

HOUSE BILL No. 4315

March 10, 2015, Introduced by Rep. Pscholka and referred to the Committee on Appropriations.

A bill to make appropriations for various state departments and agencies; the judicial branch, and the legislative branch for the fiscal years ending September 30, 2016; to provide anticipated appropriations for the fiscal year ending September 30, 2017; to provide a nonbinding schedule of programs; to provide for certain conditions on appropriations; to provide for the expenditure of the appropriations.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

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PART 1

LINE-ITEM APPROPRIATIONS

	For Fiscal	For Fiscal
	Year Ending	Year Ending
	Sept. 30, 2016	Sept. 30, 2017
APPROPRIATION SUMMARY		
GROSS APPROPRIATION	\$ 37,975,855,000	\$ 37,510,332,600
Total interdepartmental grants and		

1	intradepartmental transfers.....	836,218,800	835,618,800
2	ADJUSTED GROSS APPROPRIATION	\$ 37,139,636,200	\$ 36,674,713,800
3	Total federal revenues	20,789,655,800	20,462,859,200
4	Total local revenues	227,799,300	227,799,300
5	Total private revenues	173,374,500	172,624,500
6	Total other state restricted revenues	7,890,277,700	7,913,333,300
7	State general fund/general purpose	\$ 8,058,528,900	\$ 7,898,097,500

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Article 1

DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 1-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of agriculture and rural development are appropriated for the fiscal year ending September 30, 2016, and are anticipated to be appropriated for the fiscal year ending September 30, 2017, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT

APPROPRIATION SUMMARY

Full-time equated unclassified positions.....	6.0	6.0
Full-time equated classified positions.....	454.0	454.0
GROSS APPROPRIATION	\$ 84,144,000	\$ 83,644,000
Total interdepartmental grants and intradepartmental transfers.....	317,300	317,300
ADJUSTED GROSS APPROPRIATION	\$ 83,826,700	\$ 83,326,700
Total federal revenues	10,427,900	10,427,900
Total private revenues	128,100	128,100
Total other state restricted revenues	30,897,100	30,897,100
State general fund/general purpose	\$ 42,373,600	\$ 41,873,600
<i>State general fund/general purpose schedule:</i>		
Ongoing state general fund/general purpose	41,873,600	41,873,600
One-time state general fund/general purpose	500,000	0

FUND SOURCE SUMMARY

1	GROSS APPROPRIATION	\$ 84,144,000	\$ 83,644,000
2	Interdepartmental grant revenues:		
3	IDG from MDEQ, biosolids	101,200	101,200
4	IDG from LARA, liquor quality testing fees	216,100	216,100
5	ADJUSTED GROSS APPROPRIATION	\$ 83,826,700	\$ 83,326,700
6	Federal revenues:		
7	USDA, multiple grants	6,294,700	6,294,700
8	Department of interior	342,600	342,600
9	EPA, multiple grants	1,297,500	1,297,500
10	HHS-FDA	2,493,100	2,493,100
11	Special revenue funds:		
12	Private-slow-the-spread foundation	20,800	20,800
13	Private-commodity group revenue	107,300	107,300
14	Agricultural preservation fund	598,900	598,900
15	Agriculture equine industry development fund	3,677,500	3,677,500
16	Agriculture licensing and inspection fees	5,316,300	5,316,300
17	Animal welfare fund	217,100	217,100
18	Commodity inspection fees	508,600	508,600
19	Consumer and industry food safety education fund	348,800	348,800
20	Dairy and food safety fund	4,870,700	4,870,700
21	Freshwater protection fund	5,316,600	5,316,600
22	Gasoline inspection and testing fund	2,618,900	2,618,900
23	Grain dealers fee fund	605,200	605,200
24	Horticulture fund	38,200	38,200
25	Industry support funds	426,700	426,700
26	Migratory labor housing fund	164,400	164,400
27	Nonretail liquor fees	839,900	839,900

1	Private forestland enhancement fund	134,900	134,900
2	Refined petroleum fund	3,874,600	3,874,600
3	Renewable fuels fund	51,800	51,800
4	Testing fees	287,600	287,600
5	Weights and measures regulation fees	1,000,400	1,000,400
6	State general fund/general purpose	\$ 42,373,600	\$ 41,873,600
7	Sec. 1-102. DEPARTMENTWIDE		
8	Full-time equated unclassified positions.....	6.0	6.0
9	Full-time equated classified positions.....	28.0	28.0
10	Commissions and boards	\$ 23,800	\$ 23,800
11	Unclassified positions	532,600	532,600
12	Executive direction-9.0 FTE positions	1,376,100	1,376,100
13	Operational services-15.0 FTE positions	1,736,700	1,736,700
14	Statistical reporting services-1.0 FTE position	150,400	150,400
15	Emergency management-3.0 FTE positions	600,300	600,300
16	Accounting service center	1,115,900	1,115,900
17	Building occupancy charges	<u>625,300</u>	<u>625,300</u>
18	GROSS APPROPRIATION	\$ 6,161,100	\$ 6,161,100
19	Appropriated from:		
20	Federal revenues:		
21	HHS-FDA	324,100	324,100
22	Special revenue funds:		
23	Private-commodity group revenue	77,400	77,400
24	Agricultural preservation fund	15,100	15,100
25	Agriculture licensing and inspection fees	367,200	367,200
26	Dairy and food safety fund	384,400	384,400
27	Freshwater protection fund	22,300	22,300

1	Grain dealers fee fund	7,300		7,300
2	Industry support funds	52,800		52,800
3	Migratory labor housing fund	26,200		26,200
4	Nonretail liquor fees	27,900		27,900
5	Refined petroleum fund	220,300		220,300
6	State general fund/general purpose	\$ 4,636,100	\$	4,636,100
7	Sec. 1-103. INFORMATION AND TECHNOLOGY			
8	Information technology services and projects	\$ <u>1,372,500</u>	\$	<u>1,372,500</u>
9	GROSS APPROPRIATION	\$ 1,372,500	\$	1,372,500
10	Appropriated from:			
11	Interdepartmental grant revenues:			
12	IDG from LARA, liquor quality testing fees	3,200		3,200
13	Special revenue funds:			
14	Agricultural preservation fund	200		200
15	Agriculture licensing and inspection fees	32,400		32,400
16	Freshwater protection fund	100		100
17	Gasoline inspection and testing fund	31,400		31,400
18	Nonretail liquor fees	500		500
19	State general fund/general purpose	\$ 1,304,700	\$	1,304,700
20	Sec. 1-104. FOOD AND DAIRY			
21	Full-time equated classified positions	121.0		121.0
22	Food safety and quality assurance-91.0 FTE positions ..	\$ 13,537,800	\$	13,537,800
23	Milk safety and quality assurance-30.0 FTE positions ..	<u>4,170,600</u>		<u>4,170,600</u>
24	GROSS APPROPRIATION	\$ 17,708,400	\$	17,708,400
25	Appropriated from:			
26	Federal revenues:			
27	USDA, multiple grants	133,800		133,800

1	HHS-FDA	1,172,000	1,172,000
2	Special revenue funds:		
3	Consumer and industry food safety education fund	348,800	348,800
4	Dairy and food safety fund	4,486,300	4,486,300
5	State general fund/general purpose	\$ 11,567,500	\$ 11,567,500
6	Sec. 1-105. ANIMAL INDUSTRY		
7	Full-time equated classified positions	60.0	60.0
8	Animal disease prevention and response-60.0 FTE		
9	positions	\$ 8,881,000	\$ 8,881,000
10	Indemnification - livestock depredation	<u>50,000</u>	<u>50,000</u>
11	GROSS APPROPRIATION	\$ 8,931,000	\$ 8,931,000
12	Appropriated from:		
13	Federal revenues:		
14	USDA, multiple grants	518,600	518,600
15	HHS-FDA	65,600	65,600
16	Special revenue funds:		
17	Private-commodity group revenue	29,900	29,900
18	Agriculture licensing and inspection fees	48,900	48,900
19	Animal welfare fund	217,100	217,100
20	State general fund/general purpose	\$ 8,050,900	\$ 8,050,900
21	Sec. 1-106. PESTICIDE AND PLANT PEST MANAGEMENT		
22	Full-time equated classified positions	85.0	85.0
23	Pesticide and plant pest management-80.0 FTE positions	\$ 13,271,100	\$ 13,271,100
24	Producer security/grain dealers-5.0 FTE positions	<u>643,800</u>	<u>643,800</u>
25	GROSS APPROPRIATION	\$ 13,914,900	\$ 13,914,900
26	Appropriated from:		
27	Federal revenues:		

1	USDA, multiple grants	829,800		829,800
2	Department of interior	222,000		222,000
3	EPA, multiple grants	524,300		524,300
4	HHS-FDA	319,700		319,700
5	Special revenue funds:			
6	Private-slow-the-spread foundation	20,800		20,800
7	Agriculture licensing and inspection fees	4,864,600		4,864,600
8	Commodity inspection fees	508,600		508,600
9	Freshwater protection fund	151,400		151,400
10	Grain dealers fee fund	597,900		597,900
11	Horticulture fund	38,200		38,200
12	Industry support funds	242,300		242,300
13	State general fund/general purpose	\$ 5,595,300	\$	5,595,300
14	Sec. 1-107. ENVIRONMENTAL STEWARDSHIP			
15	Full-time equated classified positions	55.0		55.0
16	MAEAP - environmental stewardship-23.0 FTE positions ..	\$ 8,128,500	\$	8,128,500
17	Farmland and open space preservation-7.0 FTE positions	905,200		905,200
18	Qualified forest program-9.0 FTE positions	2,532,500		2,532,500
19	Migrant labor housing-9.0 FTE positions	1,186,600		1,186,600
20	Right-to-farm-3.0 FTE positions	567,900		567,900
21	Intercounty drain-4.0 FTE positions	<u>474,100</u>		<u>474,100</u>
22	GROSS APPROPRIATION	\$ 13,794,800	\$	13,794,800
23	Appropriated from:			
24	Interdepartmental grant revenues:			
25	IDG from MDEQ, biosolids	101,200		101,200
26	Federal revenues:			
27	USDA, multiple grants	916,700		916,700

1	Department of interior	120,600	120,600
2	EPA, multiple grants	604,700	604,700
3	Special revenue funds:		
4	Agricultural preservation fund	583,600	583,600
5	Freshwater protection fund	5,142,800	5,142,800
6	Migratory labor housing fund	138,200	138,200
7	Private forestland enhancement fund	134,900	134,900
8	State general fund/general purpose	\$ 6,052,100	\$ 6,052,100
9	Sec. 1-108. LABORATORY PROGRAM		
10	Full-time equated classified positions	90.0	90.0
11	Laboratory services-37.0 FTE positions	\$ 5,322,000	\$ 5,322,000
12	USDA monitoring-13.0 FTE positions	1,596,700	1,596,700
13	Consumer protection program-40.0 FTE positions	<u>6,072,200</u>	<u>6,072,200</u>
14	GROSS APPROPRIATION	\$ 12,990,900	\$ 12,990,900
15	Appropriated from:		
16	Interdepartmental grant revenues:		
17	IDG from LARA, liquor quality testing fees	212,900	212,900
18	Federal revenues:		
19	USDA, multiple grants	1,597,600	1,597,600
20	EPA, multiple grants	168,500	168,500
21	HHS-FDA	611,700	611,700
22	Special revenue funds:		
23	Agriculture equine industry development fund	610,300	610,300
24	Agriculture licensing and inspection fees	3,200	3,200
25	Gasoline inspection and testing fund	2,587,500	2,587,500
26	Refined petroleum fund	3,654,300	3,654,300
27	Renewable fuels fund	51,800	51,800

1	Testing fees		287,600		287,600
2	Weights and measures regulation fees		1,000,400		1,000,400
3	State general fund/general purpose	\$	2,205,100	\$	2,205,100
4	Sec. 1-109. AGRICULTURE DEVELOPMENT				
5	Full-time equated classified positions		14.0		14.0
6	Agriculture development-11.0 FTE positions	\$	3,576,700	\$	3,576,700
7	Strategic growth initiative		1,100,000		1,100,000
8	Grape and wine program-3.0 FTE positions		<u>856,500</u>		<u>856,500</u>
9	GROSS APPROPRIATION	\$	5,533,200	\$	5,533,200
10	Appropriated from:				
11	Federal revenues:				
12	USDA, multiple grants		2,298,200		2,298,200
13	Special revenue funds:				
14	Industry support funds		131,600		131,600
15	Nonretail liquor fees		811,500		811,500
16	State general fund/general purpose	\$	2,291,900	\$	2,291,900
17	Sec. 1-110. FAIRS AND EXPOSITIONS				
18	Full-time equated classified positions		1.0		1.0
19	Fairs and racing-1.0 FTE positions	\$	256,600	\$	256,600
20	County fairs capital improvement grants		170,000		170,000
21	Purses and supplements - fairs/licensed tracks		708,300		708,300
22	Licensed tracks - light horse racing		40,300		40,300
23	Light horse racing - breeders' awards		20,000		20,000
24	Standardbred breeders' awards		285,900		285,900
25	Standardbred purses and supplements-licensed tracks ...		527,800		527,800
26	Standardbred sire stakes		239,000		239,000
27	Thoroughbred supplements - licensed tracks		385,900		385,900

1	Thoroughbred breeders' awards	358,600	358,600
2	Thoroughbred sire stakes	<u>244,800</u>	<u>244,800</u>
3	GROSS APPROPRIATION	\$ 3,237,200	\$ 3,237,200
4	Appropriated from:		
5	Special revenue funds:		
6	Agriculture equine industry development fund	3,067,200	3,067,200
7	State general fund/general purpose	\$ 170,000	\$ 170,000
8	Sec. 1-111. ONE-TIME APPROPRIATIONS		
9	Laboratory equipment	<u>\$ 500,000</u>	<u>\$ 0</u>
10	GROSS APPROPRIATION	\$ 500,000	\$ 0
11	Appropriated from:		
12	Special revenue funds:		
13	State general fund/general purpose	\$ 500,000	\$ 0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2016

GENERAL SECTIONS

Sec. 1-201. 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 2015-2016 is \$73,270,700.00 and state spending from state resources to be paid to local units of government for fiscal year 2015-2016 is \$4,750,000.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT

24	MAEAP - environmental stewardship	\$	3,250,000
25	Qualified forest program		<u>1,500,000</u>

1 TOTAL \$ 4,750,000

2 Sec. 1-202. The appropriations authorized under this article are subject to the
3 management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

4 Sec. 1-203. As used in this article:

5 (a) "Department" means the department of agriculture and rural development.

6 (b) "Director" means the director of the department.

7 (c) "EPA" means the United States environmental protection agency.

8 (d) "FTE" means full-time equated.

9 (e) "HHS-FDA" means the United States department of health and human services -
10 food and drug administration.

11 (f) "IDG" means interdepartmental grant.

12 (g) "LARA" means the Michigan department of licensing and regulatory affairs.

13 (h) "MAEAP" means Michigan agriculture environmental assurance program.

14 (i) "MDEQ" means the Michigan department of environmental quality.

15 (j) "TB" means tuberculosis.

16 (k) "USDA" means the United States department of agriculture.

17 Sec. 1-206. (1) In addition to the funds appropriated in part 1, there is
18 appropriated an amount not to exceed \$5,000,000.00 for federal contingency funds.

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

22 (2) In addition to the funds appropriated in part 1, there is appropriated an
23 amount not to exceed \$6,000,000.00 for state restricted contingency funds. These funds
24 are not available for expenditure until they have been transferred to another line
25 item in this article under section 393(2) of the management and budget act, 1984 PA
26 431, MCL 18.1393.

27 (3) In addition to the funds appropriated in part 1, there is appropriated an

1 amount not to exceed \$100,000.00 for local contingency funds. These funds are not
2 available for expenditure until they have been transferred to another line item in
3 this article under section 393(2) of the management and budget act, 1984 PA 431, MCL
4 18.1393.

5 (4) In addition to the funds appropriated in part 1, there is appropriated an
6 amount not to exceed \$100,000.00 for private contingency funds. These funds are not
7 available for expenditure until they have been transferred to another line item in
8 this article under section 393(2) of the management and budget act, 1984 PA 431, MCL
9 18.1393.

10 Sec. 1-207. The department shall cooperate with the department of technology,
11 management and budget to maintain a searchable website accessible by the public at no
12 cost that includes, but is not limited to, all of the following for each department or
13 agency:

14 (a) Fiscal year-to-date expenditures by category.

15 (b) Fiscal year-to-date expenditures by appropriation unit.

16 (c) Fiscal year-to-date payments to a selected vendor, including the vendor
17 name, payment date, payment amount, and payment description.

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

19 (e) Job specifications and wage rates.

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

25 Sec. 1-209. Funds appropriated in part 1 shall not be used for the purchase of
26 foreign goods or services, or both, if competitively priced and of comparable quality
27 American goods or services, or both, are available. Preference shall be given to goods

1 or services, or both, manufactured or provided by Michigan businesses, if they are
2 competitively priced and of comparable quality. In addition, preference should be
3 given to goods or services, or both, that are manufactured or provided by Michigan
4 businesses owned and operated by veterans, if they are competitively priced and of
5 comparable quality.

6 Sec. 1-210. The director shall take all reasonable steps to ensure businesses
7 in deprived and depressed communities compete for and perform contracts to provide
8 services or supplies, or both. Each director shall strongly encourage firms with which
9 the department contracts to subcontract with certified businesses in depressed and
10 deprived communities for services, supplies, or both.

11 Sec. 1-218. The departments and agencies receiving appropriations in part 1
12 shall prepare a report on out-of-state travel expenses not later than January 1 of
13 each year. The travel report shall be a listing of all travel by classified and
14 unclassified employees outside this state in the immediately preceding fiscal year
15 that was funded in whole or in part with funds appropriated in the department's
16 budget. The report shall be submitted to the senate and house appropriations
17 committees, the house and senate fiscal agencies, and the state budget director. The
18 report shall include the following information:

19 (a) The dates of each travel occurrence.

20 (b) The transportation and related costs of each travel occurrence, including
21 the proportion funded with state general fund/general purpose revenues, the proportion
22 funded with state restricted revenues, the proportion funded with federal revenues,
23 and the proportion funded with other revenues.

24 Sec. 1-228. Not later than November 30, the state budget office shall prepare
25 and transmit a report that provides for estimates of the total general fund/general
26 purpose appropriation lapses at the close of the prior fiscal year. This report shall
27 summarize the projected year-end general fund/general purpose appropriation lapses by

1 major departmental program or program areas. The report shall be transmitted to the
2 chairpersons of the senate and house appropriations committees, and the senate and
3 house fiscal agencies.

4 Sec. 1-229. Within 14 days after the release of the executive budget
5 recommendation, the department shall cooperate with the state budget office to provide
6 the senate and house appropriations chairs, the senate and house appropriations
7 subcommittees chairs, and the senate and house fiscal agencies with an annual report
8 on estimated state restricted fund balances, state restricted fund projected revenues,
9 and state restricted fund expenditures for the fiscal years ending September 30, 2015
10 and September 30, 2016.

11 Sec. 1-230. Funds appropriated in part 1 shall not be used by a principal
12 executive department, state agency, or authority to hire a person to provide legal
13 services that are the responsibility of the attorney general. This prohibition does
14 not apply to legal services for bonding activities and for those outside services that
15 the attorney general authorizes.

16 Sec. 1-231. The department shall maintain, on a publicly accessible website, a
17 department scorecard that identifies, tracks and regularly updates key metrics that
18 are used to monitor and improve the agency's performance.

19 Sec. 1-232. Total authorized appropriations from all sources under part 1 for
20 legacy costs for the fiscal year ending September 30, 2016 is \$12,751,500.00. From
21 this amount, total agency appropriations for pension-related legacy costs are
22 estimated at \$7,237,700.00. Total agency appropriations for retiree health care legacy
23 costs are estimated at \$5,513,800.00.

24 **DEPARTMENTWIDE**

25 Sec. 1-301. (1) Pursuant to the appropriations in part 1, the department may
26 receive and expend revenue and use that revenue to cover necessary expenses related to

1 publications, audit and licensing functions, livestock sales, certification of nursery
2 stock, and laboratory analyses as specified in the following:

3 (a) Management services publications.

4 (b) Management services audit and licensing functions.

5 (c) Pesticide and plant pest management propagation and certification of virus-
6 free foundation stock.

7 (d) Pesticide and plant pest management grading services.

8 (e) Laboratory support testing for testing horses in draft horse pulling
9 contests at county fairs when local jurisdictions request state assistance.

10 (f) Laboratory support analyses to determine foreign substances in horses
11 engaged in racing or pulling contests at tracks.

12 (g) Laboratory support analyses of food, livestock, and agricultural products
13 for disease, foreign products for disease, toxic materials, foreign substances, and
14 quality standards.

15 (h) Laboratory support test samples for other agencies and organizations.

16 (i) Fruit and vegetable inspection at shipping and termination points and
17 processing plants.

18 (2) The department shall notify the state budget office, subcommittees and the
19 fiscal agencies 30 days prior to proposing changes in fees authorized under this
20 section or under section 5 of 1915 PA 91, MCL 285.35.

21 (3) Annually, before February 1, the department shall provide a report to the
22 state budget office, subcommittees and the fiscal agencies detailing all the fees
23 charged by the department under the authorization provided in this section, including,
24 but not limited to, rates, number of individuals paying each fee, and the revenue
25 generated by each fee in the previous fiscal year.

26 FOOD AND DAIRY

1 Sec. 1-401. (1) From the increased funds appropriated in part 1 for the food
2 safety and quality assurance line item, the department shall increase the number of
3 inspections performed at licensed food establishments in the current fiscal year. The
4 purpose of this increase is to improve the monthly rate of compliance with the
5 Michigan food law at licensed establishments.

6 (2) The department shall identify specific outcomes and performance measures
7 for this initiative, including, but not limited to, the following:

8 (a) The number of licensed food establishments that are in compliance with the
9 Michigan food law will increase as a result of the department's ability to improve the
10 frequency of initial food safety evaluations.

11 Sec. 1-402. The department shall provide information on significant food-borne
12 outbreaks and emergencies, including any enforcement actions taken related to food
13 safety during the immediately preceding fiscal year in the food and dairy annual
14 report and post that report on the department's website no later than April 1. The
15 department shall provide electronic notification on the report's location on the
16 website to the subcommittees, fiscal agencies and state budget office.

17 ANIMAL INDUSTRY

18 Sec. 1-454. The department shall use its resources to collaborate with the USDA
19 to monitor bovine TB, consistent with the May 2014 memorandum of understanding between
20 the department and the USDA.

21 PESTICIDE AND PLANT PEST MANAGEMENT

22 Sec. 1-501. From the increased funds appropriated in part 1 for the pesticide
23 and plant pest management line item, the department shall improve the department's
24 ability to perform proper surveillance of the fertilizer and pesticide industries in
25 the current fiscal year. The purpose of this surveillance is to ensure that statutory

1 requirements related to use and storage are being met, specifically those intended to
2 protect the environment or the food supply.

3 **ENVIRONMENTAL STEWARDSHIP**

4 Sec. 1-601. The part 1 appropriation line item Michigan agriculture
5 environmental assurance program/environmental stewardship shall be used to support
6 department agriculture pollution prevention programs, including groundwater and
7 freshwater protection programs under part 87 of the Michigan natural resources and
8 environmental protection act, 1994 PA 451, MCL 324.8701 to 324.8717, and technical
9 assistance in implementing conservation grants available under the federal farm bill
10 of 2014.

11 Sec. 1-604. (1) Federal revenues authorized by and available from the federal
12 government in excess of the appropriation in part 1 under section 107 are appropriated
13 and may be received and expended by the department for purposes authorized under state
14 law and subject to federal requirements.

15 (2) The department shall notify the subcommittees and fiscal agencies prior to
16 expending federal revenues received and appropriated under subsection (1).

17 Sec. 1-608. (1) The appropriations in part 1 for qualified forest affidavit
18 program are for the purpose of increasing the knowledge of nonindustrial private
19 forestland owners of sound forest management practices and increasing the amount of
20 commercial timber production from those lands.

21 (2) The department shall work in partnership with stakeholder groups and other
22 state and federal agencies to increase the active management of nonindustrial private
23 forestland to foster the growth of Michigan's timber product industry.

24 **AGRICULTURE DEVELOPMENT**

25 Sec. 1-711. (1) The department shall establish and administer the strategic

1 growth initiative. The program shall use a grant process to support research,
2 education, and technical assistance efforts focused on removing barriers and
3 leveraging opportunities identified by those in the food and agriculture industry as
4 critical to business development and growth within the state.

5 (2) In addition to the funds appropriated in part 1, the department of
6 agriculture and rural development may receive and expend funds received from outside
7 sources for the strategic growth initiative.

8 (3) The director shall establish a consortium of interested parties including
9 those involved in the food and agriculture industry sector to develop the program
10 priorities described in subsection (1).

11 (4) The department shall award grants from the funds appropriated in part 1 or
12 received from outside sources under subsection (2) for strategic growth initiative
13 grants. Grantees will be required to identify measurable project outcomes.

14 (5) A joint evaluation committee selected by the director shall evaluate
15 applications and provide recommendations to the director for final approval of grant
16 awards.

17 (6) The department may expend money from the funds appropriated in part 1 for
18 the strategic growth initiative for administering the program.

19 FAIRS AND EXPOSITIONS

20 Sec. 1-802. All appropriations from the agriculture equine industry development
21 fund, except for the Michigan gaming control board's regulatory expenses and the
22 department's expenses to administer horse racing programs and laboratory analysis,
23 shall be reduced proportionately if revenues to the agriculture equine industry
24 development fund decline during the preceding fiscal year to a level lower than the
25 amounts appropriated in part 1.

26 Sec. 1-805. (1) The department shall establish and administer a county fairs

1 capital improvement grant program. The program shall assist in the promotion of
2 building improvements or other capital improvements at county fairgrounds of the
3 state.

4 (2) The department shall award grants on a competitive basis to county fair
5 organizations from the funds appropriated in part 1 for county fairs capital
6 improvement grants. Grantees will be required to provide a dollar-for-dollar cash
7 match with grant awards and identify measurable project outcomes.

8 (3) The department shall identify criteria, evaluate applications, and provide
9 recommendations to the director for final approval of grant awards.

10 (4) The department may expend money from the funds appropriated in part 1 for
11 the county fairs capital improvement grants for administering the program.

12 (5) The unexpended portion of the county fairs capital improvement grant
13 program is considered a work project appropriation in accordance with the management
14 and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

15 (6) The department shall provide a year-end report no later than December 1 to
16 the subcommittees and the fiscal agencies, including the grantees, award amount, match
17 funding, and project outcomes.

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Article 2

DEPARTMENT OF ATTORNEY GENERAL

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 2-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of attorney general are appropriated for the fiscal year ending September 30, 2016, and are anticipated to be appropriated for the fiscal year ending September 30, 2017, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

DEPARTMENT OF ATTORNEY GENERAL

APPROPRIATION SUMMARY

Full-time equated unclassified positions.....	6.0	6.0
Full-time equated classified positions.....	518.5	518.5
GROSS APPROPRIATION	\$ 91,941,600	\$ 91,941,600
Total interdepartmental grants and intradepartmental transfers.....	28,533,900	28,533,900
ADJUSTED GROSS APPROPRIATION	\$ 63,407,700	\$ 63,407,700
Total federal revenues	9,278,600	9,278,600
Total local revenues	0	0
Total private revenues	0	0
Total other state restricted revenues	17,281,700	17,281,700
State general fund/general purpose	\$ 36,847,400	\$ 36,847,400
<i>State general fund/general purpose schedule:</i>		
Ongoing state general fund/general purpose	36,847,400	36,847,400
One-time general fund/general purpose	0	0

1	Sec. 2-102. ATTORNEY GENERAL OPERATIONS		
2	Full-time equated unclassified positions.....	6.0	6.0
3	Full-time equated classified positions.....	518.5	518.5
4	Attorney general	\$ 112,500	\$ 112,500
5	Unclassified positions-5.0 FTE positions	735,600	735,600
6	Attorney general operations-475.5 FTE positions	81,501,200	81,501,200
7	Child support enforcement-25.0 FTE positions	3,434,300	3,434,300
8	Prosecuting attorneys coordinating council-12.0 FTE		
9	positions.....	2,099,500	2,099,500
10	Public safety initiative-1.0 FTE position	904,100	904,100
11	Sexual assault law enforcement-5.0 FTE positions	<u>1,700,000</u>	<u>1,700,000</u>
12	GROSS APPROPRIATION	\$ 90,487,200	\$ 90,487,200
13	Appropriated from:		
14	Interdepartmental grant revenues:		
15	IDG from MDCH, health policy	202,500	202,500
16	IDG from MDCH, medical services administration	676,400	676,400
17	IDG from MDCH, WIC	149,300	149,300
18	IDG from department of corrections	646,400	646,400
19	IDG from MDE	583,000	583,000
20	IDG from MDEQ	1,966,100	1,966,100
21	IDG from MDHS	5,806,000	5,806,000
22	IDG from MDIFS, financial and insurance services	1,187,100	1,187,100
23	IDG from MSF, workforce development agency	87,700	87,700
24	IDG from MDLARA, fireworks safety fund	81,200	81,200
25	IDG from MDLARA, health professions	2,972,600	2,972,600
26	IDG from MDLARA, licensing and regulation fees	328,500	328,500
27	IDG from MDLARA, Michigan occupational safety and health		

1	administration.....	105,400	105,400
2	IDG from MDLARA, remonumentation fees	103,900	103,900
3	IDG from MDLARA, securities fees	184,300	184,300
4	IDG from MDLARA, unlicensed builders	327,600	327,600
5	IDG from MDMVA	161,300	161,300
6	IDG from MDOS, children's protection registry	44,100	44,100
7	IDG from MDOT, comprehensive transportation fund	200,100	200,100
8	IDG from MDOT, state aeronautics fund	173,800	173,800
9	IDG from MDOT, state trunkline fund	2,377,300	2,377,300
10	IDG from MDSP, Michigan justice training fund	162,400	162,400
11	IDG from MDSP	251,800	251,800
12	IDG from MDTMB	453,900	453,900
13	IDG from MDTMB, civil service commission	299,400	299,400
14	IDG from MDTMB, risk management revolving fund	1,437,000	1,437,000
15	IDG from Michigan state housing development authority .	662,200	662,200
16	IDG from treasury	6,727,400	6,727,400
17	IDG from treasury, Michigan strategic fund	175,200	175,200
18	Federal revenues:		
19	DAG, state administrative match grant/food stamps	134,000	134,000
20	Federal funds	3,081,700	3,081,700
21	HHS, medical assistance, medigrant	376,700	376,700
22	HHS-OS, state Medicaid fraud control units	5,567,300	5,567,300
23	National criminal history improvement program	118,900	118,900
24	Special revenue funds:		
25	Antitrust enforcement collections	746,400	746,400
26	Attorney general's operations fund	1,207,900	1,207,900
27	Auto repair facilities fees	320,500	320,500

1	Franchise fees	374,300	374,300
2	Game and fish protection fund	735,100	735,100
3	Liquor purchase revolving fund	1,428,300	1,428,300
4	Manufactured housing fees	245,300	245,300
5	Merit award trust fund	485,200	485,200
6	Michigan employment security act - administrative fund	2,193,700	2,193,700
7	Prisoner reimbursement	611,900	611,900
8	Prosecuting attorneys training fees	404,000	404,000
9	Public utility assessments	2,033,100	2,033,100
10	Real estate enforcement fund	98,600	98,600
11	Reinstatement fees	252,200	252,200
12	Retirement funds	1,020,000	1,020,000
13	Second injury fund	804,200	804,200
14	Self-insurers security fund	559,100	559,100
15	Silicosis and dust disease fund	220,800	220,800
16	State building authority revenue	118,300	118,300
17	State casino gaming fund	1,822,100	1,822,100
18	State lottery fund	337,800	337,800
19	Utility consumers fund	764,200	764,200
20	Waterways fund	137,000	137,000
21	Worker's compensation administrative revolving fund ...	361,700	361,700
22	State general fund/general purpose	\$ 35,393,000	\$ 35,393,000
23	Sec. 2-103. INFORMATION TECHNOLOGY		
24	Information technology service and projects	\$ <u>1,454,400</u>	\$ <u>1,454,400</u>
25	GROSS APPROPRIATION	\$ 1,454,400	1,454,400
26	Appropriated from:		
27	Special revenue funds:		

1 State general fund/general purpose \$ 1,454,400 \$ 1,454,400

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PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2016

GENERAL SECTIONS

Sec. 2-201. 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 2015-2016 is \$54,129,100.00 and state spending from state resources to be paid to local units of government for fiscal year 2015-2016 is \$0.00.

