ENCLOSURE C

SPECIAL CONDITIONS

1. **Basis for Requiring Special Conditions**

   The requirements that States ensure that children with disabilities participate in State and district-wide assessment systems; develop and administer alternate assessments, if necessary; and report publicly on the participation and performance of children with disabilities in State and district-wide assessments are crucial to ensuring that children with disabilities are provided access to high-quality instruction in the general curriculum, and that States and districts are held accountable for the progress of these children. 20 U.S.C. 1412(a)(16)-(17); 34 CFR §§300.137-300.139. The requirements regarding performance goals and indicators and the participation of children with disabilities in, and reporting on participation and performance of children with disabilities in regular assessments have been in effect since July 1, 1998; the requirements regarding reporting on alternate assessments have been in effect since July 1, 2000. According to the information reported to the Department in the Biennial Performance Report for the 2000-2001 school year, Michigan was not reporting publicly and to the Secretary on the participation and performance of children with disabilities in State and district-wide assessments, including alternate assessments, in the same frequency and detail as non-disabled students, as required by Part B of the Individuals with Disabilities Education Act (IDEA).

   Therefore, the Department determined that Michigan had not complied with all the terms and conditions of the Federal Fiscal Year 2001 awards under Part B of IDEA, and, under the authority of the Education Department General Administrative Regulations, 34 CFR §80.12, the Department imposed Special Conditions on Michigan’s Federal Fiscal Year 2002 awards under Part B. Those Special Conditions required that Michigan demonstrate, by May 30, 2003, that it was reporting the performance of children with disabilities who participate in State and district-wide assessments, including alternate assessments, in the same frequency and detail as non-disabled students as required at 20 U.S.C. 1412(a)(17) and 34 CFR §300.139(a). The State did not meet that timeline and has not yet met the requirements of 20 U.S.C. 1412(a)(17) and 34 CFR §300.139(a). Therefore, the Department is imposing Special Conditions on Michigan’s Federal Fiscal Year 2003 awards under Part B.

2. **Nature of the Special Conditions**

   By May 31, 2004, Michigan must demonstrate that it is reporting publicly and to the Secretary on the participation and performance of children with disabilities in regular and alternate assessments, (including the alternate assessment for children with mild cognitive impairments) in the same frequency and detail as non-disabled students, as required at 20 U.S.C. 1412(a)(17) and 34 CFR §300.139(a). The State must submit information on reporting publicly on the participation and performance of children with disabilities in regular and alternate assessments. This information is to be submitted on the Biennial Performance Report format provided by OSEP.
In addition, Michigan must demonstrate that it has reported to the public in the same frequency and detail as for non-disabled students, on the participation and performance of children with disabilities on Statewide assessments, including the alternate assessment for children with mild cognitive impairments.

The State must meet the following reporting and timeline requirements:

a. Submit to OSEP by September 1, 2003, a written plan detailing the steps and timelines for reporting publicly and to the Secretary on the participation and performance of children with disabilities who participate in regular and alternate State and district-wide assessments in the same frequency and detail as non-disabled students and reporting publicly and to the Secretary, by May 31, 2004. The plan must ensure that students with disabilities, including students who take alternate assessments, are assessed in the same grades as nondisabled students and that their participation in such assessments and the results of their assessments are reported in the same frequency and detail as nondisabled students.

b. Submit progress reports on January 5, 2004, March 29, 2004, and the final submission due on May 31, 2004. The final submission that includes information on reporting publicly on the participation and performance of children with disabilities in alternate assessments is to be submitted on the Biennial Performance Report format provided by OSEP. (This format is available at http://www.ed.gov/offices/OSERS/OSEP/Monitoring/.)

3. **Evidence Necessary for Conditions To Be Removed**

The Department will remove the special conditions if, at any time prior to the expiration of the grant year, Michigan provides documentation, satisfactory to the Department, that it has fully met the requirements to report publicly on the participation and performance of children with disabilities in regular and alternate assessments. This information is to be submitted on the Biennial Performance Report format provided by OSEP. (This format is available at http://www.ed.gov/offices/OSERS/OSEP/Monitoring/.)

4. **Method of Requesting Reconsideration**

The State can write to Assistant Secretary Robert H. Pasternack if it wishes the Department to reconsider any aspect of these Special Conditions. Any request of this sort should describe in detail the changes to the Special Conditions sought by the State and the reasons for those requested changes.
5. **Submission of Reports**

All reports that are required to be submitted by Michigan to the Department under the Special Conditions should be submitted to:

Margaret Romer  
Office of Special Education Programs  
U.S. Department of Education  
330 C Street, SW  
Washington, DC  20202-2640