SUBSTITUTE FOR

SENATE BILL NO. 177

A bill to make, supplement, and adjust appropriations for the departments of attorney general, civil rights, state, technology, management, and budget, and treasury, the executive office, and the legislative branch for the fiscal year ending September 30, 2012; to provide for the expenditure of these appropriations; to provide anticipated appropriations for the fiscal year ending September 30, 2013; to provide for the funding of certain work projects; to provide for the imposition of certain fees; to establish or continue certain funds, programs, and categories; to transfer certain funds; to prescribe certain requirements for bidding on state contracts; to provide for disposition of year-end balances; to prescribe the powers and duties of certain principal executive departments and state agencies, officials, and employees; and to provide for the disposition of fees and other income received by

the various principal executive departments and state agencies.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

PART 1

LINE-ITEM APPROPRIATIONS

FOR FISCAL YEAR 2011-2012

Sec. 101. Subject to the conditions set forth in this act, the amounts listed in this part are appropriated for the departments of attorney general, civil rights, state, technology, management, and budget, and treasury, the executive office, the legislative branch, and certain other state purposes, for the fiscal year ending September 30, 2012, from the funds indicated in this part. The following is a summary of the appropriations in this part:

TOTAL GENERAL GOVERNMENT

APPROPRIATION SUMMARY

Full-time equated unclassified positions 43.0	
Full-time equated classified positions 8,116.2	
GROSS APPROPRIATION	$ 3,897,242,100
Interdepartmental grant revenues:	
Total interdepartmental grants and intradepartmental transfers	669,027,400
ADJUSTED GROSS APPROPRIATION	$ 3,228,214,700
Federal revenues:	
Total federal revenues	768,099,400
Special revenue funds:	
Total local revenues	7,989,300
Total private revenues	979,400
Total other state restricted revenues	1,726,410,300

1 State general fund/general purpose ..... $ 724,736,300

2 **Sec. 102. DEPARTMENT OF ATTORNEY GENERAL**

3 **(1) APPROPRIATION SUMMARY**

4 Full-time equated unclassified positions..... 6.0

5 Full-time equated classified positions..... 514.0

6 GROSS APPROPRIATION ..... $ 74,590,900

7 Interdepartmental grant revenues:

8 Total interdepartmental grants and intradepartmental

9 transfers 21,885,400

10 ADJUSTED GROSS APPROPRIATION ..... $ 52,705,500

11 Federal revenues:

12 Total federal revenues 8,848,800

13 Special revenue funds:

14 Total local revenues 0

15 Total private revenues 0

16 Total other state restricted revenues 15,489,100

17 State general fund/general purpose ..... $ 28,367,600

18 **(2) ATTORNEY GENERAL OPERATIONS**

19 Full-time equated unclassified positions..... 6.0

20 Full-time equated classified positions..... 514.0

21 Attorney general ..... $ 112,500

22 Unclassified positions--5.0 FTE positions 476,300

23 Attorney general operations--477.0 FTE positions 68,330,700

24 Child support enforcement--25.0 FTE positions 3,008,000

25 Prosecuting attorneys coordinating council--12.0 FTE

26 positions 1,881,800

1	GROSS APPROPRIATION	$ 73,809,300
2	Appropriated from:	
3	Interdepartmental grant revenues:	
4	IDG from MDCH, health services	2,062,400
5	IDG from MDCH, WIC	77,000
6	IDG from department of corrections	527,700
7	IDG from MDE	317,000
8	IDG from MDEQ	1,917,700
9	IDG from MDHS	3,617,000
10	IDG from Michigan state housing development authority	540,200
11	IDG from MDLARA, children's protection registry	39,100
12	IDG from MDLARA, financial and insurance regulation	1,154,400
13	IDG from MDLARA, licensing and regulation fees	197,800
14	IDG from MDLARA, Michigan occupational safety and	
15	health administration	100,800
16	IDG from MDLARA, remonumentation fees	85,000
17	IDG from MDMVA	131,500
18	IDG from MDOT, comprehensive transportation fund	177,200
19	IDG from MDOT, state aeronautics fund	165,900
20	IDG from MDOT, state trunkline fund	2,817,500
21	IDG from MDSP	322,300
22	IDG from MDSP, Michigan justice training fund	139,000
23	IDG from MDTMB	208,000
24	IDG from MDTMB, civil service commission	300,600
25	IDG from MDTMB, risk management revolving fund	1,419,300
26	IDG from MSF, workforce development agency	205,400
27	IDG from treasury	5,220,000

1 IDG from treasury, Michigan strategic fund	142,600
2 Federal revenues:	
3 DAG, state administrative match grant/food stamps	413,300
4 Federal funds	2,645,200
5 HHS, medical assistance, medigrant	645,100
6 HHS-OS, state Medicaid fraud control units	5,045,200
7 National criminal history improvement program	100,000
8 Special revenue funds:	
9 Antitrust enforcement collections	656,600
10 Assigned claims assessments	132,800
11 Attorney general's operations fund	985,600
12 Auto repair facilities fees	261,300
13 Franchise fees	331,700
14 Game and fish protection fund	797,100
15 Liquor purchase revolving fund	1,165,700
16 Manufactured housing fees	217,200
17 Merit award trust fund	408,600
18 Michigan employment security act - administrative fund	1,785,800
19 Prisoner reimbursement	515,200
20 Prosecuting attorneys training fees	375,000
21 Public utility assessments	1,888,800
22 Real estate enforcement fund	549,100
23 Reinstatement fees	175,400
24 Retirement funds	832,100
25 Second injury fund	913,600
26 Self-insurers security fund	640,800
27 Silicosis and dust disease fund	210,900

1 State building authority revenue 104,200
2 State casino gaming fund 1,235,200
3 State lottery fund 275,600
4 Utility consumers fund 623,700
5 Waterways fund 111,800
6 Worker's compensation administrative revolving fund .. 295,300
7 State general fund/general purpose ..... $ 27,586,000
8 **(3) INFORMATION TECHNOLOGY**
9 Information technology services and projects ..... $ 781,600
10 GROSS APPROPRIATION ..... $ 781,600
11 Appropriated from:
12 State general fund/general purpose ..... $ 781,600

13 **Sec. 103. DEPARTMENT OF CIVIL RIGHTS**
14 **(1) APPROPRIATION SUMMARY**
15 Full-time equated unclassified positions 5.0
16 Full-time equated classified positions 121.0
17 GROSS APPROPRIATION ..... $ 13,730,200
18 Interdepartmental grant revenues:
19 Total interdepartmental grants and intradepartmental
20 transfers 0
21 ADJUSTED GROSS APPROPRIATION ..... $ 13,730,200
22 Federal revenues:
23 Total federal revenues 2,880,600
24 Special revenue funds:
25 Total local revenues 0
26 Total private revenues 18,700

1 Total other state restricted revenues		151,900
2 State general fund/general purpose	$	10,679,000
3 **(2) CIVIL RIGHTS OPERATIONS**		
4 Full-time equated unclassified positions..... 5.0		
5 Full-time equated classified positions..... 121.0		
6 Unclassified positions--5.0 FTE positions	$	267,100
7 Civil rights operations--113.0 FTE positions		11,454,100
8 Commission on disability concerns--7.0 FTE positions		1,186,100
9 Hispanic/Latino commission of Michigan--1.0 FTE		
10 positions		206,700
11 GROSS APPROPRIATION	$	13,114,000
12 Appropriated from:		
13 Federal revenues:		
14 EEOC, state and local antidiscrimination agency		
15 contracts		885,000
16 HUD, grant		1,313,200
17 Federal revenues		667,400
18 Special revenue funds:		
19 Private revenues		18,700
20 Division on deafness fund		93,400
21 State restricted indirect funds		58,500
22 State general fund/general purpose	$	10,077,800
23 **(3) INFORMATION TECHNOLOGY**		
24 Information technology services and projects	$	616,200
25 GROSS APPROPRIATION	$	616,200
26 Appropriated from:		
27 Federal revenues:		

1 EEOC, state and local antidiscrimination agency
2 contracts 15,000
3 State general fund/general purpose ..... $ 601,200

4 **Sec. 104. EXECUTIVE OFFICE**
5 **(1) APPROPRIATION SUMMARY**
6 Full-time equated unclassified positions..... 10.0
7 Full-time equated classified positions..... 74.2
8 GROSS APPROPRIATION ..... $ 4,399,200
9 Interdepartmental grant revenues:
10 Total interdepartmental grants and intradepartmental
11 transfers 0
12 ADJUSTED GROSS APPROPRIATION ..... $ 4,399,200
13 Federal revenues:
14 Total federal revenues 0
15 Special revenue funds:
16 Total local revenues 0
17 Total private revenues 0
18 Total other state restricted revenues 0
19 State general fund/general purpose ..... $ 4,399,200
20 **(2) EXECUTIVE OFFICE OPERATIONS**
21 Full-time equated unclassified positions..... 10.0
22 Full-time equated classified positions..... 74.2
23 Governor ..... $ 159,300
24 Lieutenant governor 111,600
25 Executive office--74.2 FTE positions 3,278,500
26 Unclassified positions--8.0 FTE positions 849,800

1 GROSS APPROPRIATION	$	4,399,200
2 Appropriated from:		
3 State general fund/general purpose	$	4,399,200

4 Sec. 105. LEGISLATURE

5 (1) APPROPRIATION SUMMARY

6 GROSS APPROPRIATION	$	115,971,600
7 Interdepartmental grant revenues:		
8 Total interdepartmental grants and intradepartmental		
9 transfers		3,751,500
10 ADJUSTED GROSS APPROPRIATION	$	112,220,100
11 Federal revenues:		
12 Total federal revenues		0
13 Special revenue funds:		
14 Total local revenues		0
15 Total private revenues		400,000
16 Total other state restricted revenues		2,649,700
17 State general fund/general purpose	$	109,170,400

18 (2) LEGISLATURE

19 Senate	$	24,598,800
20 Senate automated data processing		2,156,800
21 Senate fiscal agency		2,687,800
22 House of representatives		39,087,800
23 House automated data processing		1,712,300
24 House fiscal agency		2,687,800
25 GROSS APPROPRIATION	$	72,931,300
26 Appropriated from:		

1 State general fund/general purpose	$	72,931,300
2 **(3) LEGISLATIVE COUNCIL**		
3 Legislative council	$	8,446,700
4 Legislative service bureau automated data processing		1,163,600
5 Worker's compensation		126,300
6 National association dues		141,500
7 Legislative corrections ombudsman		606,200
8 GROSS APPROPRIATION	$	10,484,300
9 Appropriated from:		
10 Interdepartmental grant revenues:		
11 IDG from Michigan department of corrections		250,000
12 Special revenue funds:		
13 Private - gifts and bequests revenues		400,000
14 State general fund/general purpose	$	9,834,300
15 **(4) LEGISLATIVE RETIREMENT SYSTEM**		
16 General nonretirement expenses	$	4,233,300
17 GROSS APPROPRIATION	$	4,233,300
18 Appropriated from:		
19 Special revenue funds:		
20 Court fees		1,109,800
21 State general fund/general purpose	$	3,123,500
22 **(5) PROPERTY MANAGEMENT**		
23 Capitol building	$	2,552,800
24 Cora Anderson building		8,315,800
25 Farnum building and other properties		1,815,700
26 GROSS APPROPRIATION	$	12,684,300
27 Appropriated from:		

1 State general fund/general purpose	$	12,684,300
2 **(6) OFFICE OF THE AUDITOR GENERAL**		
3 Unclassified positions	$	313,500
4 Field operations		15,324,900
5 GROSS APPROPRIATION	$	15,638,400
6 Appropriated from:		
7 Interdepartmental grant revenues:		
8 IDG from MDLARA, liquor purchase revolving fund		11,300
9 IDG from MDOT, comprehensive transportation fund		25,200
10 IDG from MDOT, Michigan transportation fund		204,300
11 IDG from MDOT, state aeronautics fund		19,600
12 IDG from MDTMB, civil service commission		107,900
13 IDG from MDOT, state trunkline fund		474,600
14 IDG, single audit act		2,658,600
15 Special revenue funds:		
16 21st century jobs trust fund		50,000
17 Clean Michigan initiative implementation bond fund		38,300
18 Commercial mobile radio system emergency telephone		
19 fund		38,300
20 Contract audit administration fees		53,900
21 Correctional industries revolving fund		32,000
22 Fee adequacy, air quality delegated authority		9,600
23 Game and fish protection fund		22,000
24 Legislative retirement system		19,100
25 Michigan economic development corporation		54,400
26 Michigan education trust fund		30,700
27 Michigan justice training commission fund		28,700

1	Michigan state housing development authority fees	22,600
2	Michigan strategic fund	89,000
3	Michigan tobacco settlement authority	27,000
4	Michigan veterans' trust fund	24,900
5	Motor transport revolving fund	5,200
6	Office services revolving fund	6,900
7	State disbursement unit, office of child support	27,600
8	State services fee fund	952,100
9	Waterways fund	7,600
10	State general fund/general purpose ..... $	10,597,000

11 **Sec. 106. DEPARTMENT OF STATE**

12 **(1) APPROPRIATION SUMMARY**

13	Full-time equated unclassified positions 6.0	
14	Full-time equated classified positions 1,809.0	
15	GROSS APPROPRIATION ..... $	211,885,000
16	Interdepartmental grant revenues:	
17	Total interdepartmental grants and intradepartmental	
18	transfers	20,000,000
19	ADJUSTED GROSS APPROPRIATION ..... $	191,885,000
20	Federal revenues:	
21	Total federal revenues	1,810,000
22	Special revenue funds:	
23	Total local revenues	0
24	Total private revenues	100
25	Total other state restricted revenues	178,788,700
26	State general fund/general purpose ..... $	11,286,200

1 **(2) EXECUTIVE DIRECTION**

2 Full-time equated unclassified positions..... 6.0

3 Full-time equated classified positions..... 30.0

4 Secretary of state..... $ 112,500

5 Unclassified positions--5.0 FTE positions..... 453,200

6 Operations--30.0 FTE positions..... 3,224,100

7 GROSS APPROPRIATION..... $ 3,789,800

8 Appropriated from:

9 Auto repair facilities fees..... 60,300

10 Driver fees..... 221,600

11 Expedient service fees..... 58,300

12 Parking ticket court fines..... 8,300

13 Personal identification card fees..... 26,100

14 Reinstatement fees - operator licenses..... 204,000

15 Transportation administration collection fund..... 2,061,500

16 Vehicle theft prevention fees..... 35,500

17 State general fund/general purpose..... $ 1,114,200

18 **(3) DEPARTMENT SERVICES**

19 Full-time equated classified positions..... 159.0

20 Operations--152.0 FTE positions..... $ 22,600,800

21 Assigned claims assessments--7.0 FTE positions..... 1,031,800

22 GROSS APPROPRIATION..... $ 23,632,600

23 Appropriated from:

24 Special revenue funds:

25 Abandoned vehicle fees..... 467,400

26 Assigned claims assessments..... 1,031,800

27 Auto repair facilities fees..... 414,000

1	Child support clearance fees.....	34,200
2	Driver fees.....	917,200
3	Driver improvement course fund.....	300,000
4	Expedient service fees.....	256,200
5	Marine safety fund.....	79,400
6	Off-road vehicle title fees.....	8,000
7	Parking ticket court fines.....	52,600
8	Personal identification card fees.....	118,900
9	Reinstatement fees - operator licenses.....	684,700
10	Scrap tire fund.....	72,800
11	Snowmobile registration fee revenue.....	18,100
12	Transportation administration collection fund.....	18,758,400
13	Vehicle theft prevention fees.....	242,800
14	State general fund/general purpose..... $	176,100
15	**(4) REGULATORY SERVICES**	
16	Full-time equated classified positions..... 210.5	
17	Operations--208.5 FTE positions..... $	21,819,900
18	County clerk education and training.....	100,000
19	Motorcycle safety education administration--2.0 FTE	
20	positions	323,600
21	Motorcycle safety education grants.....	1,500,000
22	GROSS APPROPRIATION..... $	23,743,500
23	Appropriated from:	
24	Special revenue funds:	
25	Auto repair facilities fees.....	4,129,600
26	Driver education provider and instructor fund.....	72,700
27	Driver fees.....	2,677,400

1	Expedient service fees	35,100
2	Motorcycle safety fund	1,823,600
3	Notary education and training fund	100,000
4	Notary fee fund	313,800
5	Parking ticket court fines	20,600
6	Personal identification card fees	104,700
7	Reinstatement fees - operator licenses	2,041,400
8	Transportation administration collection fund	10,881,700
9	Vehicle theft prevention fees	1,326,000
10	State general fund/general purpose	$ 216,900
11	**(5) CUSTOMER DELIVERY SERVICES**	
12	Full-time equated classified positions..... 1,373.5	
13	Branch operations--931.5 FTE positions	$ 75,703,600
14	Central operations--415.0 FTE positions	43,684,500
15	Commemorative license plates--24.0 FTE positions	2,147,300
16	Specialty license plates--3.0 FTE positions	1,922,000
17	Credit and debit assessment service fees	1,000,000
18	Olympic center plate	75,700
19	Organ donor program	79,100
20	GROSS APPROPRIATION	$ 124,612,200
21	Appropriated from:	
22	Interdepartmental grant revenues:	
23	IDG from MDOT, Michigan transportation fund	20,000,000
24	Federal revenues:	
25	Federal funds	1,460,000
26	Special revenue funds:	
27	Private funds	100

1	Abandoned vehicle fees	196,900
2	Auto repair facilities fees	92,500
3	Child support clearance fees	294,000
4	Credit and debit assessment service fees	1,000,000
5	Driver fees	23,788,700
6	Driver improvement course fund	1,200,000
7	Enhanced driver license and enhanced official state	
8	personal identification card fund	4,849,900
9	Expedient service fees	2,456,400
10	Marine safety fund	1,261,600
11	Michigan state police auto theft fund	118,900
12	Mobile home commission fees	472,900
13	Off-road vehicle title fees	141,600
14	Parking ticket court fines	1,485,200
15	Personal identification card fees	2,057,400
16	Recreation passport fee revenue	1,037,800
17	Reinstatement fees - operator licenses	1,406,400
18	Snowmobile registration fee revenue	345,800
19	Transportation administration collection fund	60,478,900
20	Vehicle theft prevention fees	208,600
21	State general fund/general purpose	$ 258,600
22	**(6) ELECTION REGULATION**	
23	Full-time equated classified positions 36.0	
24	Election administration and services--36.0 FTE	
25	positions	$ 5,140,600
26	Fees to local units	109,800
27	Help America Vote Act	350,000

1 GROSS APPROPRIATION	$	5,600,400
2 Appropriated from:		
3 Federal revenues:		
4 Federal Funds - HAVA HHS		350,000
5 State general fund/general purpose	$	5,250,400
6 **(7) DEPARTMENTWIDE APPROPRIATIONS**		
7 Building occupancy charges/rent	$	9,772,000
8 Worker's compensation		292,500
9 GROSS APPROPRIATION	$	10,064,500
10 Appropriated from:		
11 Special revenue funds:		
12 Auto repair facilities fees		135,300
13 Driver fees		738,200
14 Expedient service fees		26,000
15 Parking ticket court fines		447,800
16 Transportation administration collection fund		5,925,000
17 State general fund/general purpose	$	2,792,200
18 **(8) INFORMATION TECHNOLOGY**		
19 Information technology services and projects	$	20,442,000
20 GROSS APPROPRIATION	$	20,442,000
21 Appropriated from:		
22 Special revenue funds:		
23 Administrative order processing fee		11,100
24 Auto repair facilities fees		179,000
25 Child support clearance fees		16,200
26 Driver fees		741,700
27 Expedient service fees		1,022,700

1 Parking ticket court fines 82,500
2 Personal identification card fees 159,900
3 Reinstatement fees - operator licenses 558,500
4 Transportation administration collection fund 16,022,100
5 Vehicle theft prevention fees 170,500
6 State general fund/general purpose ..... $ 1,477,800