Sec. 2-202. The appropriations authorized under this article are subject to the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

Sec. 2-203. As used in this article:

- (a) "DAG" means the United States department of agriculture.
- (b) "Department" means the department of attorney general.
- (c) "FTE" means full-time equated.
- (d) "HHS" means the United States department of health and human services.
- (e) "HHS-OS" means the HHS - office of the secretary.
- (f) "IDG" means interdepartmental grant.
- (g) "MDCH" means the Michigan department of community health.
- (h) "MDE" means the Michigan department of education.
- (i) "MDEQ" means the Michigan department of environmental quality.
- (j) "MDIFS" means the Michigan department of insurance and financial services.
- (k) "MDLARA" means the Michigan department of licensing and regulatory affairs.
- (l) "MDHS" means the Michigan department of human services.
- (m) "MDMVA" means the Michigan department of military and veterans affairs.

1 (n) "MDOS" means the Michigan department of state.

2 (o) "MDOT" means the Michigan department of transportation.

3 (p) "MDSP" means the Michigan department of state police.

4 (q) "MDTMB" means the Michigan department of technology, management and budget.

5 (r) "MSF" means the Michigan strategic fund.

6 (s) "Title IV-D" means part D of title IV of the social security act, 42 USC
7 651 to 669 b.

8 (t) "WIC" means women, infants and children.

9 Sec. 2-206. The department shall cooperate with the department of technology,
10 management and budget to maintain a searchable website accessible by the public at no
11 cost that includes, but is not limited to, all of the following for each department or
12 agency:

13 (a) Fiscal year-to-date expenditures by category.

14 (b) Fiscal year-to-date expenditures by appropriation unit.

15 (c) Fiscal year-to-date payments to a selected vendor, including the vendor
16 name, payment date, payment amount, and payment description.

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

18 (e) Job specifications and wage rates

19 Sec. 2-208. The departments and agencies receiving appropriations in part 1
20 shall use the Internet to fulfill the reporting requirements of this article. This
21 requirement may include transmission of reports via electronic mail to the recipients
22 identified for each reporting requirement, or it may include placement of reports on
23 an Internet or Intranet site.

24 Sec. 2-209. Funds appropriated in part 1 shall not be used for the purchase of
25 foreign goods or services, or both, if competitively priced and of comparable quality
26 American goods or services, or both, are available. Preference shall be given to goods
27 or services, or both, manufactured or provided by Michigan businesses, if they are

1 competitively priced and of comparable quality. In addition, preference should be
2 given to goods or services, or both, that are manufactured or provided by Michigan
3 businesses owned and operated by veterans, if they are competitively priced and of
4 comparable quality.

5 Sec. 2-210. The director of each department receiving appropriations in part 1
6 shall take all reasonable steps to ensure businesses in deprived and depressed
7 communities compete for and perform contracts to provide services or supplies, or
8 both. Each director shall strongly encourage firms with which the department contracts
9 to subcontract with certified businesses in depressed and deprived communities for
10 services, supplies, or both.

11 Sec. 2-216. The departments and agencies receiving appropriations in part 1
12 shall prepare a report on out-of-state travel expenses not later than January 1 of
13 each year. The travel report shall be a listing of all travel by classified and
14 unclassified employees outside this state in the immediately preceding fiscal year
15 that was funded in whole or in part with funds appropriated in the department's
16 budget. The report shall be submitted to the senate and house appropriations
17 committees, the house and senate fiscal agencies, and the state budget director. The
18 report shall include the following information:

19 (a) The dates of each travel occurrence.

20 (b) The transportation and related costs of each travel occurrence, including
21 the proportion funded with state general fund/general purpose revenues, the proportion
22 funded with state restricted revenues, the proportion funded with federal revenues,
23 and the proportion funded with other revenues.

24 Sec. 2-219. The department shall maintain, on a publicly accessible website, a
25 department scorecard that identifies, tracks and regularly updates key metrics that
26 are used to monitor and improve the agency's performance.

27 Sec. 2-226. Funds appropriated in part 1 shall not be used by a principal

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

5 Sec. 2-227. Within 14 days after the release of the executive budget
6 recommendation, the department shall cooperate with the state budget office to provide
7 the senate and house appropriations chairs, the senate and house appropriations
8 subcommittees chairs, and the senate and house fiscal agencies with an annual report
9 on estimated state restricted fund balances, state restricted fund projected revenues,
10 and state restricted fund expenditures for the fiscal years ending September 30, 2015
11 and September 30, 2016.

12 Sec. 2-228. Not later than November 30, the state budget office shall prepare
13 and transmit a report that provides for estimates of the total general fund/general
14 purpose appropriation lapses at the close of the prior fiscal year. This report shall
15 summarize the projected year-end general fund/general purpose appropriation lapses by
16 major departmental program or program areas. The report shall be transmitted to the
17 chairpersons of the senate and house appropriations committees, and the senate and
18 house fiscal agencies.

19 **DEPARTMENT OF ATTORNEY GENERAL**

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

25 (2) In addition to the funds appropriated in part 1, there is appropriated an
26 amount not to exceed \$1,500,000.00 for state restricted contingency funds. These funds

1 are not available for expenditure until they have been transferred to another line
2 item in this article under section 393(2) of the management and budget act, 1984 PA
3 431, MCL 18.1393.

4 (3) In addition to the funds appropriated in part 1, there is appropriated an
5 amount not to exceed \$100,000.00 for local contingency funds. These funds are not
6 available for expenditure until they have been transferred to another line item in
7 this article under section 393(2) of the management and budget act, 1984 PA 431, MCL
8 18.1393.

9 (4) In addition to the funds appropriated in part 1, there is appropriated an
10 amount not to exceed \$100,000.00 for private contingency funds. These funds are not
11 available for expenditure until they have been transferred to another line item in
12 this article under section 393(2) of the management and budget act, 1984 PA 431, MCL
13 18.1393.

14 Sec. 2-302. (1) The attorney general shall perform all legal services,
15 including representation before courts and administrative agencies rendering legal
16 opinions and providing legal advice to a principal executive department or state
17 agency. A principal executive department or state agency shall not employ or enter
18 into a contract with any other person for services described in this section.

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

23 (3) The attorney general shall perform the duties specified in 1846 RS 12, MCL
24 14.28 to 14.35, and 1919 PA 232, MCL 14.101 to 14.102, and as otherwise provided by
25 law.

26 Sec. 2-303. The attorney general may sell copies of the biennial report in
27 excess of the 350 copies that the attorney general may distribute on a gratis basis.

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

5 Sec. 2-304. The department of attorney general is responsible for the legal
6 representation for state of Michigan state employee worker's disability compensation
7 cases. The risk management revolving fund revenue appropriation in part 1 is to be
8 satisfied by billings from the department of attorney general for the actual costs of
9 legal representation, including salaries and support costs.

10 Sec. 2-305. In addition to the funds appropriated in part 1, not more than
11 \$400,000.00 shall be reimbursed per fiscal year for food stamp fraud cases heard by
12 the third circuit court of Wayne County that were initiated by the department of
13 attorney general pursuant to the existing contract between the department of human
14 services, the prosecuting attorneys association of Michigan, and the department of
15 attorney general. The source of this funding is money earned by the department of
16 attorney general under the agreement after the allowance for reimbursement to the
17 department of attorney general for costs associated with the prosecution of food stamp
18 fraud cases. It is recognized that the federal funds are earned by the department of
19 attorney general for its documented progress on the prosecution of food stamp fraud
20 cases according to the United States department of agriculture regulations and that,
21 once earned by this state, the funds become state funds.

22 Sec. 2-306. Any proceeds from a lawsuit initiated by or settlement agreement
23 entered into on behalf of this state against a manufacturer of tobacco products by the
24 attorney general are state funds and are subject to appropriation as provided by law.

25 Sec. 2-307. (1) In addition to the antitrust revenues in part 1, antitrust,
26 securities fraud, consumer protection or class action enforcement revenues, or
27 attorney fees recovered by the department, not to exceed \$250,000.00, are appropriated

1 to the department for antitrust, securities fraud, and consumer protection or class
2 action enforcement cases.

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

7 Sec. 2-308. (1) In addition to the funds appropriated in part 1, there is
8 appropriated up to \$500,000.00 from litigation expense reimbursements awarded to the
9 state.

10 (2) The funds may be expended for the payment of court judgments, settlements,
11 arbitration awards or other administrative and litigation decisions, attorney fees,
12 and litigation costs, assessed against the office of the governor, the department of
13 the attorney general, the governor, or the attorney general when acting in an official
14 capacity as the named party in litigation against the state. The funds may also be
15 expended for the payment of state costs incurred under section 16 of chapter X of the
16 code of criminal procedure, 1927 PA 175, MCL 770.16.

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

19 Sec. 2-309. From the prisoner reimbursement funds appropriated in part 1, the
20 department may spend up to \$611,900.00 on activities related to the state correctional
21 facility reimbursement act, 1935 PA 253, MCL 800.401 to 800.406. In addition to the
22 funds appropriated in part 1, if the department collects in excess of \$1,131,000.00 in
23 gross annual prisoner reimbursement receipts provided to the general fund, the excess,
24 up to a maximum of \$1,000,000.00, is appropriated to the department of attorney
25 general and may be spent on the representation of the department of corrections and
26 its officers, employees, and agents, including, but not limited to, the defense of
27 litigation against the state, its departments, officers, employees, or agents in civil

1 actions filed by prisoners.

2 Sec. 2-310. (1) For the purposes of providing title IV-D child support
3 enforcement funding, the department of human services, as the state IV-D agency, shall
4 maintain a cooperative agreement with the attorney general for federal IV-D funding to
5 support the child support enforcement activities within the office of the attorney
6 general.

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

10 Sec. 2-312. The department of attorney general shall not receive and expend
11 funds in addition to those authorized in part 1 for legal services provided
12 specifically to other state departments or agencies except for costs for expert
13 witnesses, court costs, or other nonsalary litigation expenses associated with a
14 pending legal action.

15 Sec. 2-315. Total authorized appropriations from all sources under part 1 for
16 legacy costs for the fiscal year ending September 30, 2016 are \$17,778,100.00. From
17 this amount, total agency appropriations for pension-related legacy costs are
18 estimated at \$10,007,000.00. Total agency appropriations for retiree health care
19 legacy costs are estimated at \$7,771,100.00.

20 Sec. 2-316. From the funds appropriated in part 1 for sexual assault law
21 enforcement efforts, the department shall use the funds for testing of backlogged
22 sexual assault kits across the state. The purpose of this initiative is to eliminate
23 all county sexual assault kit backlogs by the end of the fiscal year, assist local
24 prosecutors with investigations and prosecutions of viable cases, and to provide
25 victim services.

Article 3

DEPARTMENT OF CIVIL RIGHTS

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 3-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of civil rights are appropriated for the fiscal year ending September 30, 2016, and are anticipated to be appropriated for the fiscal year ending September 30, 2017 from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

DEPARTMENT OF CIVIL RIGHTS

APPROPRIATION SUMMARY

Full-time equated unclassified positions	6.0	6.0
Full-time equated classified positions	129.0	129.0
GROSS APPROPRIATION	\$ 16,128,700	\$ 16,128,700
Total interdepartmental grants and intradepartmental transfers	286,700	286,700
ADJUSTED GROSS APPROPRIATION	\$ 15,842,000	\$ 15,842,000
Total federal revenues	2,721,700	2,721,700
Total private revenues	18,700	18,700
Total other state restricted revenues	151,900	151,900
State general fund/general purpose	\$ 12,949,700	\$ 12,949,700
<i>State general fund/general purpose schedule:</i>		
Ongoing state general fund/general purpose	12,949,700	12,949,700
One-time state general fund/general purpose	0	0
Sec. 3-102. CIVIL RIGHTS OPERATIONS		
Full-time equated unclassified positions	6.0	6.0

1	Full-time equated classified positions	129.0		129.0
2	Unclassified positions-6.0 FTE positions	\$ 644,200	\$	644,200
3	Civil rights operations-121.0 FTE positions	13,660,000		13,660,000
4	Division on deaf and hard of hearing-6.0 FTE positions	784,300		784,300
5	Hispanic/Latino commission of Michigan-1.0 FTE position	254,800		254,800
6	Asian Pacific American affairs commission-1.0 FTE			
7	position.....	<u>110,900</u>		<u>110,900</u>
8	GROSS APPROPRIATION	\$ 15,454,200	\$	15,454,200
9	Appropriated from:			
10	Interdepartmental grant revenues:			
11	IDG from DTMB	286,700		286,700
12	Federal revenues:			
13	EEOC, state and local antidiscrimination agency			
14	contracts.....	1,192,300		1,192,300
15	HUD grant	1,514,400		1,514,400
16	Special revenue funds:			
17	Private revenues	18,700		18,700
18	Division on deafness fund	93,400		93,400
19	State restricted indirect funds	58,500		58,500
20	State general fund/general purpose	\$ 12,290,200	\$	12,290,200
21	Sec. 3-103. INFORMATION TECHNOLOGY			
22	Information technology services and projects	<u>674,500</u>	<u>\$</u>	<u>674,500</u>
23	GROSS APPROPRIATION	\$ 674,500	\$	674,500
24	Appropriated from:			
25	Federal revenues:			
26	EEOC, state and local antidiscrimination agency			
27	contracts.....	15,000		15,000

1 Special revenue funds:

2 State general fund/general purpose \$ 659,500 \$ 659,500

3 PART 2

4 PROVISIONS CONCERNING APPROPRIATIONS

5 FISCAL YEAR 2016

6 GENERAL SECTIONS

7 Sec. 3-201. Pursuant to section 30 of article IX of the state constitution of
8 1963, total state spending from state resources under part 1 for fiscal year 2015-2016
9 is \$13,101,600.00 and state spending from state resources to be paid to local units of
10 government for fiscal year 2015-2016 is \$0.

11 Sec. 3-202. The appropriations authorized under this article are subject to the
12 management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

13 Sec. 3-203. As used in this article:

- 14 (a) "Department" means the department of civil rights.
- 15 (b) "DTMB" means the department of technology, management and budget.
- 16 (c) "EEOC" means the United States equal employment opportunity commission.
- 17 (d) "FTE" means full-time equated.
- 18 (e) "HUD" means the United States department of housing and urban development.
- 19 (f) "IDG" means interdepartmental grant.

20 Sec. 3-206. The department shall cooperate with the department of technology,
21 management and budget to maintain a searchable website accessible by the public at no
22 cost that includes, but is not limited to, all of the following for each department or
23 agency:

- 24 (a) Fiscal year-to-date expenditures by category.
- 25 (b) Fiscal year-to-date expenditures by appropriation unit.

1 (c) Fiscal year-to-date payments to a selected vendor, including the vendor
2 name, payment date, payment amount, and payment description.

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

4 (e) Job specifications and wage rates.

5 Sec. 3-208. The departments and agencies receiving appropriations in part 1
6 shall use the Internet to fulfill the reporting requirements of this article. This
7 requirement may include transmission of reports via electronic mail to the recipients
8 identified for each reporting requirement, or it may include placement of reports on
9 an Internet or Intranet site.

10 Sec. 3-209. Funds appropriated in part 1 shall not be used for the purchase of
11 foreign goods or services, or both, if competitively priced and of comparable quality
12 American goods or services, or both, are available. Preference shall be given to goods
13 or services, or both, manufactured or provided by Michigan businesses, if they are
14 competitively priced and of comparable quality. In addition, preference should be
15 given to goods or services, or both, that are manufactured or provided by Michigan
16 businesses owned and operated by veterans, if they are competitively priced and of
17 comparable quality.

18 Sec. 3-210. The director of each department receiving appropriations in part 1
19 shall take all reasonable steps to ensure businesses in deprived and depressed
20 communities compete for and perform contracts to provide services or supplies, or
21 both. Each director shall strongly encourage firms with which the department contracts
22 to subcontract with certified businesses in depressed and deprived communities for
23 services, supplies, or both.

24 Sec. 3-216. The departments and agencies receiving appropriations in part 1
25 shall prepare a report on out-of-state travel expenses not later than January 1 of
26 each year. The travel report shall be a listing of all travel by classified and
27 unclassified employees outside this state in the immediately preceding fiscal year

1 that was funded in whole or in part with funds appropriated in the department's
2 budget. The report shall be submitted to the senate and house appropriations
3 committees, the house and senate fiscal agencies, and the state budget director. The
4 report shall include the following information:

5 (a) The dates of each travel occurrence.

6 (b) The transportation and related costs of each travel occurrence, including
7 the proportion funded with state general fund/general purpose revenues, the proportion
8 funded with state restricted revenues, the proportion funded with federal revenues,
9 and the proportion funded with other revenues.

10 Sec. 3-219. The department shall maintain, on a publicly accessible website, a
11 department scorecard that identifies, tracks and regularly updates key metrics that
12 are used to monitor and improve the agency's performance.

13 Sec. 3-226. Funds appropriated in part 1 shall not be used by a principal
14 executive department, state agency, or authority to hire a person to provide legal
15 services that are the responsibility of the attorney general. This prohibition does
16 not apply to legal services for bonding activities and for those outside services that
17 the attorney general authorizes.

18 Sec. 3-227. Within 14 days after the release of the executive budget
19 recommendation, the department shall cooperate with the state budget office to provide
20 the senate and house appropriations chairs, the senate and house appropriations
21 subcommittees chairs, and the senate and house fiscal agencies with an annual report
22 on estimated state restricted fund balances, state restricted fund projected revenues,
23 and state restricted fund expenditures for the fiscal years ending September 30, 2015
24 and September 30, 2016.

25 Sec. 3-228. Not later than November 30, the state budget office shall prepare
26 and transmit a report that provides for estimates of the total general fund/general
27 purpose appropriation lapses at the close of the prior fiscal year. This report shall

1 summarize the projected year-end general fund/general purpose appropriation lapses by
2 major departmental program or program areas. The report shall be transmitted to the
3 chairpersons of the senate and house appropriations committees, and the senate and
4 house fiscal agencies.

5 **CIVIL RIGHTS OPERATIONS**

6 Sec. 3-401. (1) In addition to the funds appropriated in part 1, there is
7 appropriated an amount not to exceed \$2,000,000.00 for federal contingency funds.
8 These funds are not available for expenditure until they have been transferred to
9 another line item in this article under section 393(2) of the management and budget
10 act, 1984 PA 431, MCL 18.1393.

11 (2) In addition to the funds appropriated in part 1, there is appropriated an
12 amount not to exceed \$750,000.00 for private contingency funds. These funds are not
13 available for expenditure until they have been transferred to another line item in
14 this article under section 393(2) of the management and budget act, 1984 PA 431, MCL
15 18.1393.

16 Sec. 3-402. (1) In addition to the appropriations contained in part 1, the
17 department of civil rights may receive and expend funds from local or private sources
18 for all of the following purposes:

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

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

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

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

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

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

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

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

8 Sec. 3-403. The department of civil rights may contract with local units of
9 government to review equal employment opportunity compliance of potential contractors
10 and may charge for and expend amounts received from local units of government for the
11 purpose of developing and providing these contractual services.

12 Sec. 3-410. Total authorized appropriations from all sources under part 1 for
13 legacy costs for the fiscal year ending September 30, 2016 is \$2,997,500.00. From this
14 amount, total agency appropriations for pension-related legacy costs are estimated at
15 \$1,701,400.00. Total agency appropriations for retiree health care legacy costs are
16 estimated at \$1,296,100.00.

Article 4

DEPARTMENT OF COMMUNITY HEALTH

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 4-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of community health are appropriated for the fiscal year ending September 30, 2016, and are anticipated to be appropriated for the fiscal year ending September 30, 2017, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

DEPARTMENT OF COMMUNITY HEALTH

APPROPRIATION SUMMARY

Full-time equated unclassified positions.....	6.0	6.0
Full-time equated classified positions.....	3,677.1	3,677.1
GROSS APPROPRIATION	\$ 18,971,605,000	\$ 18,696,639,900
Total interdepartmental grants and interdepartmental grants.....	9,678,100	9,678,100
ADJUSTED GROSS APPROPRIATION	\$ 18,961,926,900	\$ 18,686,961,800
Total federal revenues	13,465,957,200	13,147,295,000
Total local revenues	85,984,600	85,984,600
Total private revenues	127,698,700	127,698,700
Total other state restricted revenues	2,289,035,100	2,289,035,100
State general fund/general purpose	\$ 2,993,251,300	\$ 3,036,948,400
<i>State general fund/general purpose schedule:</i>		
Ongoing state general fund/general purpose	2,986,251,300	3,036,948,400
One-time state general fund/general purpose	7,000,000	0

1	Sec. 4-102. DEPARTMENTWIDE ADMINISTRATION		
2	Full-time equated unclassified positions.....	6.0	6.0
3	Full-time equated classified positions.....	190.7	190.7
4	Director and other unclassified-6.0 FTE positions	\$ 735,500	\$ 735,500
5	Departmental administration and management-180.7		
6	FTE positions.....	28,049,500	28,049,500
7	Worker's compensation program	5,205,700	5,205,700
8	Rent and building occupancy	10,602,500	10,602,500
9	Developmental disabilities council and projects-10.0		
10	FTE positions.....	3,038,900	3,038,900
11	Human trafficking intervention services	<u>200,000</u>	<u>200,000</u>
12	GROSS APPROPRIATION	\$ 47,832,100	\$ 47,832,100
13	Appropriated from:		
14	Total federal revenues	16,096,300	16,096,300
15	Total private revenues	35,200	35,200
16	Total other state restricted revenues	834,500	834,500
17	State general fund/general purpose	\$ 30,866,100	\$ 30,866,100
18	Sec. 4-103. BEHAVIORAL HEALTH PROGRAM ADMINISTRATION AND SPECIAL PROJECTS		
19	Full-time equated classified positions.....	106.0	106.0
20	Behavioral health program administration-105.0 FTE		
21	positions.....	\$ 65,624,500	\$ 65,624,500
22	Gambling addiction-1.0 FTE position	3,003,700	3,003,700
23	Protection and advocacy services support	194,400	194,400
24	Community residential and support services	592,100	592,100
25	Federal and other special projects	2,535,600	2,535,600
26	Family support subsidy	17,633,600	17,633,600
27	Housing and support services	<u>13,238,800</u>	<u>13,238,800</u>

1	GROSS APPROPRIATION	\$ 102,822,700	\$ 102,822,700
2	Appropriated from:		
3	Total federal revenues	50,232,000	50,232,000
4	Social security act, temporary assistance for needy		
5	families	17,814,100	17,814,100
6	Total private revenues	1,000,000	1,000,000
7	Total other state restricted revenues	3,003,700	3,003,700
8	State general fund/general purpose	\$ 30,772,900	\$ 30,772,900
9	Sec. 4-104. BEHAVIORAL HEALTH SERVICES		
10	Full-time equated classified positions	9.5	9.5
11	Medicaid mental health services	\$ 2,365,893,200	\$ 2,365,893,200
12	Community mental health non-Medicaid services	117,050,400	117,050,400
13	Mental health services for special populations	8,842,800	8,842,800
14	Medicaid substance abuse services	46,967,800	46,967,800
15	Civil service charges	1,499,300	1,499,300
16	Federal mental health block grant—2.5 FTE positions ...	15,444,600	15,444,600
17	State disability assistance program substance abuse		
18	services	2,018,800	2,018,800
19	Community substance abuse prevention, education,		
20	and treatment programs	74,725,000	74,725,000
21	Children's waiver home care program	21,544,900	21,544,900
22	Nursing home PAS/ARR-OBRA—7.0 FTE positions	12,258,800	12,258,800
23	Children with serious emotional disturbance waiver	12,647,900	12,647,900
24	Health homes	3,369,000	3,369,000
25	Healthy Michigan Plan - behavioral health	310,767,700	310,767,700
26	Autism	<u>36,769,400</u>	<u>36,769,400</u>
27	GROSS APPROPRIATION	\$ 3,029,799,600	\$ 3,029,799,600

1	Appropriated from:		
2	Interdepartmental grant revenues:		
3	Interdepartmental grant from the department of human		
4	services	6,340,500	6,340,500
5	Total federal revenues	2,028,945,800	2,016,353,800
6	Total local revenues	25,475,800	25,475,800
7	Total other state restricted revenues	23,425,900	23,425,900
8	State general fund/general purpose	\$ 945,611,600	\$ 958,203,600
9	Sec. 4-105. STATE PSYCHIATRIC HOSPITALS AND FORENSIC MENTAL HEALTH SERVICES		
10	Full-time equated classified positions	2,130.9	2,130.9
11	Caro regional mental health center-psychiatric		
12	hospital-adult-461.3 FTE positions	\$ 56,358,400	\$ 56,358,400
13	Kalamazoo psychiatric hospital-adult-466.1 FTE positions	64,511,000	64,511,000
14	Walter P. Reuther psychiatric hospital-adult-420.8		
15	FTE positions	55,849,200	55,849,200
16	Hawthorn center-psychiatric hospital-children and		
17	adolescents-226.4 FTE positions	28,746,100	28,746,100
18	Center for forensic psychiatry-556.3 FTE positions	72,558,600	72,558,600
19	Revenue recapture	750,000	750,000
20	IDEA, federal special education	120,000	120,000
21	Special maintenance	332,500	332,500
22	Purchase of medical services for residents of		
23	hospitals and centers	445,600	445,600
24	Gifts and bequests for patient living and treatment		
25	environment	<u>1,000,000</u>	<u>1,000,000</u>
26	GROSS APPROPRIATION	\$ 280,671,400	\$ 280,671,400
27	Appropriated from:		

1	Total federal revenues	34,720,700	34,720,700
2	Total local revenues	19,490,600	19,490,600
3	Total private revenues	1,000,000	1,000,000
4	Total other state restricted revenues	18,878,700	18,878,700
5	State general fund/general purpose	\$ 206,581,400	\$ 206,581,400
6	Sec. 4-106. PUBLIC HEALTH ADMINISTRATION		
7	Full-time equated classified positions	100.4	100.4
8	Public health administration—7.3 FTE positions	\$ 1,567,800	\$ 1,567,800
9	Health and wellness initiatives—11.7 FTE positions	8,946,400	8,946,400
10	Vital records and health statistics—81.4 FTE positions	<u>11,763,400</u>	<u>11,763,400</u>
11	GROSS APPROPRIATION	\$ 22,277,600	\$ 22,277,600
12	Appropriated from:		
13	Interdepartmental grant revenues:		
14	Interdepartmental grant from the department of human		
15	services	1,206,100	1,206,100
16	Total federal revenues	3,650,800	3,650,800
17	Total other state restricted revenues	12,337,600	12,337,600
18	State general fund/general purpose	\$ 5,083,100	\$ 5,083,100
19	Sec. 4-107. HEALTH POLICY		
20	Full-time equated classified positions	64.8	64.8
21	Certificate of need program administration—12.3 FTE		
22	positions	\$ 2,781,400	\$ 2,781,400
23	Emergency medical services program—23.0 FTE positions .	6,415,200	6,415,200
24	Health innovation grants	1,500,000	1,500,000
25	Health policy administration—24.1 FTE positions	53,106,300	53,106,300
26	Michigan essential health provider	3,591,300	3,591,300
27	Minority health grants and contracts	612,700	612,700

1	Nurse education and research program—3.0 FTE positions	1,041,500	1,041,500
2	Primary care services—1.4 FTE positions	4,067,500	4,067,500
3	Rural health services—1.0 FTE position	<u>1,555,500</u>	<u>1,555,500</u>
4	GROSS APPROPRIATION	\$ 74,671,400	\$ 74,671,400
5	Appropriated from:		
6	Interdepartmental grant revenues:		
7	Interdepartmental grant from the department of licensing		
8	and regulatory affairs.....	1,041,500	1,041,500
9	Interdepartmental grant from the department of treasury,		
10	Michigan state hospital finance authority.....	116,000	116,000
11	Total federal revenues	57,987,200	57,987,200
12	Total private revenues	865,000	865,000
13	Total other state restricted revenues	6,561,700	6,561,700
14	State general fund/general purpose	<u>\$ 8,100,000</u>	<u>\$ 8,100,000</u>
15	Sec. 4-108. LABORATORY SERVICES		
16	Full-time equated classified positions.....	100.0	100.0
17	Laboratory services-100.0 FTE positions	<u>\$ 20,295,500</u>	<u>\$ 20,295,500</u>
18	GROSS APPROPRIATION	\$ 20,295,500	\$ 20,295,500
19	Appropriated from:		
20	Interdepartmental grant revenues:		
21	Interdepartmental grant from the department of		
22	environmental quality.....	974,000	974,000
23	Total federal revenues	2,294,400	2,294,400
24	Total other state restricted revenues	10,261,900	10,261,900
25	State general fund/general purpose	<u>\$ 6,765,200</u>	<u>\$ 6,765,200</u>
26	Sec. 4-109. EPIDEMIOLOGY AND INFECTIOUS DISEASE		
27	Full-time equated classified positions.....	144.9	144.9

1	AIDS surveillance and prevention program	\$	1,854,100	\$	1,854,100
2	Bioterrorism preparedness—52.0 FTE positions		30,077,600		30,077,600
3	Epidemiology administration—41.6 FTE positions		12,455,700		12,455,700
4	Healthy homes program—8.0 FTE positions		4,384,300		4,384,300
5	Immunization program—12.8 FTE positions		16,317,900		16,317,900
6	Newborn screening follow-up and treatment services—				
7	10.5 FTE positions		7,223,000		7,223,000
8	Sexually transmitted disease control program—20.0 FTE				
9	positions		6,246,900		6,246,900
10	Tuberculosis control and prevention		<u>867,000</u>		<u>867,000</u>
11	GROSS APPROPRIATION	\$	79,426,500	\$	79,426,500
12	Appropriated from:				
13	Total federal revenues		60,864,000		60,864,000
14	Total private revenues		339,000		339,000
15	Total other state restricted revenues		11,577,900		11,577,900
16	State general fund/general purpose	\$	6,645,600	\$	6,645,600
17	Sec. 4-110. LOCAL HEALTH ADMINISTRATION AND GRANTS				
18	Full-time equated classified positions		2.0		2.0
19	Essential local public health services	\$	40,886,100	\$	40,886,100
20	Implementation of 1993 PA 133, MCL 333.17015		20,000		20,000
21	Local health services—2.0 FTE positions		536,100		536,100
22	Medicaid outreach cost reimbursement to local health				
23	departments		<u>9,000,000</u>		<u>9,000,000</u>
24	GROSS APPROPRIATION	\$	50,442,200	\$	50,442,200
25	Appropriated from:				
26	Total federal revenues		9,536,100		9,536,100
27	Total local revenues		5,150,000		5,150,000

