Adjournment:
   Next Meeting - Thursday, May 16, 2019 at MSBO in Lansing