7 **Sec. 107. DEPARTMENT OF TECHNOLOGY, MANAGEMENT, AND**
8 **BUDGET**
9 **(1) APPROPRIATION SUMMARY**
10 Full-time equated unclassified positions..... 6.0
11 Full-time equated classified positions..... 3,032.5
12 GROSS APPROPRIATION ..... $ 1,017,184,300
13 Interdepartmental grant revenues:
14 Total interdepartmental grants and intradepartmental
15 transfers 608,968,900
16 ADJUSTED GROSS APPROPRIATION ..... $ 408,215,400
17 Federal revenues:
18 Total federal revenues 10,346,000
19 Special revenue funds:
20 Total local revenues 1,456,600
21 Total private revenues 180,600
22 Total other state restricted revenues 85,374,400
23 State general fund/general purpose ..... $ 310,857,800
24 **(2) EXECUTIVE DIRECTION**
25 Full-time equated unclassified positions..... 6.0
26 Full-time equated classified positions..... 11.0

1 Unclassified positions--6.0 FTE positions	$	796,500
2 Executive operations--11.0 FTE positions		1,410,000
3 GROSS APPROPRIATION	$	2,206,500
4 Appropriated from:		
5 Interdepartmental grant revenues:		
6 IDG from building occupancy and parking charges		74,400
7 IDG from technology user fees		1,394,500
8 Special revenue funds:		
9 Special revenue, internal service, and pension trust		
10 funds		140,800
11 State general fund/general purpose	$	596,800
12 **(3) DEPARTMENT SERVICES**		
13 Full-time equated classified positions..... 778.5		
14 Administrative services--132.5 FTE positions	$	15,411,100
15 Budget and financial management--158.5 FTE positions .		15,726,700
16 Office of the state employer--23.0 FTE positions		2,980,800
17 Design and construction services--40.0 FTE positions .		5,772,800
18 Business support services--105.5 FTE positions		9,584,200
19 Building operation services--221.0 FTE positions		87,962,100
20 Building occupancy charges, rent, and utilities		5,129,400
21 Motor vehicle fleet--46.0 FTE positions		57,349,700
22 Information technology services and projects		26,482,900
23 Bureau of labor market information and strategies--		
24 52.0 FTE positions		6,676,900
25 GROSS APPROPRIATION	$	233,076,600
26 Appropriated from:		
27 Interdepartmental grant revenues:		

IDG from accounting service centers user charges	2,471,200
IDG from building occupancy and parking charges	90,446,400
IDG from MDCH	453,000
IDG from MDHS	187,800
IDG from MDLARA	100,000
IDG from MDOT, comprehensive transportation fund	41,900
IDG from MDOT, state aeronautics fund	38,100
IDG from MDOT, state trunkline fund	1,308,100
IDG from motor transport fund	57,349,700
IDG from technology user fees	7,960,500
IDG from user fees	5,833,200
Federal revenues:	
Federal funds	100
Federal revenues	7,542,600
Special revenue funds:	
Deferred compensation	2,600
Game and fish protection fund	408,500
Health management funds	1,969,700
MAIN user charges	5,143,000
Pension trust funds	6,726,900
Special revenue, internal service, and pension trust funds	13,529,200
State building authority revenue	675,400
State lottery fund	225,000
State restricted indirect funds	1,857,800
State services fee fund	117,900
Waterways fund	106,000

1 State general fund/general purpose ..... $ 28,582,000

2 **(4) TECHNOLOGY SERVICES**

3 Full-time equated classified positions 1,559.5

4 Education services--31.0 FTE positions ..... $ 3,262,600

5 Health and human services--659.5 FTE positions 255,628,900

6 Public protection--271.5 FTE positions 54,819,100

7 Resources services--156.5 FTE positions 18,305,400

8 Transportation services--95.5 FTE positions 27,737,500

9 General services--345.5 FTE positions 75,363,100

10 GROSS APPROPRIATION ..... $ 435,116,600

11 Appropriated from:

12 Interdepartmental grant revenues:

13 IDG from technology user fees 435,116,600

14 State general fund/general purpose ..... $ 0

15 **(5) SPECIAL PROGRAMS**

16 Full-time equated classified positions 177.0

17 Building occupancy charges - property management

18 services for executive/legislative building

19 occupancy ..... $ 1,188,200

20 Retirement services--166.0 FTE positions 18,402,900

21 Office of children's ombudsman--11.0 FTE positions ... 1,028,900

22 Information technology innovation fund 2,500,000

23 GROSS APPROPRIATION ..... $ 23,120,000

24 Appropriated from:

25 Special revenue funds:

26 Deferred compensation 1,542,400

27 Pension trust funds 16,860,500

1 State general fund/general purpose ..... $ 4,717,100

2 **(6) STATE BUILDING AUTHORITY RENT**

3 State building authority rent - state agencies ..... $ 68,305,800

4 State building authority rent - department of

5 corrections 47,379,900

6 State building authority rent - universities 117,225,300

7 State building authority rent - community colleges ... 23,959,600

8 GROSS APPROPRIATION ..... $ 256,870,600

9 Appropriated from:

10 State general fund/general purpose ..... $ 256,870,600

11 **(7) CIVIL SERVICE COMMISSION**

12 Full-time equated classified positions..... 506.5

13 Agency services--102.5 FTE positions ..... $ 12,371,700

14 Executive direction--33.0 FTE positions 8,773,400

15 Employee benefits--31.0 FTE positions 6,078,100

16 Training..... 1,300,000

17 Human resources operations--340.0 FTE positions 32,275,600

18 Information technology services and projects 3,995,200

19 GROSS APPROPRIATION ..... $ 64,794,000

20 Appropriated from:

21 Interdepartmental grant revenues:

22 IDG, training charges 1,300,000

23 IDG, 1% special funds 2,893,500

24 Federal revenues:

25 Federal funds 1% 2,803,300

26 Special revenue funds:

27 Local funds 1% 1,456,600

1 Private funds 1%..... 180,600
2 State restricted funds 1%..... 21,241,300
3 State restricted indirect funds..... 5,956,600
4 State sponsored group insurance..... 2,650,000
5 State sponsored group insurance, flexible spending
6 accounts, and COBRA 6,220,800
7 State general fund/general purpose..... $ 20,091,300
8 **(8) CAPITAL OUTLAY**
9 Major special maintenance, remodeling and addition for
10 state agencies ..... $ 2,000,000
11 GROSS APPROPRIATION..... $ 2,000,000
12 Appropriated from:
13 Interdepartmental grant revenues:
14 IDG from building occupancy charges..... 2,000,000
15 State general fund/general purpose..... $ 0

16 **Sec. 108. DEPARTMENT OF TREASURY**
17 **(1) APPROPRIATION SUMMARY**
18 Full-time equated unclassified positions..... 10.0
19 Full-time equated classified positions..... 2,565.5
20 GROSS APPROPRIATION..... $ 2,459,480,900
21 Interdepartmental grant revenues:
22 Total interdepartmental grants and intradepartmental
23 transfers 14,421,600
24 ADJUSTED GROSS APPROPRIATION..... $ 2,445,059,300
25 Federal revenues:
26 Total federal revenues..... 744,214,000

1 Special revenue funds:
2 Total local revenues 6,532,700
3 Total private revenues 380,000
4 Total other state restricted revenues 1,443,956,500
5 State general fund/general purpose ..... $ 249,976,100
6 **(2) EXECUTIVE DIRECTION**
7 Full-time equated unclassified positions 10.0
8 Full-time equated classified positions 5.0
9 Unclassified positions--10.0 FTE positions ..... $ 923,000
10 Office of the director--5.0 FTE positions 1,013,700
11 GROSS APPROPRIATION ..... $ 1,936,700
12 Appropriated from:
13 Federal revenues:
14 DED-OPSE, federal lenders allowance 20,000
15 DED-OPSE, higher education act of 1965 insured loans . 45,000
16 Special revenue funds:
17 State lottery fund 196,200
18 State services fee fund 357,900
19 State general fund/general purpose ..... $ 1,317,600
20 **(3) DEPARTMENTWIDE APPROPRIATIONS**
21 Travel ..... $ 1,209,500
22 Rent and building occupancy charges - property
23 management services 5,357,600
24 Worker's compensation insurance premium 168,000
25 GROSS APPROPRIATION ..... $ 6,735,100
26 Appropriated from:
27 Special revenue funds:

1 Delinquent tax collection revenue		3,843,800
2 State general fund/general purpose	$	2,891,300
3 **(4) LOCAL GOVERNMENT PROGRAMS**		
4 Full-time equated classified positions 93.0		
5 Supervision of the general property tax law--59.0 FTE		
6 positions	$	12,730,300
7 Property tax assessor training--4.0 FTE positions		457,100
8 Local finance--23.0 FTE positions		2,450,300
9 Business property tax appeal--7.0 FTE positions		402,400
10 GROSS APPROPRIATION	$	16,040,100
11 Appropriated from:		
12 Federal revenues:		
13 Special revenue funds:		
14 Local - assessor training fees		1,292,100
15 Local - audit charges		667,100
16 Local - equalization study charge-backs		40,000
17 Local - revenue from local government		100,000
18 Land reutilization fund		4,528,400
19 Municipal finance fees		535,200
20 Delinquent tax collection revenue		1,440,500
21 State general fund/general purpose	$	7,436,800
22 **(5) TAX PROGRAMS**		
23 Full-time equated classified positions 762.0		
24 Customer contact--112.0 FTE positions	$	9,980,900
25 Tax compliance--345.0 FTE positions		38,456,900
26 Tax and economic policy--121.0 FTE positions		13,848,700
27 Tax processing--156.0 FTE positions		15,630,400

1	Home heating assistance	2,834,800
2	Bottle act implementation	250,000
3	Tobacco tax enforcement	3,000,000
4	Tax plan implementation--28.0 FTE positions	10,537,000
5	GROSS APPROPRIATION	$ 94,538,700
6	Appropriated from:	
7	Interdepartmental grant revenues:	
8	IDG, data/collection services fees	50,900
9	IDG from MDOT, Michigan transportation fund	7,901,600
10	IDG from MDOT, state aeronautics fund	68,700
11	Federal revenues:	
12	HHS-SSA, low-income energy assistance	2,834,800
13	Special revenue funds:	
14	Bottle deposit fund	250,000
15	Delinquent tax collection revenue	65,102,000
16	Emergency 911 fund	150,000
17	Tobacco tax revenue	3,980,400
18	Waterways fund	80,500
19	State general fund/general purpose	$ 14,119,800
20	**(6) BANKING AND MANAGEMENT SERVICES**	
21	Full-time equated classified positions 343.0	
22	Departmental and budget services--48.0 FTE positions	$ 4,218,300
23	Unclaimed property--26.0 FTE positions	4,356,600
24	Collections--209.0 FTE positions	24,492,100
25	Finance and accounting--21.0 FTE positions	1,997,500
26	Receipts processing--39.0 FTE positions	3,923,400
27	GROSS APPROPRIATION	$ 38,987,900

1 Appropriated from:
2 Interdepartmental grant revenues:
3 IDG, levy/warrant cost assessment fees 2,000,000
4 IDG, state agency collection fees 2,426,800
5 IDG from MDHS, title IV-D 662,500
6 IDG data/collection service fees 229,600
7 IDG from accounting service center user charges 389,400
8 Special revenue funds:
9 Delinquent tax collection revenue 20,920,300
10 Escheats revenue 4,356,600
11 Justice system fund 696,100
12 Garnishment fees 2,342,200
13 State restricted indirect funds 258,500
14 Treasury fees 43,900
15 State general fund/general purpose ..... $ 4,662,000
16 **(7) FINANCIAL PROGRAMS**
17 Full-time equated classified positions..... 237.5
18 Investments--82.0 FTE positions ..... $ 17,614,500
19 Common cash and debt management--22.5 FTE positions .. 1,365,700
20 Student financial assistance programs--46.5 FTE
21 positions 3,564,000
22 Michigan finance authority - bond finance--84.5 FTE
23 positions 36,943,200
24 Public private partnership investment--2.0 FTE
25 positions 1,487,900
26 John R. Justice grant program 282,100
27 GROSS APPROPRIATION ..... $ 61,257,400

1	Appropriated from:	
2	Interdepartmental grant revenues:	
3	IDG, fiscal agent service fees.....	177,100
4	Federal revenues:	
5	DED-OPSE, federal lenders allowance.....	10,908,900
6	DED-OPSE, higher education act of 1965, insured loans	24,203,900
7	Federal - John R. Justice grant.....	282,100
8	Special revenue funds:	
9	Defined contribution administrative fee revenue.....	100,000
10	Michigan finance authority bond and loan program	
11	revenue	3,068,100
12	Michigan merit award trust fund.....	996,400
13	Public private partnership investment fund.....	1,487,900
14	Retirement funds.....	16,430,200
15	School bond fees.....	688,100
16	Treasury fees.....	1,277,000
17	State general fund/general purpose.....	$ 1,637,700
18	**(8) DEBT SERVICE**	
19	Water pollution control bond and interest redemption.	$ 2,125,500
20	Quality of life bond.....	75,278,500
21	Clean Michigan initiative.....	59,373,100
22	Great Lakes water quality bond.....	4,150,900
23	GROSS APPROPRIATION.....	$ 140,928,000
24	Appropriated from:	
25	Special revenue funds:	
26	Refined petroleum fund.....	15,514,500
27	State general fund/general purpose.....	$ 125,413,500

1 **(9) GRANTS**

2 Convention facility development distribution..... $ 74,850,000

3 Presidential primary..... 10,000,000

4 Senior citizen cooperative housing tax exemption

5 program 12,020,000

6 Emergency 911 payments..... 27,000,000

7 Health and safety fund grants..... 9,000,000

8 GROSS APPROPRIATION..... $ 132,870,000

9 Appropriated from:

10 Special revenue funds:

11 Emergency 911 fund..... 27,000,000

12 Convention facility development fund..... 74,850,000

13 Health and safety fund..... 9,000,000

14 State general fund/general purpose..... $ 22,020,000

15 **(10) BUREAU OF STATE LOTTERY**

16 Full-time equated classified positions..... 179.0

17 Lottery operations--179.0 FTE positions..... $ 21,657,900

18 Promotion and advertising..... 17,690,900

19 Lottery information technology services and projects . 4,837,800

20 GROSS APPROPRIATION..... $ 44,186,600

21 Appropriated from:

22 Special revenue funds:

23 State lottery fund..... 44,186,600

24 State general fund/general purpose..... $ 0

25 **(11) CASINO GAMING**

26 Full-time equated classified positions..... 126.0

27 Michigan gaming control board..... $ 50,000

1	Casino gaming control operations--116.0 FTE positions	22,418,800
2	Casino gaming information technology services and	
3	projects	1,647,700
4	Racing commission--10.0 FTE positions	2,193,300
5	GROSS APPROPRIATION..... $	26,309,800
6	Appropriated from:	
7	Special revenue funds:	
8	Casino gambling agreements	719,300
9	Equine development fund	2,316,300
10	Laboratory fees	700,000
11	State services fee fund	22,574,200
12	State general fund/general purpose ..... $	0
13	**(12) PAYMENTS IN LIEU OF TAXES**	
14	Commercial forest reserve ..... $	1,991,600
15	Purchased lands	3,292,200
16	Swamp and tax reverted lands	5,293,200
17	GROSS APPROPRIATION..... $	10,577,000
18	Appropriated from:	
19	Special revenue funds:	
20	Game and fish protection fund	1,201,500
21	Michigan natural resources trust fund	350,400
22	Michigan state waterways fund	94,700
23	State general fund/general purpose ..... $	8,930,400
24	**(13) MICHIGAN STRATEGIC FUND**	
25	Full-time equated classified positions..... 531.0	
26	Administration--22.0 FTE positions ..... $	2,786,200
27	Job creation services--139.0 FTE positions	17,205,200

Pure Michigan	25,000,000
Innovation and entrepreneurship	25,000,000
Business attraction and economic gardening	50,000,000
Community development block grants	47,000,000
Arts and cultural program	2,567,400
Michigan film office--6.0 FTE positions	766,900
GEAR-UP program grants	3,000,000
Carl D. Perkins grants	19,000,000
Adult basic education	20,000,000
Adult education--16.0 FTE positions	2,599,100
Bureau of energy systems	4,610,900
Postsecondary education--9.0 FTE positions	2,411,300
Employment services--246.0 FTE positions	49,586,000
Wage and hour division--1.0 FTE positions	115,000
Workforce development agency administrative services--25.0 FTE positions	2,059,400
Workforce program administration--61.0 FTE positions	12,904,800
Workforce training programs	296,478,600
Welfare-to-work programs	93,158,800
Worker's compensation	17,900
Workforce development agency rent and property management	1,483,500
Land bank fast track authority - bond finance--6.0 FTE positions	2,823,500
Information technology services and projects	2,951,400
GROSS APPROPRIATION	$ 683,525,900

Appropriated from:

Interdepartmental grant revenues:	
IDG-MDEQ, air quality fees	37,600
Federal revenues:	
DAG, employment and training	7,290,000
DED-OESE, GEAR-UP	3,000,000
DED-OSERS, rehabilitation services, vocational rehabilitation state grants	1,458,600
DED-OVAE, adult education	20,000,000
DED-OVAE, basic grants to states	19,000,000
DOE-OEERE, multiple grants	4,737,300
DOL, federal funds	125,868,000
DOL-ETA, workforce investment act	234,008,400
Federal funds	6,808,400
HHS, temporary assistance for needy families	64,669,000
HUD-CPD, community development block grants	49,602,800
US-EPA, revolving loan fund	1,000,000
NFAH-NEA, promotion of the arts, partnership agreements	1,050,000
Special revenue funds:	
Local revenues	4,433,500
Private - special project advances	250,000
Private - Michigan council for the arts fund	100,000
Private - oil overcharge	30,000
Contingent fund, penalty and interest account	2,725,400
Defaulted loan collection fees	100,000
Industry support fees	5,500
Land bank fast track fund	1,981,000

21st century jobs trust fund		75,000,000
Michigan film promotion fund		563,100
Public utility assessments		843,600
State general fund/general purpose	$	58,963,700
(14) REVENUE SHARING		
Constitutional state general revenue sharing grants	$	658,979,300
County revenue sharing payments		100,000,000
Economic vitality incentive program		200,000,000
GROSS APPROPRIATION	$	958,979,300
Appropriated from:		
Special revenue funds:		
Sales tax		958,979,300
State general fund/general purpose	$	0
(15) MICHIGAN STRATEGIC FUND - MICHIGAN STATE HOUSING DEVELOPMENT AUTHORITY		
Full-time equated classified positions 289.0		
Payments on behalf of tenants	$	166,860,000
Housing and rental assistance--266.0 FTE positions		48,562,500
State historic preservation program--23.0 FTE positions		3,105,700
Lighthouse preservation program		307,500
Rent and administrative support		3,846,100
Michigan state housing development authority technology services and projects		3,291,300
GROSS APPROPRIATION	$	225,973,100
Appropriated from:		
Federal revenues:		

1 HUD, lower income housing assistance		166,860,000
2 Special revenue funds:		
3 Michigan state housing development authority fees and		
4 charges		58,805,600
5 Michigan lighthouse preservation fund		307,500
6 State general fund/general purpose	$	0
7 **(16) INFORMATION TECHNOLOGY**		
8 Treasury operations information technology services		
9 and projects	$	16,635,300
10 GROSS APPROPRIATION	$	16,635,300
11 Appropriated from:		
12 Interdepartmental grant revenues:		
13 IDG from MDOT, Michigan transportation fund		477,400
14 Federal revenues:		
15 DED-OPSE, federal lender allowance		566,800
16 Special revenue funds:		
17 Delinquent tax collection revenue		12,201,100
18 Retirement funds		690,600
19 Tobacco tax revenue		116,100
20 State general fund/general purpose	$	2,583,300

21 PART 2

22 PROVISIONS CONCERNING APPROPRIATIONS

23 FOR FISCAL YEAR 2011-2012

24 **GENERAL SECTIONS**

25 Sec. 201. (1) Pursuant to section 30 of article IX of the

state constitution of 1963, total state spending from state resources under part 1 for fiscal year 2011-2012 is $2,451,146,600.00 and state spending from state resources to be paid to local units of government for fiscal year 2011-2012 is $1,129,558,400.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF STATE

Fees to local units	$	109,800
Motorcycle safety grants		1,251,000
Subtotal	$	1,360,800

DEPARTMENT OF TREASURY

Senior citizen cooperative housing tax exemption	$	12,020,000
Health and safety fund grants		9,000,000
Constitutional state general revenue sharing grants		658,979,300
Economic vitality incentive program		200,000,000
Convention facility development fund distribution		74,850,000
Emergency 9-1-1 payments		24,600,000
County revenue sharing payments		100,000,000
Airport parking distribution pursuant to section 909		12,946,500
Presidential primary		10,000,000
Payments in lieu of taxes		10,577,000
Welfare-to-work programs		15,224,800
Subtotal	$	1,128,197,600
TOTAL GENERAL GOVERNMENT	$	1,129,558,400

(2) Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources for

fiscal year 2011-2012 is estimated at $26,336,775,800.00 in the 2011-2012 appropriations acts and total state spending from state sources paid to local units of government for fiscal year 2011-2012 is estimated at $14,717,752,700.00. The state-local proportion is estimated at 55.9% of total state spending from state resources.