1	State general fund/general purpose	\$	35,756,100	\$	35,756,100
2	Sec. 4-111. CHRONIC DISEASE AND INJURY PREVENTION AND HEALTH PROMOTION				
3	Full-time equated classified positions		113.0		113.0
4	AIDS prevention, testing and care programs—47.7 FTE				
5	positions	\$	70,423,000	\$	70,423,000
6	Cancer prevention and control program—13.0 FTE				
7	positions		15,005,800		15,005,800
8	Chronic disease control and health promotion				
9	administration—29.4 FTE positions		6,356,200		6,356,200
10	Diabetes and kidney program—8.0 FTE positions		3,038,100		3,038,100
11	Smoking prevention program—12.0 FTE positions		2,107,600		2,107,600
12	Violence prevention—2.9 FTE positions		<u>1,823,700</u>		<u>1,823,700</u>
13	GROSS APPROPRIATION	\$	98,754,400	\$	98,754,400
14	Appropriated from:				
15	Total federal revenues		52,671,100		52,671,100
16	Total private revenues		38,778,400		38,778,400
17	Total other state restricted revenues		5,534,000		5,534,000
18	State general fund/general purpose	\$	1,770,900	\$	1,770,900
19	Sec. 4-112. FAMILY, MATERNAL AND CHILDREN'S HEALTH SERVICES				
20	Full-time equated classified positions		69.6		69.6
21	Childhood lead program—2.5 FTE positions	\$	1,563,300	\$	1,563,300
22	Dental programs—3.0 FTE positions		1,667,200		1,667,200
23	Dental program for persons with developmental				
24	disabilities		151,000		151,000
25	Family, maternal, and children's health services				
26	administration—50.1 FTE positions		8,437,000		8,437,000
27	Family planning local agreements		8,310,700		8,310,700

1	Local MCH services	7,018,100	7,018,100
2	Pregnancy prevention program	602,100	602,100
3	Prenatal care outreach and service delivery support-		
4	14.0 FTE positions	18,883,000	18,883,000
5	Special projects	6,289,100	6,289,100
6	Sudden infant death syndrome program	<u>321,300</u>	<u>321,300</u>
7	GROSS APPROPRIATION	\$ 53,242,800	\$ 53,242,800
8	Appropriated from:		
9	Total federal revenues	42,214,500	42,214,500
10	Total local revenues	75,000	75,000
11	Total private revenues	874,500	874,500
12	Total other state restricted revenues	20,000	20,000
13	State general fund/general purpose	\$ 10,058,800	\$ 10,058,800
14	Sec. 4-113. WOMEN, INFANTS, AND CHILDREN FOOD AND NUTRITION PROGRAM		
15	Full-time equated classified positions	45.0	45.0
16	Women, infants, and children program administration		
17	and special projects-45.0 FTE positions	\$ 17,905,900	\$ 17,905,900
18	Women, infants, and children program local agreements		
19	and food costs	<u>256,285,000</u>	<u>256,285,000</u>
20	GROSS APPROPRIATION	\$ 274,190,900	\$ 274,190,900
21	Appropriated from:		
22	Total federal revenues	213,113,000	213,113,000
23	Total private revenues	61,077,900	61,077,900
24	State general fund/general purpose	\$ 0	\$ 0
25	Sec. 4-114. CHILDREN'S SPECIAL HEALTH CARE SERVICES		
26	Full-time equated classified positions	46.8	46.8
27	Children's special health care services		

1	administration-44.0 FTE positions.....	\$	5,897,900	\$	5,897,900
2	Requests for care and services-2.8 FTE positions		1,528,200		1,528,200
3	Outreach and advocacy		5,510,000		5,510,000
4	Nonemergency medical transportation		905,900		905,900
5	Medical care and treatment		<u>189,966,200</u>		<u>189,966,200</u>
6	GROSS APPROPRIATION	\$	203,808,200	\$	203,808,200
7	Appropriated from:				
8	Total federal revenues		107,080,900		107,080,900
9	Total private revenues		1,008,900		1,008,900
10	Total other state restricted revenues		3,858,400		3,858,400
11	State general fund/general purpose	\$	91,860,000	\$	91,860,000
12	Sec. 4-115. CRIME VICTIM SERVICES COMMISSION				
13	Full-time equated classified positions.....		13.0		13.0
14	Grants administration services-13.0 FTE positions	\$	2,129,800	\$	2,129,800
15	Justice assistance grants		15,000,000		15,000,000
16	Crime victim rights services grants		<u>16,870,000</u>		<u>16,870,000</u>
17	GROSS APPROPRIATION	\$	33,999,800	\$	33,999,800
18	Appropriated from:				
19	Total federal revenues		18,697,500		18,697,500
20	Total other state restricted revenues		15,302,300		15,302,300
21	State general fund/general purpose	\$	0	\$	0
22	Sec. 4-116. OFFICE OF SERVICES TO THE AGING				
23	Full-time equated classified positions.....		40.0		40.0
24	Office of services to aging administration-40.0				
25	FTE positions.....	\$	7,784,500	\$	7,784,500
26	Community services		39,013,900		39,013,900
27	Nutrition services		39,044,000		39,044,000

1	Foster grandparent volunteer program	2,233,600	2,233,600
2	Retired and senior volunteer program	627,300	627,300
3	Senior companion volunteer program	1,604,400	1,604,400
4	Employment assistance	3,500,000	3,500,000
5	Respite care program	<u>5,868,700</u>	<u>5,868,700</u>
6	GROSS APPROPRIATION	\$ 99,676,400	\$ 99,676,400
7	Appropriated from:		
8	Total federal revenues	57,525,800	57,525,800
9	Total private revenues	520,000	520,000
10	Merit award trust fund	4,068,700	4,068,700
11	Total other state restricted revenues	1,400,000	1,400,000
12	State general fund/general purpose	<u>\$ 36,161,900</u>	<u>\$ 36,161,900</u>
13	Sec. 4-117. MEDICAL SERVICES ADMINISTRATION		
14	Full-time equated classified positions	500.5	500.5
15	Medical services administration—440.5 FTE positions ...	<u>\$ 90,248,500</u>	<u>\$ 90,248,500</u>
16	Healthy Michigan plan administration—36.0 FTE positions	49,342,300	49,342,300
17	Facility inspection contract	132,800	132,800
18	MiChild administration	3,500,000	3,500,000
19	Electronic health record incentive program—24.0 FTE		
20	positions	<u>144,226,200</u>	<u>144,226,200</u>
21	GROSS APPROPRIATION	\$ 287,449,800	\$ 287,449,800
22	Appropriated from:		
23	Total federal revenues	240,783,100	240,783,100
24	Total local revenues	105,700	105,700
25	Total private revenues	99,800	99,800
26	Total other state restricted revenues	331,300	331,300
27	State general fund/general purpose	<u>\$ 46,129,900</u>	<u>\$ 46,129,900</u>

1	Sec. 4-118. MEDICAL SERVICES		
2	Hospital services and therapy	\$ 1,225,841,700	\$ 1,225,841,700
3	Hospital disproportionate share payments	45,000,000	45,000,000
4	Physician services	367,790,200	367,790,200
5	Medicare premium payments	408,503,400	408,503,400
6	Pharmaceutical services	705,020,000	705,020,000
7	Home health services	5,804,700	5,804,700
8	Hospice services	111,982,500	111,982,500
9	Transportation	23,288,200	23,288,200
10	Auxiliary medical services	7,268,800	7,268,800
11	Dental services	245,181,600	314,295,000
12	Ambulance services	11,000,000	11,000,000
13	Long-term care services	1,384,879,700	1,384,879,700
14	Integrated care organization services	478,495,500	478,495,500
15	Medicaid home-and community-based services waiver	325,318,000	325,318,000
16	Adult home help services	302,440,800	302,440,800
17	Personal care services	12,237,000	12,237,000
18	Program of all-inclusive care for the elderly	74,947,600	74,947,600
19	Health plan services	4,467,915,300	4,148,859,400
20	MIChild program	18,022,600	0
21	Federal Medicare pharmaceutical program	160,295,400	160,295,400
22	Maternal and child health	20,279,500	20,279,500
23	Healthy Michigan Plan	3,215,577,600	3,215,577,600
24	Subtotal basic medical services payments	13,617,090,100	13,349,125,000
25	School based services	112,102,700	112,102,700
26	Special Medicaid reimbursement	388,891,700	388,891,700
27	Subtotal special medical services payments	<u>500,994,400</u>	<u>500,994,400</u>

1	GROSS APPROPRIATION	\$ 14,118,084,500	\$ 13,850,119,400
2	Appropriated from:		
3	Total federal revenues	10,406,277,100	10,100,206,900
4	Total local revenues	35,687,500	35,687,500
5	Total private revenues	2,100,000	2,100,000
6	Merit award trust fund	64,266,000	64,266,000
7	Total other state restricted revenues	2,105,386,700	2,105,386,700
8	State general fund/general purpose	\$ 1,504,367,200	\$ 1,542,472,300
9	Sec. 4-119. INFORMATION TECHNOLOGY		
10	Information technology services and projects	\$ 36,958,100	\$ 36,958,100
11	Michigan Medicaid information system	<u>50,201,100</u>	<u>50,201,100</u>
12	GROSS APPROPRIATION	\$ 87,159,200	\$ 87,159,200
13	Appropriated from:		
14	Total federal revenues	45,452,800	45,452,800
15	Total private revenues	20,000,000	20,000,000
16	Total other state restricted revenues	1,985,800	1,985,800
17	State general fund/general purpose	\$ 19,720,600	\$ 19,720,600
18	Sec. 4-120. ONE-TIME APPROPRIATIONS		
19	University autism programs	\$ 2,500,000	\$ 0
20	Pay for success contracts	1,500,000	0
21	Mental health commission recommendations	1,500,000	0
22	Drug policy initiatives	<u>1,500,000</u>	<u>0</u>
23	GROSS APPROPRIATION	\$ 7,000,000	\$ 0
24	Appropriated from:		
25	State general fund/general purpose	\$ 7,000,000	\$ 0

26

PART 2

27

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2016

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GENERAL SECTIONS

Sec. 4-201. 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 2015-2016 is \$5,282,286,400.00 and state spending from state resources to be paid to local units of government for fiscal year 2015-2016 is \$1,125,752,600.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF COMMUNITY HEALTH

BEHAVIORAL HEALTH PROGRAM ADMINISTRATION

Community residential and support services	\$	592,100
Housing and support services		667,400

BEHAVIORAL HEALTH SERVICES

State disability assistance program substance use disorder services .		2,018,000
Community substance use disorder prevention, education, and treatment programs		14,553,400
Medicaid mental health services		785,082,300
Community mental health non-Medicaid services		117,050,400
Mental health services for special populations		8,842,800
Medicaid substance use disorder services		15,806,200
Children's waiver home care program		6,056,200
Nursing home PAS/ARR-OBRA		2,725,300

LABORATORY SERVICES

Laboratory services		5,000
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EPIDEMIOLOGY AND INFECTIOUS DISEASE

1	Sexually transmitted disease control program	377,000
2	LOCAL HEALTH ADMINISTRATION AND GRANTS	
3	Implementation of 1993 PA 133, MCL 333.17015	300
4	Essential local public health services	34,199,500
5	CHRONIC DISEASE AND INJURY PREVENTION AND HEALTH PROMOTION	
6	AIDS prevention, testing, and care programs	606,100
7	Cancer prevention and control program	116,700
8	FAMILY, MATERNAL, AND CHILDREN'S HEALTH SERVICES	
9	Prenatal care outreach and service delivery support	2,044,900
10	CHILDREN'S SPECIAL HEALTH CARE SERVICES	
11	Medical care and treatment	949,800
12	Outreach and advocacy	2,204,000
13	CRIME VICTIM SERVICES COMMISSION	
14	Crime victim rights services grants	6,389,800
15	OFFICE OF SERVICES TO THE AGING	
16	Community services	13,333,500
17	Nutrition services	9,287,000
18	Foster grandparent volunteer program	579,200
19	Retired and senior volunteer program	197,300
20	Senior companion volunteer program	351,400
21	Respite care program	5,868,700
22	MEDICAL SERVICES	
23	Dental services	1,202,000
24	Long-term care services	81,530,900
25	Hospital services and therapy	2,449,500
26	Physician services	<u>10,655,900</u>
27	TOTAL OF PAYMENTS TO LOCAL UNITS OF GOVERNMENT	\$ 1,125,752,600

1 Sec. 4-202. The appropriations authorized under this article are subject to the
2 management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

3 Sec. 4-203. As used in this article:

4 (a) "AIDS" means acquired immunodeficiency syndrome.

5 (b) "CMHSP" means a community mental health services program as that term is
6 defined in section 100a of the mental health code, 1974 PA 258, MCL 330.1100a.

7 (c) "Department" means the department of community health.

8 (d) "Director" means the director of the department.

9 (e) "DSH" means disproportionate share hospital.

10 (f) "EPSDT" means early and periodic screening, diagnosis, and treatment.

11 (g) "Federal poverty level" means the poverty guidelines published annually in
12 the federal register by the United States department of health and human services
13 under its authority to revise the poverty line under 42 USC 9902.

14 (h) "FTE" means full-time equated.

15 (i) "GME" means graduate medical education.

16 (j) "Health plan" means, at a minimum, an organization that meets the criteria
17 for delivering the comprehensive package of services under the department's
18 comprehensive health plan.

19 (k) "HEDIS" means healthcare effectiveness data and information set.

20 (l) "HMO" means health maintenance organization.

21 (m) "IDEA" means the individuals with disabilities education act, 20 USC 1400
22 to 1482.

23 (n) "MCH" means maternal and child health.

24 (o) "MIChild" means the program described in section 1670.

25 (p) "PAS/ARR-OBRA" means the preadmission screening and annual resident review
26 required under the omnibus budget reconciliation act of 1987, section 1919(e) (7) of
27 the social security act, 42 USC 1396r.

1 (q) "PIHP" means an entity designated by the department as a regional entity or
2 a specialty prepaid inpatient health plan for Medicaid mental health services,
3 services to individuals with developmental disabilities, and substance use disorder
4 services. Regional entities are described in section 204b of the mental health code,
5 1974 PA 258, MCL 330.1204b. Specialty prepaid inpatient health plans are described in
6 section 232b of the mental health code, 1974 PA 258, MCL 330.1232b.

7 (r) "Temporary assistance for needy families" means part A of title IV of the
8 social security act, 42 USC 601 to 619.

9 (s) "Title X" means title X of the public health service act, 42 USC 300 to
10 300a-8, that establishes grants to states for family planning services.

11 (t) "Title XIX" and "Medicaid" mean title XIX of the social security act, 42
12 USC 1396 to 1396w-5.

13 Sec. 4-206. (1) In addition to the funds appropriated in part 1, there is
14 appropriated an amount not to exceed \$200,000,000.00 for federal contingency funds.
15 These funds are not available for expenditure until they have been transferred to
16 another line item in this article under section 393(2) of the management and budget
17 act, 1984 PA 431, MCL 18.1393.

18 (2) In addition to the funds appropriated in part 1, there is appropriated an
19 amount not to exceed \$40,000,000.00 for state restricted contingency funds. These
20 funds are not available for expenditure until they have been transferred to another
21 line item in this article under section 393(2) of the management and budget act, 1984
22 PA 431, MCL 18.1393.

23 (3) In addition to the funds appropriated in part 1, there is appropriated an
24 amount not to exceed \$20,000,000.00 for local contingency funds. These funds are not
25 available for expenditure until they have been transferred to another line item in
26 this article under section 393(2) of the management and budget act, 1984 PA 431, MCL
27 18.1393.

1 (4) In addition to the funds appropriated in part 1, there is appropriated an
2 amount not to exceed \$40,000,000.00 for private contingency funds. These funds are not
3 available for expenditure until they have been transferred to another line item in
4 this article under section 393(2) of the management and budget act, 1984 PA 431, MCL
5 18.1393.

6 Sec. 4-207. The department shall maintain, on a publicly accessible website, a
7 department scorecard that identifies, tracks and regularly updates key metrics that
8 are used to monitor and improve the agency's performance.

9 Sec. 4-208. The departments and agencies receiving appropriations in part 1
10 shall use the Internet to fulfill the reporting requirements of this article. This
11 requirement may include transmission of reports via electronic mail to the recipients
12 identified for each reporting requirement, or it may include placement of reports on
13 an Internet or Intranet site.

14 Sec. 4-209. Funds appropriated in part 1 shall not be used for the purchase of
15 foreign goods or services, or both, if competitively priced and of comparable quality
16 American goods or services, or both, are available. Preference shall be given to goods
17 or services, or both, manufactured or provided by Michigan businesses, if they are
18 competitively priced and of comparable quality. In addition, preference should be
19 given to goods or services, or both, that are manufactured or provided by Michigan
20 businesses owned and operated by veterans, if they are competitively priced and of
21 comparable quality.

22 Sec. 4-210. The director shall take all reasonable steps to ensure businesses
23 in deprived and depressed communities compete for and perform contracts to provide
24 services or supplies, or both. Each director shall strongly encourage firms with which
25 the department contracts to subcontract with certified businesses in depressed and
26 deprived communities for services, supplies, or both.

27 Sec. 4-211. If the revenue collected by the department from fees and

1 collections exceeds the amount appropriated in part 1, the revenue may be carried
2 forward with the approval of the state budget director into the subsequent fiscal
3 year. The revenue carried forward under this section shall be used as the first source
4 of funds in the subsequent fiscal year.

5 Sec. 4-212. (1) On or before February 1 of the current fiscal year, the
6 department shall report to the house and senate appropriations subcommittees on
7 community health, the house and senate fiscal agencies, and the state budget director
8 on the detailed name and amounts of federal, restricted, private, and local sources of
9 revenue that support the appropriations in each of the line items in part 1.

10 (2) Upon the release of the next fiscal year executive budget recommendation,
11 the department shall report to the same parties in subsection (1) on the amounts and
12 detailed sources of federal, restricted, private, and local revenue proposed to
13 support the total funds appropriated in each of the line items in part 1 of the next
14 fiscal year executive budget proposal.

15 Sec. 4-213. The state departments, agencies, and commissions receiving tobacco
16 tax funds and Healthy Michigan funds from part 1 shall report by April 1 of the
17 current fiscal year to the senate and house appropriations committees, the senate and
18 house fiscal agencies, and the state budget director on the following:

19 (a) Detailed spending plan by appropriation line item including description of
20 programs and a summary of organizations receiving these funds.

21 (b) Description of allocations or bid processes including need or demand
22 indicators used to determine allocations.

23 (c) Eligibility criteria for program participation and maximum benefit levels
24 where applicable.

25 (d) Outcome measures used to evaluate programs, including measures of the
26 effectiveness of these programs in improving the health of Michigan residents.

27 (e) Any other information considered necessary by the house of representatives

1 or senate appropriations committees or the state budget director.

2 Sec. 4-216. (1) In addition to funds appropriated in part 1 for all programs
3 and services, there is appropriated for write-offs of accounts receivable, deferrals,
4 and for prior year obligations in excess of applicable prior year appropriations, an
5 amount equal to total write-offs and prior year obligations, but not to exceed amounts
6 available in prior year revenues.

7 (2) The department's ability to satisfy appropriation deductions in part 1
8 shall not be limited to collections and accruals pertaining to services provided in
9 the current fiscal year, but shall also include reimbursements, refunds, adjustments,
10 and settlements from prior years.

11 Sec. 4-219. (1) The department may contract with the Michigan public health
12 institute for the design and implementation of projects and for other public health-
13 related activities prescribed in section 2611 of the public health code, 1978 PA 368,
14 MCL 333.2611. The department may develop a master agreement with the institute to
15 carry out these purposes for up to a 3-year period. The department shall report to the
16 house and senate appropriations subcommittees on community health, the house and
17 senate fiscal agencies, and the state budget director on or before January 1 of the
18 current fiscal year all of the following:

19 (a) A detailed description of each funded project.

20 (b) The amount allocated for each project, the appropriation line item from
21 which the allocation is funded, and the source of financing for each project.

22 (c) The expected project duration.

23 (d) A detailed spending plan for each project, including a list of all
24 subgrantees and the amount allocated to each subgrantee.

25 (2) On or before September 30 of the current fiscal year, the department shall
26 provide to the same parties listed in subsection (1) a copy of all reports, studies,
27 and publications produced by the Michigan public health institute, its subcontractors,

1 or the department with the funds appropriated in part 1 and allocated to the Michigan
2 public health institute.

3 Sec. 4-223. The department may establish and collect fees for publications,
4 videos and related materials, conferences, and workshops. Collected fees shall be used
5 to offset expenditures to pay for printing and mailing costs of the publications,
6 videos and related materials, and costs of the workshops and conferences. The
7 department shall not collect fees under this section that exceed the cost of the
8 expenditures.

9 Sec. 4-264. (1) Upon submission of a Medicaid waiver, a Medicaid state plan
10 amendment, or a similar proposal to the centers for Medicare and Medicaid services,
11 the department shall notify the house and senate appropriations subcommittees on
12 community health, the house and senate fiscal agencies, and the state budget office of
13 the submission.

14 (2) The department shall provide written or verbal biannual reports to the
15 senate and house appropriations subcommittees on community health, the senate and
16 house fiscal agencies, and the state budget office summarizing the status of any new
17 or ongoing discussions with the centers for Medicare and Medicaid services or the
18 federal department of health and human services regarding potential or future Medicaid
19 waiver applications.

20 Sec. 4-266. The departments and agencies receiving appropriations in part 1
21 shall prepare a report on out-of-state travel expenses not later than January 1 of
22 each year. The travel report shall be a listing of all travel by classified and
23 unclassified employees outside this state in the immediately preceding fiscal year
24 that was funded in whole or in part with funds appropriated in the department's
25 budget. The report shall be submitted to the senate and house appropriations
26 committees, the house and senate fiscal agencies, and the state budget director. The
27 report shall include the following information:

1 (a) The dates of each travel occurrence.

2 (b) The transportation and related costs of each travel occurrence, including
3 the proportion funded with state general fund/general purpose revenues, the proportion
4 funded with state restricted revenues, the proportion funded with federal revenues,
5 and the proportion funded with other revenues.

6 Sec. 4-270. Within 180 days after receipt of the notification from the attorney
7 general's office of a legal action in which expenses had been recovered pursuant to
8 section 106(4) of the social welfare act, 1939 PA 280, MCL 400.106, or any other
9 statute under which the department has the right to recover expenses, the department
10 shall submit a written report to the house and senate appropriations subcommittees on
11 community health, the house and senate fiscal agencies, and the state budget office
12 which includes, at a minimum, all of the following:

13 (a) The total amount recovered from the legal action.

14 (b) The program or service for which the money was originally expended.

15 (c) Details on the disposition of the funds recovered such as the appropriation
16 or revenue account in which the money was deposited.

17 (d) A description of the facts involved in the legal action.

18 Sec. 4-276. Funds appropriated in part 1 shall not be used by a principal
19 executive department, state agency, or authority to hire a person to provide legal
20 services that are the responsibility of the attorney general. This prohibition does
21 not apply to legal services for bonding activities and for those outside services that
22 the attorney general authorizes.

23 Sec. 4-287. Not later than November 30, the state budget office shall prepare
24 and transmit a report that provides for estimates of the total general fund/general
25 purpose appropriation lapses at the close of the prior fiscal year. This report shall
26 summarize the projected year-end general fund/general purpose appropriation lapses by
27 major departmental program or program areas. The report shall be transmitted to the

1 chairpersons of the senate and house appropriations committees, and the senate and
2 house fiscal agencies.

3 Sec. 4-292. The department shall cooperate with the department of technology,
4 management and budget to maintain a searchable website accessible by the public at no
5 cost that includes, but is not limited to, all of the following for each department or
6 agency:

7 (a) Fiscal year-to-date expenditures by category.

8 (b) Fiscal year-to-date expenditures by appropriation unit.

9 (c) Fiscal year-to-date payments to a selected vendor, including the vendor
10 name, payment date, payment amount, and payment description.

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

12 (e) Job specifications and wage rates.

13 Sec. 4-296. Within 14 days after the release of the executive budget
14 recommendation, the department shall cooperate with the state budget office to provide
15 the senate and house appropriations chairs, the senate and house appropriations
16 subcommittees chairs, and the senate and house fiscal agencies with an annual report
17 on estimated state restricted fund balances, state restricted fund projected revenues,
18 and state restricted fund expenditures for the fiscal years ending September 30, 2015
19 and September 30, 2016.

20 Sec. 4-297. Total authorized appropriations from all sources under part 1 for
21 legacy costs for the fiscal year ending September 30, 2016 is \$87,425,100.00. From
22 this amount, total agency appropriations for pension-related legacy costs are
23 estimated at \$49,623,700.00. Total agency appropriations for retiree health care
24 legacy costs are estimated at \$37,801,400.00.

25 Sec. 4-298. From the funds appropriated in part 1 for the Michigan Medicaid
26 information system line item, \$20,000,000.00 in private revenue will be allocated for
27 the Michigan-Illinois alliance Medicaid management information systems project.

1 **BEHAVIORAL HEALTH SERVICES**

2 Sec. 4-401. Funds appropriated in part 1 are intended to support a system of
3 comprehensive community mental health services under the full authority and
4 responsibility of local CMHSPs or PIHPs in accordance with the mental health code,
5 1974 PA 258, MCL 330.1001 to 330.2106, the Medicaid provider manual, federal Medicaid
6 waivers, and all other applicable federal and state laws.

7 Sec. 4-402. (1) From funds appropriated in part 1, final authorizations to
8 CMHSPs or PIHPs shall be made upon the execution of contracts between the department
9 and CMHSPs or PIHPs. The contracts shall contain an approved plan and budget as well
10 as policies and procedures governing the obligations and responsibilities of both
11 parties to the contracts. Each contract with a CMHSP or PIHP that the department is
12 authorized to enter into under this subsection shall include a provision that the
13 contract is not valid unless the total dollar obligation for all of the contracts
14 between the department and the CMHSPs or PIHPs entered into under this subsection for
15 the current fiscal year does not exceed the amount of money appropriated in part 1 for
16 the contracts authorized under this subsection.

17 (2) The department shall immediately report to the senate and house
18 appropriations subcommittees on community health, the senate and house fiscal
19 agencies, and the state budget director if either of the following occurs:

20 (a) Any new contracts with CMHSPs or PIHPs that would affect rates or
21 expenditures are enacted.

22 (b) Any amendments to contracts with CMHSPs or PIHPs that would affect rates or
23 expenditures are enacted.

24 (3) The report required by subsection (2) shall include information about the
25 changes and their effects on rates and expenditures.

26 Sec. 4-403. (1) From the funds appropriated in part 1 for mental health

1 services for special populations, the department may require each contractor to
2 provide data and information on performance-related metrics. These metrics may
3 include, but are not limited to, all of the following:

4 (a) Each contractor or subcontractor shall have a mission that is consistent
5 with the purpose of multicultural integration funding.

6 (b) Each contractor shall validate that any subcontractors utilized within
7 these appropriations share the same mission as the lead agency receiving funding.

8 (c) Each contractor or subcontractor shall demonstrate cost-effectiveness.

9 (d) Each contractor or subcontractor shall ensure its ability to leverage
10 private dollars to strengthen and maximize service provision.

11 (e) Each contractor or subcontractor shall provide timely and accurate reports
12 regarding the number of clients served, units of service provision, and ability to
13 meet its stated goals.

14 (2) The department shall require an annual report from the contractors that
15 receive mental health services for special populations funding. The annual report, due
16 60 days following the end of the contract period, shall include specific information
17 on services and programs provided, the client base to which the services and programs
18 were provided, information on any wraparound services provided, and the expenditures
19 for those services. The department shall provide the annual reports to the senate and
20 house appropriations subcommittees on community health, the senate and house fiscal
21 agencies, and the state budget office.

22 (3) The department of human services and the department shall convene a
23 workgroup to discuss and make recommendations on including accreditation in the
24 contractor specifications and potentially moving toward competitive bidding. Each
25 contractor required to provide data per this section shall be invited to participate
26 in the workgroup.

27 Sec. 4-406. (1) The funds appropriated in part 1 for the state disability

1 assistance substance use disorder services program shall be used to support per diem
2 room and board payments in substance use disorder residential facilities. Eligibility
3 of clients for the state disability assistance substance use disorder services program
4 shall include needy persons 18 years of age or older, or emancipated minors, who
5 reside in a substance use disorder treatment center.

6 (2) The department shall reimburse all licensed substance use disorder programs
7 eligible to participate in the program at a rate equivalent to that paid by the
8 department of human services to adult foster care providers. Programs accredited by
9 department-approved accrediting organizations shall be reimbursed at the personal care
10 rate, while all other eligible programs shall be reimbursed at the domiciliary care
11 rate.

12 Sec. 4-407. (1) The amount appropriated in part 1 for substance use disorder
13 prevention, education, and treatment grants shall be expended to coordinate care and
14 services provided to individuals with severe and persistent mental illness and
15 substance use disorder diagnoses.

16 (2) The department shall approve managing entity fee schedules for providing
17 substance use disorder services and charge participants in accordance with their
18 ability to pay.

19 (3) The managing entity shall continue current efforts to collaborate on the
20 delivery of services to those clients with mental illness and substance use disorder
21 diagnoses with the goal of providing services in an administratively efficient manner.

22 Sec. 4-408. (1) By April 1 of the current fiscal year, the department shall
23 report the following data from the prior fiscal year on substance use disorder
24 prevention, education, and treatment programs to the senate and house appropriations
25 subcommittees on community health, the senate and house fiscal agencies, and the state
26 budget office:

27 (a) Expenditures stratified by department-designated community mental health

1 entity, by central diagnosis and referral agency, by fund source, by subcontractor, by
2 population served, and by service type. Additionally, data on administrative
3 expenditures by department-designated community mental health entity shall be
4 reported.

5 (b) Expenditures per state client, with data on the distribution of
6 expenditures reported using a histogram approach.

7 (c) Number of services provided by central diagnosis and referral agency, by
8 subcontractor, and by service type. Additionally, data on length of stay, referral
9 source, and participation in other state programs.

10 (d) Collections from other first- or third-party payers, private donations, or
11 other state or local programs, by department-designated community mental health
12 entity, by subcontractor, by population served, and by service type.

13 (2) The department shall take all reasonable actions to ensure that the
14 required data reported are complete and consistent among all department-designated
15 community mental health entities.

16 Sec. 4-410. The department shall assure that substance use disorder treatment
17 is provided to applicants and recipients of public assistance through the department
18 of human services who are required to obtain substance use disorder treatment as a
19 condition of eligibility for public assistance.

20 Sec. 4-411. (1) The department shall ensure that each contract with a CMHSP or
21 PIHP requires the CMHSP or PIHP to implement programs to encourage diversion of
22 individuals with serious mental illness, serious emotional disturbance, or
23 developmental disability from possible jail incarceration when appropriate.

24 (2) Each CMHSP or PIHP shall have jail diversion services and shall work toward
25 establishing working relationships with representative staff of local law enforcement
26 agencies, including county prosecutors' offices, county sheriffs' offices, county
27 jails, municipal police agencies, municipal detention facilities, and the courts.