(3) If payments to local units of government and state spending from state sources for fiscal year 2011-2012 are different than the amounts estimated in subsection (2), the state budget director shall report the payments to local units of government and state spending from state sources that were made for fiscal year 2011-2012 to the senate and house of representatives standing committees on appropriations within 30 days after the final book-closing for fiscal year 2011-2012.

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

Sec. 203. As used in this article:

(a) "AFSCME" means American federation of state, county, and municipal employees.

(b) "ATM" means automated teller machine.

(c) "CDBG" means community development block grants.

(d) "COBRA" means the consolidated omnibus budget reconciliation act of 1985, Public Law 99-272, 100 Stat. 82.

(e) "CPI" means consumer price index.

(f) "DAG" means the United States department of agriculture.

(g) "DED" means the United States department of education.

(h) "DED-OESE" means the DED office of elementary and

1 secondary education.
2 (i) "DED-OPSE" means the DED, office of postsecondary
3 education.
4 (j) "DED-OSERS" means the DED office of special education
5 rehabilitation services.
6 (k) "DED-OVAE" means the DED office of vocational and adult
7 education.
8 (*l*) "DOE-OEERE" means the United States department of energy,
9 office of energy efficiency and renewable energy.
10 (m) "DOI-NPS" means the Untied State department of interior,
11 national park service.
12 (n) "DOL-ETA" means the United States department of labor,
13 employment and training administration.
14 (o) "DOL-OSHA" means the United States department of labor,
15 occupational safety and health administration.
16 (p) "EEOC" means the United States equal employment
17 opportunity commission.
18 (q) "EPA" means the United States environmental protection
19 agency.
20 (r) "FTE" means full-time equated.
21 (s) "Fund" means the Michigan strategic fund.
22 (t) "GEAR-UP" means gaining early awareness and readiness for
23 undergraduate programs.
24 (u) "GF/GP" means general fund/general purpose.
25 (v) "HAVA" means help America vote act.
26 (w) "HHS" means the United States department of health and
27 human services.

1 (x) "HHS-OS" means the HHS office of the secretary.
2 (y) "HHS-SSA" means the HHS social security administration.
3 (z) "HUD" means the United States department of housing and
4 urban development.
5 (aa) "HUD-CPD" means the United States department of housing
6 and urban development – community planning and development.
7 (bb) "IDG" means interdepartmental grant.
8 (cc) "IDT" means intradepartmental transfer.
9 (dd) "JCOS" means the joint capital outlay subcommittee.
10 (ee) "MAIN" means the Michigan administrative information
11 network.
12 (ff) "MCL" means the Michigan Compiled Laws.
13 (gg) "MDCH" means the Michigan department of community health.
14 (hh) "MDE" means the Michigan department of education.
15 (ii) "MDELEG" means the Michigan department of energy, labor,
16 and economic growth or its successor.
17 (jj) "MDEQ" means the Michigan department of environmental
18 quality.
19 (kk) "MDHS" means the Michigan department of human services.
20 (*ll*) "MDMVA" means the Michigan department of military and
21 veterans affairs.
22 (mm) "MDOC" means the Michigan department of corrections.
23 (nn) "MDOT" means the Michigan department of transportation.
24 (oo) "MDSP" means the Michigan department of state police.
25 (pp) "MDTMB" means the Michigan department of technology,
26 management, and budget.
27 (qq) "MEDC" means the Michigan economic development

1 corporation, which is the public body corporate created under
2 section 28 of article VII of the state constitution of 1963 and the
3 urban cooperation act of 1967, 1967 (Ex Sess) PA 7, MCL 124.501 to
4 124.512, by contractual interlocal agreement effective April 5,
5 1999, between local participating economic development corporations
6 formed under the economic development corporations act, 1974 PA
7 338, MCL 125.1601 to 125.1636, and the Michigan strategic fund.
8 (rr) "MFA" means the Michigan finance authority.
9 (ss) "MPE" means the Michigan public employees.
10 (tt) "MSC" means managerial, supervisory, and confidential.
11 (uu) "MSHDA" means Michigan state housing development
12 authority.
13 (vv) "NERE" means nonexclusively represented employees.
14 (ww) "NFAH-NEA" means the national foundation of the arts and
15 the humanities - national endowment for the arts.
16 (xx) "PA" means public act.
17 (yy) "PACC" means the prosecuting attorneys coordinating
18 council.
19 (zz) "SEIU" means service employees international union.
20 Sec. 206. (1) The departments and agencies receiving
21 appropriations in this act shall maintain a searchable website
22 accessible by the public at no cost that includes, but is not
23 limited to, all of the following:
24 (a) Fiscal year-to-date expenditures by category.
25 (b) Fiscal year-to-date expenditures by appropriation unit.
26 (c) Fiscal year-to-date payments to a selected vendor,
27 including the vendor name, payment date, payment amount, and

payment description.

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

(e) Job specifications and wage rates.

(2) Departments and agencies may develop and operate their own websites to provide this information or may reference the state's central transparency website as the source for this information.

Sec. 207. Amounts appropriated in part 1 for information technology may be designated as work project accounts and carried forward to support technology projects under the direction of the department of technology, management, and budget. Funds designated in this manner are not available for expenditure until approved as work projects under section 451a of the management and budget act, 1984 PA 431, MCL 18.1451a.

Sec. 208. The departments and agencies receiving appropriations in part 1 shall use the Internet to fulfill the reporting requirements of this act. This requirement may include transmission of reports via electronic mail to the recipients identified for each reporting requirement, or it may include placement of reports on an Internet or Intranet site.

Sec. 209. Funds appropriated in part 1 shall not be used for the purchase of foreign goods or services, or both, if competitively priced and of comparable quality American goods or services, or both, are available. Preference shall be given to goods or services, or both, manufactured or provided by Michigan businesses, if they are competitively priced and of comparable quality. In addition, preference should be given to goods or

1 services, or both, that are manufactured or provided by Michigan
2 businesses owned and operated by veterans, if they are
3 competitively priced and of comparable quality.
4 Sec. 210. The director of each department receiving
5 appropriations in part 1 shall take all reasonable steps to ensure
6 businesses in deprived and depressed communities compete for and
7 perform contracts to provide services or supplies, or both. Each
8 director shall strongly encourage firms with which the department
9 contracts to subcontract with certified businesses in depressed and
10 deprived communities for services, supplies, or both.
11 Sec. 211. Pursuant to section 352 of the management and budget
12 act, 1984 PA 431, MCL 18.1352, which provides for a transfer of
13 state general funds into or out of the countercyclical budget and
14 economic stabilization fund, there is appropriated for the fiscal
15 year ending September 30, 2012, from general fund/general purpose
16 revenue for deposit into the countercyclical budget and economic
17 stabilization fund the sum of $255,800,000.00. The calculation
18 required by section 352 of the management and budget act, 1984 PA
19 431, MCL 18.1352, is determined as follows:

	2010	2011
Michigan personal income (millions)	$351,830	$369,070
less: transfer payments	81,535	81,943
Subtotal	$270,295	$287,127
Divided by: Detroit CPI for 12 months ending June 30	2.045	2.062
Equals: real adjusted Michigan personal income	$132,157	$139,273

Percentage change	5.4%
Percentage change greater than 2%	3.4%
Multiplied by: estimated GF/GP revenue in fiscal year 2010-2011 (millions)	7,524.1
Equals: countercyclical budget and economic stabilization fund payin calculation for the fiscal year ending September 30, 2012 (millions).....	$255.8

Sec. 212. The departments and agencies receiving appropriations in part 1 shall receive and retain copies of all reports funded from appropriations in part 1. Federal and state guidelines for short-term and long-term retention of records shall be followed. The department may electronically retain copies of reports unless otherwise required by federal and state guidelines.

Sec. 213. Funds appropriated in part 1 shall not be used by this state, a department, an agency, or an authority of this state to purchase an ownership interest in a casino enterprise or a gambling operation as those terms are defined in the Michigan gaming control and revenue act, 1996 IL 1, MCL 432.201 to 432.226.

Sec. 214. From the funds appropriated in part 1 for information technology, departments and agencies shall pay user fees to the department of technology, management, and budget for technology-related services and projects. Such user fees shall be subject to provisions of an interagency agreement between the departments and agencies and the department of technology, management, and budget.

Sec. 215. A department or state agency shall not take

disciplinary action against an employee for communicating with a member of the legislature or his or her staff.

Sec. 216. (1) Due to the current budgetary problems in this state, out-of-state travel shall be limited to situations in which 1 or more of the following conditions apply:

(a) The travel is required by legal mandate or court order or for law enforcement purposes.

(b) The travel is necessary to protect the health or safety of Michigan citizens or visitors or to assist other states in similar circumstances.

(c) The travel is necessary to produce budgetary savings or to increase state revenues, including protecting existing federal funds or securing additional federal funds.

(d) The travel is necessary to comply with federal requirements.

(e) The travel is necessary to secure specialized training for staff that is not available within this state.

(f) The travel is financed entirely by federal or nonstate funds.

(2) If out-of-state travel is necessary but does not meet 1 or more of the conditions in subsection (1), the state budget director may grant exceptions to allow the travel. Any exceptions granted by the state budget director shall be reported on a quarterly basis to the senate and house of representatives standing committees on appropriations.

Sec. 217. General fund appropriations in this act shall not be expended for items in cases where federal funding is available for

the same expenditures.

Sec. 220. Funds appropriated in this act shall not be used to administer a committee or to solicit or obtain contributions for a committee. As used in this section, "committee" means that term as defined in section 3 of the Michigan campaign finance act, 1976 PA 388, MCL 169.203.

Sec. 221. (1) Each department shall report no later than April 1 on each specific policy change made to implement a public act affecting the department that took effect during the prior calendar year to the senate and house of representatives standing committees on appropriations subcommittees on general government, the joint committee on administrative rules, and the senate and house fiscal agencies.

(2) Funds appropriated in part 1 shall not be used by a department to adopt a rule that will apply to a small business and that will have a disproportionate economic impact on small businesses because of the size of those businesses if the department fails to reduce the disproportionate economic impact of the rule on small businesses as provided under section 40 of the administrative procedures act of 1969, 1969 PA 306, MCL 24.240.

(3) As used in this section:

(a) "Rule" means that term as defined under section 7 of the administrative procedures act of 1969, 1969 PA 306, MCL 24.207.

(b) "Small business" means that term as defined under section 7a of the administrative procedures act of 1969, 1969 PA 306, MCL 24.207a.

Sec. 226. Funds appropriated in part 1 shall not be used by a

principal executive department, state agency, or authority to hire a person to provide legal services that are the responsibility of the attorney general. This prohibition does not apply to legal services for bonding activities and for those activities that the attorney general authorizes.

Sec. 227. Within 14 days after the release of the executive budget recommendation, the departments and agencies receiving appropriations in this act shall provide the state budget director, the chairs of the senate and house of representatives standing committees on appropriations, the senate and house of representatives standing committees on appropriations subcommittees on general government, and the senate and house fiscal agencies with an annual report on estimated state restricted fund balances, state restricted fund projected revenues, and state restricted fund expenditures for the fiscal years ending September 30, 2011 and September 30, 2012.

Sec. 228. Not later than November 15, each department or agency receiving appropriations in part 1 shall prepare and transmit a report that provides for estimates of the total general fund/general purpose appropriation lapses at the close of the fiscal year. This report shall summarize the projected year-end general fund/general purpose appropriation lapses by major departmental program or program areas. The report shall be transmitted to the office of the state budget, the chairpersons of the senate and house of representatives standing committees on appropriations, and the senate and house fiscal agencies.

Sec. 229. If the office of the auditor general has identified

an initiative or made a recommendation that is related to savings and efficiencies in an audit report for an executive branch department or agency, the department or agency shall report within 6 months of the release of the audit on their efforts and progress made toward achieving the savings and efficiencies identified in the audit report. The report shall be submitted to the chairs of the senate and house of representatives standing committees on appropriations, the chairs of the senate and house of representatives standing committees with jurisdiction over matters relating to the department that is audited, and the senate and house fiscal agencies.

DEPARTMENT OF ATTORNEY GENERAL

Sec. 301. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $1,500,000.00 for federal contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this act under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

(2) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $1,500,000.00 for state restricted contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this act under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

(3) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $100,000.00 for local

contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this act under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

(4) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $100,000.00 for private contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this act under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

Sec. 302. (1) The attorney general shall perform all legal services, including representation before courts and administrative agencies rendering legal opinions and providing legal advice to a principal executive department or state agency. A principal executive department or state agency shall not employ or enter into a contract with any other person for services described in this section.

(2) The attorney general shall defend judges of all state courts if a claim is made or a civil action is commenced for injuries to persons or property caused by the judge through the performance of the judge's duties while acting within the scope of his or her authority as a judge.

(3) The attorney general shall perform the duties specified in 1846 RS 12, MCL 14.28 to 14.35, and 1919 PA 232, MCL 14.101 to 14.102, and as otherwise provided by law.

Sec. 303. The attorney general may sell copies of the biennial report in excess of the 350 copies that the attorney general may

distribute on a gratis basis. Gratis copies shall not be provided to members of the legislature. Electronic copies of biennial reports shall be made available on the department of attorney general's website. The attorney general shall sell copies of the report at not less than the actual cost of the report and shall deposit the money received into the general fund.

Sec. 304. The department of attorney general is responsible for the legal representation for state of Michigan state employee worker's disability compensation cases. The risk management revolving fund revenue appropriation in part 1 is to be satisfied by billings from the department of attorney general for the actual costs of legal representation, including salaries and support costs.

Sec. 305. In addition to the funds appropriated in part 1, not more than $400,000.00 shall be reimbursed per fiscal year for food stamp fraud cases heard by the third circuit court of Wayne County that were initiated by the department of attorney general pursuant to the existing contract between the department of human services, the prosecuting attorneys association of Michigan, and the department of attorney general. The source of this funding is money earned by the department of attorney general under the agreement after the allowance for reimbursement to the department of attorney general for costs associated with the prosecution of food stamp fraud cases. It is recognized that the federal funds are earned by the department of attorney general for its documented progress on the prosecution of food stamp fraud cases according to the United States department of agriculture regulations and that, once earned

by this state, the funds become state funds.

Sec. 306. Any proceeds from a lawsuit initiated by or settlement agreement entered into on behalf of this state against a manufacturer of tobacco products by the attorney general are state funds and are subject to appropriation as provided by law.

Sec. 307. (1) In addition to the antitrust revenues in part 1, antitrust, securities fraud, consumer protection or class action enforcement revenues, or attorney fees recovered by the department, not to exceed $250,000.00, are appropriated to the department for antitrust, securities fraud, and consumer protection or class action enforcement cases.

(2) Any unexpended funds from antitrust, securities fraud, or consumer protection or class action enforcement revenues at the end of the fiscal year, including antitrust funds in part 1, may be carried forward for expenditure in the following fiscal year up to the maximum authorization of $250,000.00.

Sec. 308. (1) In addition to the funds appropriated in part 1, there is appropriated up to $500,000.00 from litigation expense reimbursements awarded to the state.

(2) The funds may be expended for the payment of court judgments or settlements, attorney fees, and litigation expenses not including salaries and support costs, assessed against the office of the governor, the department of the attorney general, the governor, or the attorney general when acting in an official capacity as the named party in litigation against the state. The funds may also be expended for the payment of state costs incurred under section 16 of chapter X of the code of criminal procedure,

1927 PA 175, MCL 770.16.

(3) Unexpended funds at the end of the fiscal year may be carried forward for expenditure in the following year, up to a maximum authorization of $500,000.00.

Sec. 309. From the prisoner reimbursement funds appropriated in part 1, the department may spend up to $497,900.00 on activities related to the state correctional facilities reimbursement act, 1935 PA 253, MCL 800.401 to 800.406. In addition to the funds appropriated in part 1, if the department collects in excess of $1,131,000.00 in gross annual prisoner reimbursement receipts provided to the general fund, the excess, up to a maximum of $1,000,000.00, is appropriated to the department of attorney general and may be spent on the representation of the department of corrections and its officers, employees, and agents, including, but not limited to, the defense of litigation against the state, its departments, officers, employees, or agents in civil actions filed by prisoners.

Sec. 310. (1) For the purposes of providing title IV-D child support enforcement funding, the department of human services, as the state IV-D agency, shall maintain a cooperative agreement with the attorney general for federal IV-D funding to support the child support enforcement activities within the office of the attorney general.

(2) The attorney general or his or her designee shall, to the extent allowable under federal law, have access to any information used by the state to locate parents who fail to pay court-ordered child support.

Sec. 312. The department of attorney general shall not receive and expend funds in addition to those authorized in part 1 for legal services provided specifically to other state departments or agencies except for costs for expert witnesses, court costs, or other nonsalary litigation expenses associated with a pending legal action.

DEPARTMENT OF CIVIL RIGHTS

Sec. 401. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $2,000,000.00 for federal contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this act under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

(2) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $500,000.00 for private contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this act under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

Sec. 402. (1) In addition to the appropriations contained in part 1, the department of civil rights may receive and expend funds from local or private sources for all of the following purposes:

(a) Developing and presenting training for employers on equal employment opportunity law and procedures.

(b) The publication and sale of civil rights related informational material.

(c) The provision of copy material made available under freedom of information requests.

(d) Other copy fees, subpoena fees, and witness fees.

(e) Developing, presenting, and participating in mediation processes for certain civil rights cases.

(f) Workshops, seminars, and recognition or award programs consistent with the programmatic mission of the individual unit sponsoring or coordinating the programs.

(g) Staffing costs for all activities included in this subsection.

(2) The department of civil rights shall annually report to the state budget director, the senate and house of representatives standing committees on appropriations, and the senate and house fiscal agencies the amount of funds received and expended for purposes authorized under this section.

Sec. 403. The department of civil rights may contract with local units of government to review equal employment opportunity compliance of potential contractors and may charge for and expend amounts received from local units of government for the purpose of developing and providing these contractual services.

LEGISLATURE

Sec. 600. The senate, the house of representatives, or an agency within the legislative branch may receive, expend, and transfer funds in addition to those authorized in part 1.

Sec. 601. (1) Funds appropriated in part 1 to an entity within the legislative branch shall not be expended or transferred to

another account without written approval of the authorized agent of the legislative entity. If the authorized agent of the legislative entity notifies the state budget director of its approval of an expenditure or transfer before the year-end book-closing date for that legislative entity, the state budget director shall immediately make the expenditure or transfer. The authorized legislative entity agency shall be designated by the speaker of the house of representatives for house entities, the senate majority leader for senate entities, and the legislative council for legislative council entities.

(2) Funds appropriated within the legislative branch, to a legislative council component, shall not be expended by any agency or other subgroup included in that component without the approval of the legislative council.

Sec. 602. The senate may charge rent and assess charges for utility costs. The amounts received for rent charges and utility assessments are appropriated to the senate for the renovation, operation, and maintenance of the Farnum building and other properties.

Sec. 603. The appropriation contained in part 1 for national association dues is to be distributed by the legislative council. If the funding is available, $51,000.00 shall be paid as annual dues to the national conference of commissioners on uniform state laws.

Sec. 604. (1) The appropriation in part 1 to the legislative council includes funds to operate the legislative parking facilities in the capitol area. The legislative council shall

establish rules regarding the operation of the legislative parking facilities.

(2) The legislative council shall collect a fee from state employees and the general public using certain legislative parking facilities. The revenues received from the parking fees shall be allocated by the legislative council.

Sec. 605. The appropriation in part 1 to the legislative council for publication of the Michigan manual is a work project account. The unexpended portion remaining on September 30 shall not lapse and shall be carried forward into the subsequent fiscal year for use in paying the associated biennial costs of publication of the Michigan manual.

Sec. 606. The appropriations in part 1 to the legislative branch, for property management, shall be used to purchase equipment and services for building maintenance in order to ensure a safe and productive work environment. These funds are designated as work project appropriations and shall not lapse at the end of the fiscal year, and shall continue to be available for expenditure until the project has been completed. The total cost is estimated at $500,000.00, and the tentative completion date is September 30, 2016.

Sec. 607. The appropriations in part 1 to the legislative branch, for automated data processing, shall be used to purchase equipment, software, and services in order to support and implement data processing requirements and technology improvements. These funds are designated as work project appropriations and shall not lapse at the end of the fiscal year, and shall continue to be

available for expenditure until the project has been completed. The total cost is estimated at $500,000.00, and the tentative completion date is September 30, 2016.

Sec. 608. In addition to funds appropriated in part 1, the Michigan capitol committee publications save the flags fund account may accept contributions, gifts, bequests, devises, grants, and donations. Those funds that are not expended in the fiscal year ending September 30 shall not lapse at the close of the fiscal year, and shall be carried forward for expenditure in the following fiscal years.

LEGISLATIVE AUDITOR GENERAL

Sec. 620. Pursuant to section 53 of article IV of the state constitution of 1963, the auditor general shall conduct audits of the judicial branch. The audits may include the supreme court and its administrative units, the court of appeals, and trial courts.

Sec. 621. (1) The auditor general shall take all reasonable steps to ensure that certified minority- and women-owned and operated accounting firms, and accounting firms owned and operated by persons with disabilities participate in the audits of the books, accounts, and financial affairs of each principal executive department, branch, institution, agency, and office of this state.

(2) The auditor general shall strongly encourage firms with which the auditor general contracts to perform audits of the principal executive departments and state agencies to subcontract with certified minority- and women-owned and operated accounting firms, and accounting firms owned and operated by persons with

disabilities.

(3) The auditor general shall compile an annual report regarding the number of contracts entered into with certified minority- and women-owned and operated accounting firms, and accounting firms owned and operated by persons with disabilities. The auditor general shall deliver the report to the state budget director and the senate and house of representatives standing committees on appropriations subcommittees on general government by November 1 of each year.

Sec. 622. From the funds appropriated in part 1 to the legislative auditor general, the auditor general's salary and the salaries of the remaining 2.0 FTE unclassified positions shall be set by the speaker of the house of representatives, the senate majority leader, the house of representatives minority leader, and the senate minority leader.

Sec. 623. Any audits, reviews, or investigations requested of the auditor general by the legislature or by legislative leadership, legislative committees, or individual legislators shall include an estimate of the additional costs involved and, when those costs exceed $50,000.00, should provide supplemental funding. The auditor general shall determine whether to perform those activities in keeping with Audit Directive No. 29, which describes the office of the auditor general's policy on responding to legislative requests.

Sec. 624. Not later than December 31, 2011, the auditor general, in conjunction with the office of the state budget, shall submit a report regarding the feasibility of converting to a

statewide single audit. The report shall be submitted to the senate and the house of representatives appropriation subcommittees on general government and the senate and house fiscal agencies. The report shall include an estimate of the cost savings or increase that would result from converting to a statewide single audit, an analysis of required statutory changes, the impact on legislative oversight, organizational changes necessary to provide centralized coordination, billing and funding structure changes, corrective action for known internal control weaknesses and prior single audit findings, and a recommendation regarding implementation of a statewide single audit.

Sec. 625. (1) In addition to amounts appropriated in part 1 for auditor general operations, there is appropriated for the fiscal year ending September 30, 2012 an amount not to exceed $905,000.00 from the unexpended and unencumbered balance of fiscal year 2010-2011 appropriations for the office of the auditor general.

(2) The funds appropriated in subsection (1) shall be made immediately available in fiscal year 2011-2012 and shall only be expended for the payment of the net economic cost increases of the legislative auditor general for fiscal year 2011-2012 as computed by the state budget office.

(3) Funds appropriated in subsection (1) that exceed the net economic cost increases of the legislative auditor general for fiscal year 2011-2012 as computed by the state budget office shall lapse to the general fund.

(4) Any unexpended and unencumbered balances at the end of

fiscal year 2010-2011 that resulted from the legislative auditor general not completing mandated financial audits during fiscal year 2010-2011 shall not be appropriated in subsection (1).

DEPARTMENT OF STATE

Sec. 701. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $2,000,000.00 for federal contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this act under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

(2) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $7,500,000.00 for state restricted contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this act under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

(3) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $50,000.00 for local contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this act under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

(4) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $100,000.00 for private contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this act

1 under section 393(2) of the management and budget act, 1984 PA 431,
2 MCL 18.1393.
3 Sec. 702. All funds made available by section 3171 of the
4 insurance code of 1956, 1956 PA 218, MCL 500.3171, are appropriated
5 and made available to the department of state to be expended only
6 for the uses and purposes for which the funds are received as
7 provided by sections 3171 to 3177 of the insurance code of 1956,
8 1956 PA 218, MCL 500.3171 to 500.3177.
9 Sec. 703. From the funds appropriated in part 1, the
10 department of state shall sell copies of records including, but not
11 limited to, records of motor vehicles, off-road vehicles,
12 snowmobiles, watercraft, mobile homes, personal identification
13 cardholders, drivers, and boat operators and shall charge $7.00 per
14 record sold only as authorized in section 208b of the Michigan
15 vehicle code, 1949 PA 300, MCL 257.208b, section 7 of 1972 PA 222,
16 MCL 28.297, and sections 80130, 80315, 81114, and 82156 of the
17 natural resources and environmental protection act, 1994 PA 451,
18 MCL 324.80130, 324.80315, 324.81114, and 324.82156. The revenue
19 received from the sale of records shall be credited to the
20 transportation administration collection fund created under section
21 810b of the Michigan vehicle code, 1949 PA 300, MCL 257.810b.
22 Sec. 704. From the funds appropriated in part 1, the secretary
23 of state may enter into agreements with the department of
24 corrections for the manufacture of vehicle registration plates 15
25 months before the registration year in which the registration
26 plates will be used.
27 Sec. 705. (1) The department of state may accept gifts,

1 donations, contributions, and grants of money and other property
2 from any private or public source to underwrite, in whole or in
3 part, the cost of a departmental publication that is prepared and
4 disseminated under the Michigan vehicle code, 1949 PA 300, MCL
5 257.1 to 257.923. A private or public funding source may receive
6 written recognition in the publication and may furnish a traffic
7 safety message, subject to departmental approval, for inclusion in
8 the publication. The department may reject a gift, donation,
9 contribution, or grant. The department may furnish copies of a
10 publication underwritten, in whole or in part, by a private source
11 to the underwriter at no charge.
12 (2) The department of state may sell and accept paid
13 advertising for placement in a departmental publication that is
14 prepared and disseminated under the Michigan vehicle code, 1949 PA
15 300, MCL 257.1 to 257.923. The department may charge and receive a
16 fee for any advertisement appearing in a departmental publication
17 and shall review and approve the content of each advertisement. The
18 department may refuse to accept advertising from any person or
19 organization. The department may furnish a reasonable number of
20 copies of a publication to an advertiser at no charge.
21 (3) Pending expenditure, the funds received under this section
22 shall be deposited in the Michigan department of state publications
23 fund created by section 211 of the Michigan vehicle code, 1949 PA
24 300, MCL 257.211. Funds given, donated, or contributed to the
25 department from a private source are appropriated and allocated for
26 the purpose for which the revenue is furnished. Funds granted to
27 the department from a public source are allocated and may be

expended upon receipt. The department shall not accept a gift, donation, contribution, or grant if receipt is conditioned upon a commitment of state funding at a future date. Revenue received from the sale of advertising is appropriated and may be expended upon receipt.

(4) Any unexpended revenues received under this section shall be carried over into subsequent fiscal years and shall be available for appropriation for the purposes described in this section.

(5) On March 1 of each year, the department of state shall file a report with the senate and house of representatives standing committees on appropriations, the senate and house fiscal agencies, and the state budget director. The report shall include all of the following information:

(a) The amount of gifts, contributions, donations, and grants of money received by the department under this section for the prior fiscal year.

(b) A listing of the expenditures made from the amounts received by the department as reported in subdivision (a).

(c) A listing of any gift, donation, contribution, or grant of property other than funding received by the department under this section for the prior year.

(d) The total revenue received from the sale of paid advertising accepted under this section and a statement of the total number of advertising transactions.

(6) In addition to copies delivered without charge as the secretary of state considers necessary, the department of state may sell copies of manuals and other publications regarding the sale,

ownership, or operation or regulation of motor vehicles, with amendments, at prices to be established by the secretary of state. As used in this subsection, the term "manuals and other publications" includes videos and proprietary electronic publications. All funds received from sales of these manuals and other publications shall be credited to the Michigan department of state publications fund.

Sec. 707. Funds collected by the department of state under section 211 of the Michigan vehicle code, 1949 PA 300, MCL 257.211, are appropriated for all expenses necessary to provide for the costs of the publication. Funds are allotted for expenditure when they are received by the department of treasury and shall not lapse to the general fund at the end of the fiscal year.

Sec. 708. From the funds appropriated in part 1, the department of state shall use available balances at the end of the state fiscal year to provide payment to the department of state police in the amount of $332,000.00 for the services provided by the traffic accident records program as first appropriated in 1990 PA 196 and 1990 PA 208.

Sec. 709. From the funds appropriated in part 1, the department of state may restrict funds from miscellaneous revenue to cover cash shortages created from normal branch office operations. This amount shall not exceed $50,000.00 of the total funds available in miscellaneous revenue.

Sec. 710. (1) Commemorative and specialty license plate fee revenue collected by the department of state and deposited into the transportation administration collection fund is authorized for

expenditure up to the amount of revenue collected but not to exceed the amount appropriated to the department of state in part 1 to administer commemorative and specialty license plate programs.

(2) Commemorative and specialty license plate fee revenue collected by the department of state and deposited in the transportation administration collection fund, in addition to the amount appropriated in part 1 to the department of state, shall remain in the transportation administration collection fund and be available for future appropriation.

Sec. 711. (1) Collector plate and fund-raising registration plate revenues collected by the department of state are appropriated and allotted for distribution to the recipient university or public or private agency overseeing a state-sponsored goal when received. Distributions shall occur on a quarterly basis or as otherwise authorized by law. Any revenues remaining at the end of the fiscal year shall not lapse to the general fund but shall remain available for distribution to the university or agency in the next fiscal year.

(2) Funds or revenues in the Olympic education training center fund are appropriated for distribution to the Olympic education training center at Northern Michigan University. Distributions shall occur on a quarterly basis. Any undistributed revenue remaining at the end of the fiscal year shall be carried over into the next fiscal year.

Sec. 712. The department of state may produce and sell copies of a training video designed to inform registered automotive repair facilities of their obligations under Michigan law. The price shall

not exceed the cost of production and distribution. The money received from the sale of training videos shall revert to the department of state and be placed in the auto repair facility account.

Sec. 713. (1) The department of state, in collaboration with the gift of life transplantation society or its successor federally designated organ procurement organization, may develop and administer a public information campaign concerning the Michigan organ donor program.

(2) The department may solicit funds from any private or public source to underwrite, in whole or in part, the public information campaign authorized by this section. The department may accept gifts, donations, contributions, and grants of money and other property from private and public sources for this purpose. A private or public funding source underwriting the public information campaign, in whole or in substantial part, shall receive sponsorship credit for its financial backing.

(3) Funds received under this section, including grants from state and federal agencies, shall not lapse to the general fund at the end of the fiscal year but shall remain available for expenditure for the purposes described in this section.

(4) Funding appropriated in part 1 for the organ donor program shall be used for producing a pamphlet to be distributed with driver licenses and personal identification cards regarding organ donations. The funds shall be used to update and print a pamphlet that will explain the organ donor program and encourage people to become donors by marking a checkoff on driver license and personal

identification card applications.

(5) The pamphlet shall include a return reply form addressed to the gift of life organization. Funding appropriated in part 1 for the organ donor program shall be used to pay for return postage costs.

(6) In addition to the appropriations in part 1, the department of state may receive and expend funds from the organ and tissue donation education fund for administrative expenses.

Sec. 714. At least 180 days before closing or consolidating a branch office and at least 60 days before relocating a branch office, the department of state shall inform members of the senate and house of representatives standing committees on appropriations and legislators who represent affected areas regarding the details of the proposal. The information provided shall be in written form and include all analyses done regarding criteria for changes in the location of branch offices, including, but not limited to, branch transactions, revenue, and the impact on citizens of the affected area. The impact on citizens shall include information regarding additional distance to branch office locations resulting from the plan. The written notice provided by the department of state shall also include detailed estimates of costs and savings that will result from the overall changes made to the branch office structure and the same level of detail regarding costs for new leased facilities and expansions of current leased space.

Sec. 715. (1) Any service assessment collected by the department of state from the user of a credit or debit card under section 3 of 1995 PA 144, MCL 11.23, may be used by the department

for necessary expenses related to that service and may be remitted to a credit or debit card company, bank, or other financial institution.

(2) The service assessment imposed by the department of state for credit and debit card services may be based either on a percentage of each individual credit or debit card transaction, or on a flat rate per transaction, or both, scaled to the amount of the transaction. However, the department shall not charge any amount for a service assessment which exceeds the costs billable to the department for service assessments.

(3) If there is a balance of service assessments received from credit and debit card services remaining on September 30, the balance may be carried forward to the following fiscal year and appropriated for the same purpose.

(4) As used in this section, "service assessment" means and includes costs associated with service fees imposed by credit and debit card companies and processing fees imposed by banks and other financial institutions.

Sec. 716b. The department of state shall provide a report that calculates the total amount of funds expended for the business application modernization project to date from the inception of the program. The report shall contain information on the original start and completion dates for the project, the original cost to complete the project, and a listing of all revisions to project completion dates and costs. The report shall include the total amount of funds paid to the state by the contract provider for penalties. The report shall be submitted to the senate and house of

representatives standing committees on appropriations, the senate and house fiscal agencies, and the state budget director by January 1.

Sec. 717. (1) The department of state may accept nonmonetary gifts, donations, or contributions of property from any private or public source to support, in whole or in part, the operation of a departmental function relating to licensing, regulation, or safety. The department may recognize a private or public contributor for making the contribution. The department may reject a gift, donation, or contribution.

(2) The department of state shall not accept a gift, donation, or contribution under subsection (1) if receipt of the gift, donation, or contribution is conditioned upon a commitment of future state funding.

(3) On March 1 of each year, the department of state shall file a report with the senate and house of representatives standing committees on appropriations, the senate and house fiscal agencies, and the state budget director. The report shall list any gift, donation, or contribution received by the department under subsection (1) for the prior calendar year.

Sec. 718. From the funds appropriated in part 1 to the department of state, branch operations, the department shall maintain a full service secretary of state branch office in Buena Vista Township.

Sec. 719. From the funds appropriated in part 1 for the department of state, the department shall first use restricted funding for expenditures, when available for that purpose, before

using general fund dollars.

Sec. 721. From the funds appropriated in part 1, the department of state may collect ATM commission fees from companies that have ATMs located in secretary of state branch offices. The commission received from the use of these ATMs shall be credited to the transportation administration collection fund created under section 810b of the Michigan vehicle code, 1949 PA 300, MCL 257.810b.

DEPARTMENT OF TECHNOLOGY, MANAGEMENT, AND BUDGET

Sec. 801. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $4,000,000.00 for federal contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this act under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

(2) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $8,000,000.00 for state restricted contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this act under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

(3) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $150,000.00 for local contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this act under section 393(2) of the management and budget act, 1984 PA 431,

MCL 18.1393.

(4) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $100,000.00 for private contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this act under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

Sec. 802. Proceeds in excess of necessary costs incurred in the conduct of transfers or auctions of state surplus, salvage, or scrap property made pursuant to section 267 of the management and budget act, 1984 PA 431, MCL 18.1267, are appropriated to the department of technology, management, and budget to offset costs incurred in the acquisition and distribution of federal surplus property. The department of technology, management, and budget shall provide consolidated internet auction services through the state's contractors for all local units of government.

Sec. 803. (1) The department of technology, management, and budget may receive and expend funds in addition to those authorized by part 1 for maintenance and operation services provided specifically to other principal executive departments or state agencies, the legislative branch, the judicial branch, or private tenants, or provided in connection with facilities transferred to the operational jurisdiction of the department of technology, management, and budget.

(2) The department of technology, management, and budget may receive and expend funds in addition to those authorized by part 1 for real estate, architectural, design, and engineering services

provided specifically to other principal executive departments or state agencies, the legislative branch, or the judicial branch.

(3) The department of technology, management, and budget may receive and expend funds in addition to those authorized in part 1 for mail pickup and delivery services provided specifically to other principal executive departments and state agencies, the legislative branch, or the judicial branch.

(4) The department of technology, management, and budget may receive and expend funds in addition to those authorized in part 1 for purchasing services provided specifically to other principal executive departments and state agencies, the legislative branch, or the judicial branch.

(5) The department of technology, management, and budget may not expend funds for the purchase of new office furniture for principal executive departments and state agencies, the legislative branch, or the judicial branch without first examining the possibility of using existing inventory that can be reused or refurbished. The department of technology, management, and budget may utilize its existing refurbished open space office furniture, lateral files, design and installation services statewide contract to work with a vendor that specializes in inventory management and product reutilization and that is not a seller of new furniture to the state of Michigan to supplement any additional office furniture needs.

Sec. 804. (1) The source of financing in part 1 for statewide appropriations shall be funded by assessments against longevity and insurance appropriations throughout state government in a manner

prescribed by the department of technology, management, and budget. Funds shall be used as specified in joint labor/management agreements or through the coordinated compensation hearings process. Any deposits made under this subsection and any unencumbered funds are restricted revenues, may be carried over into the succeeding fiscal years, and are appropriated.

(2) In addition to the funds appropriated in part 1 for statewide appropriations, the department of technology, management, and budget may receive and expend funds in such additional amounts as may be specified in joint labor/management agreements or through the coordinated compensation hearings process in the same manner and subject to the same conditions as prescribed in subsection (1).

Sec. 805. To the extent a specific appropriation is required for a detailed source of financing included in part 1 for the department of technology, management, and budget appropriations financed from special revenue and internal service and pension trust funds, or MAIN user charges, the specific amounts are appropriated within the special revenue internal service and pension trust funds in portions not to exceed the aggregate amount appropriated in part 1.

Sec. 806. In addition to the funds appropriated in part 1 to the department of technology, management, and budget, the department may receive and expend funds from other principal executive departments and state agencies to implement administrative leave bank transfer provisions as may be specified in joint labor/management agreements. The amounts may also be transferred to other principal executive departments and state

agencies under the joint agreement and any amounts transferred under the joint agreement are authorized for receipt and expenditure by the receiving principal executive department or state agency. Any amounts received by the department of technology, management, and budget under this section and intended, under the joint labor/management agreements, to be available for use beyond the close of the fiscal year and any unencumbered funds may be carried over into the succeeding fiscal year.

Sec. 807. The source of financing in part 1 for the Michigan administrative information network shall be funded by proportionate charges assessed against the respective state funds benefiting from this project in the amounts determined by the department.

Sec. 808. (1) Deposits against the interdepartmental grant from building occupancy and parking charges appropriated in part 1 shall be collected, in part, from state agencies, the legislative branch, and the judicial branch based on estimated costs associated with maintenance and operation of buildings managed by the department of technology, management, and budget. To the extent excess revenues are collected due to estimates of building occupancy charges exceeding actual costs, the excess revenues may be carried forward into succeeding fiscal years for the purpose of returning funds to state agencies.