1 Written interagency agreements describing what services each participating agency is
2 prepared to commit to the local jail diversion effort and the procedures to be used by
3 local law enforcement agencies to access mental health jail diversion services are
4 strongly encouraged.

5 Sec. 4-418. On or before the 25th of each month, the department shall report to
6 the senate and house appropriations subcommittees on community health, the senate and
7 house fiscal agencies, and the state budget director on the amount of funding paid to
8 PIHPs to support the Medicaid managed mental health care program in the preceding
9 month. The information shall include the total paid to each PIHP, per capita rate paid
10 for each eligibility group for each PIHP, and number of cases in each eligibility
11 group for each PIHP, and year-to-date summary of eligibles and expenditures for the
12 Medicaid managed mental health care program.

13 Sec. 4-428. Each PIHP shall provide, from internal resources, local funds to be
14 used as a bona fide part of the state match required under the Medicaid program in
15 order to increase capitation rates for PIHPs. These funds shall not include either
16 state funds received by a CMHSP for services provided to non-Medicaid recipients or
17 the state matching portion of the Medicaid capitation payments made to a PIHP.

18 Sec. 4-435. A county required under the provisions of the mental health code,
19 1974 PA 258, MCL 330.1001 to 330.2106, to provide matching funds to a CMHSP for mental
20 health services rendered to residents in its jurisdiction shall pay the matching funds
21 in equal installments on not less than a quarterly basis throughout the fiscal year,
22 with the first payment being made by October 1 of the current fiscal year.

23 Sec. 4-494. (1) Contingent upon federal approval, if a CMHSP, PIHP, or
24 subcontracting provider agency is reviewed and accredited by a national accrediting
25 entity for behavioral health care services, the department, by April 1 of the current
26 fiscal year, shall consider that CMHSP, PIHP, or subcontracting provider agency in
27 compliance with state program review and audit requirements that are addressed and

1 reviewed by that national accrediting entity.

2 (2) By June 1 of the current fiscal year, the department shall report to the
3 house and senate appropriations subcommittees on community health, the house and
4 senate fiscal agencies, and the state budget office all of the following:

5 (a) A list of each CMHSP, PIHP, and subcontracting provider agency that is
6 considered in compliance with state program review and audit requirements under
7 subsection (1).

8 (b) For each CMHSP, PIHP, or subcontracting provider agency described in
9 subdivision (a), all of the following:

10 (i) The state program review and audit requirements that the CMHSP, PIHP, or
11 subcontracting provider agency is considered in compliance with.

12 (ii) The national accrediting entity that reviewed and accredited the CMHSP,
13 PIHP, or subcontracting provider agency.

14 (3) The department shall continue to comply with state and federal law and
15 shall not initiate an action that negatively impacts beneficiary safety.

16 (4) As used in this section, "national accrediting entity" means the joint
17 commission on accreditation of healthcare organizations, the commission on
18 accreditation of rehabilitation facilities, the council of accreditation, the
19 utilization review accreditation commission, the national committee for quality
20 assurance, or other appropriate entity, as approved by the department.

21 Sec. 4-495. From the funds appropriated in part 1 for behavioral health program
22 administration, \$4,350,000.00 is intended to address the recommendations of the mental
23 health diversion council.

24 Sec. 4-505. For the purposes of special projects involving high-need children
25 or adults, including the not guilty by reason of insanity population, the department
26 may contract directly with providers of services to these identified populations.

27 Sec. 4-506. No later than June 1 of the current fiscal year, the department

1 shall provide the house and senate appropriations subcommittees on community health,
2 the house and senate fiscal agencies, and the state budget office with the most recent
3 cost data information submitted by the CMHSPs on how the funds appropriated in part 1
4 for the community mental health services non-Medicaid services line item were expended
5 by each CMHSP. At a minimum, the information must include CMHSPs general fund/general
6 purpose costs for each of the following categories: administration, prevention, jail
7 diversion and treatment services, MIChild program, children's waiver home care
8 program, children with serious emotional disturbance waiver program, services provided
9 to individuals with mental illness and developmental disabilities who are not eligible
10 for Medicaid, and the Medicaid spend down population.

11 Sec. 4-507. (1) From the funds appropriated in part 1 for behavioral health
12 program administration, the department shall establish a psychiatric residential
13 treatment facility and children's behavioral action team. These services will augment
14 the continuum of behavioral health services for high need youth and provide additional
15 continuity of care and transition into supportive community-based services.

16 (2) Outcomes and performance measures for this initiative include but are not
17 limited to the following:

18 (a) The rate of re-hospitalization for youth served through the program at 30
19 and 180 days.

20 (b) Measured change in the Child and Adolescent Functional Assessment Scale for
21 children served through the program.

22 **STATE PSYCHIATRIC HOSPITALS AND FORENSIC MENTAL HEALTH SERVICES**

23 Sec. 4-601. The department shall continue a revenue recapture project to
24 generate additional revenues from third parties related to cases that have been closed
25 or are inactive. A portion of revenues collected through project efforts may be used
26 for departmental costs and contractual fees associated with these retroactive

1 collections and to improve ongoing departmental reimbursement management functions.

2 Sec. 4-602. The purpose of gifts and bequests for patient living and treatment
3 environments is to use additional private funds to provide specific enhancements for
4 individuals residing at state-operated facilities. Use of the gifts and bequests shall
5 be consistent with the stipulation of the donor. The expected completion date for the
6 use of gifts and bequests donations is within 3 years unless otherwise stipulated by
7 the donor.

8 Sec. 4-605. (1) The department shall not implement any closures or
9 consolidations of state hospitals, centers, or agencies until CMHSPs or PIHPs have
10 programs and services in place for those individuals currently in those facilities and
11 a plan for service provision for those individuals who would have been admitted to
12 those facilities.

13 (2) All closures or consolidations are dependent upon adequate department-
14 approved CMHSP and PIHP plans that include a discharge and aftercare plan for each
15 individual currently in the facility. A discharge and aftercare plan shall address the
16 individual's housing needs. A homeless shelter or similar temporary shelter
17 arrangements are inadequate to meet the individual's housing needs.

18 (3) Four months after the certification of closure required in section 19(6) of
19 the state employees' retirement act, 1943 PA 240, MCL 38.19, the department shall
20 provide a closure plan to the house and senate appropriations subcommittees on
21 community health and the state budget director.

22 (4) Upon the closure of state-run operations and after transitional costs have
23 been paid, the remaining balances of funds appropriated for that operation shall be
24 transferred to CMHSPs or PIHPs responsible for providing services for individuals
25 previously served by the operations.

26 Sec. 4-606. The department may collect revenue for patient reimbursement from
27 first- and third-party payers, including Medicaid and local county CMHSP payers, to

1 cover the cost of placement in state hospitals and centers. The department is
2 authorized to adjust financing sources for patient reimbursement based on actual
3 revenues earned. If the revenue collected exceeds current year expenditures, the
4 revenue may be carried forward with approval of the state budget director. The revenue
5 carried forward shall be used as a first source of funds in the subsequent year.

6 **HEALTH POLICY**

7 Sec. 4-713. The department shall continue support of multicultural agencies
8 that provide primary care services from the funds appropriated in part 1.

9 Sec. 4-717. The department may award health innovation grants to address
10 emerging issues and encourage cutting edge advances in health care including strategic
11 partners in both the public and private sectors.

12 Sec. 4-718. (1) From the funds appropriated in part 1 for health policy
13 administration, the department shall allocate the federal state innovation model grant
14 funding that supports implementation of the health delivery system innovations
15 detailed in the state's blueprint for health innovation document. Over the next five
16 years this initiative will strengthen primary care infrastructure in the state,
17 improve coordination of care, reduce administrative complexity and make access to
18 health coverage more affordable for Michigan residents.

19 (2) Outcomes and performance measures for this new initiative include but are
20 not limited to the following:

21 (a) An increase in the number of physician practices fulfilling patient-
22 centered medical home functions.

23 (b) A reduction in inappropriate health utilization; specifically a reduction
24 in preventable emergency department visits, a reduction in the proportion of
25 hospitalizations for ambulatory sensitive conditions and a reduction in the state's 30
26 day hospital readmission rate.

1 **EPIDEMIOLOGY AND INFECTIOUS DISEASE**

2 Sec. 4-851. From the funds appropriated in part 1 for the healthy homes
3 program, no less than \$1,750,000.00 shall be allocated for lead abatement of homes.

4 Sec. 4-852. The department shall develop a plan designed to improve Michigan's
5 childhood and adolescent immunization rates. The department shall engage organizations
6 working to provide immunizations and education about the value of vaccines, including,
7 but not limited to, statewide organizations representing health care providers, local
8 public health departments, child health interest groups, and private foundations with
9 a mission to increase immunization rates.

10 **LOCAL HEALTH ADMINISTRATION AND GRANTS**

11 Sec. 4-901. The amount appropriated in part 1 for implementation of the 1993
12 additions of or amendments to sections 9161, 16221, 16226, 17014, 17015, and 17515 of
13 the public health code, 1978 PA 368, MCL 333.9161, 333.16221, 333.16226, 333.17014,
14 333.17015, and 333.17515, shall be used to reimburse local health departments for
15 costs incurred related to implementation of section 17015(18) of the public health
16 code, 1978 PA 368, MCL 333.17015.

17 Sec. 4-902. If a county that has participated in a district health department
18 or an associated arrangement with other local health departments takes action to cease
19 to participate in such an arrangement after October 1 of the current fiscal year, the
20 department shall have the authority to assess a penalty from the local health
21 department's operational accounts in an amount equal to no more than 6.25% of the
22 local health department's essential local public health services funding. This penalty
23 shall only be assessed to the local county that requests the dissolution of the health
24 department.

25 Sec. 4-904. (1) Funds appropriated in part 1 for essential local public health

1 services shall be prospectively allocated to local health departments to support
2 immunizations, infectious disease control, sexually transmitted disease control and
3 prevention, hearing screening, vision services, food protection, public water supply,
4 private groundwater supply, and on-site sewage management. Food protection shall be
5 provided in consultation with the department of agriculture and rural development.
6 Public water supply, private groundwater supply, and on-site sewage management shall
7 be provided in consultation with the department of environmental quality.

8 (2) Local public health departments shall be held to contractual standards for
9 the services in subsection (1).

10 (3) Distributions in subsection (1) shall be made only to counties that
11 maintain local spending in the current fiscal year of at least the amount expended in
12 fiscal year 1992-1993 for the services described in subsection (1).

13 **FAMILY, MATERNAL AND CHILDREN'S HEALTH SERVICES**

14 Sec. 4-1106. Each family planning program receiving federal title X family
15 planning funds under 42 USC 300 to 300a-8 shall be in compliance with all performance
16 and quality assurance indicators that the office of population affairs within the
17 United States department of health and human services specifies in the program
18 guidelines for project grants for family planning services. An agency not in
19 compliance with the indicators shall not receive supplemental or reallocated funds.

20 Sec. 4-1108. The department shall not use state restricted funds or state
21 general funds appropriated in part 1 in the pregnancy prevention program or family
22 planning local agreements appropriation line items for abortion counseling, referrals,
23 or services.

24 Sec. 4-1109. (1) From the amounts appropriated in part 1 for dental programs,
25 funds shall be allocated to the Michigan dental association for the administration of
26 a volunteer dental program that provides dental services to the uninsured.

1 (2) Not later than December 1 of the current fiscal year, the department shall
2 report to the senate and house appropriations subcommittees on community health, the
3 senate and house standing committees on health policy, and the state budget office the
4 number of individual patients treated, number of procedures performed, and approximate
5 total market value of those procedures from the immediately preceding fiscal year.

6 Sec. 4-1110. Funds collected by the department under PA 100 of 2014 for Mobile
7 Dentistry shall be utilized by the department to offset the cost of the program.

8 Sec. 4-1137. From the funds appropriated in part 1 for prenatal care outreach
9 and service delivery support, not less than \$500,000.00 of funding shall be allocated
10 for evidence-based programs to reduce infant mortality including nurse family
11 partnership programs. The funds shall be used for enhanced support and education to
12 nursing teams or other teams of qualified health professionals, client recruitment in
13 areas designated as underserved for obstetrical and gynecological services and other
14 high-need communities, strategic planning to expand and sustain programs, and
15 marketing and communications of programs to raise awareness, engage stakeholders, and
16 recruit nurses.

17 Sec. 4-1138. The department shall allocate funds appropriated in section 113 of
18 part 1 for family, maternal, and children's health services pursuant to section 1 of
19 2002 PA 360, MCL 333.1091.

20 CHILDREN'S SPECIAL HEALTH CARE SERVICES

21 Sec. 4-1202. The department may do 1 or more of the following:

22 (a) Provide special formula for eligible clients with specified metabolic and
23 allergic disorders.

24 (b) Provide medical care and treatment to eligible patients with cystic
25 fibrosis who are 21 years of age or older.

26 (c) Provide medical care and treatment to eligible patients with hereditary

1 coagulation defects, commonly known as hemophilia, who are 21 years of age or older.

2 (d) Provide human growth hormone to eligible patients.

3 **OFFICE OF SERVICES TO THE AGING**

4 Sec. 4-1403. (1) By February 1 of the current fiscal year, the office of
5 services to the aging shall require each region to report to the office of services to
6 the aging and to the legislature home-delivered meals waiting lists based upon
7 standard criteria. Determining criteria shall include all of the following:

8 (a) The recipient's degree of frailty.

9 (b) The recipient's inability to prepare his or her own meals safely.

10 (c) Whether the recipient has another care provider available.

11 (d) Any other qualifications normally necessary for the recipient to receive
12 home-delivered meals.

13 (2) Data required in subsection (1) shall be recorded only for individuals who
14 have applied for participation in the home-delivered meals program and who are
15 initially determined as likely to be eligible for home-delivered meals.

16 Sec. 4-1417. The department shall provide to the senate and house
17 appropriations subcommittees on community health, senate and house fiscal agencies,
18 and state budget director a report by March 30 of the current fiscal year that
19 contains all of the following:

20 (a) The total allocation of state resources made to each area agency on aging
21 by individual program and administration.

22 (b) Detail expenditure by each area agency on aging by individual program and
23 administration including both state-funded resources and locally-funded resources.

24 Sec. 4-1421. From the funds appropriated in part 1 for community services,
25 \$1,100,000.00 shall be allocated to area agencies on aging for locally determined
26 needs.

1 **MEDICAL SERVICES ADMINISTRATION**

2 Sec. 4-1501. The unexpended funds appropriated in part 1 for the electronic
3 health records incentive program are considered work project appropriations, and any
4 unencumbered or unallotted funds are carried forward into the following fiscal year.
5 The following is in compliance with section 451a(1) of the management and budget act,
6 1984 PA 431, MCL 18.1451a:

7 (a) The purpose of the project to be carried forward is to implement the
8 Medicaid electronic health record program that provides financial incentive payments
9 to Medicaid health care providers to encourage the adoption and meaningful use of
10 electronic health records to improve quality, increase efficiency, and promote safety.

11 (b) The projects will be accomplished according to the approved federal
12 advanced planning document.

13 (c) The estimated cost of this project phase is identified in the appropriation
14 line item.

15 (d) The tentative completion date for the work project is September 30, 2020.

16 **MEDICAL SERVICES**

17 Sec. 4-1601. The cost of remedial services incurred by residents of licensed
18 adult foster care homes and licensed homes for the aged shall be used in determining
19 financial eligibility for the medically needy. Remedial services include basic self-
20 care and rehabilitation training for a resident.

21 Sec. 4-1603. (1) The department may establish a program for individuals to
22 purchase medical coverage at a rate determined by the department.

23 (2) The department may receive and expend premiums for the buy-in of medical
24 coverage in addition to the amounts appropriated in part 1.

25 (3) The premiums described in this section shall be classified as private

1 funds.

2 Sec. 4-1605. The protected income level for Medicaid coverage determined
3 pursuant to section 106(1)(b)(iii) of the social welfare act, 1939 PA 280, MCL
4 400.106, shall be 100% of the related public assistance standard.

5 Sec. 4-1606. For the purpose of guardian and conservator charges, the
6 department may deduct up to \$60.00 per month as an allowable expense against a
7 recipient's income when determining medical services eligibility and patient pay
8 amounts.

9 Sec. 4-1607. (1) An applicant for Medicaid, whose qualifying condition is
10 pregnancy, shall immediately be presumed to be eligible for Medicaid coverage unless
11 the preponderance of evidence in her application indicates otherwise. The applicant
12 who is qualified as described in this subsection shall be allowed to select or remain
13 with the Medicaid participating obstetrician of her choice.

14 (2) An applicant qualified as described in subsection (1) shall be given a
15 letter of authorization to receive Medicaid covered services related to her pregnancy.
16 All qualifying applicants shall be entitled to receive all medically necessary
17 obstetrical and prenatal care without preauthorization from a health plan. All claims
18 submitted for payment for obstetrical and prenatal care shall be paid at the Medicaid
19 fee-for-service rate in the event a contract does not exist between the Medicaid
20 participating obstetrical or prenatal care provider and the managed care plan. The
21 applicant shall receive a listing of Medicaid physicians and managed care plans in the
22 immediate vicinity of the applicant's residence.

23 (3) In the event that an applicant, presumed to be eligible pursuant to
24 subsection (1), is subsequently found to be ineligible, a Medicaid physician or
25 managed care plan that has been providing pregnancy services to an applicant under
26 this section is entitled to reimbursement for those services until such time as they
27 are notified by the department that the applicant was found to be ineligible for

1 Medicaid.

2 (4) If the preponderance of evidence in an application indicates that the
3 applicant is not eligible for Medicaid, the department shall refer that applicant to
4 the nearest public health clinic or similar entity as a potential source for receiving
5 pregnancy-related services.

6 (5) The department shall develop an enrollment process for pregnant women
7 covered under this section that facilitates the selection of a managed care plan at
8 the time of application.

9 (6) The department shall mandate enrollment of women, whose qualifying
10 condition is pregnancy, into Medicaid managed care plans.

11 (7) The department shall encourage physicians to provide women, whose
12 qualifying condition for Medicaid is pregnancy, with a referral to a Medicaid
13 participating dentist at the first pregnancy-related appointment.

14 Sec. 4-1611. (1) For care provided to medical services recipients with other
15 third-party sources of payment, medical services reimbursement shall not exceed, in
16 combination with such other resources, including Medicare, those amounts established
17 for medical services-only patients. The medical services payment rate shall be
18 accepted as payment in full. Other than an approved medical services co-payment, no
19 portion of a provider's charge shall be billed to the recipient or any person acting
20 on behalf of the recipient. Nothing in this section shall be considered to affect the
21 level of payment from a third-party source other than the medical services program.
22 The department shall require a nonenrolled provider to accept medical services
23 payments as payment in full.

24 (2) Notwithstanding subsection (1), medical services reimbursement for hospital
25 services provided to dual Medicare/medical services recipients with Medicare part B
26 coverage only shall equal, when combined with payments for Medicare and other third-
27 party resources, if any, those amounts established for medical services-only patients,

1 including capital payments.

2 Sec. 4-1620. (1) For fee-for-service recipients who do not reside in nursing
3 homes, the pharmaceutical dispensing fee shall be \$2.75 or the pharmacy's usual or
4 customary cash charge, whichever is less. For nursing home residents, the
5 pharmaceutical dispensing fee shall be \$3.00 or the pharmacy's usual or customary cash
6 charge, whichever is less.

7 (2) The department shall require a prescription co-payment for Medicaid
8 recipients of \$1.00 for a generic drug and \$3.00 for a brand-name drug, except as
9 prohibited by federal or state law or regulation.

10 Sec. 4-1629. The department shall utilize maximum allowable cost pricing for
11 generic drugs that is based on wholesaler pricing to providers that is available from
12 at least 2 wholesalers who deliver in the state of Michigan.

13 Sec. 4-1631. (1) The department shall require co-payments on dental, podiatric,
14 and vision services provided to Medicaid recipients, except as prohibited by federal
15 or state law or regulation.

16 (2) Except as otherwise prohibited by federal or state law or regulations, the
17 department shall require Medicaid recipients to pay the following co-payments:

18 (a) Two dollars for a physician office visit.

19 (b) Three dollars for a hospital emergency room visit.

20 (c) Fifty dollars for the first day of an inpatient hospital stay.

21 (d) One dollar for an outpatient hospital visit.

22 Sec. 4-1641. An institutional provider that is required to submit a cost report
23 under the medical services program shall submit cost reports completed in full within
24 5 months after the end of its fiscal year.

25 Sec. 4-1657. (1) Reimbursement for medical services to screen and stabilize a
26 Medicaid recipient, including stabilization of a psychiatric crisis, in a hospital
27 emergency room shall not be made contingent on obtaining prior authorization from the

1 recipient's HMO. If the recipient is discharged from the emergency room, the hospital
2 shall notify the recipient's HMO within 24 hours of the diagnosis and treatment
3 received.

4 (2) If the treating hospital determines that the recipient will require further
5 medical service or hospitalization beyond the point of stabilization, that hospital
6 shall receive authorization from the recipient's HMO prior to admitting the recipient.

7 (3) Subsections (1) and (2) do not require an alteration to an existing
8 agreement between an HMO and its contracting hospitals and do not require an HMO to
9 reimburse for services that are not considered to be medically necessary.

10 Sec. 4-1659. The following sections of this part are the only ones that shall
11 apply to the following Medicaid managed care programs, including the comprehensive
12 plan, MIChoice long-term care plan, and the mental health, substance use disorder, and
13 developmentally disabled services program: 411, 418, 428, 494, 1607, 1657, 1662, 1699,
14 and 1888.

15 Sec. 4-1662. (1) The department shall assure that an external quality review of
16 each contracting HMO is performed that results in an analysis and evaluation of
17 aggregated information on quality, timeliness, and access to health care services that
18 the HMO or its contractors furnish to Medicaid beneficiaries.

19 (2) The department shall require Medicaid HMOs to provide EPSDT utilization
20 data through the encounter data system, and HEDIS well child health measures in
21 accordance with the national committee for quality assurance prescribed methodology.

22 (3) The department shall provide a copy of the analysis of the Medicaid HMO
23 annual audited HEDIS reports and the annual external quality review report to the
24 senate and house of representatives appropriations subcommittees on community health,
25 the senate and house fiscal agencies, and the state budget director, within 30 days of
26 the department's receipt of the final reports from the contractors.

27 Sec. 4-1670. (1) The appropriation in part 1 for the MIChild program is to be

1 used to provide comprehensive health care to all children under age 19 who reside in
2 families with income at or below 212% of the federal poverty level, who are uninsured
3 and have not had coverage by other comprehensive health insurance within 6 months of
4 making application for MIChild benefits, and who are residents of this state. The
5 department shall develop detailed eligibility criteria through the medical services
6 administration public concurrence process, consistent with the provisions of this part
7 and part 1. Health coverage for children in families between 160% and 212% of the
8 federal poverty level shall be provided through a state-based private health care
9 program.

10 (2) The department may provide up to 1 year of continuous eligibility to
11 children eligible for the MIChild program unless the family fails to pay the monthly
12 premium, a child reaches age 19, or the status of the children's family changes and
13 its members no longer meet the eligibility criteria as specified in the federally
14 approved MIChild state plan.

15 (3) Children whose category of eligibility changes between the Medicaid and
16 MIChild programs shall be assured of keeping their current health care providers
17 through the current prescribed course of treatment for up to 1 year, subject to
18 periodic reviews by the department if the beneficiary has a serious medical condition
19 and is undergoing active treatment for that condition.

20 (4) To be eligible for the MIChild program, a child must be residing in a
21 family with an adjusted gross income of less than or equal to 212% of the federal
22 poverty level. The department's verification policy shall be used to determine
23 eligibility.

24 (5) The department shall contract with Medicaid health plans to provide
25 physical health services to MIChild enrollees. The department may continue to obtain
26 physical health services for MIChild enrollees from health maintenance organizations
27 and preferred provider organizations currently under contract for whatever duration is

1 needed as determined by the department. The department shall contractually require
2 that health plans pay out-of-network providers at the department fee schedule. The
3 department shall contract with qualified dental plans to provide dental coverage for
4 MIChild enrollees.

5 (6) The department may enter into contracts to obtain certain MIChild services
6 from community mental health service programs.

7 (7) The department may make payments on behalf of children enrolled in the
8 MIChild program from the line-item appropriation associated with the program as
9 described in the MIChild state plan approved by the United States department of health
10 and human services, or from other medical services.

11 (8) The department shall assure that an external quality review of each MIChild
12 contractor, as described in subsection (5), is performed, which analyzes and evaluates
13 the aggregated information on quality, timeliness, and access to health care services
14 that the contractor furnished to MIChild beneficiaries.

15 (9) The department shall develop an automatic enrollment algorithm that is
16 based on quality and performance factors.

17 (10) MIChild services shall include treatment for autism spectrum disorders as
18 defined in the federally approved Medicaid state plan.

19 Sec. 4-1673. The department may establish premiums for MIChild eligible
20 individuals in families with income above 150% of the federal poverty level. The
21 monthly premiums shall not be less than \$10.00 or exceed \$15.00 for a family.

22 Sec. 4-1677. The MIChild program shall provide all benefits available under the
23 Michigan benchmark plan that are delivered through contracted providers and consistent
24 with federal law, including, but not limited to, the following medically necessary
25 services:

26 (a) Inpatient mental health services, other than substance use disorder
27 treatment services, including services furnished in a state-operated mental hospital

1 and residential or other 24-hour therapeutically planned structured services.

2 (b) Outpatient mental health services, other than substance use disorder
3 services, including services furnished in a state-operated mental hospital and
4 community-based services.

5 (c) Durable medical equipment and prosthetic and orthotic devices.

6 (d) Dental services as outlined in the approved MIChild state plan.

7 (e) Substance use disorder treatment services that may include inpatient,
8 outpatient, and residential substance use disorder treatment services.

9 (f) Care management services for mental health diagnoses.

10 (g) Physical therapy, occupational therapy, and services for individuals with
11 speech, hearing, and language disorders.

12 (h) Emergency ambulance services.

13 Sec. 4-1682. (1) The department shall implement enforcement actions as
14 specified in the nursing facility enforcement provisions of section 1919 of title XIX,
15 42 USC 1396r.

16 (2) In addition to the appropriations in part 1, the department is authorized
17 to receive and spend penalty money received as the result of noncompliance with
18 medical services certification regulations. Penalty money, characterized as private
19 funds, received by the department shall increase authorizations and allotments in the
20 long-term care accounts.

21 (3) Any unexpended penalty money, at the end of the year, shall carry forward
22 to the following year.

23 Sec. 4-1692. (1) The department is authorized to pursue reimbursement for
24 eligible services provided in Michigan schools from the federal Medicaid program. The
25 department and the state budget director are authorized to negotiate and enter into
26 agreements, together with the department of education, with local and intermediate
27 school districts regarding the sharing of federal Medicaid services funds received for

1 these services. The department is authorized to receive and disburse funds to
2 participating school districts pursuant to such agreements and state and federal law.

3 (2) From the funds appropriated in part 1 for medical services school-based
4 services payments, the department is authorized to do all of the following:

5 (a) Finance activities within the medical services administration related to
6 this project.

7 (b) Reimburse participating school districts pursuant to the fund-sharing
8 ratios negotiated in the state-local agreements authorized in subsection (1).

9 (c) Offset general fund costs associated with the medical services program.

10 Sec. 4-1693. The special Medicaid reimbursement appropriation in part 1 may be
11 increased if the department submits a medical services state plan amendment pertaining
12 to this line item at a level higher than the appropriation. The department is
13 authorized to appropriately adjust financing sources in accordance with the increased
14 appropriation.

15 Sec. 4-1694. From the funds appropriated in part 1 for special Medicaid
16 reimbursement, \$378,000.00 of general fund/general purpose revenue and any associated
17 federal match shall be distributed for poison control services to an academic health
18 care system that includes a children's hospital that has a high indigent care volume.

19 Sec. 4-1699. (1) The department may make separate payments in the amount of
20 \$45,000,000.00 directly to qualifying hospitals serving a disproportionate share of
21 indigent patients and to hospitals providing GME training programs. If direct payment
22 for GME and DSH is made to qualifying hospitals for services to Medicaid clients,
23 hospitals shall not include GME costs or DSH payments in their contracts with HMOs.

24 (2) The department shall allocate \$45,000,000.00 in DSH funding using the
25 distribution methodology used in fiscal year 2003-2004.

26 (3) By September 30 of the current fiscal year, the department shall report to
27 the senate and house appropriations subcommittees on community health, the senate and

1 house fiscal agencies, and the state budget office on the new distribution of funding
2 to each eligible hospital from the GME and DSH pools.

3 Sec. 4-1775. (1) The department shall provide reports to the senate and house
4 appropriations subcommittees on community health, the senate and house fiscal
5 agencies, and the state budget office on progress in implementing the MI Health Link
6 demonstration, including a description of how the department intends to ensure that
7 service delivery is integrated and key components of the proposal are implemented
8 effectively.

9 (2) the department shall assure the existence of an ombudsman program that is
10 not associated with any project service manager or provider to assist MI Health Link
11 beneficiaries with navigating complaint and dispute resolution mechanisms, identify
12 problems in the demonstrations complaint and dispute resolution mechanisms, and to
13 report to the executive and legislative branches on any such problems and potential
14 solutions for them.

15 Sec. 4-1800. The department shall distribute the \$85,000,000.00 Medicaid value
16 disproportionate share hospital payment pool based on metrics utilized to determine
17 value.

18 Sec. 4-1801. Beginning January 1, 2015, from the funds appropriated in part 1
19 for physician services and health plan services, the department shall use
20 \$25,000,000.00 in general fund/general purpose plus associated federal match to
21 increase Medicaid rates for primary care services provided only by primary care
22 providers. For the purpose of this section, a primary care provider is a physician, or
23 a practitioner working under the personal supervision of a physician, who is board-
24 eligible or certified with a specialty designation of family medicine, general
25 internal medicine, or pediatric medicine, or a provider who provides the department
26 with documentation of equivalency. Providers performing a service and whose primary
27 practice is as a non-primary-care subspecialty is not eligible for the increase. The

1 department shall establish policies that most effectively limit the increase to
2 primary care providers for primary care services only.

3 Sec. 4-1804. The department, in cooperation with the department of human
4 services and the department of military and veterans affairs, shall work with the
5 federal public assistance reporting information system to identify Medicaid recipients
6 who are veterans and who may be eligible for federal veterans health care benefits or
7 other benefits.

8 Sec. 4-1858. Medicaid services shall include treatment for autism spectrum
9 disorders as defined in the federally approved Medicaid state plan. Such alternatives
10 may be coordinated with the Medicaid health plans and the Michigan association of
11 health plans.

12 Sec. 4-1888. The department shall establish contract performance standards
13 associated with the capitation withhold provisions under section 1815 for Medicaid
14 health plans at least 3 months in advance of the implementation of those standards.
15 The determination of whether performance standards have been met shall be based
16 primarily on recognized concepts such as 1-year continuous enrollment and the
17 healthcare effectiveness data and information set, HEDIS, audited data.

18 Sec. 4-1894. (1) From the funds appropriated in part 1 for dental services, the
19 department shall expand the healthy kids dental program to children who have not yet
20 reached the age of nine in Kent, Oakland and Wayne counties. This program expansion
21 will improve access to necessary dental services for Medicaid-enrolled children.

22 (2) Outcomes and performance measures for this initiative include but are not
23 limited to the following:

24 (a) The number of Medicaid-enrolled children under the age of nine in Kent,
25 Oakland and Wayne Counties who visited the dentist over the prior year.

26 (b) The number of dentists in Kent, Oakland and Wayne counties who will accept
27 Medicaid payment for services to children.

1 Sec. 4-1895. (1) From the funds appropriated in part 1 for dental services, the
2 department shall contract with a managed care organization for the administration of
3 the Medicaid adult dental benefit. This program expansion will improve access to
4 necessary dental services for Medicaid-enrolled adults.

5 (2) The begin date for the managed care contract referenced in (1) of this
6 section shall be at least six months after the begin date of new contracts with
7 Medicaid health plans for physical health Medicaid services.

8 (3) Outcomes and performance measures for this program change include but are
9 not limited to the following:

10 (a) The number of adults enrolled in Medicaid who visited a dentist over the
11 prior year.

12 (b) The number of dentists statewide who participate in the dental managed care
13 organization's provider network.

14 ONE-TIME APPROPRIATIONS

15 Sec. 4-1902. (1) From the funds appropriated in part 1 for university autism
16 programs, the department shall support autism university programs. The purpose of
17 these programs is to increase the number of applied behavioral analysis therapists in
18 the state of Michigan.

19 (2) Outcomes and performance measures for this initiative include but are not
20 limited to the following:

21 (a) The number of applied behavioral analysis therapists trained by recipient
22 universities.

23 Sec. 4-1906. (1) The department may initiate pay for success pilot projects to
24 identify and deliver services to improve outcomes and lower costs for government
25 services in this state. From the funds appropriated in part 1 for pay for success
26 contracts, the department may initiate contracts with private and not-for-profit

1 vendors, selected through a competitive bid process, to implement these pilot
2 projects. Payments shall not be issued to funding intermediaries or vendors until
3 contractual performance measures have been achieved and project savings have been
4 confirmed by a third-party evaluator, certified by the department and approved by the
5 state budget director.

6 (2) Unexpended funds appropriated in part 1 for pay for success contracts are
7 designated as work project appropriations, and any unencumbered or unallotted funds
8 shall not lapse at the end of the fiscal year and shall be available for expenditures
9 for the pay for success contracts under this section until the projects have been
10 completed. All of the following are in compliance with section 451a of the management
11 and budget act, 1984 PA 431, MCL 18.1451a:

12 (a) The purpose of the projects is to coordinate cost-saving projects to the
13 state with public-private partnerships.

14 (b) The projects will be carried out through contracts with private and not-
15 for-profit vendors.

16 (c) The estimated cost of this work project is \$1,500,000.00.

17 (d) The estimated work project completion date is September 30, 2020.

18 Sec. 4-1907. (1) From the funds appropriated in part 1 for drug policy
19 initiatives, the department shall develop and begin implementation of a comprehensive
20 plan that addresses the problem of drug abuse.

21 (2) Outcomes and performance measures for this new initiative include but are
22 not limited to the following:

23 (a) A decrease in the number of Michigan residents aged 12 and older who have
24 experienced substance dependence or abuse in the past year.

25 (b) A decrease in the number of Michigan residents who have engaged in the non-
26 medical use of pain relievers or engaged in binge alcohol use.

27 (c) A decrease in the number of overdoses and deaths from the use of

1 prescription drugs, alcohol and illegal drugs such as heroin.

Article 5

DEPARTMENT OF CORRECTIONS

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 5-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of corrections are appropriated for the fiscal year ending September 30, 2016, and are anticipated to be appropriated for the fiscal year ending September 30, 2017, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

DEPARTMENT OF CORRECTIONS

APPROPRIATION SUMMARY

Average population.....	44,997	44,997
Full-time equated unclassified positions.....	16.0	16.0
Full-time equated classified positions.....	14,174.3	14,174.3
GROSS APPROPRIATION	\$ 1,976,226,000	\$ 1,976,226,000
Total interdepartmental grants and intradepartmental transfers.....	225,000	225,000
ADJUSTED GROSS APPROPRIATION	\$ 1,976,001,000	\$ 1,976,001,000
Total federal revenues	5,568,700	5,568,700
Total local revenues	8,533,200	8,533,200
Total private revenues	0	0
Total other state restricted revenues	42,950,700	42,950,700
State general fund/general purpose	\$ 1,918,948,400	\$ 1,918,948,400
<i>State general fund/general purpose schedule:</i>		
Ongoing state general fund/general purpose	1,918,948,400	1,918,948,400
One-time state general fund/general purpose	0	0

1	Sec. 5-102. EXECUTIVE			
2	Full-time equated unclassified positions.....	16.0		16.0
3	Full-time equated classified positions.....	20.0		20.0
4	Unclassified positions-16.0 FTE positions	\$ 1,750,000	\$	1,750,000
5	Executive direction-20.0 FTE positions	<u>4,127,100</u>		<u>4,127,100</u>
6	GROSS APPROPRIATION	\$ 5,877,100	\$	5,877,100
7	Appropriated from:			
8	Special revenue funds:			
9	State general fund/general purpose	\$ 5,877,100	\$	5,877,100
10	Sec. 5-103. PRISONER RE-ENTRY AND COMMUNITY SUPPORT			
11	Full-time equated classified positions.....	339.4		339.4
12	Prisoner re-entry local service providers	\$ 13,208,600	\$	13,208,600
13	Prisoner re-entry MDOC programs	11,124,000		11,124,000
14	Prisoner re-entry federal grants	250,000		250,000
15	Prisoner re-entry legal services	149,000		149,000
16	Public safety initiative	4,500,000		4,500,000
17	Re-entry services-67.0 FTE positions	14,391,700		14,391,700
18	Education program-272.4 FTE positions	35,852,400		35,852,400
19	Community corrections comprehensive plans and services	12,158,000		12,158,000
20	Felony drunk driver jail reduction and community			
21	treatment program.....	1,440,100		1,440,100
22	Residential services	<u>15,475,500</u>		<u>15,475,500</u>
23	GROSS APPROPRIATION	\$ 108,549,300	\$	108,549,300
24	Appropriated from:			
25	Federal revenues:			
26	DOJ, prisoner reintegration	250,000		250,000
27	DED, vocational education equipment	152,200		152,200

1	DED-OESE, title 1	899,400	899,400
2	DED-OVAE, adult education	353,400	353,400
3	DED-OSERS	115,200	115,200
4	DED, youthful offender/Specter grant	201,900	201,900
5	Special revenue funds:		
6	Program and special equipment fund	8,982,900	8,982,900
7	State general fund/general purpose	\$ 97,594,300	\$ 97,594,300
8	Sec. 5-104. BUDGET AND OPERATIONS ADMINISTRATION		
9	Full-time equated classified positions	172.0	172.0
10	Budget and operations administration-172.0 FTE		
11	positions	\$ 21,946,100	\$ 21,946,100
12	New custody staff training	9,079,500	9,079,500
13	Compensatory buyout and union leave bank	100	100
14	Worker's compensation	16,500,000	16,500,000
15	Rent	2,349,100	2,349,100
16	Equipment and special maintenance	4,359,600	4,359,600
17	Administrative hearings officers	3,326,400	3,326,400
18	Judicial data warehouse user fees	50,000	50,000
19	Sheriffs' coordinating and training office	100,000	100,000
20	Prosecutorial and detainer expenses	5,001,000	5,001,000
21	County jail reimbursement program	<u>13,597,100</u>	<u>13,597,100</u>
22	GROSS APPROPRIATION	\$ 76,308,900	\$ 76,308,900
23	Appropriated from:		
24	Special revenue funds:		
25	Jail reimbursement program fund	5,900,000	5,900,000
26	Local corrections officer training fund	100,000	100,000
27	Correctional industries revolving fund	600,500	600,500

1	Program and special equipment fund	2,800,000		2,800,000
2	State general fund/general purpose	\$ 66,908,400	\$	66,908,400
3	Sec. 5-105. FIELD OPERATIONS ADMINISTRATION			
4	Full-time equated classified positions	1,920.9		1,920.9
5	Field operations-1,887.9 FTE positions	\$ 209,458,800	\$	209,458,800
6	Parole board operations-33.0 FTE positions	3,734,900		3,734,900
7	Parole/probation services	<u>940,000</u>		<u>940,000</u>
8	GROSS APPROPRIATION	\$ 214,133,700	\$	214,133,700
9	Appropriated from:			
10	Special revenue funds:			
11	Local - community tether program reimbursement	200,900		200,900
12	Re-entry center offender reimbursements	23,800		23,800
13	Parole and probation oversight fees	4,331,900		4,331,900
14	Parole and probation oversight fees set-aside	940,000		940,000
15	Tether program participant contributions	2,426,700		2,426,700
16	State general fund/general purpose	\$ 206,210,400	\$	206,210,400
17	Sec. 5-106. CORRECTIONAL FACILITIES ADMINISTRATION			
18	Full-time equated classified positions	469.0		469.0
19	Correctional facilities administration-22.0 FTE			
20	positions	\$ 6,259,000	\$	6,259,000
21	Prison food service	52,558,900		52,558,900
22	Transportation-208.0 FTE positions	23,752,200		23,752,200
23	Central records-53.0 FTE positions	5,591,800		5,591,800
24	Inmate legal services	790,900		790,900
25	Housing inmates in federal institutions	611,000		611,000
26	Prison store operations-63.0 FTE positions	5,649,200		5,649,200
27	Prison industries operations-123.0 FTE positions	9,977,900		9,977,900

1	Federal school lunch program	812,800	812,800
2	Leased beds and alternatives to leased beds	5,250,000	5,250,000
3	Cost-effective housing initiative	100	100
4	Inmate housing fund	<u>100</u>	<u>100</u>
5	GROSS APPROPRIATION	\$ 111,253,900	\$ 111,253,900
6	Appropriated from:		
7	Interdepartmental grant revenues:		
8	IDG-MDHS, Maxey/Woodland Center food service	225,000	225,000
9	Federal revenues:		
10	DAG-FNS, national school lunch	812,800	812,800
11	DOJ-BOP, federal prisoner reimbursement	411,000	411,000
12	DOJ, prison rape elimination act grant	659,500	659,500
13	SSA-SSI, incentive payment	268,000	268,000
14	Special revenue funds:		
15	Correctional industries revolving fund	9,977,900	9,977,900
16	Resident stores	5,649,200	5,649,200
17	State general fund/general purpose	<u>\$ 93,250,500</u>	<u>\$ 93,250,500</u>
18	Sec. 5-107. HEALTH CARE		
19	Full-time equated classified positions	1,484.9	1,484.9
20	Prisoner health care services	<u>\$ 75,180,400</u>	<u>\$ 75,180,400</u>
21	Vaccination program	691,200	691,200
22	Interdepartmental grant to human services, eligibility		
23	specialists	100,000	100,000
24	Substance abuse testing and treatment services-11.0 FTE		
25	positions	21,791,300	21,791,300
26	Healthy Michigan plan administration-12.0 FTE positions	1,076,000	1,076,000
27	Clinical and mental health services and support-1,461.9		

1	FTE positions.....		<u>210,566,900</u>		<u>210,566,900</u>
2	GROSS APPROPRIATION	\$	309,405,800	\$	309,405,800
3	Appropriated from:				
4	Federal revenues:				
5	Federal revenues and reimbursements		247,900		247,900
6	DOJ, office of justice programs, RSAT		185,400		185,400
7	Special revenue funds:				
8	Prisoner health care copayments		252,700		252,700
9	State general fund/general purpose	\$	308,719,800	\$	308,719,800
10	Sec. 5-108. CORRECTIONAL FACILITIES				
11	Average population.....		44,997		44,997
12	Full-time equated classified positions		9,768.1		9,768.1
13	Alger correctional facility - Munising-260.2 FTE				
14	positions.....	\$	29,943,600	\$	29,943,600
15	Average population.....		889		889
16	Baraga correctional facility - Baraga-295.8 FTE				
17	positions.....		34,636,600		34,636,600
18	Average population.....		884		884
19	Bellamy Creek correctional facility - Ionia-389.2				
20	FTE positions.....		42,754,300		42,754,300
21	Average population.....		1,850		1,850
22	Earnest C. Brooks correctional facility - Muskegon-				
23	442.9 FTE positions.....		49,684,800		49,684,800
24	Average population.....		2,512		2,512
25	Carson City correctional facility - Carson City-				
26	424.4 FTE positions.....		47,371,800		47,371,800
27	Average population.....		2,440		2,440

1	Central Michigan correctional facility - St. Louis-		
2	391.6 FTE positions.....	45,566,600	45,566,600
3	Average population.....	2,554	2,554
4	Chippewa correctional facility - Kincheloe-435.1 FTE		
5	positions.....	49,228,800	49,228,800
6	Average population.....	2,282	2,282
7	Cooper Street correctional facility - Jackson-260.1		
8	FTE positions.....	28,733,600	28,733,600
9	Average population.....	1,799	1,799
10	G. Robert Cotton correctional facility - Jackson-		
11	390.1 FTE positions.....	43,194,100	43,194,100
12	Average population.....	1,841	1,841
13	Detroit detention center-63.1 FTE positions	8,332,300	8,332,300
14	Detroit re-entry center-215.6 FTE positions	26,772,500	26,772,500
15	Average population.....	1,044	1,044
16	Charles E. Egeler correctional facility - Jackson-		
17	373.7 FTE positions.....	43,926,700	43,926,700
18	Average population.....	1,376	1,376
19	Richard A. Handlon correctional facility - Ionia-		
20	251.7 FTE positions.....	29,037,900	29,037,900
21	Average population.....	1,373	1,373
22	Gus Harrison correctional facility - Adrian-441.6		
23	FTE positions.....	48,151,300	48,151,300
24	Average population.....	2,342	2,342
25	Ionia correctional facility - Ionia-285.8 FTE positions	32,910,300	32,910,300
26	Average population.....	654	654
27	Kinross correctional facility - Kincheloe-323.8 FTE		

1	positions.....	35,662,100	35,662,100
2	Average population.....	1,799	1,799
3	Lakeland correctional facility - Coldwater-280.5 FTE		
4	positions.....	32,637,200	32,637,200
5	Average population.....	1,336	1,336
6	Macomb correctional facility - New Haven-294.8 FTE		
7	positions.....	33,853,600	33,853,600
8	Average population.....	1,376	1,376
9	Marquette branch prison - Marquette-321.7 FTE positions	38,368,400	38,368,400
10	Average population.....	1,201	1,201
11	Michigan reformatory - Ionia-310.7 FTE positions	34,564,800	34,564,800
12	Average population.....	1,338	1,338
13	Muskegon correctional facility - Muskegon-205.0 FTE		
14	positions.....	24,325,000	24,325,000
15	Average population.....	1,338	1,338
16	Newberry correctional facility - Newberry-200.1 FTE		
17	positions.....	23,800,300	23,800,300
18	Average population.....	978	978
19	Oaks correctional facility - Eastlake-290.4 FTE		
20	positions.....	33,349,500	33,349,500
21	Average population.....	1,156	1,156
22	Ojibway correctional facility - Marenisco-203.1 FTE		
23	positions.....	22,938,500	22,938,500
24	Average population.....	1,090	1,090
25	Parnall correctional facility - Jackson-258.0 FTE		
26	positions.....	27,508,600	27,508,600
27	Average population.....	1,678	1,678

1	Pugsley correctional facility - Kingsley-209.9 FTE		
2	positions.....	24,354,900	24,354,900
3	Average population.....	1,342	1,342
4	Saginaw correctional facility - Freeland-274.9 FTE		
5	positions.....	32,184,500	32,184,500
6	Average population.....	1,480	1,480
7	Special alternative incarceration program - (Camp		
8	Cassidy Lake)-119.0 FTE positions.....	13,431,500	13,431,500
9	Average population.....	400	400
10	St. Louis correctional facility - St. Louis-303.6 FTE		
11	positions.....	35,827,900	35,827,900
12	Average population.....	1,226	1,226
13	Thumb correctional facility - Lapeer-284.4 FTE		
14	positions.....	32,340,300	32,340,300
15	Average population.....	1,219	1,219
16	Women's Huron Valley correctional complex - Ypsilanti-		
17	501.9 FTE positions.....	58,003,600	58,003,600
18	Average population.....	1,872	1,872
19	Woodland correctional facility - Whitmore Lake-285.4		
20	FTE positions.....	32,617,900	32,617,900
21	Average population.....	328	328
22	Northern region administration and support-48.0 FTE		
23	positions.....	4,425,700	4,425,700
24	Southern region administration and support-132.0 FTE		
25	positions.....	<u>24,857,000</u>	<u>24,857,000</u>
26	GROSS APPROPRIATION	\$ 1,125,296,500	\$ 1,125,296,500
27	Appropriated from:		

1	Federal revenues:		
2	DOJ, state criminal alien assistance program	1,012,000	1,012,000
3	Special revenue funds:		
4	Local revenues	8,332,300	8,332,300
5	State restricted revenues and reimbursements	99,800	99,800
6	State general fund/general purpose	\$ 1,115,852,400	\$ 1,115,852,400
7	Sec. 5-109. INFORMATION TECHNOLOGY		
8	Information technology services and projects	\$ <u>25,400,800</u>	\$ <u>25,400,800</u>
9	GROSS APPROPRIATION	\$ 25,400,800	\$ 25,400,800
10	Appropriated from:		
11	Special revenue funds:		
12	Correctional industries revolving fund	175,800	175,800
13	Parole and probation oversight fees set-aside	689,500	689,500
14	State general fund/general purpose	\$ 24,535,500	\$ 24,535,500

15 PART 2
 16 PROVISIONS CONCERNING APPROPRIATIONS
 17 FISCAL YEAR 2016

18 GENERAL SECTIONS

19 Sec. 5-201. Pursuant to section 30 of article IX of the state constitution of
 20 1963, total state spending from state resources under part 1 for fiscal year 2015-2016
 21 is \$1,961,899,100.00 and state spending from state resources to be paid to local units
 22 of government for fiscal year 2015-2016 is \$114,323,600.00. The itemized statement
 23 below identifies appropriations from which spending to local units of government will
 24 occur:

25 DEPARTMENT OF CORRECTIONS

1	Field operations - assumption of county probation staff	\$	60,402,900
2	Community corrections comprehensive plans and services		12,158,000
3	Re-entry services - intensive detention re-entry program		1,500,000
4	Residential services		15,475,500
5	County jail reimbursement program		13,597,100
6	Felony drunk driver jail reduction and community treatment program ..		1,440,100
7	Leased beds and alternatives to leased beds		5,250,000
8	Public safety initiative		<u>4,500,000</u>
9	TOTAL	\$	114,323,600

10 Sec. 5-202. The appropriations authorized under this article are subject to the
11 management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

12 Sec. 5-203. As used in this article:

13 (a) "Administrative segregation" means confinement for maintenance of order or
14 discipline to a cell or room apart from accommodations provided for inmates who are
15 participating in programs of the facility.

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

17 (c) "DAG-FNS" means the DAG food and nutrition service.

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

19 (e) "DED-OESE" means the DED office of elementary and secondary education.

20 (f) "DED-OSERS" means the DED office of special education and rehabilitative
21 services.

22 (g) "DED-OVAE" means the DED office of vocational and adult education.

23 (h) "Department" or "MDOC" means the Michigan department of corrections.

24 (i) "DOJ" means the United States department of justice.

25 (j) "DOJ-BOP" means the DOJ bureau of prisons.

26 (k) "FTE" means full-time equated.

27 (l) "Goal" means the intended or projected result of a comprehensive

1 corrections plan or community corrections program to reduce repeat offending,
2 criminogenic and high-risk behaviors, prison commitment rates, to reduce the length of
3 stay in a jail, or to improve the utilization of a jail.

4 (m) "IDG" means interdepartmental grant.

5 (n) "Jail" means a facility operated by a local unit of government for the
6 physical detention and correction of persons charged with or convicted of criminal
7 offenses.

8 (o) "MDHS" means the Michigan department of human services.

9 (p) "Objective risk and needs assessment" means an evaluation of an offender's
10 criminal history; the offender's noncriminal history; and any other factors relevant
11 to the risk the offender would present to the public safety, including, but not
12 limited to, having demonstrated a pattern of violent behavior, and a criminal record
13 that indicates a pattern of violent offenses.

14 (q) "Offender eligibility criteria" means particular criminal violations, state
15 felony sentencing guidelines descriptors, and offender characteristics developed by
16 advisory boards and approved by local units of government that identify the offenders
17 suitable for community corrections programs funded through the office of community
18 corrections.

19 (r) "Offender target population" means felons or misdemeanants who would likely
20 be sentenced to imprisonment in a state correctional facility or jail, who would not
21 likely increase the risk to the public safety based on an objective risk and needs
22 assessment that indicates that the offender can be safely treated and supervised in
23 the community.

24 (s) "Offender who would likely be sentenced to imprisonment" means either of
25 the following:

26 (i) A felon or misdemeanor who receives a sentencing disposition that appears
27 to be in place of incarceration in a state correctional facility or jail, according to

1 historical local sentencing patterns.

2 (ii) A currently incarcerated felon or misdemeanant who is granted early
3 release from incarceration to a community corrections program or who is granted early
4 release from incarceration as a result of a community corrections program.

5 (t) "RSAT" means residential substance abuse treatment.

6 (u) "Serious emotional disturbance" means that term as defined in section
7 100d(2) of the mental health code, 1974 PA 328, MCL 330.1100d.

8 (v) "Serious mental illness" means that term as defined in section 100d(3) of
9 the mental health code, 1974 PA 328, MCL 330.1100d.

10 (w) "SSA" means the United States social security administration.

11 (x) "SSA-SSI" means SSA supplemental security income.

12 Sec. 5-208. The departments and agencies receiving appropriations in part 1
13 shall use the Internet to fulfill the reporting requirements of this article. This
14 requirement may include transmission of reports via electronic mail to the recipients
15 identified for each reporting requirement, or it may include placement of reports on
16 an Internet or Intranet site.

17 Sec. 5-209. Funds appropriated in part 1 shall not be used for the purchase of
18 foreign goods or services, or both, if competitively priced and of comparable quality
19 American goods or services, or both, are available. Preference shall be given to goods
20 or services, or both, manufactured or provided by Michigan businesses, if they are
21 competitively priced and of comparable quality. In addition, preference should be
22 given to goods or services, or both, that are manufactured or provided by Michigan
23 businesses owned and operated by veterans, if they are competitively priced and of
24 comparable quality.

25 Sec. 5-211. The department may charge fees and collect revenues in excess of
26 appropriations in part 1 not to exceed the cost of offender services and programming,
27 employee meals, parolee loans, academic/vocational services, custody escorts,

1 compassionate visits, union steward activities, and public works programs and services
2 provided to local units of government or private nonprofit organizations. The revenues
3 and fees collected are appropriated for all expenses associated with these services
4 and activities.

5 Sec. 5-216. The departments and agencies receiving appropriations in part 1
6 shall prepare a report on out-of-state travel expenses not later than January 1 of
7 each year. The travel report shall be a listing of all travel by classified and
8 unclassified employees outside this state in the immediately preceding fiscal year
9 that was funded in whole or in part with funds appropriated in the department's
10 budget. The report shall be submitted to the senate and house appropriations
11 committees, the house and senate fiscal agencies, and the state budget director. The
12 report shall include the following information:

13 (a) The dates of each travel occurrence.

14 (b) The transportation and related costs of each travel occurrence, including
15 the proportion funded with state general fund/general purpose revenues, the proportion
16 funded with state restricted revenues, the proportion funded with federal revenues,
17 and the proportion funded with other revenues.

18 Sec. 5-219. (1) Any contract for prisoner telephone services entered into after
19 the effective date of this section shall include a condition that fee schedules for
20 prisoner telephone calls, including rates and any surcharges other than those
21 necessary to meet program and special equipment costs, be the same as fee schedules
22 for calls placed from outside of correctional facilities.

23 (2) Revenues appropriated and collected for program and special equipment funds
24 shall be considered state restricted revenue. Funding will be used for prisoner
25 programming and special equipment and security projects. Unexpended funds remaining at
26 the close of the fiscal year shall not lapse to the general fund but shall be carried
27 forward and be available for appropriation in subsequent fiscal years.

1 (3) The department shall submit a report to the senate and house appropriations
2 subcommittees on corrections, the senate and house fiscal agencies, the legislative
3 corrections ombudsman, and the state budget director by February 1 outlining revenues
4 and expenditures from program and special equipment funds. The report shall include
5 all of the following:

6 (a) A list of all individual projects and purchases financed with program and
7 special equipment funds in the immediately preceding fiscal year, the amounts expended
8 on each project or purchase, and the name of each vendor the products or services were
9 purchased from.

10 (b) A list of planned projects and purchases to be financed with program and
11 special equipment funds during the current fiscal year, the amounts to be expended on
12 each project or purchase, and the name of each vendor for which the products or
13 services were purchased.

14 (c) A review of projects and purchases planned for future fiscal years from
15 program and special equipment funds.

16 Sec. 5-220. Not later than November 30, the state budget office shall prepare
17 and transmit a report that provides for estimates of the total general fund/general
18 purpose appropriation lapses at the close of the prior fiscal year. This report shall
19 summarize the projected year-end general fund/general purpose appropriation lapses by
20 major departmental program or program areas. The report shall be transmitted to the
21 chairpersons of the senate and house appropriations committees, and the senate and
22 house fiscal agencies.

23 Sec. 5-221. The department shall cooperate with the department of technology,
24 management and budget to maintain a searchable website accessible by the public at no
25 cost that includes, but is not limited to, all of the following for each department or
26 agency:

27 (a) Fiscal year-to-date expenditures by category.

1 (b) Fiscal year-to-date expenditures by appropriation unit.

2 (c) Fiscal year-to-date payments to a selected vendor, including the vendor
3 name, payment date, payment amount, and payment description.

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

5 (e) Job specifications and wage rates.

6 Sec. 5-223. (1) In addition to the funds appropriated in part 1, there is
7 appropriated an amount not to exceed \$10,000,000.00 for federal contingency funds.
8 These funds are not available for expenditure until they have been transferred to
9 another line item in this article under section 393(2) of the management and budget
10 act, 1984 PA 431, MCL 18.1393.

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

16 (3) In addition to the funds appropriated in part 1, there is appropriated an
17 amount not to exceed \$2,000,000.00 for local contingency funds. These funds are not
18 available for expenditure until they have been transferred to another line item in
19 this article under section 393(2) of the management and budget act, 1984 PA 431, MCL
20 18.1393.

21 (4) In addition to the funds appropriated in part 1, there is appropriated an
22 amount not to exceed \$2,000,000.00 for private contingency funds. These funds are not
23 available for expenditure until they have been transferred to another line item in
24 this article under section 393(2) of the management and budget act, 1984 PA 431, MCL
25 18.1393.

26 Sec. 5-229. Within 14 days after the release of the executive budget
27 recommendation, the department shall cooperate with the state budget office to provide

1 the senate and house appropriations chairs, the senate and house appropriations
2 subcommittees chairs, and the senate and house fiscal agencies with an annual report
3 on estimated state restricted fund balances, state restricted fund projected revenues,
4 and state restricted fund expenditures for the fiscal years ending September 30, 2015
5 and September 30, 2016.

6 Sec. 5-230. Funds appropriated in part 1 shall not be used by a principal
7 executive department, state agency, or authority to hire a person to provide legal
8 services that are the responsibility of the attorney general. This prohibition does
9 not apply to legal services for bonding activities and for those outside services that
10 the attorney general authorizes.

11 Sec. 5-231. The department shall maintain, on a publicly accessible website, a
12 department scorecard that identifies, tracks and regularly updates key metrics that
13 are used to monitor and improve the agency's performance.

14 Sec. 5-246. Total authorized appropriations from all sources under part 1 for
15 legacy costs for the fiscal year ending September 30, 2016 is \$332,330,600.00. From
16 this amount, total agency appropriations for pension-related legacy costs are
17 estimated at \$188,628,700.00. Total agency appropriations for retiree health care
18 legacy costs are estimated at \$143,701,900.00.

19 **EXECUTIVE**

20 Sec. 5-301. For 3 years after a felony offender is released from the
21 department's jurisdiction, the department shall maintain the offender's file on the
22 offender tracking information system and make it publicly accessible in the same
23 manner as the file of the current offender. However, the department shall immediately
24 remove the offender's file from the offender tracking information system upon
25 determination that the offender was wrongfully convicted and the offender's file is
26 not otherwise required to be maintained on the offender tracking information system.

1 PRISONER RE-ENTRY AND COMMUNITY SUPPORT

2 Sec. 5-401. The department shall submit 3-year and 5-year prison population
3 projection updates concurrent with submission of the executive budget to the senate
4 and house appropriations subcommittees on corrections, the legislative corrections
5 ombudsman, the senate and house fiscal agencies, and the state budget director. The
6 report shall include explanations of the methodology and assumptions used in
7 developing the projection updates.

8 Sec. 5-405. By March 1, the department shall report to the senate and house
9 appropriations subcommittees on corrections, the legislative corrections ombudsman,
10 the senate and house fiscal agencies, and the state budget director on substance abuse
11 testing and treatment program objectives, outcome measures, and results, including
12 program impact on offender success and programmatic success.

13 Sec. 5-408. The department shall measure the recidivism rates of offenders.

14 Sec. 5-410. (1) The funds included in part 1 for community corrections
15 comprehensive plans and services are to encourage the development through technical
16 assistance grants, implementation, and operation of community corrections programs
17 that enhance offender success and that also may serve as an alternative to
18 incarceration in a state facility or jail. The comprehensive corrections plans shall
19 include an explanation of how the public safety will be maintained, the goals for the
20 local jurisdiction, offender target populations intended to be affected, offender
21 eligibility criteria for purposes outlined in the plan, and how the plans will meet
22 the following objectives, consistent with section 8(4) of the community corrections
23 act, 1988 PA 511, MCL 791.408:

24 (a) Reduce admissions to prison of offenders who would likely be sentenced to
25 imprisonment, including probation violators.

26 (b) Improve the appropriate utilization of jail facilities, the first priority

1 of which is to open jail beds intended to house otherwise prison-bound felons, and the
2 second priority being to appropriately utilize jail beds so that jail crowding does
3 not occur.

4 (c) Open jail beds through the increase of pretrial release options.

5 (d) Reduce the readmission to prison of parole violators.

6 (e) Reduce the admission or readmission to prison of offenders, including
7 probation violators and parole violators, for substance abuse violations.

8 (f) Contribute to offender success.

9 (2) The award of community corrections comprehensive plans and residential
10 services funds shall be based on criteria that include, but are not limited to, the
11 prison commitment rate by category of offenders, trends in prison commitment rates and
12 jail utilization, historical trends in community corrections program capacity and
13 program utilization, and the projected impact and outcome of annual policies and
14 procedures of programs on offender success, prison commitment rates, and jail
15 utilization.

16 (3) Funds awarded for residential services in part 1 shall provide for a per
17 diem reimbursement of not more than \$47.50 for nonaccredited facilities, or of not
18 more than \$48.50 for facilities that have been accredited by the American corrections
19 association or a similar organization as approved by the department.

20 Sec. 5-414. (1) The department shall administer a county jail reimbursement
21 program from the funds appropriated in part 1 for the purpose of reimbursing counties
22 for housing in jails certain felons who otherwise would have been sentenced to prison.

23 (2) The county jail reimbursement program shall reimburse counties for
24 convicted felons in the custody of the sheriff if the conviction was for a crime
25 committed on or after January 1, 1999 and 1 of the following applies:

26 (a) The felon's sentencing guidelines recommended range upper limit is more
27 than 18 months, the felon's sentencing guidelines recommended range lower limit is 12

1 months or less, the felon's prior record variable score is 35 or more points, and the
2 felon's sentence is not for commission of a crime in crime class G or crime class H or
3 a nonperson crime in crime class F under chapter XVII of the code of criminal
4 procedure, 1927 PA 175, MCL 777.1 to 777.69.