(2) Appropriations in part 1 to the department of technology, management, and budget, for management and budget services from building occupancy charges and parking charges, may be increased to return excess revenue collected to state agencies.

Sec. 809. The department of technology, management, and budget

shall notify the chairpersons of the senate and house of representatives standing committees on appropriations and the chairpersons of the senate and house of representatives standing committees on appropriations subcommittees on general government on any revisions that increase or decrease current contracts by more than $500,000.00 for computer software development, hardware acquisition, or quality assurance at least 14 days before the department of technology, management, and budget finalizes the revisions.

Sec. 810. The department of technology, management, and budget shall maintain an Internet website that contains notice of all invitations for bids and requests for proposals over $50,000.00 issued by the department or by any state agency operating under delegated authority. The department shall not accept an invitation for bid or request for proposal in less than 14 days after the notice is made available on the Internet website, except in situations where it would be in the best interest of the state and documented by the department. In addition to the requirements of this section, the department may advertise the invitations for bids and requests for proposals in any manner the department determines appropriate, in order to give the greatest number of individuals and businesses the opportunity to make bids or requests for proposals.

Sec. 811. The department of technology, management, and budget may receive and expend funds from the Vietnam veterans memorial monument fund as provided in the Michigan Vietnam veterans memorial act, 1988 PA 234, MCL 35.1051 to 35.1057. Funds are appropriated

and allocated when received and may be expended upon receipt.

Sec. 812. The Michigan veterans' memorial park commission may receive and expend money from any source, public or private, including, but not limited to, gifts, grants, donations of money, and government appropriations, for the purposes described in Executive Order No. 2001-10. Funds are appropriated and allocated when received and may be expended upon receipt. Any deposits made under this section and unencumbered funds are restricted revenues and may be carried over into succeeding fiscal years.

Sec. 813. (1) Funds in part 1 for motor vehicle fleet are appropriated to the department of technology, management, and budget for administration and for the acquisition, lease, operation, maintenance, repair, replacement, and disposal of state motor vehicles.

(2) The appropriation in part 1 for motor vehicle fleet shall be funded by revenue from rates charged to principal executive departments and agencies for utilizing vehicle travel services provided by the department. Revenue in excess of the amount appropriated in part 1 from the motor transport fund and any unencumbered funds are restricted revenues and may be carried over into the succeeding fiscal year.

(3) Pursuant to the department of technology, management, and budget's authority under sections 213 and 215 of the management and budget act, 1984 PA 431, MCL 18.1213 and 18.1215, the department shall maintain a plan regarding the operation of the motor vehicle fleet. The plan shall include the number of vehicles assigned to, or authorized for use by, state departments and agencies, efforts

to reduce vehicle expenditures, the number of cars in the motor vehicle fleet, the number of miles driven by fleet vehicles, and the number of gallons of fuel consumed by fleet vehicles. The plan shall include a calculation of the amount of state motor vehicle fuel taxes that would have been incurred by fleet vehicles if fleet vehicles were required by law to pay motor fuel taxes. The plan shall include a description of fleet garage operations, the goods sold and services provided by the fleet garage, the cost to operate the fleet garage, the number of fleet garage locations, and the number of employees assigned to each fleet garage. The plan may be adjusted during the fiscal year based on needs and cost savings to achieve the maximum value and efficiency from the state motor fleet. Within 60 days after the close of the fiscal year, the department shall provide a report to the senate and house of representatives standing committees on appropriations and the senate and house fiscal agencies detailing the current plan and changes made to the plan during the fiscal year.

(4) The department of technology, management, and budget may charge state agencies for fuel cost increases that exceed $2.27 per gallon of unleaded gasoline. The department shall notify state agencies, in writing or by electronic mail, at least 30 days before implementing additional charges for fuel cost increases. Revenues received from these charges are appropriated upon receipt.

(5) In order to reduce costs and maintain quality, it is the intent of the legislature that, excluding the fleet of motor vehicles for the department of state police, when economically feasible, the department of technology, management, and budget will

prioritize the utilization of remanufactured parts as the primary means of maintenance and repair for the state of Michigan's fleet of motor vehicles.

Sec. 817. The department of technology, management, and budget may require that any vendor or subcontractor providing call or contact center services to the state of Michigan disclose to inbound callers the location from which the call or contact center services are being provided.

Sec. 818. In addition to the funds appropriated in part 1, the department of technology, management, and budget may receive and expend money from the Michigan law enforcement officers memorial monument fund as provided in the Michigan law enforcement officers memorial act, 2004 PA 177, MCL 28.781 to 28.787.

Sec. 819. In addition to the funds appropriated in part 1, the department of technology, management, and budget may receive and expend money from the Ronald Wilson Reagan memorial monument fund as provided in the Ronald Wilson Reagan memorial monument fund commission act, 2004 PA 489, MCL 399.261 to 399.266.

Sec. 820. The department shall make available to the public a list of all parcels of real property owned by the state that are available for purchase. The list shall be posted on the Internet through the department's website.

Sec. 822. The department of technology, management, and budget shall compile a report by January 1 pertaining to the salaries of unclassified employees, as well as gubernatorial appointees, within all state departments and agencies. The report shall enumerate each unclassified employee and gubernatorial appointee and his or her

annual salary individually. The report shall be distributed to the chairs of the senate and house of representatives standing committees on appropriations subcommittees on general government, as well as the senate and house fiscal agencies.

Sec. 822a. The department shall submit a report regarding the feasibility of privatizing the administration of the state lottery. The report shall include an estimate of the cost savings or increase that would result from privatizing the administration of the state lottery, an analysis of required statutory changes, and any other issues that need to be addressed. The report shall be submitted to the senate and house of representatives appropriations subcommittees on general government, the senate and house fiscal agencies, and the state budget office. The report shall be submitted not later than April 1.

INFORMATION TECHNOLOGY

Sec. 823. (1) The department of technology, management, and budget may sell and accept paid advertising for placement on any state website under its jurisdiction. The department shall review and approve the content of each advertisement. The department may refuse to accept advertising from any person or organization or require modification to advertisements based upon criteria determined by the department. Revenue received under this subsection shall be used for operating costs of the department and for future technology enhancements to state of Michigan e-government initiatives. Funds received under this subsection shall be limited to $250,000.00. Any funds in excess of $250,000.00 shall

be deposited in the state general fund.

(2) The department of technology, management, and budget may accept gifts, donations, contributions, bequests, and grants of money from any public or private source to assist with the underwriting or sponsorship of state webpages or services offered on those webpages. A private or public funding source may receive recognition in the webpage. The department of technology, management, and budget may reject any gift, donation, contribution, bequest, or grant.

(3) Funds accepted by the department of technology, management, and budget under subsection (1) are appropriated and allotted when received and may be expended upon approval of the state budget director. The state budget office shall notify the senate and house of representatives standing committees on appropriations subcommittees on general government and the senate and house fiscal agencies within 10 days after the approval is given.

(4) By April 1, the department of technology, management, and budget shall report to the senate and house of representatives standing committees on appropriations and the senate and house fiscal agencies that a statement of the total revenue received from the sale of paid advertising accepted under this section and a statement of the total number of advertising transactions are available on the department's website.

Sec. 824. The department of technology, management, and budget may enter into agreements to supply spatial information and technical services to other principal executive departments, state

agencies, local units of government, and other organizations. The department of technology, management, and budget may receive and expend funds in addition to those authorized in part 1 for providing information and technical services, publications, maps, and other products. The department of technology, management, and budget may expend amounts received for salaries, supplies, and equipment necessary to provide informational products and technical services. Prior to December 1 of each year, the department shall provide a report to the senate and house of representatives standing committees on appropriations subcommittees on general government, detailing the sources of funding and expenditures made under this section.

Sec. 825. The legislature shall have access to all historical and current data contained within MAIN pertaining to state departments. State departments shall have access to all historical and current data contained within MAIN.

Sec. 826. When used in this act, "information technology services" means services involving all aspects of managing and processing information, including, but not limited to, all of the following:

(a) Application development and maintenance.

(b) Desktop computer support and management.

(c) Mainframe computer support and management.

(d) Server support and management.

(e) Local area network support and management, including, but not limited to, wireless networking.

(f) Information technology project management.

(g) Information technology planning and budget management.

(h) Telecommunication services, security, infrastructure, and support.

Sec. 827. (1) Funds appropriated in part 1 for the Michigan public safety communications system shall be expended upon approval of an expenditure plan by the state budget director.

(2) The department of technology, management, and budget shall assess all subscribers of the Michigan public safety communications system reasonable access and maintenance fees.

(3) All money received by the department of technology, management, and budget under this section shall be expended for the support and maintenance of the Michigan public safety communications system.

(4) The department of technology, management, and budget shall provide a report to the senate and house of representatives standing committees on appropriations, the senate and house fiscal agencies, and the state budget director on April 15 and on October 15, indicating the amount of revenue collected under this section and expended for support and maintenance of the Michigan public safety communications system for the immediately preceding 6-month period. Any deposits made under this section and unencumbered funds are restricted revenues and may be carried forward into succeeding fiscal years.

Sec. 828. The department of technology, management, and budget shall submit a report for the immediately preceding fiscal year ending September 30 to the senate and house of representatives standing committees on appropriations subcommittees on general

1 government and the senate and house fiscal agencies by March 1. The
2 report shall include the following:
3 (a) The total amount of funding appropriated for information
4 technology services and projects, by funding source, for all
5 principal executive departments and agencies.
6 (b) A listing of the expenditures made from the amounts
7 received by the department of technology, management, and budget as
8 reported in subdivision (a).
9 Sec. 829. The department of technology, management, and budget
10 shall provide a report that analyzes and makes recommendations on
11 the life-cycle of information technology hardware and software. The
12 report shall be submitted to the senate and house of
13 representatives standing committees on appropriations subcommittees
14 on general government and the senate and house fiscal agencies by
15 March 1.
16 Sec. 830. By December 31, the department shall provide a
17 report that lists all information technology-related change orders
18 and follow-on contracts, greater than $50,000.00, whether they are
19 bid, exercise options, or no-bid, and the amount of each change
20 order or contract extension contract entered into by the department
21 to the senate and house of representatives standing committees on
22 appropriations subcommittees on general government, the senate and
23 house fiscal agencies, and the state budget director.
24 Sec. 832. The department shall provide a report that
25 calculates the total amount of funds expended for the child support
26 enforcement system to date from the inception of the program. The
27 report shall contain information on the original start and

completion dates for the project, the original cost to complete the project, and a listing of all revisions to project completion dates and costs. The report shall include the total amount of funds paid to the federal government for penalties. The report shall be submitted to the senate and house of representatives standing committees on government operations, the senate and house of representatives standing committees on appropriations subcommittees on general government, and the senate and house fiscal agencies by January 1.

Sec. 833. (1) The state budget director, upon notification to the senate and house of representatives standing committees on appropriations, may adjust spending authorization and user fees in the department of technology, management, and budget budget in order to ensure that the appropriations for information technology in the department budget equal the appropriations for information technology in the budgets for all executive branch agencies.

(2) If during the course of the fiscal year a transfer or supplemental to or from the information technology line item within an agency budget is made under section 393 of the management and budget act, 1984 PA 431, MCL 18.1393, there is appropriated an equal amount of user fees in the department of technology, management, and budget budget to accommodate an increase or decrease in spending authorization.

Sec. 834. (1) Revenue collected from licenses issued under the antenna site management project shall be deposited into the antenna site management revolving fund created for this purpose in the department of technology, management, and budget. The department

may receive and expend money from the fund for costs associated with the antenna site management project, including the cost of a third-party site manager. Any excess revenue remaining in the fund at the close of the fiscal year shall be proportionately transferred to the appropriate state restricted funds as designated in statute or by constitution.

(2) An antenna shall not be placed on any site pursuant to this section without complying with the respective local zoning codes and local unit of government processes.

Sec. 835. In addition to the funds appropriated in part 1, the funds collected by the department for supplying census-related information and technical services, publications, statistical studies, population projections and estimates, and other demographic products area appropriated for all expenses necessary to provide the required services. These funds are available for expenditure when they are received and may be carried forward into the next succeeding fiscal year.

STATE BUILDING AUTHORITY

Sec. 840. (1) Subject to section 242 of the management and budget act, 1984 PA 431, MCL 18.1242, and upon the approval of the state building authority, the department may expend from the general fund of the state during the fiscal year an amount to meet the cash flow requirements of those state building authority projects solely for lease to a state agency identified in both part 1 and this section, and for which state building authority bonds or notes have not been issued, and for the sole acquisition by the

state building authority of equipment and furnishings for lease to a state agency as permitted by 1964 PA 183, MCL 830.411 to 830.425, for which the issuance of bonds or notes is authorized by a legislative concurrent resolution that is effective for the fiscal year ending September 30, 2012. Any general fund advances for which state building authority bonds have not been issued shall bear an interest cost to the state building authority at a rate not to exceed that earned by the state treasurer's common cash fund during the period in which the advances are outstanding and are repaid to the general fund of the state.

(2) Upon sale of bonds or notes for the projects identified in part 1 or for equipment as authorized by legislative concurrent resolution and in this section, the state building authority shall credit the general fund of the state an amount equal to that expended from the general fund plus interest, if any, as defined in this section.

(3) For state building authority projects for which bonds or notes have been issued and upon the request of the state building authority, the state treasurer shall make advances without interest from the general fund as necessary to meet cash flow requirements for the projects, which advances shall be reimbursed by the state building authority when the investments earmarked for the financing of the projects mature.

(4) In the event that a project identified in part 1 is terminated after final design is complete, advances made on behalf of the state building authority for the costs of final design shall be repaid to the general fund in a manner recommended by the

director and approved by the JCOS.

Sec. 841. (1) State building authority funding to finance construction or renovation of a facility that collects revenue in excess of money required for the operation of that facility shall not be released to a university or community college unless the institution agrees to reimburse that excess revenue to the state building authority. The excess revenue shall be credited to the general fund to offset rent obligations associated with the retirement of bonds issued for that facility. The auditor general shall annually identify and present an audit of those facilities that are subject to this section. Costs associated with the administration of the audit shall be charged against money recovered pursuant to this section.

(2) As used in this section, "revenue" includes state appropriations, facility opening money, other state aid, indirect cost reimbursement, and other revenue generated by the activities of the facility.

Sec. 842. (1) The state building authority rent appropriations in part 1 may also be expended for the payment of required premiums for insurance on facilities owned by the state building authority or payment of costs that may be incurred as the result of any deductible provisions in such insurance policies.

(2) If the amount appropriated in part 1 for state building authority rent is not sufficient to pay the rent obligations and insurance premiums and deductibles identified in subsection (1) for state building authority projects, there is appropriated from the general fund of the state the amount necessary to pay such

obligations.

Sec. 843. The state building authority shall provide to the JCOS, state budget director, and senate and house fiscal agencies a report relative to the status of construction projects associated with state building authority bonds as of September 30 of each year, on or before October 15, or not more than 30 days after a refinancing or restructuring bond issue is sold. The report shall include, but is not limited to, the following:

(a) A list of all completed construction projects for which state building authority bonds have been sold, and which bonds are currently active.

(b) A list of all projects under construction for which sale of state building authority bonds is pending.

(c) A list of all projects authorized for construction or identified in an appropriations act for which approval of schematic/preliminary plans or total authorized cost is pending that have state building authority bonds identified as a source of financing.

CIVIL SERVICE

Sec. 850. (1) In accordance with section 5 of article XI of the state constitution of 1963, all restricted funds shall be assessed a sum not less than 1% of the total aggregate payroll paid from those funds for financing the civil service commission on the basis of actual 1% restricted sources total aggregate payroll of the classified service for the fiscal year 2011. This includes, but is not limited to, restricted funds appropriated in part 1 of any

appropriations act. Unexpended 1% appropriated funds shall be returned to each 1% fund source at the end of the fiscal year.

(2) The appropriations in part 1 are estimates of actual charges based on payroll appropriations. With the approval of the state budget director, the commission is authorized to adjust financing sources for civil service charges based on actual payroll expenditures, provided that such adjustments do not increase the total appropriation for the civil service commission.

(3) The financing from restricted sources shall be credited to the civil service commission by the end of the second fiscal quarter.

Sec. 851. Except where specifically appropriated for this purpose, financing from restricted sources shall be credited to the civil service commission. For restricted sources of funding within the general fund that have the legislative authority for carryover, if current spending authorization or revenues are insufficient to accept the charge, the shortage shall be taken from carryforward balances of that funding source. Restricted revenue sources that do not have carryforward authority shall be utilized to satisfy commission operating deducts first and civil service obligations second. General fund dollars are appropriated for any shortfall, pursuant to approval by the state budget director.

Sec. 852. The appropriation in part 1 to the civil service commission, for state-sponsored group insurance, flexible spending accounts, and COBRA, represents amounts, in part, included within the various appropriations throughout state government for the current fiscal year to fund the flexible spending account program

included within the civil service commission. Deposits against state-sponsored group insurance, flexible spending accounts, and COBRA for the flexible spending account program shall be made from assessments levied during the current fiscal year in a manner prescribed by the civil service commission. Unspent employee contributions to the flexible spending accounts may be used to offset administrative costs for the flexible spending account program, with any remaining balance of unspent employee contributions to be lapsed to the general fund.

CAPITAL OUTLAY

Sec. 860. As used in sections 861 through 865:

(a) "Board" means the state administrative board.

(b) "Community college" does not include a state agency or university.

(c) "Department" means the department of technology, management, and budget.

(d) "Director" means the director of the department of technology, management, and budget.

(e) "Fiscal agencies" means the senate fiscal agency and the house fiscal agency.

(f) "State agency" means an agency of state government. State agency does not include a community college or university.

(g) "State building authority" means the authority created under 1964 PA 183, MCL 830.411 to 830.425.

(h) "University" means a 4-year university supported by the state. University does not include a community college or a state

agency.

Sec. 861. Each capital outlay project authorized in this article or any previous capital outlay act shall comply with the procedures required by the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

Sec. 862. (1) The department shall provide the JCOS, state budget director, and the senate and house fiscal agencies with reports as considered necessary relative to the status of each planning or construction project financed by the state building authority, by this article, or by previous acts.

(2) Before the end of each fiscal year, the department shall report to the JCOS, state budget director, and the senate and house fiscal agencies for each capital outlay project other than lump sums all of the following:

(a) The account number and name of each construction project.

(b) The balance remaining in each account.

(c) The date of the last expenditure from the account.

(d) The anticipated date of occupancy if the project is under construction.

(e) The appropriations history for the project.

(f) The professional service contractor.

(g) The amount of the project financed with federal funds.

(h) The amount of the project financed through the state building authority.

(i) The total authorized cost for the project and the state authorized share if different than the total.

(3) Before the end of each fiscal year, the department shall

report the following for each project by a state agency, university, or community college that is authorized for planning but is not yet authorized for construction:

(a) The name of the project and account number.

(b) Whether a program statement is approved.

(c) Whether schematics are approved by the department.

(d) Whether preliminary plans are approved by the department.

(e) The name of the professional service contractor.

(4) As used in this section, "project" includes appropriation line items made for purchase of real estate.

Sec. 863. (1) The director of the department of technology, management, and budget shall allocate lump-sum appropriations made in this act consistent with statutory provisions and the purposes for which funds were appropriated. Lump-sum allocations shall address priority program or facility needs and may include, but are not limited to, design, construction, remodeling and addition, special maintenance, major special maintenance, energy conservation, and demolition.

(2) The state budget director may authorize that funds appropriated for lump-sum appropriations shall be available for no more than 3 fiscal years following the fiscal year in which the original appropriation was made. Any remaining balance from allocations made in this section shall lapse to the fund from which it was appropriated pursuant to the lapsing of funds as provided in the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

Sec. 864. The appropriations in part 1 for capital outlay shall be carried forward at the end of the fiscal year consistent

with the provisions of section 248 of the management and budget act, 1984 PA 431, MCL 18.1248.