5 (b) The felon's minimum sentencing guidelines range minimum is more than 12
6 months under the sentencing guidelines described in subdivision (a).

7 (c) The felon was sentenced to jail for a felony committed while he or she was
8 on parole and under the jurisdiction of the parole board and for which the sentencing
9 guidelines recommended range for the minimum sentence has an upper limit of more than
10 18 months.

11 (3) State reimbursement under this subsection shall be \$60.00 per diem per
12 diverted offender for offenders with a presumptive prison guideline score, \$50.00 per
13 diem per diverted offender for offenders with a straddle cell guideline for a group 1
14 crime, and \$35.00 per diem per diverted offender for offenders with a straddle cell
15 guideline for a group 2 crime. Reimbursements shall be paid for sentences up to a 1-
16 year total.

17 (4) As used in this subsection:

18 (a) "Group 1 crime" means a crime in 1 or more of the following offense
19 categories: arson, assault, assaultive other, burglary, criminal sexual conduct,
20 homicide or resulting in death, other sex offenses, robbery, and weapon possession as
21 determined by the department of corrections based on specific crimes for which
22 counties received reimbursement under the county jail reimbursement program in fiscal
23 year 2007 and fiscal year 2008, and listed in the county jail reimbursement program
24 document titled "FY 2007 and FY 2008 Group One Crimes Reimbursed", dated March 31,
25 2009.

26 (b) "Group 2 crime" means a crime that is not a group 1 crime, including
27 larceny, fraud, forgery, embezzlement, motor vehicle, malicious destruction of

1 property, controlled substance offense, felony drunk driving, and other nonassaultive
2 offenses.

3 (c) "In the custody of the sheriff" means that the convicted felon has been
4 sentenced to the county jail and is either housed in the county jail or has been
5 released from jail and is being monitored through the use of the sheriff's electronic
6 monitoring system.

7 (5) County jail reimbursement program expenditures shall not exceed the amount
8 appropriated in part 1 for the county jail reimbursement program. Payments to counties
9 under the county jail reimbursement program shall be made in the order in which
10 properly documented requests for reimbursements are received. A request shall be
11 considered to be properly documented if it meets MDOC requirements for documentation.
12 By October 15, the department shall distribute the documentation requirements to all
13 counties.

14 Sec. 5-416. Allowable uses for the felony drunk driver jail reduction and
15 community treatment program funding shall include reimbursing counties for
16 transportation, treatment costs, and housing felony drunk drivers during a period of
17 assessment for treatment and case planning. Reimbursements for housing during the
18 assessment process shall be at the rate of \$43.50 per day per offender, up to a
19 maximum of 5 days per offender.

20 Sec. 5-419. (1) The department shall provide weekly electronic mail reports to
21 the senate and house appropriations subcommittees on corrections, the legislative
22 corrections ombudsman, the senate and house fiscal agencies, and the state budget
23 director on prisoner, parolee, and probationer populations by facility, and prison
24 capacities.

25 (2) The department shall provide monthly electronic mail reports to the senate
26 and house appropriations subcommittees on corrections, the legislative corrections
27 ombudsman, the senate and house fiscal agencies, and the state budget director. The

1 reports shall include information on end-of-month prisoner populations in county
2 jails, the net operating capacity according to the most recent certification report,
3 identified by date, and end-of-month data, year-to-date data, and comparisons to the
4 prior year for the following:

5 (a) Community residential program populations, separated by centers and
6 electronic monitoring.

7 (b) Parole populations.

8 (c) Probation populations, with identification of the number in special
9 alternative incarceration.

10 (d) Prison and camp populations, with separate identification of the number in
11 special alternative incarceration and the number of lifers.

12 (e) Parole board activity, including the numbers and percentages of parole
13 grants and parole denials.

14 (f) Prisoner exits, identifying transfers to community placement, paroles from
15 prisons and camps, paroles from community placement, total movements to parole, prison
16 intake, prisoner deaths, prisoners discharging on the maximum sentence, and other
17 prisoner exits.

18 (g) Prison intake and returns, including probation violators, new court
19 commitments, violators with new sentences, escaper new sentences, total prison intake,
20 returns from court with additional sentences, community placement returns, technical
21 parole violator returns, and total returns to prison and camp.

22 **BUDGET AND OPERATIONS ADMINISTRATION**

23 Sec. 5-501. From the funds appropriated in part 1 for prosecutorial and
24 detainer expenses, the department shall reimburse counties for housing and custody of
25 parole violators and offenders being returned by the department from community
26 placement who are available for return to institutional status and for prisoners who

1 volunteer for placement in a county jail.

2 Sec. 5-502. Funds included in part 1 for the sheriffs' coordinating and
3 training office are appropriated for and may be expended to defray costs of continuing
4 education, certification, recertification, decertification, and training of local
5 corrections officers, the personnel and administrative costs of the sheriffs'
6 coordinating and training office, the local corrections officers advisory board, and
7 the sheriffs' coordinating and training council under the local corrections officers
8 training act, 2003 PA 125, MCL 791.531 to 791.546.

9 **FIELD OPERATIONS ADMINISTRATION**

10 Sec. 5-603. (1) All prisoners, probationers, and parolees involved with the
11 curfew monitoring program shall reimburse the department for costs associated with
12 their participation in the program. The department may require community service work
13 reimbursement as a means of payment for those able-bodied individuals unable to pay
14 for the costs of the equipment.

15 (2) Program participant contributions and local program reimbursement for the
16 curfew monitoring program appropriated in part 1 are related to program expenditures
17 and may be used to offset expenditures for this purpose.

18 (3) Included in the appropriation in part 1 is adequate funding to implement
19 the curfew monitoring program to be administered by the department. The curfew
20 monitoring program is intended to provide sentencing judges and county sheriffs in
21 coordination with local community corrections advisory boards access to the state's
22 curfew monitoring program to reduce prison admissions and improve local jail
23 utilization. The department shall determine the appropriate distribution of the curfew
24 monitor units throughout the state based upon locally developed comprehensive
25 corrections plans under the community corrections act, 1988 PA 511, MCL 791.401 to
26 791.414.

1 (4) For a fee determined by the department, the department shall provide
2 counties with the curfew monitor equipment, replacement parts, administrative
3 oversight of the equipment's operation, notification of violators, and periodic
4 reports regarding county program participants. Counties are responsible for curfew
5 monitor equipment installation and service. For an additional fee as determined by the
6 department, the department shall provide staff to install and service the equipment.
7 Counties are responsible for the coordination and apprehension of program violators.

8 (5) Any county with curfew monitor charges outstanding over 60 days shall be
9 considered in violation of the community curfew monitor program agreement and lose
10 access to the program.

11 HEALTH CARE

12 Sec. 5-804. The department shall report quarterly to the senate and house
13 appropriations subcommittees on corrections, the legislative corrections ombudsman,
14 the senate and house fiscal agencies, and the state budget director on prisoner health
15 care utilization. The report shall include the number of inpatient hospital days,
16 outpatient visits, and emergency room visits in the previous quarter, by facility.

17 CORRECTIONAL FACILITIES ADMINISTRATION

18 Sec. 5-906. Any local unit of government or private nonprofit organization that
19 contracts with the department for public works services shall be responsible for
20 financing the entire cost of such an agreement.

21 Sec. 5-910. The department shall allow the Michigan Braille transcribing fund
22 program to operate at its current location.

23 Sec. 5-924. The department shall evaluate all prisoners at intake for substance
24 abuse disorders, serious developmental disorders, serious mental illness, and other
25 mental health disorders. Prisoners with serious mental illness or serious

1 developmental disorders shall not be removed from the general population as a punitive
2 response to behavior caused by their serious mental illness or serious developmental
3 disorder. Due to persistent high violence risk or severe disruptive behavior that is
4 unresponsive to treatment, prisoners with serious mental illness or serious
5 developmental disorders may be placed in secure residential housing programs that will
6 facilitate access to institutional programming and ongoing mental health services. A
7 prisoner with serious mental illness or serious developmental disorder who is confined
8 in these specialized housing programs shall be evaluated or monitored by a medical
9 professional at a frequency of not less than every 12 hours.

10 Sec. 5-925. By March 1, the department shall report to the senate and house
11 appropriations subcommittees on corrections, the senate and house fiscal agencies, the
12 legislative corrections ombudsman, and the state budget director on the annual number
13 of prisoners in administrative segregation between October 1, 2014 and September 30,
14 2015, and the annual number of prisoners in administrative segregation between October
15 1, 2014 and September 30, 2015 who at any time during the current or prior prison term
16 were diagnosed with serious mental illness or have a developmental disorder and the
17 number of days each of the prisoners with serious mental illness or a developmental
18 disorder have been confined to administrative segregation.

19 Sec. 5-929. From the funds appropriated in part 1, the department shall do all
20 of the following:

21 (a) Ensure that any inmate care and control staff in contact with prisoners
22 less than 18 years of age are adequately trained with regard to the developmental and
23 mental health needs of prisoners less than 18 years of age. By April 1, the department
24 shall report to the senate and house appropriations subcommittees on corrections, the
25 senate and house fiscal agencies, and the state budget director on the training
26 curriculum used and the number and types of staff receiving annual training under that
27 curriculum.

1 (b) Provide appropriate placement for prisoners less than 18 years of age who
2 have serious mental illness, serious emotional disturbance, or a serious developmental
3 disorder and need to be housed separately from the general population. Prisoners less
4 than 18 years of age who have serious mental illness, serious emotional disturbance,
5 or a serious developmental disorder shall not be removed from an existing placement as
6 a punitive response to behavior caused by their serious mental illness, serious
7 emotional disturbance, or a serious developmental disorder. Due to persistent high
8 violence risk or severe disruptive behavior that is unresponsive to treatment,
9 prisoners less than 18 years of age with serious emotional disturbance, serious mental
10 illness, or serious developmental disorders may be placed in secure residential
11 housing programs that will facilitate access to institutional programming and ongoing
12 mental health services. A prisoner less than 18 years of age with serious mental
13 illness, serious emotional disturbance, or a serious developmental disorder who is
14 confined in these specialized housing programs shall be evaluated or monitored by a
15 medical professional at a frequency of not less than every 12 hours.

16 (c) Implement a specialized re-entry program that recognizes the needs of
17 prisoners less than 18 years old for supervised re-entry.

18 Sec. 5-942. The department shall ensure that any contract with a public or
19 private party to operate a facility to house state prisoners includes a provision to
20 allow access by both the office of the legislative auditor general and the office of
21 the legislative corrections ombudsman to the facility and to appropriate records and
22 documents related to the operation of the facility. These access rights for both
23 offices shall be the same for the contracted facility as for a general state-operated
24 correctional facility.

25 **MISCELLANEOUS**

26 Sec. 5-1009. The department shall make an information packet for the families

1 of incoming prisoners available on the department's website. The information packet
2 shall be updated by February 1 of each year thereafter. The packet shall provide
3 information on topics including, but not limited to: how to put money into prisoner
4 accounts, how to make phone calls or create Jpay email accounts, how to visit in
5 person, proper procedures for filing complaints or grievances, the rights of prisoners
6 to physical and mental health care, how to utilize the offender tracking information
7 system (OTIS), truth-in-sentencing and how it applies to minimum sentences, the parole
8 process, and guidance on the importance of the role of families in the re-entry
9 process. The department is encouraged to partner with external advocacy groups and
10 actual families of prisoners in the packet-writing process to ensure that the
11 information is useful and complete.

Article 6

DEPARTMENT OF EDUCATION

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 6-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of education and certain state purposes related to education are appropriated for the fiscal year ending September 30, 2016, and are anticipated to be appropriated for the fiscal year ending September 30, 2017, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

DEPARTMENT OF EDUCATION

APPROPRIATION SUMMARY

Full-time equated unclassified positions.....	6.0	6.0
Full-time equated classified positions.....	600.5	600.5
GROSS APPROPRIATION	\$ 313,212,200	\$ 313,212,200
Total interdepartmental grants and intradepartmental transfers.....	0	0
ADJUSTED GROSS APPROPRIATION	\$ 313,212,200	\$ 313,212,200
Total federal revenues	218,583,400	218,583,400
Total local revenues	5,633,700	5,633,700
Total private revenues	2,033,300	2,033,300
Total other state restricted revenues	7,669,600	7,669,600
State general fund/general purpose	\$ 79,292,200	\$ 79,292,200
<i>State general fund/general purpose schedule:</i>		
Ongoing state general fund/general purpose.....	79,292,200	79,292,200
One-time state general fund/general purpose.....	0	0

1	Sec. 6-102. STATE BOARD OF EDUCATION/OFFICE OF THE SUPERINTENDENT		
2	Full-time equated unclassified positions	6.0	6.0
3	Full-time equated classified positions	11.0	11.0
4	State board of education, per diem payments	\$ 24,400	\$ 24,400
5	Unclassified positions-6.0 FTE positions	807,000	807,000
6	State board/superintendent operations-11.0 FTE		
7	positions	<u>2,092,100</u>	<u>2,092,100</u>
8	GROSS APPROPRIATION	\$ 2,923,500	\$ 2,923,500
9	Appropriated from:		
10	Federal revenues:		
11	Federal revenues	222,100	222,100
12	Special revenue funds:		
13	Private foundations	28,100	28,100
14	Certification fees	856,500	856,500
15	State general fund/general purpose	\$ 1,816,800	\$ 1,816,800
16	Sec. 6-103. CENTRAL SUPPORT		
17	Full-time equated classified positions	23.6	23.6
18	Central support operations-23.6 FTE positions	\$ 3,614,900	\$ 3,614,900
19	Worker's compensation	28,700	28,700
20	Building occupancy charges - property management		
21	services	3,110,100	3,110,100
22	Training and orientation workshops	150,000	150,000
23	Terminal leave payments	<u>554,700</u>	<u>554,700</u>
24	GROSS APPROPRIATION	\$ 7,458,400	\$ 7,458,400
25	Appropriated from:		
26	Federal revenues:		
27	Federal revenues	1,659,900	1,659,900

1	Federal indirect funds	2,545,500	2,545,500
2	Special revenue funds:		
3	Certification fees	405,500	405,500
4	Teacher testing fees	3,900	3,900
5	Training and orientation workshop fees	150,000	150,000
6	State general fund/general purpose	\$ 2,693,600	\$ 2,693,600
7	Sec. 6-104. INFORMATION TECHNOLOGY SERVICES		
8	Information technology operations	\$ <u>4,179,800</u>	\$ <u>4,179,800</u>
9	GROSS APPROPRIATION	\$ 4,179,800	\$ 4,179,800
10	Appropriated from:		
11	Federal revenues:		
12	Federal revenues	604,000	604,000
13	Federal indirect funds	1,784,500	1,784,500
14	Special revenue funds:		
15	Local cost sharing (schools for deaf/blind)	76,500	76,500
16	Certification fees	389,200	389,200
17	State general fund/general purpose	\$ 1,325,600	\$ 1,325,600
18	Sec. 6-105. SPECIAL EDUCATION SERVICES		
19	Full-time equated classified positions	47.0	47.0
20	Special education operations-47.0 FTE positions	\$ <u>8,920,000</u>	\$ <u>8,920,000</u>
21	GROSS APPROPRIATION	\$ 8,920,000	\$ 8,920,000
22	Appropriated from:		
23	Federal revenues:		
24	Federal revenues	8,440,900	8,440,900
25	Special revenue funds:		
26	Private foundations	110,100	110,100
27	Certification fees	44,000	44,000

1	State general fund/general purpose	\$	325,000	\$	325,000
2	Sec. 6-106. MICHIGAN SCHOOLS FOR THE DEAF AND BLIND				
3	Full-time equated classified positions.....		77.0		77.0
4	Michigan schools for the deaf and blind operations-76.0				
5	FTE positions.....	\$	12,651,600	\$	12,651,600
6	Camp Tuhsmebeta-1.0 FTE position		295,100		295,100
7	Private gifts - blind		200,000		200,000
8	Private gifts - deaf		<u>150,000</u>		<u>150,000</u>
9	GROSS APPROPRIATION	\$	13,296,700	\$	13,296,700
10	Appropriated from:				
11	Federal revenues:				
12	Federal revenues		6,887,500		6,887,500
13	Special revenue funds:				
14	Local cost sharing (schools for blind/deaf)		5,233,000		5,233,000
15	Local school district service fees		312,500		312,500
16	Gifts, bequests, and donations		645,100		645,100
17	Student insurance revenue		218,600		218,600
18	State general fund/general purpose	\$	0	\$	0
19	Sec. 6-107. PROFESSIONAL PREPARATION SERVICES				
20	Full-time equated classified positions.....		34.0		34.0
21	Professional preparation operations-34.0 FTE positions	\$	<u>5,662,600</u>	\$	<u>5,662,600</u>
22	GROSS APPROPRIATION	\$	5,662,600	\$	5,662,600
23	Appropriated from:				
24	Federal revenues:				
25	Federal revenues		1,442,100		1,442,100
26	Special revenue funds:				
27	Certification fees		3,586,300		3,586,300

1	Teacher college review fees	55,300	55,300
2	Teacher testing fees	358,600	358,600
3	State general fund/general purpose	\$ 220,300	\$ 220,300
4	Sec. 6-108. MICHIGAN OFFICE OF GREAT START		
5	Full-time equated classified positions	65.0	65.0
6	Office of great start operations-64.0 FTE positions ...	\$ 22,808,600	\$ 22,808,600
7	Child development and care external support	23,396,500	23,396,500
8	Head start collaboration office-1.0 FTE position	307,400	307,400
9	Child development and care public assistance	<u>131,503,300</u>	<u>131,503,300</u>
10	GROSS APPROPRIATION	\$ 178,015,800	\$ 178,015,800
11	Appropriated from:		
12	Federal revenues:		
13	Federal revenues	139,485,800	139,485,800
14	Special revenue funds:		
15	Private foundations	250,000	250,000
16	Certification fees	64,100	64,100
17	State general fund/general purpose	\$ 38,215,900	\$ 38,215,900
18	Sec. 6-109. STATE AID AND SCHOOL FINANCE SERVICES		
19	Full-time equated classified positions	11.5	11.5
20	State aid and school finance operations-9.5 FTE		
21	positions	\$ 1,358,500	\$ 1,358,500
22	Financial independence team operations-2.0 FTE		
23	positions	<u>499,500</u>	<u>499,500</u>
24	GROSS APPROPRIATION	\$ 1,858,000	\$ 1,858,000
25	Appropriated from:		
26	Special revenue funds:		
27	State general fund/general purpose	\$ 1,858,000	\$ 1,858,000

1	Sec. 6-110. AUDIT SERVICES			
2	Full-time equated classified positions		4.5	4.5
3	Audit operations-4.5 FTE positions	\$	<u>601,800</u>	\$ <u>601,800</u>
4	GROSS APPROPRIATION	\$	601,800	\$ 601,800
5	Appropriated from:			
6	Federal revenues:			
7	Federal indirect funds		478,300	478,300
8	Special revenue funds:			
9	Certification fees		61,200	61,200
10	State general fund/general purpose	\$	62,300	\$ 62,300
11	Sec. 6-111. ADMINISTRATIVE LAW SERVICES			
12	Full-time equated classified positions		2.0	2.0
13	Administrative law operations-2.0 FTE positions	\$	<u>1,332,000</u>	\$ <u>1,332,000</u>
14	GROSS APPROPRIATION	\$	1,332,000	\$ 1,332,000
15	Appropriated from:			
16	Federal revenues:			
17	Federal revenues		550,300	550,300
18	Special revenue funds:			
19	Certification fees		685,200	685,200
20	State general fund/general purpose	\$	96,500	\$ 96,500
21	Sec. 6-112. ACCOUNTABILITY SERVICES			
22	Full-time equated classified positions		65.6	65.6
23	Accountability services operations-65.6 FTE positions .	\$	<u>14,616,400</u>	\$ <u>14,616,400</u>
24	GROSS APPROPRIATION	\$	14,616,400	\$ 14,616,400
25	Appropriated from:			
26	Federal revenues:			
27	Federal revenues		13,441,100	13,441,100

1	Special revenue funds:			
2	State general fund/general purpose	\$	1,175,300	\$ 1,175,300
3	Sec. 6-113. SCHOOL SUPPORT SERVICES			
4	Full-time equated classified positions		82.6	82.6
5	School support services operations-82.6 FTE positions .	\$	15,087,200	\$ 15,087,200
6	Federal and private grants		<u>3,000,000</u>	<u>3,000,000</u>
7	GROSS APPROPRIATION	\$	18,087,200	\$ 18,087,200
8	Appropriated from:			
9	Federal revenues:			
10	Federal revenues		16,240,500	16,240,500
11	Special revenue funds:			
12	Local school district service fees		11,700	11,700
13	Private foundations		1,000,000	1,000,000
14	Certification fees		85,600	85,600
15	Commodity distribution fees		71,700	71,700
16	State general fund/general purpose	\$	677,700	\$ 677,700
17	Sec. 6-114. FIELD SERVICES			
18	Full-time equated classified positions		45.0	45.0
19	Field services operations-45.0 FTE positions	\$	<u>9,174,400</u>	\$ <u>9,174,400</u>
20	GROSS APPROPRIATION	\$	9,174,400	\$ 9,174,400
21	Appropriated from:			
22	Federal revenues:			
23	Federal revenues		8,874,900	8,874,900
24	Special revenue funds:			
25	Certification fees		77,000	77,000
26	State general fund/general purpose	\$	222,500	\$ 222,500
27	Sec. 6-115. EDUCATIONAL IMPROVEMENT AND INNOVATION SERVICES			

1	Full-time equated classified positions	59.7	59.7
2	Educational improvement and innovation operations-59.7		
3	FTE positions	\$ 9,362,500	\$ 9,362,500
4	Educator evaluations and assessments operations	<u>3,611,800</u>	<u>3,611,800</u>
5	GROSS APPROPRIATION	\$ 12,974,300	\$ 12,974,300
6	Appropriated from:		
7	Federal revenues:		
8	Federal revenues	6,500,600	6,500,600
9	Special revenue funds:		
10	Certification fees	556,900	556,900
11	State general fund/general purpose	\$ 5,916,800	\$ 5,916,800
12	Sec. 6-116. CAREER AND TECHNICAL EDUCATION		
13	Full-time equated classified positions	27.0	27.0
14	Career and technical education operations-27.0 FTE		
15	positions	\$ <u>4,748,800</u>	\$ <u>4,748,800</u>
16	GROSS APPROPRIATION	\$ 4,748,800	\$ 4,748,800
17	Appropriated from:		
18	Federal revenues:		
19	Federal revenues	3,818,600	3,818,600
20	Special revenue funds:		
21	State general fund/general purpose	\$ 930,200	\$ 930,200
22	Sec. 6-117. LIBRARY OF MICHIGAN		
23	Full-time equated classified positions	33.0	33.0
24	Library of Michigan operations-32.0 FTE positions	\$ 4,408,800	\$ 4,408,800
25	Library services and technology program-1.0 FTE		
26	position	5,606,800	5,606,800
27	State aid to libraries	9,876,000	9,876,000

1	Michigan eLibrary	1,750,000	1,750,000
2	Renaissance zone reimbursements	<u>5,300,000</u>	<u>5,300,000</u>
3	GROSS APPROPRIATION	\$ 26,941,600	\$ 26,941,600
4	Appropriated from:		
5	Federal revenues:		
6	IMLS: library services and technology act	5,606,800	5,606,800
7	Special revenue funds:		
8	State general fund/general purpose	\$ 21,334,800	\$ 21,334,800
9	Sec. 6-118. SCHOOL REFORM OFFICE		
10	Full-time equated classified positions	12.0	12.0
11	School reform office operations-12.0 FTE positions	<u>\$ 2,420,900</u>	<u>\$ 2,420,900</u>
12	GROSS APPROPRIATION	\$ 2,420,900	\$ 2,420,900
13	Appropriated from:		
14	Special revenue funds:		
15	State general fund/general purpose	\$ 2,420,900	\$ 2,420,900

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2016

GENERAL SECTIONS

Sec. 6-201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for the fiscal year 2015-2016 is \$86,961,800.00 and state spending from state resources to be paid to local units of government for the fiscal year 2015-2016 is \$15,176,000.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

1 DEPARTMENT OF EDUCATION

2	State aid to libraries	\$	9,876,000
3	Renaissance zone reimbursements		<u>5,300,000</u>
4	TOTAL	\$	15,176,000

5 Sec. 6-202. The appropriations authorized under this article are subject to the
 6 management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

7 Sec. 6-203. As used in this article:

8 (a) "Department" means the Michigan department of education.

9 (b) "District" means a local school district as defined in section 6 of the
 10 revised school code, 1976 PA 451, MCL 380.6, or a public school academy as defined in
 11 section 5 of the revised school code, 1976 PA 451, MCL 380.5.

12 (c) "FTE" means full-time equated.

13 (d) "IMLS" means institute of museum and library services.

14 Sec. 6-204. The state superintendent of public instruction shall take all
 15 reasonable steps to ensure businesses in deprived and depressed communities compete
 16 for and perform contracts to provide services or supplies, or both. The state
 17 superintendent of public instruction shall strongly encourage firms with which the
 18 department contracts to subcontract with certified businesses in depressed and
 19 deprived communities for services, supplies, or both.

20 Sec. 6-205. The departments and agencies receiving appropriations in part 1
 21 shall use the Internet to fulfill the reporting requirements of this article. This
 22 requirement may include transmission of reports via electronic mail to the recipients
 23 identified for each reporting requirement, or it may include placement of reports on
 24 an Internet or Intranet site.

25 Sec. 6-206. The department shall provide through the Internet the state board
 26 of education agenda and all supporting documents, and shall notify the state budget
 27 director and the senate and house fiscal agencies that the agenda and supporting

1 documents are available on the Internet, at the time the agenda and supporting
2 documents are provided to state board of education members.

3 Sec. 6-207. The department shall cooperate with the department of technology,
4 management and budget to maintain a searchable website accessible by the public at no
5 cost that includes, but is not limited to, all of the following for each department or
6 agency:

7 (a) Fiscal year-to-date expenditures by category.

8 (b) Fiscal year-to-date expenditures by appropriation unit.

9 (c) Fiscal year-to-date payments to a selected vendor, including the vendor
10 name, payment date, payment amount, and payment description.

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

12 (e) Job specifications and wage rates.

13 Sec. 6-211. To the extent the state continues to identify schools as meeting
14 proficiency targets, before publishing a list of schools or districts determined to
15 have failed to make adequate yearly progress as required by the no child left behind
16 act of 2001, Public Law 107-110, the department shall allow a school or district to
17 appeal all data entering into school designations. Those appeals shall be addressed
18 before designations may be published.

19 Sec. 6-212. Funds appropriated in part 1 shall not be used for the purchase of
20 foreign goods or services, or both, if competitively priced and of comparable quality
21 American goods or services, or both, are available. Preference shall be given to goods
22 or services, or both, manufactured or provided by Michigan businesses, if they are
23 competitively priced and of comparable quality. In addition, preference should be
24 given to goods or services, or both, that are manufactured or provided by Michigan
25 businesses owned and operated by veterans, if they are competitively priced and of
26 comparable quality.

27 Sec. 6-214. The departments and agencies receiving appropriations in part 1

1 shall prepare a report on out-of-state travel expenses not later than January 1 of
2 each year. The travel report shall be a listing of all travel by classified and
3 unclassified employees outside this state in the immediately preceding fiscal year
4 that was funded in whole or in part with funds appropriated in the department's
5 budget. The report shall be submitted to the senate and house appropriations
6 committees, the house and senate fiscal agencies, and the state budget director. The
7 report shall include the following information:

8 (a) The dates of each travel occurrence.

9 (b) The transportation and related costs of each travel occurrence, including
10 the proportion funded with state general fund/general purpose revenues, the proportion
11 funded with state restricted revenues, the proportion funded with federal revenues,
12 and the proportion funded with other revenues.

13 Sec. 6-219. (1) In addition to the funds appropriated in part 1, there is
14 appropriated an amount not to exceed \$5,000,000.00 for federal contingency funds.
15 These funds are not available for expenditure until they have been transferred to
16 another line item in this article under section 393(2) of the management and budget
17 act, 1984 PA 431, MCL 18.1393.

18 (2) In addition to the funds appropriated in part 1, there is appropriated an
19 amount not to exceed \$700,000.00 for state restricted contingency funds. These funds
20 are not available for expenditure until they have been transferred to another line
21 item in this article under section 393(2) of the management and budget act, 1984 PA
22 431, MCL 18.1393.

23 (3) In addition to the funds appropriated in part 1, there is appropriated an
24 amount not to exceed \$250,000.00 for local contingency funds. These funds are not
25 available for expenditure until they have been transferred to another line item in
26 this article under section 393(2) of the management and budget act, 1984 PA 431, MCL
27 18.1393.

1 (4) In addition to the funds appropriated in part 1, there is appropriated an
2 amount not to exceed \$3,000,000.00 for private contingency funds. These funds are not
3 available for expenditure until they have been transferred to another line item in
4 this article under section 393(2) of the management and budget act, 1984 PA 431, MCL
5 18.1393.

6 Sec. 6-221. Funds appropriated in part 1 shall not be used by a principal
7 executive department, state agency, or authority to hire a person to provide legal
8 services that are the responsibility of the attorney general. This prohibition does
9 not apply to legal services for bonding activities and for those outside services that
10 the attorney general authorizes.

11 Sec. 6-222. The department shall maintain, on a publicly accessible website, a
12 department scorecard that identifies, tracks and regularly updates key metrics that
13 are used to monitor and improve the agency's performance.

14 Sec. 6-226. Not later than November 30, the state budget office shall prepare
15 and transmit a report that provides for estimates of the total general fund/general
16 purpose appropriation lapses at the close of the prior fiscal year. This report shall
17 summarize the projected year-end general fund/general purpose appropriation lapses by
18 major departmental program or program areas. The report shall be transmitted to the
19 chairpersons of the senate and house appropriations committees, and the senate and
20 house fiscal agencies.

21 Sec. 6-227. Within 14 days after the release of the executive budget
22 recommendation, the department shall cooperate with the state budget office to provide
23 the senate and house appropriations chairs, the senate and house appropriations
24 subcommittees chairs, and the senate and house fiscal agencies with an annual report
25 on estimated state restricted fund balances, state restricted fund projected revenues,
26 and state restricted fund expenditures for the fiscal years ending September 30, 2015
27 and September 30, 2016.

1 Sec. 6-230. The department may assist the department of community health, other
2 departments, and local school districts to secure reimbursement for eligible services
3 provided in Michigan schools from the federal Medicaid program. The department may
4 submit reports of direct expenses related to this effort to the department of
5 community health for reimbursement.

6 Sec. 6-231. Total authorized appropriations from all sources under part 1 for
7 legacy costs for the fiscal year ending September 30, 2016 is \$15,932,000.00. From
8 this amount, total agency appropriations for pension-related legacy costs are
9 estimated at \$9,042,900.00. Total agency appropriations for retiree health care legacy
10 costs are estimated at \$6,889,100.00.

11 **STATE BOARD OF EDUCATION/OFFICE OF THE SUPERINTENDENT**

12 Sec. 6-301. (1) The appropriations in part 1 may be used for per diem payments
13 to the state board for meetings at which a quorum is present or for performing
14 official business authorized by the state board. The per diem payments shall be at a
15 rate as follows:

16 (a) State board of education - president - \$110.00 per day.