Sec. 865. (1) A site preparation economic development fund is created in the department of technology, management, and budget. As used in this section, "economic development sites" means those state-owned sites declared as surplus property pursuant to section 251 of the management and budget act, 1984 PA 431, MCL 18.1251, that would provide economic benefit to the area or to the state. The Michigan economic development corporation board and the state budget director shall determine whether or not a specific state-owned site qualifies for inclusion in the fund created under this subsection.

(2) Proceeds from the sale of any sites designated in subsection (1) shall be deposited into the fund created in subsection (1) and shall be available for site preparation expenditures, unless otherwise provided by law. The economic development sites authorized in subsection (1) are authorized for sale consistent with state law. Expenditures from the fund are authorized for site preparation activities that enhance the marketable sale value of the sites. Site preparation activities include, but are not limited to, demolition, environmental studies and abatement, utility enhancement, and site excavation.

(3) A cash advance in an amount of not more than $25,000,000.00 is authorized from the general fund to the site preparation economic development fund.

(4) An annual report shall be transmitted to the senate and house of representatives standing committees on appropriations not

later than December 31 of each year. This report shall detail both of the following:

(a) The revenue and expenditure activity in the fund for the preceding fiscal year.

(b) The sites identified as economic development sites under subsection (1).

CAPITAL OUTLAY - UNIVERSITIES AND COMMUNITY COLLEGES

Sec. 870. A statement of a proposed facility's operating cost shall be included with the facility's program statement and planning documents when the plans are presented to JCOS for approval.

Sec. 871. (1) Before proceeding with final planning and construction for projects at community colleges and universities included in an appropriations act, the community college or university shall sign an agreement with the department that includes the following provisions:

(a) The university or community college agrees to construct the project within the total authorized cost established by the legislature pursuant to the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594, and an appropriations act.

(b) The design and program scope of the project shall not deviate from the design and program scope represented in the program statement and preliminary planning documents approved by the department.

(c) Any other items as identified by the department that are necessary to complete the project.

(2) The department retains the authority and responsibility normally associated with the prudent maintenance of the public's financial and policy interests relative to the state-financed construction projects managed by a community college or university.

Sec. 872. A state agency, community college, or university shall take steps necessary to make available federal and other money indicated in this act, to make available federal or other money that may become available for the purposes for which appropriations are made in this act, and to use any part or all of the appropriations to meet matching requirements that are considered to be in the best interest of this state. However, the purpose, scope, and total estimated cost of a project shall not be altered to meet the matching requirements. Any federal matching revenues received to support the construction of the project shall be applied to the total authorized project cost, with the state and community college or university financing shares proportionately adjusted.

Sec. 873. (1) This section applies only to projects for community colleges.

(2) State support is directed towards the remodeling and additions, special maintenance, or construction of certain community college buildings. The community college shall obtain or provide for site acquisition and initial main utility installation to operate the facility. Funding shall be composed of local and state shares and not more than 50% of a capital outlay project, not including a lump-sum special maintenance project or remodeling and addition project, for a community college shall be appropriated

from state and federal funds, unless otherwise appropriated by the legislature.

(3) An expenditure under this act is authorized when the release of the appropriation is approved by the board upon the recommendation of the director. The director may recommend to the board the release of any appropriation in part 1 only after the director is assured that the legal entity operating the community college to which the appropriation is made has complied with this act and has matched the amounts appropriated as required by this act. A release of funds in part 1 shall not exceed 50% of the total cost of planning and construction of any project, not including lump-sum remodeling and additions and special maintenance, unless otherwise appropriated by the legislature. Further planning and construction of a project authorized by this act or applicable sections of the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594, shall be in accordance with the purpose and scope as defined and delineated in the approved program statements and planning documents. This act is applicable to all projects for which planning appropriations were made in previous acts.

(4) The community college shall take the steps necessary to secure available federal construction and equipment money for projects funded for construction in this act if an application was not previously made. If there is a reasonable expectation that a prior year unfunded application may receive federal money in a subsequent year, the college shall take whatever action necessary to keep the application active.

Sec. 874. If university and community college matching

revenues are received in an amount less than the appropriations for capital projects contained in this act, the state funds shall be reduced in proportion to the amount of matching revenue received.

Sec. 875. (1) The director may require that community colleges and universities that have an authorized project listed in part 1 submit documentation regarding the project match and governing board approval of the authorized project not more than 60 days after the beginning of the fiscal year.

(2) If the documentation required by the director under subsection (1) is not submitted, or does not adequately authenticate the availability of the project match or board approval of the authorized project, the authorization may terminate. The authorization terminates 30 days after the director notifies the JCOS of the intent to terminate the project unless the JCOS convenes to extend the authorization.

DEPARTMENT OF TREASURY

OPERATIONS

Sec. 901. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $1,000,000.00 for federal contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this act under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

(2) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $10,000,000.00 for state restricted contingency funds. These funds are not available for

expenditure until they have been transferred to another line item in this act under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

(3) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $200,000.00 for local contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this act under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

(4) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $40,000.00 for private contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this act under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

Sec. 902. (1) Amounts needed to pay for interest, fees, principal, mandatory and optional redemptions, arbitrage rebates as required by federal law, and costs associated with the payment, registration, trustee services, credit enhancements, and issuing costs in excess of the amount appropriated to the department of treasury in part 1 for debt service on notes and bonds that are issued by the state under sections 14, 15, and 16 of article IX of the state constitution of 1963 as implemented by 1967 PA 266, MCL 17.451 to 17.455, are appropriated.

(2) In addition to the amount appropriated to the department of treasury for debt service in part 1, there is appropriated an amount for fiscal year cash-flow borrowing costs to pay for

interest on interfund borrowing made under 1967 PA 55, MCL 12.51 to 12.53.

(3) In addition to the amount appropriated to the department of treasury for debt service in part 1, there is appropriated all repayments received by the state on loans made from the school bond loan fund not required to be deposited in the school loan revolving fund by or pursuant to section 4 of 1961 PA 112, MCL 388.984, to the extent determined by the state treasurer, for the payment of debt service, including, without limitation, optional and mandatory redemptions, on bonds, notes or commercial paper issued by the state pursuant to 1961 PA 112, MCL 388.981 to 388.985.

Sec. 902a. The department of treasury shall notify the senate and house of representatives standing committees on appropriations, the senate and house fiscal agencies, and the state budget office not more than 30 days after a refunding or restructuring bond issue is sold. The notification shall compare the annual debt service prior to the refinancing or restructuring, the annual debt service after the refinancing or restructuring, the change in the principal and interest over the duration of the debt, and the projected change in the present value of the debt service due to the refinancing and restructuring.

Sec. 903. (1) From the funds appropriated in part 1, the department of treasury may contract with private collection agencies and law firms to collect taxes and other accounts due this state. In addition to the amounts appropriated in part 1 to the department of treasury, there are appropriated amounts necessary to fund collection costs and fees not to exceed 25% of the collections

or 2.5% plus operating costs, whichever amount is prescribed by each contract. The appropriation to fund collection costs and fees for the collection of taxes or other accounts due this state are from the fund or account to which the revenues being collected are recorded or dedicated. However, if the taxes collected are constitutionally dedicated for a specific purpose, the appropriation of collection costs and fees are from the general purpose account of the general fund.

(2) From the funds appropriated in part 1, the department of treasury may contract with private collections agencies and law firms to collect defaulted student loans and other accounts due the Michigan guaranty agency. In addition to the amounts appropriated in part 1 to the department of treasury, there are appropriated amounts necessary to fund collection costs and fees not to exceed 24.34% of the collection or a lesser amount as prescribed by the contract. The appropriation to fund collection costs and fees for the auditing and collection of defaulted student loans due the Michigan guaranty agency is from the fund or account to which the revenues being collected are recorded or dedicated.

(3) The department of treasury shall submit a report for the immediately preceding fiscal year ending September 30 to the state budget director and the senate and house of representatives standing committees on appropriations not later than November 30 stating the agencies or law firms employed, the amount of collections for each, the costs of collection, and other pertinent information relating to determining whether this authority should be continued.

Sec. 904. (1) The department of treasury, through its bureau of investments, may charge an investment service fee against the applicable retirement funds. The fees may be expended for necessary salaries, wages, contractual services, supplies, materials, equipment, travel, worker's compensation insurance premiums, and grants to the civil service commission and state employees' retirement funds. Service fees shall not exceed the aggregate amount appropriated in part 1. The department of treasury shall maintain accounting records in sufficient detail to enable the retirement funds to be reimbursed periodically for fee revenue that is determined by the department of treasury to be surplus.

(2) In addition to the funds appropriated in part 1 from the retirement funds to the department of treasury, there is appropriated from retirement funds an amount sufficient to pay for the services of money managers, investment advisors, investment consultants, custodians, and other outside professionals, the state treasurer considers necessary to prudently manage the retirement funds' investment portfolios. The state treasurer shall report annually to the senate and house of representatives standing committees on appropriations and the state budget office concerning the performance of each portfolio by investment advisor.

Sec. 904a. (1) There is appropriated an amount sufficient to recognize and pay expenditures for financial services provided by financial institutions as provided under section 1 of 1861 PA 111, MCL 21.181.

(2) The appropriations under subsection (1) shall be funded by restricting revenues from common cash interest earnings and

investment earnings in an amount sufficient to record these expenditures.

Sec. 906. (1) The department of treasury shall charge for audits as permitted by state or federal law or under contractual arrangements with local units of government, other principal executive departments, or state agencies. A report detailing audits performed and audit charges for the immediately preceding fiscal year shall be submitted to the state budget director and the senate and house fiscal agencies not later than November 30.

(2) The appropriation in part 1 to the department of treasury, for state compliance audits, shall be used to cover the cost of the state audits performed by independent certified public accountants or department of treasury auditors. The scope of the state audit shall be defined by the state treasurer. The state audits shall be performed by independent certified public accountants contracted with by the state treasurer or by department of treasury auditors, if the county has agreed to contract with and pay the department for their financial single audit.

(3) The state audits shall be performed for the most current county fiscal year in conjunction with the financial single audit. The state audit may be performed either by certified public accountants contracted by the state treasurer or department of treasury staff, independent of the financial single audit, if a state audit has not been performed within the last 3 years.

Sec. 907. A revolving fund known as the assessor certification and training fund is created in the department of treasury. The assessor certification and training fund shall be used to organize

and operate a property assessor certification and training program. Each participant certified and trained shall pay to the department of treasury an examination fee of $50.00, an initial certification fee of $50.00, an annual renewal fee of $75.00 for levels 1 and 2, and $125.00 for levels 3 and 4 to offset the cost of administering the certification and training program. Training courses shall be offered in assessment administration. Each participant shall pay a fee to cover the expenses incurred in offering the optional programs to certified assessing personnel and other individuals interested in an assessment career opportunity. The fees collected shall be credited to the assessor certification and training fund.

Sec. 908. The amount appropriated in part 1 to the department of treasury, home heating assistance program, is to cover the costs, including data processing, of administering federal home heating credits to eligible claimants and to administer the supplemental fuel cost payment program for eligible tax credit and welfare recipients.

Sec. 909. Revenue from the airport parking tax act, 1987 PA 248, MCL 207.371 to 207.383, is appropriated and shall be distributed under section 7a of the airport parking tax act, 1987 PA 248, MCL 207.377a.

Sec. 910. The disbursement by the department of treasury from the bottle deposit fund to dealers as required by section 3c(2) of 1976 IL 1, MCL 445.573c, is appropriated.

Sec. 911. (1) There is appropriated an amount sufficient to recognize and pay refundable income tax credits as provided by the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

(2) The appropriations under subsection (1) shall be funded by restricting income tax revenue in an amount sufficient to record these expenditures.

Sec. 912. A plaintiff in a garnishment action involving this state shall pay to the state treasurer 1 of the following:

(a) A fee of $6.00 at the time a writ of garnishment of periodic payments is served upon the state treasurer, as provided in section 4012 of the revised judicature act of 1961, 1961 PA 236, MCL 600.4012.

(b) A fee of $6.00 at the time any other writ of garnishment is served upon the state treasurer, except that the fee shall be reduced to $5.00 for each writ of garnishment for individual income tax refunds or credits filed by magnetic media.

Sec. 913. (1) The department of treasury may contract with private firms to appraise and, if necessary, appeal the assessments of senior citizen cooperative housing units. Payment for this service shall be from savings resulting from the appraisal or appeal process.

(2) Of the funds appropriated in part 1 to the department of treasury for the senior citizens' cooperative housing tax exemption program, a portion may be utilized for a program audit of the program. The department of treasury shall forward copies of any audit report completed to the senate and house of representatives standing committees on appropriations subcommittees on general government and to the state budget office. The department of treasury may utilize up to 1% of the funds for program administration and auditing.

Sec. 914. The department of treasury may provide a $200.00 annual prize from the Ehlers internship award account in the gifts, bequests, and deposit fund to the runner-up of the Rosenthal prize for interns. The Ehlers internship award account is interest bearing.

Sec. 915. Pursuant to section 61 of the Michigan campaign finance act, 1976 PA 388, MCL 169.261, there is appropriated from the general fund to the state campaign fund an amount equal to the amounts designated for tax year 2010. Except as otherwise provided in this section, the amount appropriated shall not revert to the general fund and shall remain in the state campaign fund. Any amounts remaining in the state campaign fund in excess of $10,000,000.00 on December 31 shall revert to the general fund.

Sec. 916. The department of treasury may make available to interested entities otherwise unavailable customized unclaimed property listings of nonconfidential information in its possession. The charge for this information is as follows: 1 to 100,000 records at 2.5 cents per record and 100,001 or more records at .5 cents per record. The revenue received from this service shall be deposited to the appropriate revenue account or fund. The department shall submit an annual report on or before June 1 to the state budget director and the senate and house of representatives standing committees on appropriations that states the amount of revenue received from the sale of information.

Sec. 917. (1) There is appropriated for write-offs and advances an amount equal to total write-offs and advances for departmental programs, but not to exceed current year

1 authorizations that would otherwise lapse to the general fund.
2 (2) The department of treasury shall submit a report for the
3 immediately preceding fiscal year to the state budget director and
4 the senate and house fiscal agencies not later than November 30
5 stating the amounts appropriated for write-offs and advances under
6 subsection (1).
7 Sec. 918. In addition to funds appropriated in part 1, the
8 department of treasury may receive and expend funds for conducting
9 tax orientation workshops and seminars. Funds received may not
10 exceed costs incurred in conducting the workshops and seminars.
11 Sec. 919. (1) From funds appropriated in part 1, the
12 department of treasury may contract with private auditing firms to
13 audit for and collect unclaimed property due this state in
14 accordance with the uniform unclaimed property act, 1995 PA 29, MCL
15 567.221 to 567.265. In addition to the amounts appropriated in part
16 1 to the department of treasury, there are appropriated amounts
17 necessary to fund auditing and collection costs and fees not to
18 exceed 12% of the collections, or a lesser amount as prescribed by
19 the contract. The appropriation to fund collection costs and fees
20 for the auditing and collection of unclaimed property due this
21 state is from the fund or account to which the revenues being
22 collected are recorded or dedicated.
23 (2) The department of treasury shall submit a report for the
24 immediately preceding fiscal year ending September 30 to the state
25 budget director and the senate and house of representatives
26 standing committees on appropriations not later than November 30
27 stating the auditing firms employed, the amount of collections for

each, the costs of collection, and other pertinent information relating to determining whether this authority should be continued.

Sec. 922. The department of treasury shall submit a report for the immediately preceding fiscal year ending September 30 to the senate and house of representatives standing committees on appropriations subcommittees on general government, the senate and house fiscal agencies, and the state budget director by November 30 stating the amount of Michigan transportation fund revenue collected and the cost of collection. The cost of collection may be determined by proration of costs in fiscal year 2011-2012 only. Not later than April 1, 2012, the department of treasury shall provide an analysis of the actual costs of tax administration in order to justify continuation of the proration approach.

Sec. 924. (1) In addition to the funds appropriated in part 1, the department of treasury may receive and expend principal residence audit fund revenue for administration of principal residence audits under the general property tax act, 1893 PA 206, MCL 211.1 to 211.155.

(2) The department of treasury shall submit a report for the immediately preceding fiscal year to the state budget director and the senate and house fiscal agencies not later than December 31 stating the amount of exemptions denied and the revenue received under the program.

Sec. 925. (1) A public-private partnership investment fund is created in the department of treasury. Subject to subsections (2) and (3), public-private partnership investments shall include, but are not limited to, all of the following:

(a) Capital asset improvements including buildings, land, or structures.

(b) Energy resource exploration, extraction, generation, and sales.

(c) Financial and investment incentive opportunities.

(d) Infrastructure construction, maintenance, and operation.

(e) Public-private sector joint ventures that provide economic benefit to an area or to the state.

(2) Public-private investments shall not include projects, consultant expenses, staff effort, or any other activity related to the development, financing, construction, operation, or implementation of the Detroit River International Crossing or any successor project unless the project is approved by the legislature and signed into law.

(3) The state treasurer and the state budget director shall determine whether or not a specific public-private partnership investment opportunity qualifies for funding under subsection (1).

(4) Investment development revenue, including a portion of the proceeds from the sale of any public-private partnership investment designated in subsection (1), shall be deposited into the fund created in subsection (1) and shall be available for administration, development, financing, marketing, and operating expenditures associated with public-private partnerships, unless otherwise provided by law. Public-private partnership investments authorized in subsection (1) are authorized for public or private operation or sale consistent with state law. Expenditures from the fund are authorized for investment purposes as designated in

subsection (1) to enhance the marketable value of each investment. The unencumbered balance remaining in the fund at the end of the fiscal year may be carried forward for appropriation in future years.

(5) An annual report shall be transmitted to the senate and house of representatives standing committees on appropriations, the senate and house fiscal agencies, and the state budget office not later than December 31 of each year. This report shall detail both of the following:

(a) The revenue and expenditure activity in the fund for the preceding fiscal year.

(b) Public-private partnership investments as identified under subsection (1).

(6) The department of treasury shall monitor the revenue deposited in the public-private partnership investment fund created in (1). If the revenue in the fund is insufficient to pay the amount appropriated in part 1 for public-private partnership investment, then treasury shall propose a legislative transfer to fund the line from the appropriations in part 1.

Sec. 925a. The funds appropriated in part 1 shall not be used to support any staff effort, projects, consultant expenses, or any other activity related to the development, financing, construction, operation, or implementation of the Detroit River International Crossing or any successor project unless the project is approved by the legislature and signed into law.

Sec. 926. Unexpended appropriations of the John R. Justice grant program are designated as work project appropriations and

shall not lapse at the end of the fiscal year and shall continue to be available for expenditure until the project has been completed. The following is in compliance with section 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

(a) The purpose of the project is to provide student loan forgiveness to qualified public defenders and prosecutors.

(b) The project will be accomplished by utilizing state employees or contracts with private vendors, or both.

(c) The total estimated cost of the project is $282,100.00.

(d) The tentative completion date is September 30, 2013.

Sec. 927. The department of treasury shall submit annual progress reports to the senate and house of representatives standing committees on appropriations subcommittees on general government and the senate and house fiscal agencies, regarding personal property tax audits. The report shall include the number of audits, revenue generated, and number of complaints received by the department related to the audits.

Sec. 928. The department of treasury may provide receipt, warrant and cash processing, data, collection, investment, fiscal agent, levy and warrant cost assessment, writ of garnishment, and other user services on a contractual basis for other principal executive departments and state agencies. Funds for the services provided are appropriated and shall be expended for salaries and wages, fees, supplies, and equipment necessary to provide the services. Any unobligated balance of the funds received shall revert to the general fund of this state as of September 30.

Sec. 930. (1) The department of treasury shall provide

accounts receivable collections services to other principal executive departments and state agencies under 1927 PA 375, MCL 14.131 to 14.134. The department of treasury shall deduct a fee equal to the cost of collections from all receipts except unrestricted general fund collections. Fees shall be credited to a restricted revenue account and appropriated to the department of treasury to pay for the cost of collections. The department of treasury shall maintain accounting records in sufficient detail to enable the respective accounts to be reimbursed periodically for fees deducted that are determined by the department of treasury to be surplus to the actual cost of collections.