17 (b) State board of education - member other than president - \$100.00 per day.

18 (2) A state board of education member shall not be paid a per diem for more
19 than 30 days per year.

20 **MICHIGAN SCHOOLS FOR THE DEAF AND BLIND**

21 Sec. 6-401. The employees at the Michigan schools for the deaf and blind who
22 work on a school year basis are considered annual employees for purposes of service
23 credits, retirement, and insurance benefits.

24 Sec. 6-402. For each student enrolled at the Michigan schools for the deaf and
25 blind, the department shall assess the intermediate school district of residence 100%

1 of the cost of operating the student's instructional program. The amount shall exclude
2 room and board related costs and the cost of weekend transportation between the school
3 and the student's home.

4 Sec. 6-406. (1) The Michigan schools for the deaf and blind may promote its
5 residential program as a possible appropriate option for children who are deaf or hard
6 of hearing or who are blind or visually impaired. The Michigan schools for the deaf
7 and blind shall distribute information detailing its services to all intermediate
8 school districts in the state.

9 (2) Upon knowledge of or recognition by an intermediate school district that a
10 child in the district is deaf or hard of hearing or blind or visually impaired, the
11 intermediate school district shall provide to the parents of the child the literature
12 distributed by the Michigan schools for the deaf and blind to intermediate school
13 districts under subsection (1).

14 (3) Parents will continue to have a choice regarding the educational placement
15 of their deaf or hard-of-hearing children.

16 Sec. 6-407. Revenue received by the Michigan schools for the deaf and blind
17 from gifts, bequests, donations and local district service fees that is unexpended at
18 the end of the state fiscal year may be carried over to the succeeding fiscal year and
19 shall not revert to the general fund.

20 Sec. 6-408. In addition to the funds appropriated in part 1, the funds
21 collected by the Michigan schools for the deaf and the low incidence outreach program
22 for document reproduction and services; conferences, workshops, and training classes;
23 and the use of specialized equipment, facilities, and software are appropriated for
24 all expenses necessary to provide the required services. These funds are available for
25 expenditure when they are received and may be carried forward into the next succeeding
26 fiscal year.

1 **PROFESSIONAL PREPARATION SERVICES**

2 Sec. 6-501. From the funds appropriated in part 1 for professional preparation
3 services, the department shall maintain certificate revocation/felony conviction files
4 of educational personnel.

5 Sec. 6-506. Revenue received from teacher testing fees that is unexpended at
6 the end of the state fiscal year may be carried over to the succeeding fiscal year and
7 shall not revert to the general fund.

8 **STATE AID AND SCHOOL FINANCE SERVICES**

9 Sec. 6-601. Funds appropriated in part 1 for the financial independence team
10 shall be expended for the purpose of implementing an early warning system to identify
11 districts and intermediate school districts that are in need of financial attention.
12 The financial independence team shall provide expertise, technical assistance, and the
13 resources necessary to address the financial needs for those identified distressed
14 districts and intermediate school districts.

15 **EDUCATIONAL IMPROVEMENT AND INNOVATION SERVICES**

16 Sec. 6-703. (1) From the increased funds appropriated in part 1 for educator
17 evaluations, the department shall implement educator evaluations based in part on
18 classroom observations and student growth metrics to identify targeted professional
19 development opportunities for educators.

20 (2) The department shall identify specific outcomes and performance measures
21 for this initiative, including, but not limited to, the following:

22 (a) Student academic growth as measured by academic growth in both math and
23 reading in two consecutive years of testing.

24 (b) Students proficient in reading at the end of third grade.

1 LIBRARY OF MICHIGAN

2 Sec. 6-801. In addition to the funds appropriated in part 1, the funds
3 collected by the Library of Michigan for document reproduction and services;
4 conferences, workshops, and training classes; and the use of specialized equipment,
5 facilities, and software are appropriated for all expenses necessary to provide the
6 required services. These funds are available for expenditure when they are received
7 and may be carried forward into the next succeeding fiscal year.

8 Sec. 6-804. (1) The funds appropriated in part 1 for renaissance zone
9 reimbursements shall be used to reimburse public libraries under section 12 of the
10 Michigan renaissance zone act, 1996 PA 376, MCL 125.2692, for taxes levied in 2015.
11 The allocations shall be made not later than 60 days after the department of treasury
12 certifies to the department and to the state budget director that the department of
13 treasury has received all necessary information to properly determine the amounts due
14 to each eligible recipient.

15 (2) If the amount appropriated under this section is not sufficient to fully
16 pay obligations under this section, payments shall be prorated on an equal basis among
17 all eligible public libraries.

18 Sec. 6-806. From the increased funds appropriated in part 1 for state aid to
19 public libraries, the department shall increase the state aid grants to libraries to
20 support local library operations and programs including those that develop and improve
21 early literacy skills by highlighting early literacy resources for emerging readers.
22 The purpose of the increase is to increase the number of children who are reading at
23 grade level by the end of third grade.

24 MICHIGAN OFFICE OF GREAT START

25 Sec. 6-1004. From the increased funds appropriated in part 1 for child
26 development and care public assistance, the department shall expand the child

1 development and care program in the current fiscal year. The purpose of this program
2 expansion is to increase the number of low-income children in high quality early
3 learning programs, to increase the number of children ready for school at kindergarten
4 entry, and to increase the number of children who are reading at grade level by the
5 end of third grade.

6 SCHOOL REFORM OFFICE

7 Sec. 6-1101. (1) From the funds appropriated in part 1, the department shall
8 assure all of the following:

9 (a) That public schools that are removed from the control of a district by
10 action of the state reform/redesign officer, superintendent of public instruction, or
11 any other entity remain in compliance with all applicable state and federal law
12 concerning special education.

13 (b) That students at public schools described in subdivision (a) with
14 individualized education programs are afforded special education services in
15 accordance with applicable state and federal law concerning special education.

16 (2) The department shall report to the legislature on the number of students in
17 public schools described in subsection (1)(a) who have an individualized education
18 program and the performance results of those students after the change in governance
19 of the public school.

1 **Article 7**

2 **DEPARTMENT OF ENVIRONMENTAL QUALITY**

3 **PART 1**

4 **LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS**

5 Sec. 7-101. Subject to the conditions set forth in this article, the amounts
 6 listed in this part for the department of environmental quality are appropriated for
 7 the fiscal year ending September 30, 2016, and are anticipated to be appropriated for
 8 the fiscal year ending September 30, 2017, from the funds indicated in this part. The
 9 following is a summary of the appropriations and anticipated appropriations in this
 10 part:

11 **DEPARTMENT OF ENVIRONMENTAL QUALITY**

12 **APPROPRIATION SUMMARY**

13	Full-time equated unclassified positions.....	6.0	6.0
14	Full-time equated classified positions.....	1,221.0	1,221.0
15	GROSS APPROPRIATION	\$ 487,925,900	\$ 487,925,900
16	Total interdepartmental grants and intradepartmental		
17	transfers.....	9,115,300	9,115,300
18	ADJUSTED GROSS APPROPRIATION	\$ 478,810,600	\$ 478,810,600
19	Total federal revenues	138,163,100	138,163,100
20	Total local revenues	0	0
21	Total private revenues	546,000	546,000
22	Total other state restricted revenues	304,723,800	304,723,800
23	State general fund/general purpose	\$ 35,377,700	\$ 35,377,700
24	<i>State general fund/general purpose schedule:</i>		
25	Ongoing state general fund/general purpose	35,377,700	35,377,700
26	One-time general fund/general purpose	0	0

1	Sec. 7-102. EXECUTIVE OPERATIONS			
2	Full-time equated unclassified positions.....		6.0	6.0
3	Full-time equated classified positions.....		13.0	13.0
4	Unclassified salaries	\$	735,600	\$ 735,600
5	Executive direction-13.0 FTE positions		<u>2,058,000</u>	<u>2,058,000</u>
6	GROSS APPROPRIATION	\$	2,793,600	\$ 2,793,600
7	Appropriated from:			
8	Federal revenues		27,100	27,100
9	State restricted revenues		1,291,500	1,291,500
10	State general fund/general purpose	\$	1,475,000	\$ 1,475,000
11	Sec. 7-103. OFFICE OF THE GREAT LAKES			
12	Full-time equated classified positions.....		12.0	12.0
13	Office of the Great Lakes-12.0 FTE positions	\$	2,141,200	\$ 2,141,200
14	Coastal management grants		<u>1,250,000</u>	<u>1,250,000</u>
15	GROSS APPROPRIATION	\$	3,391,200	\$ 3,391,200
16	Appropriated from:			
17	Federal revenues		2,176,300	2,176,300
18	State restricted revenues		325,400	325,400
19	State general fund/general purpose	\$	889,500	\$ 889,500
20	Sec. 7-104. GREAT LAKES RESTORATION INITIATIVE			
21	Full-time equated classified positions.....		6.0	6.0
22	Great Lakes restoration initiative-6.0 FTE positions ..	\$	<u>15,046,100</u>	\$ <u>15,046,100</u>
23	GROSS APPROPRIATION	\$	15,046,100	\$ 15,046,100
24	Appropriated from:			
25	Federal revenues		15,046,100	15,046,100
26	State general fund/general purpose	\$	0	\$ 0
27	Sec. 7-105. DEPARTMENT SUPPORT SERVICES			

1	Full-time equated classified positions		34.0		34.0
2	Central support services-34.0 FTE positions	\$	4,073,300	\$	4,073,300
3	Accounting service center		1,362,200		1,362,200
4	Administrative hearings		372,200		372,200
5	Automated data processing		2,053,400		2,053,400
6	Building occupancy charges		4,438,600		4,438,600
7	Environmental support projects		5,000,000		5,000,000
8	Rent - privately owned property		<u>2,281,200</u>		<u>2,281,200</u>
9	GROSS APPROPRIATION	\$	19,580,900	\$	19,580,900
10	Appropriated from:				
11	Interdepartmental grant revenues		2,262,700		2,262,700
12	State restricted revenues		15,262,200		15,262,200
13	State general fund/general purpose	\$	2,056,000	\$	2,056,000
14	Sec. 7-106. OFFICE OF ENVIRONMENTAL ASSISTANCE				
15	Full-time equated classified positions		40.0		40.0
16	Office of environmental assistance-40.0 FTE positions .	\$	7,233,000	\$	7,233,000
17	Pollution prevention local grants		<u>250,000</u>		<u>250,000</u>
18	GROSS APPROPRIATION	\$	7,483,000	\$	7,483,000
19	Appropriated from:				
20	Federal revenues		779,100		779,100
21	Private revenues		359,200		359,200
22	State restricted revenues		3,210,100		3,210,100
23	State general fund/general purpose	\$	3,134,600	\$	3,134,600
24	Sec. 7-107. WATER RESOURCES DIVISION				
25	Full-time equated classified positions		316.0		316.0
26	Water resources programs-109.0 FTE positions	\$	15,412,000	\$	15,412,000
27	Surface water quality program-179.0 FTE positions		31,518,100		31,518,100

1	Groundwater discharge permit program-22.0 FTE			
2	positions.....	3,157,800		3,157,800
3	Aquatic nuisance control program-6.0 FTE positions	897,800		897,800
4	Federal - Great Lakes remedial action plan grants	583,800		583,800
5	Federal - nonpoint source water pollution grants	4,083,300		4,083,300
6	Contaminated lake and river sediment cleanup program ..	1,565,000		1,565,000
7	Nonpoint source pollution prevention and control project			
8	program.....	2,000,000		2,000,000
9	Wetland mitigation banking grants and loans	3,000,000		3,000,000
10	Water quality protection grants	<u>100,000</u>		<u>100,000</u>
11	GROSS APPROPRIATION	\$ 62,317,800	\$	62,317,800
12	Appropriated from:			
13	Interdepartmental grant revenues	1,225,400		1,225,400
14	Federal revenues	19,233,000		19,233,000
15	State restricted revenues	23,945,600		23,945,600
16	State general fund/general purpose	<u>\$ 17,913,800</u>	<u>\$</u>	<u>17,913,800</u>
17	Sec. 7-108. LAW ENFORCEMENT DIVISION			
18	Full-time equated classified positions.....	14.0		14.0
19	Environmental investigations-14.0 FTE positions	<u>\$ 2,809,200</u>	<u>\$</u>	<u>2,809,200</u>
20	GROSS APPROPRIATION	\$ 2,809,200	\$	2,809,200
21	Appropriated from:			
22	Interdepartmental grant revenues	15,700		15,700
23	Federal revenues	569,500		569,500
24	State restricted revenues	1,661,000		1,661,000
25	State general fund/general purpose	<u>\$ 563,000</u>	<u>\$</u>	<u>563,000</u>
26	Sec. 7-109. AIR QUALITY DIVISION			
27	Full-time equated classified positions.....	189.0		189.0

1	Air quality programs-189.0 FTE positions	\$	<u>26,731,000</u>	\$	<u>26,731,000</u>
2	GROSS APPROPRIATION	\$	26,731,000	\$	26,731,000
3	Appropriated from:				
4	Federal revenues		7,322,000		7,322,000
5	State restricted revenues		14,828,300		14,828,300
6	State general fund/general purpose	\$	4,580,700	\$	4,580,700
7	Sec. 7-110. RESOURCE MANAGEMENT				
8	Full-time equated classified positions		305.0		305.0
9	Drinking water and environmental health-106.0 FTE				
10	positions	\$	16,655,000	\$	16,655,000
11	Hazardous waste management program-45.0 FTE positions .		6,795,500		6,795,500
12	Low-level radioactive waste authority-2.0 FTE positions		227,700		227,700
13	Medical waste program-2.0 FTE positions		297,200		297,200
14	Municipal assistance-29.0 FTE positions		4,724,600		4,724,600
15	Radiological protection program-12.0 FTE positions		1,939,200		1,939,200
16	Recycling initiative-3.0 FTE positions		999,100		999,100
17	Oil, gas and mineral services-59.0 FTE positions		12,012,800		12,012,800
18	Waste management programs-47.0 FTE positions		9,746,100		9,746,100
19	Drinking water program grants		830,000		830,000
20	Septage waste compliance grants		275,000		275,000
21	Strategic water quality initiative grants and loans ...		97,000,000		97,000,000
22	Water pollution control & drinking water revolving fund		<u>84,993,000</u>		<u>84,993,000</u>
23	GROSS APPROPRIATION	\$	236,495,200	\$	236,495,200
24	Appropriated from:				
25	Interdepartmental grant revenues		1,635,600		1,635,600
26	Federal revenues		85,785,900		85,785,900
27	State restricted revenues		144,738,300		144,738,300

1	State general fund/general purpose	\$	4,335,400	\$	4,335,400
2	Sec. 7-111. REMEDIATION AND REDEVELOPMENT DIVISION				
3	Full-time equated classified positions		291.0		291.0
4	Contaminated site investigation, cleanup, and				
5	revitalization-202.0 FTE positions	\$	24,329,900	\$	24,329,900
6	Federal cleanup project management-50.0 FTE positions .		8,858,900		8,858,900
7	Laboratory services-39.0 FTE positions		6,082,600		6,082,600
8	Brownfield grants		1,500,000		1,500,000
9	Emergency cleanup actions		4,000,000		4,000,000
10	Environmental bond site reclamation program		126,800		126,800
11	Environmental cleanup support		1,840,000		1,840,000
12	Environmental cleanup & redevelopment program		15,000,000		15,000,000
13	Refined petroleum product cleanup program		20,000,000		20,000,000
14	Superfund cleanup		<u>1,000,000</u>		<u>1,000,000</u>
15	GROSS APPROPRIATION	\$	82,738,200	\$	82,738,200
16	Appropriated from:				
17	Interdepartmental grant revenues		3,801,400		3,801,400
18	Federal revenues		6,248,100		6,248,100
19	Private revenues		186,800		186,800
20	State restricted revenues		72,501,900		72,501,900
21	State general fund/general purpose	\$	0	\$	0
22	Sec. 7-112. UNDERGROUND STORAGE TANK AUTHORITY				
23	Full-time equated classified positions		1.0		1.0
24	Underground storage tank cleanup program-1.0 FTE				
25	position	\$	<u>20,000,000</u>	\$	<u>20,000,000</u>
26	GROSS APPROPRIATION	\$	20,000,000	\$	20,000,000
27	Appropriated from:				

1	State restricted revenues	20,000,000	20,000,000
2	State general fund/general purpose	\$ 0	\$ 0
3	Sec. 7-113. INFORMATION TECHNOLOGY		
4	Information technology services and projects	\$ <u>8,539,700</u>	\$ <u>8,539,700</u>
5	GROSS APPROPRIATION	\$ 8,539,700	\$ 8,539,700
6	Appropriated from:		
7	Interdepartmental grant revenues	174,500	174,500
8	Federal revenues	976,000	976,000
9	State restricted revenues	6,959,500	6,959,500
10	State general fund/general purpose	\$ 429,700	\$ 429,700

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2016

GENERAL SECTIONS

Sec. 7-201. 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 2015-2016 is \$340,101,500.00 and state spending from state resources to be paid to local units of government for fiscal year 2015-2016 is \$3,648,500.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF ENVIRONMENTAL QUALITY

21	Drinking water and environmental health	\$ 1,800,000
22	Septage waste compliance grants	275,000
23	Surface water quality program	500,000
24	Waste management programs	<u>1,073,500</u>
25	TOTAL	\$ 3,648,500

1 Sec. 7-202. The appropriations authorized under this article are subject to the
2 management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

3 Sec. 7-203. As used in this article:

4 (a) "Department" means the department of environmental quality.

5 (b) "Director" means the director of the department.

6 Sec. 7-205. The departments and agencies receiving appropriations in part 1
7 shall use the Internet to fulfill the reporting requirements of this article. This
8 requirement may include transmission of reports via electronic mail to the recipients
9 identified for each reporting requirement, or it may include placement of reports on
10 an Internet or Intranet site.

11 Sec. 7-209. The departments and agencies receiving appropriations in part 1
12 shall prepare a report on out-of-state travel expenses not later than January 1 of
13 each year. The travel report shall be a listing of all travel by classified and
14 unclassified employees outside this state in the immediately preceding fiscal year
15 that was funded in whole or in part with funds appropriated in the department's
16 budget. The report shall be submitted to the senate and house appropriations
17 committees, the house and senate fiscal agencies, and the state budget director. The
18 report shall include the following information:

19 (a) The dates of each travel occurrence.

20 (b) The transportation and related costs of each travel occurrence, including
21 the proportion funded with state general fund/general purpose revenues, the proportion
22 funded with state restricted revenues, the proportion funded with federal revenues,
23 and the proportion funded with other revenues.

24 Sec. 7-210. Funds appropriated in part 1 shall not be used for the purchase of
25 foreign goods or services, or both, if competitively priced and of comparable quality
26 American goods or services, or both, are available. Preference shall be given to goods
27 or services, or both, manufactured or provided by Michigan businesses, if they are

1 competitively priced and of comparable quality. In addition, preference should be
2 given to goods or services, or both, that are manufactured or provided by Michigan
3 businesses owned and operated by veterans, if they are competitively priced and of
4 comparable quality.

5 Sec. 7-211. The director shall take all reasonable steps to ensure businesses
6 in deprived and depressed communities compete for and perform contracts to provide
7 services or supplies, or both. Each director shall strongly encourage firms with which
8 the department contracts to subcontract with certified businesses in depressed and
9 deprived communities for services, supplies, or both.

10 Sec. 7-214. Funds appropriated in part 1 shall not be used by a principal
11 executive department, state agency, or authority to hire a person to provide legal
12 services that are the responsibility of the attorney general. This prohibition does
13 not apply to legal services for bonding activities and for those outside services that
14 the attorney general authorizes.

15 Sec. 7-215. (1) In addition to the funds appropriated in part 1, there is
16 appropriated an amount not to exceed \$30,000,000.00 for federal contingency funds.
17 These funds are not available for expenditure until they have been transferred to
18 another line item in this article under section 393(2) of the management and budget
19 act, 1984 PA 431, MCL 18.1393.

20 (2) In addition to the funds appropriated in part 1, there is appropriated an
21 amount not to exceed \$5,000,000.00 for state restricted contingency funds. These funds
22 are not available for expenditure until they have been transferred to another line
23 item in this article under section 393(2) of the management and budget act, 1984 PA
24 431, MCL 18.1393.

25 (3) In addition to the funds appropriated in part 1, there is appropriated an
26 amount not to exceed \$100,000.00 for local contingency funds. These funds are not
27 available for expenditure until they have been transferred to another line item in

1 this article under section 393(2) of the management and budget act, 1984 PA 431, MCL
2 18.1393.

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

8 Sec. 7-216. (1) The department shall report all of the following information
9 relative to allocations made from appropriations for the environmental cleanup and
10 redevelopment program, state cleanup, emergency actions, superfund cleanup, the
11 revitalization revolving loan program, the brownfield grants and loans program, the
12 leaking underground storage tank cleanup program, the contaminated lake and river
13 sediments cleanup program, the refined petroleum product cleanup program, and the
14 environmental protection bond projects under section 19508(7) of the natural resources
15 and environmental protection act, 1994 PA 451, MCL 324.19508, to the state budget
16 director, the senate and house appropriations subcommittees on environmental quality,
17 and the senate and house fiscal agencies:

18 (a) The name and location of the site for which an allocation is made.

19 (b) The nature of the problem encountered at the site.

20 (c) A brief description of how the problem will be resolved if the allocation
21 is made for a response activity.

22 (d) The estimated date that site closure activities will be completed.

23 (e) The amount of the allocation, or the anticipated financing for the site.

24 (f) A summary of the sites and the total amount of funds expended at the sites
25 at the conclusion of the fiscal year.

26 (g) The number of brownfield projects that were successfully redeveloped.

27 (2) The report prepared under subsection (1) shall also include all of the

1 following:

2 (a) The status of all state-owned facilities that are on the list compiled
3 under part 201 of the natural resources and environmental protection act, 1994 PA 451,
4 MCL 324.20101 to 324.20142.

5 (b) The report shall include the total amount of funds expended during the
6 fiscal year and the total amount of funds awaiting expenditure.

7 (c) The total amount of bonds issued for the environmental protection bond
8 program pursuant to part 193 of the natural resources and environmental protection
9 act, 1994 PA 451, MCL 324.19301 to 324.19306, and bonds issued pursuant to the clean
10 Michigan initiative act, 1998 PA 284, MCL 324.95101 to 324.95108.

11 (3) The report shall be made available by March 31 of each year.

12 Sec. 7-217. (1) The department may expend amounts remaining from the current
13 and prior fiscal year appropriations to meet funding needs of legislatively approved
14 sites for the environmental cleanup and redevelopment program, the refined petroleum
15 product cleanup program, brownfield grants and loans, waterfront grants, and the
16 environmental bond site reclamation program.

17 (2) Unexpended and unencumbered amounts remaining from appropriations from the
18 environmental protection bond fund contained in 2003 PA 173, 2005 PA 109, 2006 PA 343,
19 2011 PA 63, and 2012 PA 236 are appropriated for expenditure for any site listed in
20 this part and part 1 and any site listed in the public acts referenced in this
21 section.

22 (3) Unexpended and unencumbered amounts remaining from appropriations from the
23 clean Michigan initiative fund - response activities contained in 2000 PA 52, 2004 PA
24 309, 2005 PA 11, 2006 PA 343, 2007 PA 121, 2011 PA 63, 2013 PA 59, and 2014 PA 252 are
25 appropriated for expenditure for any site listed in this part and part 1 and any site
26 listed in the public acts referenced in this section.

27 (4) Unexpended and unencumbered amounts remaining from appropriations from the

1 refined petroleum fund activities contained in 2007 PA 121, 2008 PA 247, 2009 PA 118,
2 2010 PA 189, 2012 PA 200, 2013 PA 59, and 2014 PA 252 are appropriated for expenditure
3 for any site listed in this part and part 1 and any site listed in the public acts
4 referenced in this section.

5 (5) Unexpended and unencumbered amounts remaining from the appropriations from
6 the strategic water quality initiatives fund contained in 2011 PA 50, 2011 PA 63, 2012
7 PA 200, 2013 PA 59, and 2014 PA 252 are appropriated for expenditure for any site
8 listed in this part and part 1 and any site listed in the public acts referenced in
9 this section.

10 Sec. 7-219. Unexpended settlement revenues at the end of the fiscal year may be
11 carried forward into the settlement fund in the succeeding fiscal year up to a maximum
12 carryforward of \$2,500,000.00.

13 Sec. 7-221. Not later than November 30, the state budget office shall prepare
14 and transmit a report that provides for estimates of the total general fund/general
15 purpose appropriation lapses at the close of the prior fiscal year. This report shall
16 summarize the projected year-end general fund/general purpose appropriation lapses by
17 major departmental program or program areas. The report shall be transmitted to the
18 chairpersons of the senate and house appropriations committees, and the senate and
19 house fiscal agencies.

20 Sec. 7-222. Within 14 days after the release of the executive budget
21 recommendation, the department shall cooperate with the state budget office to provide
22 the senate and house appropriations chairs, the senate and house appropriations
23 subcommittees chairs, and the senate and house fiscal agencies with an annual report
24 on estimated state restricted fund balances, state restricted fund projected revenues,
25 and state restricted fund expenditures for the fiscal years ending September 30, 2015
26 and September 30, 2016.

27 Sec. 7-225. The department shall cooperate with the department of technology,

1 management and budget to maintain a searchable website accessible by the public at no
2 cost that includes, but is not limited to, all of the following for each department or
3 agency:

4 (a) Fiscal year-to-date expenditures by category.

5 (b) Fiscal year-to-date expenditures by appropriation unit.

6 (c) Fiscal year-to-date payments to a selected vendor, including the vendor
7 name, payment date, payment amount, and payment description.

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

9 (e) Job specifications and wage rates.

10 Sec. 7-231. The department shall maintain, on a publicly accessible website, a
11 department scorecard that identifies, tracks and regularly updates key metrics that
12 are used to monitor and improve the agency's performance.

13 Sec. 7-234. Total authorized appropriations from all sources under part 1 for
14 legacy costs for the fiscal year ending September 30, 2016 is \$32,415,600.00. From
15 this amount, total agency appropriations for pension-related legacy costs are
16 estimated at \$18,399,000.00. Total agency appropriations for retiree health care
17 legacy costs are estimated at \$14,016,600.00.

18 **REMEDICATION AND REDEVELOPMENT DIVISION**

19 Sec. 7-301. Revenues remaining in the interdepartmental transfers, laboratory
20 services at the end of the fiscal year shall carry forward into the succeeding fiscal
21 year.

22 Sec. 7-302. The unexpended funds appropriated in part 1 for emergency cleanup
23 actions, the environmental cleanup and redevelopment program, and the refined
24 petroleum product cleanup program are considered work project appropriations and any
25 unencumbered or unallotted funds are carried forward into the succeeding fiscal year.
26 The following is in compliance with section 451a(1) of the management and budget act,

1 1984 PA 431, MCL 18.1451a:

2 (a) The purpose of the projects to be carried forward is to provide
3 contaminated site cleanup.

4 (b) The projects will be accomplished by contract.

5 (c) The total estimated cost of all projects is identified in each line-item
6 appropriation.

7 (d) The tentative completion date is September 30, 2020.

8 Sec. 7-303. Effective October 1, 2015, surplus funds not to exceed
9 \$1,000,000.00 in the cleanup and redevelopment trust fund are appropriated to the
10 environmental protection fund created in section 503a of the natural resources and
11 environmental protection act, 1994 PA 451, MCL 324.503a.

12 Sec. 7-304. Effective October 1, 2015, surplus funds not to exceed
13 \$1,000,000.00 in the community pollution prevention fund created in section 3f of 1976
14 initiated law 1, MCL 445.573f, are appropriated to the environmental protection fund
15 created in section 503a of the natural resources and environmental protection act,
16 1994 PA 451, MCL 324.503a.

17 Sec. 7-309. The unexpended funds appropriated in part 1 for the brownfield
18 grant program are considered work project appropriations and any unencumbered or
19 unallotted funds are carried forward into the succeeding fiscal year. The following is
20 in compliance with section 451a(1) of the management and budget act, 1984 PA 431, MCL
21 18.145a:

22 (a) The purpose of the projects to be carried forward is to provide
23 contaminated site cleanup.

24 (b) The projects will be accomplished by contract.

25 (c) The total estimated cost of all projects is \$1,500,000.00.

26 (d) The tentative completion date is September 30, 2020.

27 Sec. 7-310. (1) Upon approval by the state budget director, the department may

1 expend from the general fund of the state an amount to meet the cash-flow requirements
2 of projects funded under any of the following that are financed from bond proceeds and
3 for which bonds have been authorized but not yet issued:

4 (a) Part 52 of the natural resources and environmental protection act, 1994 PA
5 451, MCL 324.5201 to 324.5206.

6 (b) Part 193 of the natural resources and environmental protection act, 1994 PA
7 451, MCL 324.19301 to 324.19306.

8 (c) Part 196 of the natural resources and environmental protection act, 1994 PA
9 451, MCL 324.19601 to 324.19616.

10 (2) Upon the sale of bonds for projects described in subsection (1), the
11 department shall credit the general fund of the state an amount equal to that expended
12 from the general fund.

13 RESOURCE MANAGEMENT

14 Sec. 7-405. If a certified health department does not exist in a city, county,
15 or district or does not fulfill its responsibilities under part 117 of the natural
16 resources and environmental protection act, 1994 PA 451, MCL 324.11701 to 324.11720,
17 then the department may spend funds appropriated in part 1 under the septage waste
18 compliance program in accordance with section 11716 of the natural resources and
19 environmental protection act, 1994 PA 451, MCL 324.11716.

20 AIR QUALITY DIVISION

21 Sec. 7-501. From the increased funds appropriated for the air quality program,
22 the department shall increase the funding available for compliance assistance,
23 permitting, inspections, monitoring, and enforcement of facilities that are major
24 sources of air pollution. The funding will assist with assuring Michigan meets
25 National Ambient Air Quality Standards and that Michigan is in compliance with the

1 federal Clean Air Act.

2 UNDERGROUND STORAGE TANK AUTHORITY

3 Sec. 7-701. The unexpended funds appropriated in part 1 for the underground
4 storage tank cleanup program are considered work project appropriations and any
5 unencumbered or unallotted funds are carried forward into the succeeding fiscal year.
6 The following is in compliance with section 451a(1) of the management and budget act,
7 1984 PA 431, MCL 18.1451a:

8 (a) The purpose of the projects to be carried forward is to provide
9 contaminated site cleanup.

10 (b) The projects will be accomplished by contract.

11 (c) The total estimated cost of all projects is \$20,000,000.00.

12 (d) The tentative completion date is September 30, 2020.