(2) The department of treasury shall submit a report for the immediately preceding fiscal year to the state budget director and the senate and house fiscal agencies not later than November 30 stating the principal executive departments and state agencies served, funds collected, and costs of collection under subsection (1).

Sec. 931. (1) The appropriation in part 1 to the department of treasury for treasury fees shall be assessed against all restricted funds that receive common cash earnings or other investment income. Treasury fees include all costs, including administrative overhead, relating to the investment of each restricted fund. The fee assessed against each restricted fund will be based on the size of the restricted fund (the absolute value of the average daily cash balance plus the market value of investments in the prior fiscal year) and the level of effort necessary to maintain the restricted fund as required by each department. The department of treasury

shall provide a report to the state budget director, the senate and house of representatives standing committees on appropriations subcommittees on general government, and the senate and house fiscal agencies by November 30 of each year identifying the fees assessed against each restricted fund and the methodology used for assessment.

(2) In addition to the funds appropriated in part 1, the department of treasury may receive and expend investment fees relating to new restricted funding sources that participate in common cash earnings or other investment income during the current fiscal year. When a new restricted fund is created starting on or after October 1, that restricted fund shall be assessed a fee using the same criteria identified in subsection (1).

Sec. 932. Revenue received under the Michigan education trust act, 1986 PA 316, MCL 390.1421 to 390.1442, may be expended by the board of directors of the Michigan education trust for necessary salaries, wages, supplies, contractual services, equipment, worker's compensation insurance premiums, and grants to the civil service commission and state employees' retirement fund.

Sec. 934. (1) The department of treasury may expend revenues received under the hospital finance authority act, 1969 PA 38, MCL 331.31 to 331.84, the shared credit rating act, 1985 PA 227, MCL 141.1051 to 141.1076, the higher education facilities authority act, 1969 PA 295, MCL 390.921 to 390.934, the Michigan public educational facilities authority, Executive Reorganization Order No. 2002-3, MCL 12.192, the Michigan tobacco settlement finance authority act, 2005 PA 226, MCL 129.261 to 129.279, the land bank

fast track act, 2003 PA 258, MCL 124.751 to 124.774, part 505 of the natural resources and environmental protection act, 1994 PA 451, MCL 324.50501 to 324.50522, the state housing development authority act of 1966, 1966 PA 346, MCL 125.1401 to 125.1499c, and the Michigan finance authority, Executive Reorganization Order No. 2010-2, MCL 12.194, for necessary salaries, wages, supplies, contractual services, equipment, worker's compensation insurance premiums, grants to the civil service commission and state employees' retirement fund, and other expenses as allowed under those acts.

(2) The department of treasury shall report by January 31, 2012 to the senate and house appropriations subcommittees, the senate and house fiscal agencies, and the state budget director on the amount and purpose of expenditures made under subsection (1) from funds received in addition to those appropriated in part 1. The report also shall include a listing of reimbursement of revenue, if any. The report shall cover the 2010-2011 fiscal year.

Sec. 943. (1) The appropriation in part 1 for tobacco tax enforcement shall be used for, but not limited to, the following:

(a) Costs associated with a new stamp indicia.

(b) Reimbursement to licensed cigarette stamping agents for costs associated with the new stamp, to include machines acceptable to licensed cigarette stamping agents and to the department of treasury.

(c) Scanners.

(2) The department of treasury shall work cooperatively with the Michigan state police to improve tobacco tax enforcement.

(3) The department of treasury shall submit a report on the proposed use of the funds appropriated in part 1 for tobacco tax enforcement. The report shall be submitted by November 1 to the senate and house of representatives standing committees on appropriations subcommittees on general government, the senate and house fiscal agencies, and the state budget director.

Sec. 944. If the department hires a pension plan consultant using any of the funds appropriated in part 1, the department shall annually forward any report provided to the department by that consultant to the senate and house of representatives standing committees on appropriations subcommittees on general government, the senate and house fiscal agencies, and the state budget director.

Sec. 945. The assessment and certification division of the department of treasury shall conduct a review of local unit assessment administration practices, procedures, and records, also known as the 14-point review, in at least 1 assessment jurisdiction per county.

REVENUE SHARING

Sec. 950. The funds appropriated in part 1 for constitutional revenue sharing shall be distributed by the department to cities, villages, and townships, as required under section 10 of article IX of the state constitution of 1963. Revenue collected in accordance with section 10 of article IX of the state constitution of 1963 in excess of the amount appropriated in part 1 for constitutional revenue sharing is appropriated for distribution to cities, villages, and townships, on a population basis as required under

1 section 10 of article IX of the state constitution of 1963.
2 Sec. 951. (1) From the funds appropriated in part 1 and in
3 section 1201(2) to the economic vitality incentive program,
4 $5,000,000.00 is to be used for assistance grants to cities,
5 villages, townships, and counties to offset the costs associated
6 with mergers, interlocal agreements, and cooperative efforts for
7 those cities, villages, townships, and counties that elect to
8 combine government operations. Grant funding shall be available for
9 mergers, interlocal agreements, and cooperative efforts that occur
10 on or after October 1, 2011. The department of treasury shall
11 develop an application process and method of grant distribution.
12 (2) From the funds appropriated in part 1 and in section
13 1201(2) to the economic vitality incentive program, $210,000,000.00
14 is to be used for grants to cities, villages, and townships such
15 that, subject to fulfilling the requirements under subsection (3)
16 (a), (b), or (c), each city, village, or township that received a
17 payment under section 950(2), 2009 PA 128, greater than $4,500.00
18 will be eligible to receive a maximum of 67.837363% of its total
19 payment received under section 950(2), 2009 PA 128, rounded to the
20 nearest dollar. For the purposes of this subsection, any city or
21 village that according to the 2010 federal decennial census is
22 determined to have population in more than 1 county will be treated
23 as a single entity when determining the payment received under
24 section 950(2), 2009 PA 128.
25 (3) Cities, villages, and townships eligible to receive a
26 potential payment from the allocation under subsection (2) may
27 qualify to receive economic vitality incentive program payments

1 under 1 or more of the following 3 categories:
2 (a) Category 1, accountability and transparency, requires each
3 eligible city, village, or township to certify that by October 1,
4 2011, it has produced, and has made readily available to the
5 public, a citizen's guide and a performance dashboard of its local
6 finances, including a recognition of its unfunded liabilities. Each
7 city, village, and township applying for a payment under this
8 category shall submit a copy of the citizen's guide and a copy of
9 the performance dashboard to the department of treasury by October
10 1, 2011.
11 (b) Category 2, consolidation of services, requires each
12 eligible city, village, or township to certify that by January 1,
13 2012, it has a plan with 1 or more proposals to increase its
14 existing level of cooperation, collaboration, and consolidation,
15 either within the jurisdiction or with other jurisdictions. A plan
16 shall include a listing of any previous services consolidated with
17 the cost savings realized from each consolidation and an estimate
18 of the potential savings for any new service consolidations being
19 planned. A plan shall be made readily available to the public. Each
20 city, village, and township applying for a payment under this
21 subdivision shall submit a copy of the cooperation, collaboration,
22 and consolidation plan to the department of treasury by January 1,
23 2012.
24 (c) Category 3, employee compensation, requires each eligible
25 city, village, or township to certify that by May 1, 2012, it has
26 developed and publicized an employee compensation plan that the
27 city, village, or township intends to implement with any new,

modified, or extended contract or employment agreements for employees not covered under contract or employment agreement. The employee compensation plan that each city, village, or township plans to achieve shall be made available for public viewing in the city, village, or township clerk's office or posted on a publicly accessible Internet site and must be submitted to the department of treasury by May 1, 2012. At a minimum, the employee compensation plan shall include the following:

(*i*) New hires who are eligible for retirement plans are placed on retirement plans that cap annual employer contributions at 10% of base salary for employees who are eligible for social security benefits. For employees who are not eligible for social security benefits, the annual employer contribution is capped at 16.2% of base salary.

(*ii*) For defined benefit pension plans, a maximum multiplier of 1.5% for all employees who are eligible for social security benefits, except, where postemployment health care is not provided, the maximum multiplier shall be 2.25%. For all employees who are not eligible for social security benefits, a maximum multiplier of 2.25%, except, where postemployment health care is not provided, the maximum multiplier shall be 3.0%.

(*iii*) For defined benefit pension plans, final average compensation for all employees is calculated using a minimum of 3 years of compensation and shall not include more than a total of 240 hours of paid leave. Overtime hours shall not be used in computing the final average compensation for an employee.

(*iv*) Health care premium costs for new hires shall include a

minimum employee share of 20%; or, an employer's share of the local health care plan costs shall be cost competitive with the new state preferred provider organization health plan, on a per-employee basis.

(4) Economic vitality incentive program payments are subject to the following conditions:

(a) In order for a city, village, or township to qualify for a category under subsection (3)(a), (b), or (c), the city, village, or township shall meet every criteria for that category including a certification to the department that it has met the required criteria for that category and submission of the required citizen's guide and performance dashboard; cooperation, collaboration, and consolidation plan; or the employee compensation plan as required by subsection (3)(a), (b), or (c), respectively. A department of treasury review of the citizen's guide, dashboard, or plan is not required in order for a city, village, or township to receive a payment under subsection (2). The department shall develop a certification process and method for cities, villages, and townships to follow.

(b) For each category that a city, village, or township qualifies for in subsection (3), the city, village, or township shall receive 1/3 of its potential economic vitality incentive program payment amount calculated in subsection (2).

(c) Payments under this section shall be issued to cities, villages, and townships for each category in subsection (3) until the specified due date for the category. After the specified due date for the category, payments shall be made to a city, village,

or township only if that city, village, or township has complied with subdivision (a).

(d) If a city, village, or township does not provide the required certification or fails to submit the required citizen's guide and performance dashboard; cooperation, collaboration, and consolidation plan; and the employee compensation plan by the first day of a payment month, the city, village, or township shall forfeit the payment in that payment month for the uncertified category in subsection (3).

(e) Any local unit that falsifies certification documents shall forfeit any future economic vitality incentive program payments and shall repay this state all economic vitality incentive program payments it has received.

(f) Payments under this section shall be distributed on the last business day of October, December, February, April, June, and August.

(g) Payments distributed under this section may be withheld pursuant to sections 17a and 21 of the Glenn Steil state revenue sharing act of 1971, 1971 PA 140, MCL 141.917a and 141.921.

(5) The unexpended funds appropriated in this section for the economic vitality incentive program are designated as work project appropriations and any unencumbered or unallotted funds shall not lapse at the end of the fiscal year and shall continue to be available for expenditure for projects under subsection (1) until the projects have been completed. The following is in compliance with section 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

(a) The purpose of the projects is to provide incentive-based grants to recipients under subsection (1).

(b) The projects will be accomplished by grants to qualified governmental units.

(c) The total estimated cost of all projects is $215,000,000.00.

(d) The tentative completion date is September 30, 2016.

Sec. 955. (1) The funds appropriated in part 1 and section 1201(2) for county revenue sharing shall be distributed by the department to eligible counties pursuant to the Glenn Steil state revenue sharing act of 1971, 1971 PA 140, MCL 141.901 to 141.921.

(2) The department of treasury shall annually certify to the state budget director the amount each county is authorized to expend from its revenue sharing reserve fund.

LOTTERY

Sec. 960. In addition to the funds appropriated in part 1 to the bureau of state lottery, there is appropriated from lottery revenues the amount necessary for, and directly related to, implementing and operating lottery games. Appropriations under this section shall only be expended for contractually mandated payments for vendor commissions, contractually mandated payments for instant tickets intended for resale, the contractual costs of providing and maintaining the online system communications network, and incentive and bonus payments to lottery retailers.

Sec. 963. The bureau of state lottery shall inform all lottery retailers that the cash side of department of human services bridge cards cannot be used to purchase lottery tickets.

CASINO GAMING

Sec. 971. From the revenue collected by the Michigan gaming control board regarding the total annual assessment of each casino licensee, $2,000,000.00 is appropriated and shall be deposited in the compulsive gaming prevention fund as described in section 12a(5) of the Michigan gaming control and revenue act, 1996 IL 1, MCL 432.212a.

Sec. 973. (1) Funds appropriated in part 1 for local government programs may be used to provide assistance to a local revenue sharing board referenced in an agreement authorized by the Indian gaming regulatory act, Public Law 100-497.

(2) A local revenue sharing board described in subsection (1) shall comply with the open meetings act, 1976 PA 267, MCL 15.261 to 15.275, and the freedom of information act, 1976 PA 442, MCL 15.231 to 15.246.

(3) A county treasurer is authorized to receive and administer funds received for and on behalf of a local revenue sharing board. Funds appropriated in part 1 for local government programs may be used to audit local revenue sharing board funds held by a county treasurer. This section does not limit the ability of local units of government to enter into agreements with federally recognized Indian tribes to provide financial assistance to local units of government or to jointly provide public services.

(4) A local revenue sharing board described in subsection (1) shall comply with all applicable provisions of any agreement authorized by the Indian gaming regulatory act, Public Law 100-497, in which the local revenue sharing board is referenced, including,

1 but not limited to, the disbursal of tribal casino payments
2 received under applicable provisions of the tribal-state class III
3 gaming compact in which those funds are received.
4 (5) The director of the department of state police and the
5 executive director of the Michigan gaming control board are
6 authorized to assist the local revenue sharing boards in
7 determining allocations to be made to local public safety
8 organizations.
9 (6) The department of treasury shall submit a report by
10 September 30 to the senate and house of representatives standing
11 committees on appropriations and the state budget director on the
12 receipts and distribution of revenues by local revenue sharing
13 boards.
14 Sec. 974. If revenues collected in the state services fee fund
15 are less than the amounts appropriated from the fund, available
16 revenues shall be used to fully fund the appropriation in part 1
17 for casino gaming regulation activities before distributions are
18 made to other state departments and agencies. If the remaining
19 revenue in the fund is insufficient to fully fund appropriations to
20 other state departments or agencies, the shortfall shall be
21 distributed proportionally among those departments and agencies.
22 Sec. 976. The executive director of the Michigan gaming
23 control board may pay rewards of not more than $5,000.00 to a
24 person who provides information that results in the arrest and
25 conviction on a felony or misdemeanor charge for a crime that
26 involves the horse racing industry. A reward paid pursuant to this
27 section shall be paid out of the appropriation in part 1 for the

1 racing commission.

2 Sec. 977. All appropriations from the Michigan agriculture
3 equine industry development fund, except for the racing commission
4 and laboratory analysis program appropriations, shall be reduced
5 proportionately if revenues to the Michigan agriculture equine
6 industry development fund decline during the fiscal year ending
7 September 30, 2012 to a level lower than the amount appropriated in
8 part 1.

9 Sec. 978. The Michigan gaming control board shall use actual
10 expenditure data in determining the actual regulatory costs of
11 conducting racing dates and shall provide that data to the senate
12 and house appropriations subcommittees on agriculture and general
13 government and the senate and house fiscal agencies. The Michigan
14 gaming control board shall not be reimbursed for more than the
15 actual regulatory cost of conducting race dates. If a certified
16 horsemen's organization funds more than the actual regulatory cost,
17 the balance shall remain in the agriculture equine industry
18 development fund to be used to fund subsequent race dates conducted
19 by race meeting licensees with which the certified horsemen's
20 organization has contracts. If a certified horsemen's organization
21 funds less than the actual regulatory costs of the additional horse
22 racing dates, the Michigan gaming control board shall reduce the
23 number of future race dates conducted by race meeting licensees
24 with which the certified horsemen's organization has contracts.
25 Prior to the reduction in the number of authorized race dates due
26 to budget deficits, the executive director of the Michigan gaming
27 control board shall provide notice to the certified horsemen's

organizations with an opportunity to respond with alternatives. In determining actual costs, the Michigan gaming control board shall take into account that each specific breed may require different regulatory mechanisms.

MICHIGAN STRATEGIC FUND - HOUSING AND COMMUNITY DEVELOPMENT

Sec. 980. MSHDA shall annually present a report to the state budget office and the subcommittees on the status of the authority's housing production goals under all financing programs established or administered by the authority. The report shall give special attention to efforts to raise affordable multifamily housing production goals.

Sec. 981. MSHDA shall report to the subcommittees, the state budget director, and the fiscal agencies by December 1 on the status of the loans entered into by the Michigan broadband development authority.

Sec. 983. In addition to the amounts appropriated in part 1 for the administration of the land bank fast track authority, the authority may expend revenues received under the land bank fast track act, 2003 PA 258, MCL 124.751 to 124.774, for the purposes authorized by the act including, but not limited to, the acquisition, lease, management, demolition, maintenance, or rehabilitation of real or personal property, payment of debt service for notes or bonds issued by the authority, and other expenses to clear or quiet title property held by the authority.

Sec. 984. In addition to the funds appropriated in part 1, the funds collected by state historic preservation programs for document reproduction and services and application fees are

appropriated for all expenses necessary to provide the required services. These funds are available for expenditure when they are received and may be carried forward into the succeeding fiscal year.

MICHIGAN STRATEGIC FUND

Sec. 1001. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $10,000,000.00 for federal contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this act under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

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

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

Sec. 1005. In addition to the appropriations in part 1, Travel Michigan may receive and expend private revenue related to the use of "Pure Michigan" and all other copyrighted slogans and images. This revenue may come from the direct licensing of the name and

image or from the royalty payments from various merchandise sales. Revenue collected is appropriated for the marketing of the state as a travel destination. The funds are available for expenditure when they are received by the department of treasury.

Sec. 1006. The fund shall submit on February 15 to the subcommittees, the state budget office, and the fiscal agencies a listing of all grants which have been awarded by the fund or by the Michigan economic development corporation from the funds appropriated in part 1. The list shall include all of the following:

(a) The name of the recipient.

(b) The amount awarded to the recipient.

(c) The purpose of the grant.

Sec. 1007. (1) The fund shall provide reports to the relevant subcommittees, the state budget director, and the fiscal agencies concerning the activities of the Michigan economic development corporation grants and investment programs financed from the fund using investment or Indian gaming revenues. The report shall provide a list of individual grants and loans made from the fund. The report shall include, but not be limited to, the following programs funded in part 1:

(a) Travel Michigan, including any expenditures authorized under section 89b of the Michigan strategic fund act, 1984 PA 270, MCL 125.2089b, to supplement the Michigan promotion program. The report shall include the number of commercials produced, the markets in which media buys have been made, and any web-based products that were created with these funds.

1 (b) Business attraction, retention, and growth, including any
2 expenditures authorized under section 89b of the Michigan strategic
3 fund act, 1984 PA 270, MCL 125.2089b, to supplement the Michigan
4 business marketing program. The report shall include the number of
5 commercials produced, the markets in which media buys have been
6 made, and any web-based products that were created as a result of
7 this appropriation.
8 (c) Business services.
9 (d) Community development block grants.
10 (e) Strategic fund administration.
11 (f) Renaissance zones.
12 (g) 21st century investment program.
13 (h) Business and clean air ombudsman.
14 (i) Any other programs of the fund.
15 (2) The reports in subsection (1) shall be submitted by
16 January 15. The report for each program in subsection (1)(a)
17 through (i) shall include details on all revenue sources, actual
18 expenditures, and number of FTEs for that program for the previous
19 fiscal year.
20 Sec. 1008. As a condition of receiving funds under part 1, any
21 interlocal agreement entered into by the fund shall include
22 language which states that if a local unit of government has a
23 contract or memorandum of understanding with a private economic
24 development agency, the Michigan economic development corporation
25 will work cooperatively with that private organization in that
26 local area.
27 Sec. 1009. (1) Of the funds appropriated to the fund or

through grants to the Michigan economic development corporation, no funds shall be expended for the purchase of options on land or the purchase of land unless at least 1 of the following conditions applies:

(a) The land is located in an economically distressed area.

(b) The land is obtained through a purchase or exercise of an option at the invitation of the local unit of government and local economic development agency.

(2) Consideration may be given to purchases where the proposed use of the land is consistent with a regional land use plan, will result in the redevelopment of an economically distressed area, can be supported by existing infrastructure, and will not cause shifts in population away from the area's population centers.

(3) As used in this section, "economically distressed area" means an area in a city, village, or township that has been designated as blighted; a city, village, or township that shows negative population change from 1970 and a poverty rate and unemployment rate greater than the statewide average; or an area certified as a neighborhood enterprise zone.

Sec. 1011. (1) From the general fund/general purpose appropriations in part 1 to the fund and granted or transferred to the Michigan economic development corporation, any unexpended or unencumbered balance shall be disposed of in accordance with the requirements in the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594, unless carryforward authorization has been otherwise provided for.

(2) Any encumbered funds shall be used for the same purposes

for which funding was originally appropriated in this act.

Sec. 1012. (1) As a condition of receiving funds under part 1, the fund shall ensure that the MEDC and the fund comply with all of the following:

(a) The freedom of information act, 1976 PA 442, MCL 15.231 to 15.246.

(b) The open meetings act, 1976 PA 267, MCL 15.261 to 15.275.

(c) Annual audits of all financial records by the auditor general or his or her designee.

(d) All reports required by law to be submitted to the legislature.

(2) If the MEDC is unable for any reason to perform duties under this act, the fund may exercise those duties.

Sec. 1013. As a condition for receiving the appropriations in part 1, any staff of the Michigan economic development corporation involved in private fund-raising activities shall not be party to any decisions regarding the awarding of grants or tax abatements from the fund, the Michigan economic development corporation, or the Michigan economic growth authority.

Sec. 1014. (1) All funds received from repayment of loans, unused grants, revenues received from sales or cash flow participation agreements, guarantees, or any combination of these or accrued interest originally distributed as part of the core communities fund, created by 2000 PA 291, shall be received, held, and applied by the fund for the purposes described in 2000 PA 291.

(2) The fund shall provide an annual report on the status of this fund which includes information that details the awards made.

The report shall be provided to the appropriations subcommittees on general government, the fiscal agencies, and the state budget office by January 31.

Sec. 1020. Federal pass-through funds to local institutions and governments that are received in amounts in addition to those included in part 1 and that do not require additional state matching funds are appropriated for the purposes intended. The fund may carry forward into the succeeding fiscal year unexpended federal pass-through funds to local institutions and governments that do not require additional state matching funds. The fund shall report the amount and source of the funds to the senate appropriation subcommittee on economic development, the house appropriation subcommittee on general government, the senate and house fiscal agencies, and the state budget office within 10 business days after receiving any additional pass-through funds.

Sec. 1021. The unexpended portion of funds appropriated in 2007 PA 127 for the jobs for Michigan investment program 21st century jobs fund is appropriated for the same purposes as originally appropriated and is available until September 30, 2016. The project shall be completed through the use of staff, awards, and contracts and shall not exceed $5,500,000.00.

Sec. 1023. The fund shall coordinate tourism promotion with the tourism industry. The fund shall submit a report by July 1 to the senate and house of representatives standing committees on appropriations subcommittees on general government and the senate and house fiscal agencies on the geographical locations and recreational activities used in Michigan tourism promotional

1 material.

2 Sec. 1024. From the funds appropriated in part 1 and in
3 section 1201(1) for business attraction and economic gardening, not
4 less than $20,000,000.00 shall be granted by the Michigan strategic
5 fund board for brownfield redevelopment incentives and historic
6 preservation incentives.

7 Sec. 1031. The Michigan strategic fund shall report to the
8 senate and house of representatives appropriations subcommittees on
9 general government, the senate and house fiscal agencies, and the
10 state budget office by April 15, 2012 on the spending plan for the
11 line items for innovation and entrepreneurship and business
12 attraction and economic gardening.

13 Sec. 1032. (1) The Michigan film office shall report to the
14 subcommittees and the fiscal agencies on the status of the film
15 incentives at the same time as it submits the annual report
16 required under section 455 of the Michigan business tax act, 2007
17 PA 36, MCL 208.1455. The department of treasury and the Michigan
18 strategic fund shall provide the Michigan film office with the data
19 necessary to prepare the report. Incentives included in the report
20 shall include all of the following:

21 (a) The tax credit provided under section 455 of the Michigan
22 business tax act, 2007 PA 36, MCL 208.1455.

23 (b) The tax credit provided under section 457 of the Michigan
24 business tax act, 2007 PA 36, MCL 208.1457.

25 (c) The tax credit provided under section 459 of the Michigan
26 business tax act, 2007 PA 36, MCL 208.1459.

27 (d) The amount of any tax credit claimed under section 367 of

1 the income tax act of 1967, 1967 PA 281, MCL 206.367.
2 (e) Any tax credits provided for film and digital media
3 production under the Michigan economic growth authority act, 1995
4 PA 24, MCL 207.801 to 207.810.
5 (f) Loans to an eligible production company or film and
6 digital media private equity fund authorized under section 88d(3),
7 (4), and (5) of the Michigan strategic fund act, 2005 PA 225, MCL
8 125.2088d.
9 (2) The report shall include all of the following information:
10 (a) For each tax credit, the number of contracts signed, the
11 projected expenditures qualifying for the credit, and the estimated
12 value of the credits. For loans, the number of loans made under
13 each section, the interest rate of those loans, the loan amount,
14 the percent of the projected budget of each production financed by
15 those loans, and the estimated interest earnings from the loan.
16 (b) For credits authorized under section 455 of the Michigan
17 business tax act, 2007 PA 36, MCL 208.1455, for productions
18 completed by December 31, the expenditures of each production
19 eligible for the credit that has filed a request for certificate of
20 completion with the film office, broken down into expenditures for
21 goods, services, or salaries and wages and showing separately
22 expenditures in each local unit of government, including
23 expenditures for personnel, whether or not they were made to a
24 Michigan entity, and whether or not they were taxable under the
25 laws of this state. For loans, the report shall include the number
26 of loans that have been fully repaid, with principal and interest
27 shown separately, and the number of loans that are delinquent or in

default, and the amount of principal that is delinquent or is in default.

(c) For each of the tax credit incentives and loan incentives listed in subsection (1), a breakdown for each project or production showing each of the following:

(*i*) The number of temporary jobs created.

(*ii*) The number of permanent jobs created.

(*iii*) The number of persons employed in Michigan as a result of the incentive, on a full-time equated basis.

(3) For any information not included in the report due to the provisions of sections 455(6), 457(6), or 459(6) of the Michigan business tax act, 2007 PA 36, MCL 208.1455, 208.1457, and 208.1459, the report shall do all of the following:

(a) Indicate how the information would describe the commercial and financial operations or intellectual property of the company.

(b) Attest that the information has not been publicly disseminated at any time.

(c) Describe how disclosure of the information may put the company at a competitive disadvantage.

(4) Any information not disclosed due to the provisions of sections 455(6), 457(6), or 459(6) of the Michigan business tax act, 2007 PA 36, MCL 208.1455, 208.1457, and 208.1459, shall be presented at the lowest level of aggregation that would no longer describe the commercial and financial operations or intellectual property of the company.

Sec. 1034. (1) A portion of the funds appropriated in part 1 for innovation and entrepreneurship shall be used to fund business

1 incubators and accelerators. The Michigan strategic fund shall
2 award a grant to 1 high-performance business incubator or
3 accelerator in each of the following governmental units:
4 (a) Houghton County.
5 (b) Kent County.
6 (c) Macomb County.
7 (d) Oakland County.
8 (e) Washtenaw County.
9 (f) A city with a population greater than 650,000.
10 (g) A Midland County satellite site of an incubator located in
11 Isabella County.
12 (2) Grant funding awarded under this section may be used to
13 fund satellite locations, as determined by the Michigan strategic
14 fund.
15 (3) Eligible recipients for these awards must have been
16 operational on October 1, 2010 and operating continuously since
17 that date.
18 (4) Awards shall not be less than $500,000.00 per selected
19 business incubator or accelerator. No recipient shall receive more
20 than $2,000,000.00 under this section. No unit of local government
21 listed in subsection (1) shall receive more than 1 award.
22 (5) Applicants shall submit a comprehensive business plan to
23 the Michigan strategic fund that demonstrates the sustainability of
24 the organization.
25 (6) Awards shall be announced by December 31, 2011.
26 (7) Each recipient business incubator or accelerator shall
27 develop a dashboard of indicators to measure the effectiveness of

the business incubator and accelerator programs. Indicators shall include the direct jobs created, new companies launched as a direct result of business incubator or accelerator involvement, businesses expanded as a direct result of business incubator or accelerator involvement, direct investment in client companies, private equity financing obtained by client companies, grant funding obtained by client companies, and other measures developed by the recipient business incubators and accelerators in conjunction with the Michigan economic development corporation. Dashboard indicators shall be reported for the prior fiscal year and cumulatively, if available. Each recipient shall submit a copy of their dashboard indicators to the Michigan strategic fund by March 1. The Michigan strategic fund shall transmit the local reports to the senate and house of representatives appropriations subcommittees on general government, the senate and house fiscal agencies, and the state budget office by March 15.

Sec. 1035. (1) From the appropriation in part 1, the Michigan council for arts and cultural affairs shall administer an arts and cultural grant program that maintains an equitable geographic distribution of funding and utilizes past arts and cultural grant programs as a guideline for administering this program. The council shall do all of the following:

(a) On or before October 1, the fund shall publish proposed application criteria, instructions, and forms for use by eligible applicants. The fund shall provide at least a 2-week period for public comment before finalizing the application criteria, instructions, and forms.

(b) A nonrefundable application fee may be assessed for each application. Application fees shall be deposited in the council for the arts fund and are appropriated for expenses necessary to administer the programs. These funds are available for expenditure when they are received and may be carried forward to the following fiscal year.

(c) Grants are to be made to public and private arts and cultural entities.

(d) Within 1 business day after the award announcements, the council shall provide to each member of the legislature and the fiscal agencies a list of all grant recipients and the total award given to each recipient, sorted by county.

(2) Up to $100,000.00 from the appropriation in part 1 for arts and cultural program may be used for the administration of this grant program.

MICHIGAN STRATEGIC FUND - CAREER EDUCATION

Sec. 1050. The fund shall publish the "activities classification structure data book" for Michigan community colleges on or before March 1.

Sec. 1051. The fund shall compile information received from community colleges on North American Indian tuition waivers granted pursuant to 1976 PA 174, MCL 390.1251 to 390.1253, and shall submit this compilation to the house and senate appropriations subcommittees on community colleges, the fiscal agencies, and the state budget director by February 15.

Sec. 1052. The fund shall compile information received from community colleges on the number and types of associate degrees and

other certificates awarded during the previous fiscal year and shall submit this compilation to the house and senate appropriations subcommittees on community colleges, the fiscal agencies, and the state budget director by January 15.

Sec. 1053. From the funds appropriated in part 1, the fund shall allocate an amount not to exceed $680,100.00 for the Detroit precollege engineering program and the Grand Rapids area precollege engineering program, which were appropriated funds under 2005 PA 156.

Sec. 1054. From the funds appropriated in part 1 for workforce programs subgrantees, the fund may allocate funding for grants to nonprofit organizations that offer programs to workforce investment act-eligible youth focusing on entrepreneurship, work-readiness skills, job shadowing, and financial literacy. Organizations eligible for funding under this section must have the capacity to provide similar programs in urban areas, as determined by the United States bureau of the census according to the most recent federal decennial census. Additionally, programs eligible for funding under this section must include the participation of local business partners. The fund shall develop other appropriate eligibility requirements to ensure compliance with applicable federal rules and regulations.

MICHIGAN STRATEGIC FUND - WORKFORCE DEVELOPMENT

Sec. 1060. The fund shall administer the jobs, education, and training program in accordance with the requirements of section 407(d) of title IV of the social security act, 42 USC 607, the state social welfare act, 1939 PA 280, MCL 400.1 to 400.119b, and

all other applicable laws and regulations.

Sec. 1061. State and federal funds allocated to local workforce development boards for disbursement shall not be expended unless the local workforce development boards maintain a partnership with governmental agencies, public school districts, and public colleges located within the local service delivery area. Each board shall appoint an education advisory group made up of high-level administrators within local educational institutions, workforce development board members, other employers, labor, academic educators, parents of public school pupils, and, at the board's discretion, representatives of organizations that provide school-based curriculum and youth programs focusing on entrepreneurship, work-readiness skills, and financial literacy.

Sec. 1062. The fund shall make available, in person or by telephone, 1 disabled veterans outreach program specialist or local veterans employment representative to Michigan works! service centers, as resources permit, during hours of operation, and shall continue to make the appropriate placement of veterans and disabled veterans a priority.

Sec. 1063. (1) In addition to the funds appropriated in part 1, any unencumbered and unrestricted federal workforce investment act or trade adjustment assistance funds available from prior fiscal years are appropriated for the purposes originally intended.

(2) The fund shall report by January 15 to the subcommittees, the fiscal agencies, and the state budget office on the amount by fiscal year of federal workforce investment act funds appropriated under this section.

Sec. 1064. Of the funds appropriated in part 1 for workforce training programs, up to $200,000.00 shall be allocated for grants to 2 work force development programs, meeting the following criteria:

(a) Up to $100,000.00 shall be allocated to 1 nonprofit organization to expand an existing innovative, employer-led, public/private workforce development program. Grant funds may be used for program operating expenses such as staffing, rent, equipment, and other expenses. To be eligible for funding under this subdivision, a program must meet the following criteria:

(*i*) Provide program participants with early intervention services that promote employment stabilization and alleviate barriers to job attainment, retention, or advancement, including assistance with transportation, language barriers, childcare, housing, and facilitating access to services available through public agencies and community-based organizations.

(*ii*) Provide program participants with training in basic job skills, basic life skills, and career exploration.

(*iii*) Provide program participants with opportunities for advancement within the network of partnering employers by facilitating incumbent worker training programs.

(*iv*) Demonstrate a quantifiable return on investment for participating employers, as evidenced by costs savings achieved through pooled training/workforce development activities, and increases in employee retention, attendance, satisfaction, and productivity.

(*v*) Have a regional impact across more than 3 counties.

(b) Up to $100,000.00 shall be allocated to 1 nonprofit organization to expand an existing workforce development program operated collaboratively with local businesses and educational institutions to link unemployed and dislocated workers with new market industries and to spur the development of small businesses. To be eligible for funding under this subdivision, a program must meet the following criteria:

(*i*) Provide low-wage, unemployed, and dislocated workers assistance in developing career pathways that provide education and career options for program participants to meet the workforce needs of new markets and in-demand occupations.

(*ii*) Provide educational programs and seminars that provide an introduction to the values and basic entrepreneurial skills necessary to successfully start a new business.

(*iii*) Provide programs that provide business incubation and support services, including entrepreneurial education and access to capital.

(*iv*) Provide program participants with job placement assistance, including on-the-job training, apprenticeships, and internships.

Sec. 1065. Local Michigan works! agencies shall utilize a portion of the funds received under part 1 for services provided by local libraries that serve as access points, service centers, or local partners serving high-demand service areas or underserved areas.

Sec. 1066. It is the intent of the legislature that a portion of the workforce investment act, statewide activities funds be

allocated to support coordinated efforts between local Michigan works! agencies and police and sheriff departments to create programs that offer gang diversion activities and support services to at-risk youth in Wyoming, Benton Harbor, Saginaw, Mt. Morris Charter Township, and Detroit.

Sec. 1068. (1) Of the funds appropriated in part 1 for the workforce training programs, the fund shall provide a report by December 15 to the house and senate chairs of the subcommittees, the state budget director, and the fiscal agencies on the status of the no-worker-left-behind program. The report shall include the following:

(a) The amount of funding allocated to each Michigan works! agency and the total funding allocated to the no-worker-left-behind program statewide by fund source.

(b) The number of participants enrolled in the program by each Michigan works! agency.

(c) The average duration of training for program participants by each Michigan works! agency.

(d) The number of participants enrolled in remedial education programs and the number of participants enrolled in literacy programs.

(e) The number of participants enrolled in programs at 2-year institutions.

(f) The number of participants enrolled in 4-year institutions.

(g) The number of participants enrolled in proprietary schools or other technical training programs.

(h) The number of participants that have completed education or training programs.

(i) The number of participants who secured employment in Michigan within 1 year of completing a no-worker-left-behind training program.

(j) The number of participants who completed a no-worker-left-behind training program and secured employment in a field related to their training.

(k) The average wage earned by participants who completed a no-worker-left-behind training program and secured employment within 1 year.

(2) Data collection for the report shall be for the period October 1, 2011 through September 30, 2012.

REVENUE STATEMENT

Sec. 1101. Pursuant to section 18 of article V of the state constitution of 1963, fund balances and estimates are presented in the following statement:

BUDGET RECOMMENDATIONS BY OPERATING FUNDS

(Amounts in millions)

Fiscal Year 2011-2012

Fund	Beginning Unreserved Fund Balance	Estimated Revenue	Ending Balance
OPERATING FUNDS			

1 General fund/general purpose	0110	313.6	8,802.0	473.4
2 General fund/special purpose		972.1	20,529.7	321.1
3 Special Revenue Funds:				
4 Countercyclical budget and				
5 economic stabilization	0111	2.2	0.0	2.2
6 Game and fish protection	0112	3.9	63.9	1.8
7 Michigan employment security act				
8 administration	0113	11.8	8.4	15.0
9 State aeronautics	0114	19.4	119.8	31.5
10 Michigan veterans' benefit				
11 trust	0115	0.0	5.2	0.0
12 State trunkline	0116	5.7	1,905.8	(20.5)
13 Michigan state waterways	0117	1.4	27.4	0.1
14 Blue Water Bridge	0118	19.3	21.3	20.6
15 Michigan transportation	0119	0.0	1,853.4	0.0
16 Comprehensive transportation	0120	0.1	315.4	(66.0)
17 School aid	0122	0.0	12,711.3	0.0
18 Game and fish protection trust	0124	6.0	8.7	6.0
19 State park improvement	0125	6.0	48.6	14.1
20 Forest development	0126	3.8	29.2	0.0
21 Michigan civilian conservation				
22 corps endowment	0128	0.0	0.0	0.0
23 Michigan natural resources				
24 trust	0129	35.8	0.7	24.7
25 Michigan state parks endowment	0130	4.9	43.8	20.6
26 Safety education and training	0131	6.1	8.7	6.4
27 Bottle deposit	0136	0.0	11.7	0.0

State construction code	0138	2.6	7.3	0.0
Children's trust	0139	0.9	2.9	0.7
State casino gaming	0140	0.0	34.3	(2.0)
Michigan nongame fish and wildlife	0143	0.1	0.3	0.0
Michigan merit award trust	0154	0.0	136.0	0.0
Outdoor recreation legacy	0162	0.4	2.9	0.7
Off-road vehicle account	0163	0.2	3.6	0.1
Snowmobile account	0164	0.7	12.1	0.7
Silicosis dust disease and logging	0870	2.1	1.7	2.1
Utility consumer representation	0893	3.6	1.1	3.6
TOTALS		$1,422.7	$46,717.2	$857.0

ONE-TIME BASIS ONLY

Sec. 1201. (1) For the state fiscal year ending September 30, 2012, there is appropriated from general fund/general purpose revenue, on a 1-time basis only, $136,250,000.00 for the following purposes:

DTMB - asbestos abatement, former state police headquarters..... $ 1,250,000

DTMB – other postemployment benefits..... 60,000,000

Michigan strategic fund - film incentive funding..... 25,000,000

Michigan strategic fund - business attraction and economic gardening..... 50,000,000

(2) For the state fiscal year ending September 30, 2012, there

1 is appropriated from sales tax revenue, on a 1-time basis only,
2 $30,000,000.00 for the following purposes:

3 Treasury – county revenue sharing.....	$	15,000,000
4 Treasury – economic vitality incentive program.....		15,000,000

5 PART 2A
6 PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS
7 FOR FISCAL YEAR 2012-2013

8 **GENERAL SECTIONS**

9 Sec. 1301. It is the intent of the legislature to provide
10 appropriations for the fiscal year ending on September 30, 2013 for
11 the line items listed in part 1. The fiscal year 2012-2013
12 appropriations are anticipated to be the same as those for fiscal
13 year 2011-2012, except that the line items will be adjusted for
14 changes in caseload and related costs, federal fund match rates,
15 economic factors, and available revenue. These adjustments will be
16 determined after the January 2012 consensus revenue estimating
17 conference.