Article 8

EXECUTIVE OFFICE

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 8-101. Subject to the conditions set forth in this article, the amounts listed in this part for the executive office are appropriated for the fiscal year ending September 30, 2016, and are anticipated to be appropriated for the fiscal year ending September 30, 2017, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

EXECUTIVE OFFICE

APPROPRIATION SUMMARY

12	Full-time equated unclassified positions	10.0	10.0
13	Full-time equated classified positions	78.2	78.2
14	GROSS APPROPRIATION	\$ 5,916,100	\$ 5,916,100
15	Total interdepartmental grants and intradepartmental		
16	transfers	0	0
17	ADJUSTED GROSS APPROPRIATION	\$ 5,916,100	\$ 5,916,100
18	Total federal revenues	0	0
19	Total local revenues	0	0
20	Total private revenues	0	0
21	Total other state restricted revenues	0	0
22	State general fund/general purpose	\$ 5,916,100	\$ 5,916,100
23	<i>State general fund/general purpose schedule:</i>		
24	Ongoing state general fund/general purpose	5,916,100	5,916,100
25	One-time state general fund/general purpose	0	0

Sec. 8-102. EXECUTIVE OFFICE OPERATIONS

1 **Article 9**

2 **DEPARTMENT OF HUMAN SERVICES**

3 **PART 1**

4 **LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS**

5 Sec. 9-101. Subject to the conditions set forth in this article, the amounts
 6 listed in this part for the department of human services are appropriated for the
 7 fiscal year ending September 30, 2016, and are anticipated to be appropriated for the
 8 fiscal year ending September 30, 2017, from the funds indicated in this part. The
 9 following is a summary of the appropriations and anticipated appropriations in this
 10 part:

11 **DEPARTMENT OF HUMAN SERVICES**

12 **APPROPRIATION SUMMARY**

13	Full-time equated classified positions	12,037.9	12,037.9
14	Unclassified positions	6.0	6.0
15	Total full-time equated positions	12,043.9	12,043.9
16	GROSS APPROPRIATION	\$ 5,734,326,500	\$ 5,727,663,100
17	Interdepartmental grant revenues:		
18	Total interdepartmental grants and intradepartmental		
19	transfers	24,260,300	24,260,300
20	ADJUSTED GROSS APPROPRIATION	\$ 5,710,066,200	\$ 5,703,402,800
21	Federal revenues:		
22	Social security act, temporary assistance for needy		
23	families	515,209,500	510,075,100
24	Capped federal revenues	584,249,600	584,249,600
25	Federal supplemental security income	8,588,600	8,588,600
26	Total other federal revenues	3,433,995,900	3,433,995,900

1	Special revenue funds:		
2	Total private revenues	26,356,900	26,356,900
3	Total local revenues	45,441,300	45,441,300
4	Total other state restricted revenues	117,333,400	117,333,400
5	State general fund/general purpose	\$ 978,891,000	\$ 977,362,000
6	<i>State general fund/general purpose schedule:</i>		
7	<i>Ongoing state general fund/general purpose</i>	<i>978,491,000</i>	<i>977,362,000</i>
8	<i>One-time general fund/general purpose</i>	<i>400,000</i>	<i>0</i>
9	Sec. 9-102. DEPARTMENTWIDE ADMINISTRATION		
10	Total full-time equated positions.....	755.5	755.5
11	Full-time equated unclassified positions.....	6.0	6.0
12	Full-time equated classified positions.....	749.5	749.5
13	Unclassified salaries-6.0 FTE positions	\$ 735,500	\$ 735,500
14	Central administration-271.5 FTE positions	30,052,500	30,052,500
15	Contractual services, supplies, and materials	12,671,800	12,671,800
16	Demonstration projects-7.0 FTE positions	6,805,100	6,805,100
17	Office of inspector general-130.0 FTE positions	13,236,300	13,236,300
18	AFC, children's welfare and day care licensure-276.0 FTE		
19	positions.....	34,495,100	34,495,100
20	State office of administrative hearings and rules	8,353,900	8,353,900
21	Office of workforce development and training-65.0 FTE		
22	positions.....	10,101,600	10,101,600
23	Travel	9,208,900	9,208,900
24	Rent and state office facilities	46,771,900	46,771,900
25	Worker's compensation	2,461,300	2,461,300
26	Terminal pay and other employee costs	10,320,200	10,320,200
27	Information technology projects and services	<u>114,969,100</u>	<u>114,969,100</u>

1	GROSS APPROPRIATION	\$ 300,183,200	\$ 300,183,200
2	Appropriated from:		
3	Interdepartmental grant revenues:		
4	IDG from department of education	15,803,700	15,803,700
5	Federal revenues:		
6	Social security act, temporary assistance for needy		
7	families	39,135,900	39,135,900
8	Capped federal revenues	35,195,800	35,195,800
9	Total other federal revenues	97,841,900	97,841,900
10	Special revenue funds:		
11	Total private revenues	3,806,800	3,806,800
12	Total local revenues	16,400	16,400
13	Total other state restricted revenues	5,400	5,400
14	State general fund/general purpose	\$ 108,377,300	\$ 108,377,300
15	Sec. 9-103. CHILD SUPPORT ENFORCEMENT		
16	Full-time equated classified positions	185.7	185.7
17	Child support enforcement operations—179.7 FTE		
18	positions	\$ 21,910,600	\$ 21,910,600
19	Legal support contracts	113,359,100	113,359,100
20	Child support incentive payments	24,409,600	24,409,600
21	State disbursement unit—6.0 FTE positions	8,080,700	8,080,700
22	Child support automation	<u>41,877,600</u>	<u>41,877,600</u>
23	GROSS APPROPRIATION	\$ 209,637,600	\$ 209,637,600
24	Appropriated from:		
25	Federal revenues:		
26	Capped federal revenues	11,395,000	11,395,000
27	Total other federal revenues	164,110,900	164,110,900

1	Special revenue funds:			
2	State general fund/general purpose	\$	34,131,700	\$ 34,131,700
3	Sec. 9-104. COMMUNITY SERVICES AND OUTREACH			
4	Full-time equated classified positions		46.6	46.6
5	Bureau of community services and outreach-16.0 FTE			
6	positions	\$	2,065,600	\$ 2,065,600
7	Community services block grant		25,840,000	25,840,000
8	Weatherization assistance		16,340,000	16,340,000
9	Homeless programs		15,721,900	15,721,900
10	Domestic violence prevention and treatment-14.6 FTE			
11	positions		15,727,100	15,727,100
12	Rape prevention and services-0.5 FTE position		5,072,300	5,072,300
13	Child advocacy centers-0.5 FTE position		2,000,000	2,000,000
14	Michigan community service commission-15.0 FTE			
15	positions		<u>11,593,900</u>	<u>11,593,900</u>
16	GROSS APPROPRIATION	\$	94,360,800	\$ 94,360,800
17	Appropriated from:			
18	Federal revenues:			
19	Social security act, temporary assistance for needy			
20	families		11,223,100	11,223,100
21	Capped federal revenues		66,215,400	66,215,400
22	Special revenue funds:			
23	Total private revenues		44,100	44,100
24	Compulsive gambling prevention fund		1,040,500	1,040,500
25	Sexual assault victims' treatment fund		3,000,000	3,000,000
26	Child advocacy centers fund		2,000,000	2,000,000
27	State general fund/general purpose	\$	10,837,700	\$ 10,837,700

1	Sec. 9-105. ADULT PROTECTIVE AND SUPPORT SERVICES		
2	Full-time equated classified positions	443.0	443.0
3	Guardian contract	\$ 540,200	\$ 540,200
4	Adult services policy and administration-18.0 FTE		
5	positions	2,279,400	2,279,400
6	Elder law of Michigan MiCAFE contract	350,000	350,000
7	Elder abuse prosecuting attorney	300,000	300,000
8	Adult services field staff-425.0 FTE positions	<u>43,807,400</u>	<u>43,807,400</u>
9	GROSS APPROPRIATION	\$ 47,277,000	\$ 47,277,000
10	Appropriated from:		
11	Federal revenues:		
12	Capped federal revenues	17,558,800	17,558,800
13	Total other federal revenues	14,561,300	14,561,300
14	Special revenue funds:		
15	State general fund/general purpose	\$ 15,156,900	\$ 15,156,900
16	Sec. 9-106. CHILD WELFARE SERVICES		
17	Full-time equated classified positions	3,790.2	3,790.2
18	Children's services administration-170.0 FTE		
19	positions	\$ 19,049,200	\$ 19,049,200
20	Child welfare field staff - caseload compliance-2,511.0		
21	FTE positions	225,483,300	225,483,300
22	Child welfare field staff - noncaseload compliance-408.5		
23	FTE positions	43,029,600	43,029,600
24	Child welfare first line supervisors-578.0 FTE		
25	positions	70,618,000	70,618,000
26	Second line supervisors and technical staff-54.0 FTE		
27	positions	8,650,900	8,650,900

1	Contractual services, supplies, and materials	9,274,000	9,274,000
2	Settlement monitor	1,885,800	1,885,800
3	Foster care payments	182,728,600	182,728,600
4	Guardianship assistance program	8,807,000	8,807,000
5	Child care fund	177,321,500	177,321,500
6	Child care fund administration-6.2 FTE positons	788,100	788,100
7	Adoption subsidies	239,884,600	239,884,600
8	Adoption support services-10.0 FTE positions	26,893,600	26,893,600
9	Youth in transition-4.5 FTE positions	15,006,900	15,006,900
10	Child welfare medical/psychiatric evaluations	8,735,500	8,735,500
11	Psychotropic oversight	618,200	618,200
12	Performance based funding implementation-3.0 FTE		
13	positions.....	1,272,100	1,272,100
14	Serious emotional disturbance mental health services ..	6,340,500	6,340,500
15	Interstate compact	179,600	179,600
16	Strong families/safe children	12,350,100	12,350,100
17	Family preservation programs-23.0 FTE positions	38,857,500	38,857,500
18	Family preservation and prevention services		
19	administration-9.0 FTE positions.....	1,263,100	1,263,100
20	Child abuse and neglect - children's justice act-1.0		
21	FTE position.....	619,100	619,100
22	Children's trust fund-12.0 FTE positions	3,301,800	3,301,800
23	Attorney general contract	4,224,900	4,224,900
24	Prosecuting attorney contracts	2,561,700	2,561,700
25	Child protection	<u>873,900</u>	<u>873,900</u>
26	GROSS APPROPRIATION	\$ 1,110,619,100	\$ 1,110,619,100
27	Appropriated from:		

1	Interdepartmental grant revenues:		
2	IDG from department of education	89,100	89,100
3	Federal revenues:		
4	Social security act, temporary assistance for needy		
5	families	278,087,300	278,087,300
6	Capped federal revenues	110,256,100	110,256,100
7	Total other federal revenues	253,850,600	253,850,600
8	Special revenue funds:		
9	Private - collections	2,452,400	2,452,400
10	Local funds - county chargeback	16,517,200	16,517,200
11	Children's trust fund	2,076,900	2,076,900
12	State general fund/general purpose	\$ 447,289,500	\$ 447,289,500
13	Sec. 9-107. JUVENILE JUSTICE SERVICES		
14	Full-time equated classified positions	181.0	181.0
15	W.J. Maxey training school-69.0 FTE positions	\$ 9,895,900	\$ 9,895,900
16	Bay Pines center-42.0 FTE positions	4,823,100	4,823,100
17	Shawono center-42.0 FTE positions	4,908,200	4,908,200
18	County juvenile officers	3,904,300	3,904,300
19	Community support services-3.0 FTE positions	2,097,900	2,097,900
20	Juvenile justice, administration and maintenance-22.0		
21	FTE positions	3,891,800	3,891,800
22	Juvenile accountability block grant-0.5 FTE		
23	position	1,281,300	1,281,300
24	Committee on juvenile justice administration-2.5 FTE		
25	positions	343,500	343,500
26	Committee on juvenile justice grants	3,000,000	3,000,000
27	In-home community care	<u>400,000</u>	<u>400,000</u>

1	GROSS APPROPRIATION	\$	34,546,000	\$	34,546,000
2	Appropriated from:				
3	Federal revenues:				
4	Capped federal revenues		5,886,400		5,886,400
5	Special revenue funds:				
6	Local funds - state share education funds		2,189,900		2,189,900
7	Local funds - county chargeback		9,248,900		9,248,900
8	State general fund/general purpose	\$	17,220,800	\$	17,220,800
9	Sec. 9-108. FIELD OPERATIONS AND SUPPORT SERVICES				
10	Full-time equated classified positions		6,046.5		6,046.5
11	Public assistance field staff-4,914.5 FTE positions ...	\$	475,749,000	\$	475,749,000
12	Contractual services, supplies, and materials		17,224,900		17,224,900
13	Healthy Michigan plan administration		19,536,300		19,536,300
14	Medical/psychiatric evaluations		1,420,100		1,420,100
15	Donated funds positions-538.0 FTE positions		60,147,600		60,147,600
16	Volunteer services and reimbursement		942,400		942,400
17	Field policy and administration-66.0 FTE positions		8,394,000		8,349,000
18	Nutrition education-2.0 FTE positions		23,036,600		23,036,600
19	Employment and training support services		4,219,100		4,219,100
20	Michigan rehabilitation services-526.0 FTE				
21	positions.....		148,855,400		148,855,400
22	Independent living		4,988,600		4,988,600
23	Wage employment verification reporting		847,300		847,300
24	Electronic benefit transfer EBT		<u>8,509,000</u>		<u>8,509,000</u>
25	GROSS APPROPRIATION	\$	773,870,300	\$	773,870,300
26	Appropriated from:				
27	Interdepartmental grant revenues:				

1	IDG from department of corrections	100,000	100,000
2	IDG from department of education	7,503,700	7,503,700
3	Federal revenues:		
4	Social security act, temporary assistance for needy		
5	families	131,937,000	131,937,000
6	Capped federal revenues	134,637,000	134,637,000
7	Federal supplemental security income	8,588,600	8,588,600
8	Total other federal revenues	242,110,800	242,110,800
9	Special revenue funds:		
10	Local funds - donated funds	10,934,300	10,934,300
11	Local vocational rehabilitation match	6,534,600	6,534,600
12	Private funds - donated funds	18,199,000	18,199,000
13	Private - gifts, bequests, and donations	1,854,600	1,854,600
14	Rehabilitation service fees	1,442,000	1,442,000
15	Second injury fund	149,400	149,400
16	State general fund/general purpose	\$ 209,879,300	\$ 209,879,300
17	Sec. 9-109. DISABILITY DETERMINATION SERVICES		
18	Full-time equated classified positions	587.4	587.4
19	Disability determination operations-583.3 FTE		
20	positions	\$ 109,419,900	\$ 109,419,900
21	Retirement disability determination-4.1 FTE		
22	positions	<u>591,200</u>	<u>591,200</u>
23	GROSS APPROPRIATION	\$ 110,011,100	\$ 110,011,100
24	Appropriated from:		
25	Interdepartmental grant revenues:		
26	IDG from DTMB - office of retirement services	763,800	763,800
27	Federal revenues:		

1	Total other federal revenues	106,009,400	106,009,400
2	Special revenue funds:		
3	State general fund/general purpose	\$ 3,237,900	\$ 3,237,900
4	Sec. 9-110. PUBLIC ASSISTANCE		
5	Full-time equated classified positions	8.0	8.0
6	Family independence program	\$ 138,070,300	\$ 131,306,900
7	State disability assistance payments	14,894,400	14,894,400
8	Food assistance program benefits	2,561,003,400	2,561,003,400
9	State supplementation	63,135,000	64,035,000
10	State supplementation administration	2,381,100	2,381,100
11	Low-income home energy assistance program	174,951,600	174,951,600
12	Michigan energy assistance program-1.0 FTE position ...	50,000,000	50,000,000
13	Food bank council of Michigan	1,795,000	1,795,000
14	Multicultural integration funding	3,015,500	3,015,500
15	Indigent burial	4,300,000	4,300,000
16	Emergency services local office allocations	11,508,500	11,508,500
17	Refugee assistance program-7.0 FTE positions	<u>27,966,600</u>	<u>27,966,600</u>
18	GROSS APPROPRIATION	\$ 3,053,021,400	\$ 3,047,158,000
19	Appropriated from:		
20	Federal revenues		
21	Social security act, temporary assistance for needy		
22	families	54,426,200	49,691,800
23	Capped federal revenues	203,105,100	203,105,100
24	Total other federal revenues	2,555,511,000	2,555,511,000
25	Special revenue funds:		
26	Child support collections	14,745,600	14,745,600
27	Low-income energy assistance fund	50,000,000	50,000,000

1	Supplemental security income recoveries	5,763,600	5,763,600
2	Michigan merit award trust fund	30,100,000	30,100,000
3	Public assistance recoupment revenue	7,010,000	7,010,000
4	State general fund/general purpose	\$ 132,359,900	\$ 131,230,900
5	Sec. 9-111. ONE-TIME APPROPRIATIONS		
6	Employment and training support services	\$ <u>800,000</u>	\$ <u>0</u>
7	GROSS APPROPRIATION	\$ 800,000	\$ 0
8	Appropriated from:		
9	Federal revenues:		
10	Social security act, temporary assistance for needy		
11	families	400,000	0
12	Special revenue funds:		
13	State general fund/general purpose	\$ 400,000	\$ 0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2016

GENERAL SECTIONS

Sec. 9-201. 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 2015-2016 is \$1,096,224,400.00 and state spending from state resources to be paid to local units of government for fiscal year 2015-2016 is \$97,088,300.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF HUMAN SERVICES

Child care fund	\$	92,937,300
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1	County juvenile officers	3,100,000
2	State disability assistance payments	1,039,300
3	Family independence program	<u>11,700</u>
4	TOTAL	\$ 97,088,300

5 Sec. 9-202. The appropriations authorized under this article are subject to the
6 management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

7 Sec. 9-203. As used in this article:

8 (a) "AFC" means adult foster care.

9 (b) "Department" means the department of human services.

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

11 (d) "FTE" means full-time equated.

12 (e) "IDG" means interdepartmental grant.

13 (f) "MiCAFE" means Michigan's coordinated access to food for the elderly.

14 (g) "Settlement" means the settlement agreement entered in the case of Dwayne
15 B. v Snyder, docket no. 2:06-cv-13548 in the United States district court for the
16 eastern district of Michigan.

17 (h) "Temporary assistance for needy families" or "TANF" or "title IV-A" means
18 part A of title IV of the social security act, 42 USC 601 to 619.

19 (i) "Title IV-D" means part D of title IV of the social security act, 42 USC
20 651 to 669b.

21 (j) "Title IV-E" means part E of title IV of the social security act, 42 USC
22 670 to 679c.

23 Sec. 9-207. (1) Sanctions, suspensions, conditions for provisional license
24 status, and other penalties shall not be more stringent for private service providers
25 than for public entities performing equivalent or similar services.

26 (2) Neither the department nor private service providers or licensees shall be
27 granted preferential treatment or considered automatically to be in compliance with

1 administrative rules based on whether they have collective bargaining agreements with
2 direct care workers. Private service providers or licensees without collective
3 bargaining agreements shall not be subjected to additional requirements or conditions
4 of licensure based on their lack of collective bargaining agreements.

5 Sec. 9-208. The departments and agencies receiving appropriations in part 1
6 shall use the Internet to fulfill the reporting requirements of this article. This
7 requirement may include transmission of reports via electronic mail to the recipients
8 identified for each reporting requirement, or it may include placement of reports on
9 an Internet or Intranet site.

10 Sec. 9-209. Funds appropriated in part 1 shall not be used for the purchase of
11 foreign goods or services, or both, if competitively priced and of comparable quality
12 American goods or services, or both, are available. Preference shall be given to goods
13 or services, or both, manufactured or provided by Michigan businesses, if they are
14 competitively priced and of comparable quality. In addition, preference should be
15 given to goods or services, or both, that are manufactured or provided by Michigan
16 businesses owned and operated by veterans, if they are competitively priced and of
17 comparable quality.

18 Sec. 9-211. Funds appropriated in part 1 shall not be used by a principal
19 executive department, state agency, or authority to hire a person to provide legal
20 services that are the responsibility of the attorney general. This prohibition does
21 not apply to legal services for bonding activities and for those outside services that
22 the attorney general authorizes.

23 Sec. 9-212. (1) In addition to funds appropriated in part 1 for all programs
24 and services, there is appropriated for write-offs of accounts receivable, deferrals,
25 and for prior year obligations in excess of applicable prior year appropriations, an
26 amount equal to total write-offs and prior year obligations, but not to exceed amounts
27 available in prior year revenues or current year revenues that are in excess of the

1 authorized amount.

2 (2) The department's ability to satisfy appropriation fund sources in part 1
3 shall not be limited to collections and accruals pertaining to services provided in
4 the current fiscal year, but shall also include reimbursements, refunds, adjustments,
5 and settlements from prior years.

6 Sec. 9-213. The department may retain all of the state's share of food
7 assistance overissuance collections as an offset to general fund/general purpose
8 costs. Retained collections shall be applied against federal funds deductions in all
9 appropriation units where department costs related to the investigation and recoupment
10 of food assistance overissuances are incurred. Retained collections in excess of such
11 costs shall be applied against the federal funds deducted in the executive operations
12 appropriation unit.

13 Sec. 9-215. If a legislative objective of this part or of a bill or amendment
14 to a bill to amend the social welfare act, 1939 PA 280, MCL 400.1 to 400.119b, cannot
15 be implemented because implementation would conflict with or violate federal
16 regulations, the department shall notify the state budget director, the chairs of the
17 house and senate subcommittees on the department budget, and the house and senate
18 fiscal agencies and policy offices of that fact.

19 Sec. 9-217. The departments and agencies receiving appropriations in part 1
20 shall prepare a report on out-of-state travel expenses not later than January 1 of
21 each year. The travel report shall be a listing of all travel by classified and
22 unclassified employees outside this state in the immediately preceding fiscal year
23 that was funded in whole or in part with funds appropriated in the department's
24 budget. The report shall be submitted to the senate and house appropriations
25 committees, the house and senate fiscal agencies, and the state budget director. The
26 report shall include the following information:

27 (a) The dates of each travel occurrence.

1 (b) The transportation and related costs of each travel occurrence, including
2 the proportion funded with state general fund/general purpose revenues, the proportion
3 funded with state restricted revenues, the proportion funded with federal revenues,
4 and the proportion funded with other revenues.

5 Sec. 9-219. The department shall cooperate with the department of technology,
6 management and budget to maintain a searchable website accessible by the public at no
7 cost that includes, but is not limited to, all of the following for each department or
8 agency:

9 (a) Fiscal year-to-date expenditures by category.

10 (b) Fiscal year-to-date expenditures by appropriation unit.

11 (c) Fiscal year-to-date payments to a selected vendor, including the vendor
12 name, payment date, payment amount, and payment description.

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

14 (e) Job specifications and wage rates.

15 Sec. 9-220. The department shall ensure that faith-based organizations are able
16 to apply and compete for services, programs, or contracts that they are qualified and
17 suitable to fulfill. The department shall not disqualify faith-based organizations
18 solely on the basis of the religious nature of their organization or their guiding
19 principles or statements of faith.

20 Sec. 9-221. If the revenue collected by the department from private and local
21 sources exceeds the amount spent from amounts appropriated in part 1, the revenue may
22 be carried forward, with approval from the state budget director, into the subsequent
23 fiscal year.

24 Sec. 9-234. The department shall include specific outcome and performance
25 reporting requirements in the interagency agreement with the Michigan strategic fund
26 for TANF funding to provide job readiness and welfare-to-work programming. TANF
27 funding provided to the Michigan strategic fund in the current fiscal year is

1 contingent on compliance with the data and reporting requirements described in this
2 section. The interagency agreement must require the Michigan strategic fund to provide
3 all of the following items by December 1 of the current fiscal year for the previous
4 year:

5 (a) An itemized spending report on TANF funding, including all of the
6 following:

7 (i) Direct services to clients.

8 (ii) Administrative expenditures.

9 (b) The number of family independence program (FIP) clients served through the
10 TANF funding, including all of the following:

11 (i) The number and percentage who obtained employment through Michigan Works!

12 (ii) The number and percentage who fulfilled their TANF work requirement
13 through other job readiness programming.

14 (iii) Average TANF spending per client.

15 (iv) The number and percentage of clients who were referred to Michigan Works!
16 but did not receive a job or job readiness placement and the reasons why.

17 Sec. 9-265. Within 14 days after the release of the executive budget
18 recommendation, the department shall cooperate with the state budget office to provide
19 the senate and house appropriations chairs, the senate and house appropriations
20 subcommittees chairs, and the senate and house fiscal agencies with an annual report
21 on estimated state restricted fund balances, state restricted fund projected revenues,
22 and state restricted fund expenditures for the fiscal years ending September 30, 2015
23 and September 30, 2016.

24 Sec. 9-274. (1) The department, in collaboration with the state budget office,
25 shall submit to the house and senate appropriations subcommittees on the department
26 budget, the house and senate fiscal agencies, and the house and senate policy offices
27 one week after the day the governor submits to the legislature the budget for the

1 ensuing fiscal year a report on spending and revenue projections for each of the
2 capped federal funds listed below. The report shall contain actual spending and
3 revenue in the previous fiscal year, spending and revenue projections for the current
4 fiscal year as enacted, and spending and revenue projections within the executive
5 budget proposal for the fiscal year beginning October 1, 2015 for each individual line
6 item for the department budget. The report shall also include federal funds
7 transferred to other departments. The capped federal funds shall include, but not be
8 limited to, all of the following:

9 (a) TANF.

10 (b) Title XX social services block grant.

11 (c) Title IV-B part I child welfare services block grant.

12 (d) Title IV-B part II promoting safe and stable families funds.

13 (e) Low-income home energy assistance program.

14 (2) By February 15 of the current fiscal year, the department shall prepare an
15 annual report of its efforts to identify additional TANF maintenance of effort sources
16 and rationale for any increases or decreases from all of the following, but not
17 limited to:

18 (a) Other departments.

19 (b) Local units of government.

20 (c) Private sources.

21 Sec. 9-279. (1) All master contracts relating to human services shall be
22 performance-based contracts that employ a client-centered results-oriented process
23 that is based on measurable performance indicators and desired outcomes and includes
24 the annual assessment of the quality of services provided.

25 (2) By February 1 of the current fiscal year, the department shall provide the
26 senate and house appropriations subcommittees on the department budget, the senate and
27 house fiscal agencies and policy offices, and the state budget office a report

1 detailing measurable performance indicators, desired outcomes, and an assessment of
2 the quality of services provided by the department during the previous fiscal year.

3 Sec. 9-284. (1) In addition to the funds appropriated in part 1, there is
4 appropriated an amount not to exceed \$200,000,000.00 for federal contingency funds.
5 These funds are not available for expenditure until they have been transferred to
6 another line item in this article under section 393(2) of the management and budget
7 act, 1984 PA 431, MCL 18.1393.

8 (2) In addition to the funds appropriated in part 1, there is appropriated an
9 amount not to exceed \$5,000,000.00 for state restricted contingency funds. These funds
10 are not available for expenditure until they have been transferred to another line
11 item in this article under section 393(2) of the management and budget act, 1984 PA
12 431, MCL 18.1393.

13 (3) In addition to the funds appropriated in part 1, there is appropriated an
14 amount not to exceed \$20,000,000.00 for local contingency funds. These funds are not
15 available for expenditure until they have been transferred to another line item in
16 this article under section 393(2) of the management and budget act, 1984 PA 431, MCL
17 18.1393.

18 (4) In addition to the funds appropriated in part 1, there is appropriated an
19 amount not to exceed \$20,000,000.00 for private contingency funds. These funds are not
20 available for expenditure until they have been transferred to another line item in
21 this article under section 393(2) of the management and budget act, 1984 PA 431, MCL
22 18.1393.

23 Sec. 9-290. Any public advertisement for state assistance shall also inform the
24 public of the welfare fraud hotline operated by the department.

25 Sec. 9-296. Not later than November 30, the state budget office shall prepare
26 and transmit a report that provides for estimates of the total general fund/general
27 purpose appropriation lapses at the close of the prior fiscal year. This report shall

1 summarize the projected year-end general fund/general purpose appropriation lapses by
2 major departmental program or program areas. The report shall be transmitted to the
3 chairpersons of the senate and house appropriations committees, and the senate and
4 house fiscal agencies.

5 Sec. 9-297. Total authorized appropriations from all sources under part 1 for
6 legacy costs for the fiscal year ending September 30, 2016 is \$271,619,000.00. From
7 this amount, total agency appropriations for pension-related legacy costs are
8 estimated at \$154,170,400.00. Total agency appropriations for retiree health care
9 legacy costs are estimated at \$117,448,600.00.

10 Sec. 9-299. The department shall maintain, on a publicly accessible website, a
11 department scorecard that identifies, tracks and regularly updates key metrics that
12 are used to monitor and improve the agency's performance.

13 DEPARTMENTWIDE ADMINISTRATION

14 Sec. 9-307. (1) From the funds appropriated in part 1 for demonstration
15 projects, \$400,000.00 shall be distributed as provided in subsection (2). The amount
16 distributed under this subsection shall not exceed 50% of the total operating expenses
17 of the program described in subsection (2), with the remaining 50% paid by local
18 United Way organizations and other nonprofit organizations and foundations.

19 (2) Funds distributed under subsection (1) shall be distributed to Michigan 2-
20 1-1, a nonprofit corporation organized under the laws of this state that is exempt
21 from federal income tax under section 501(c)(3) of the internal revenue code, 26 USC
22 501(c)(3), and whose mission is to coordinate and support a statewide 2-1-1 system.
23 Michigan 2-1-1 shall use the funds only to fulfill the Michigan 2-1-1 business plan
24 adopted by Michigan 2-1-1 in January 2005.

25 (3) Michigan 2-1-1 shall refer to the department any calls received reporting
26 fraud, waste, or abuse of state-administered public assistance.

1 (4) Michigan 2-1-1 shall report annually to the department and the house and
2 senate standing committees with primary jurisdiction over matters relating to human
3 services and telecommunications on 2-1-1 system performance, including, but not
4 limited to, call volume by community health and human service needs and unmet needs
5 identified through caller data and customer satisfaction metrics.

6 Sec. 9-316. From the funds appropriated in part 1 for Terminal leave pay outs
7 and other employee costs, the department shall not spend in excess of its annual gross
8 appropriation unless it identifies and requests a legislative transfer from another
9 budgetary line item supporting administrative costs, as provided by section 393(2) of
10 the management and budget act, 1984 PA 431, MCL 18.1393.

11 Sec. 9-317. From the additional funds appropriated in part 1 for child care
12 licensure from the interdepartmental grant from the department of education, the
13 department of human services shall increase the number of child care licensing
14 consultants and staff. The purpose of the additional staff is to increase the number
15 of monitoring visits to applicants for a child care license and those who are licensed
16 to ensure the health and safety of children in early learning settings across the
17 state.

18 ADULT PROTECTIVE AND SUPPORT SERVICES

19 Sec. 9-401. (1) All funds appropriated in part 1 for independent living shall
20 be used to support centers for independent living in delivering mandated independent
21 living core services in compliance with federal rules and regulations for the centers,
22 by existing centers for independent living to serve underserved areas, and for
23 projects to build the capacity of centers for independent living to deliver
24 independent living services. Applications for the funds shall be reviewed in
25 accordance with criteria and procedures established by the department. Funds shall be
26 used in a manner consistent with the state plan for independent living. Services

1 provided should assist people with disabilities to move toward self-sufficiency,
2 including support for accessing transportation and health care, obtaining employment,
3 community living, nursing home transition, information and referral services,
4 education, youth transition services, veterans, and stigma reduction activities.

5 (2) The Michigan centers for independent living shall provide a report by March
6 1 of the current fiscal year to the house and senate appropriations subcommittees on
7 the department budget, the house and senate fiscal agencies, the house and senate
8 policy offices, and the state budget office on direct customer and system outcomes and
9 performance measures.

10 Sec. 9-402. The Michigan rehabilitation services shall work collaboratively
11 with the bureau of services for blind persons, service organizations, and government
12 entities to identify qualified match dollars to maximize use of available federal
13 vocational rehabilitation funds.

14 Sec. 9-420. (1) From the funds appropriated in part 1, the department shall
15 contract with the prosecuting attorneys association of Michigan to provide the support
16 and services necessary to increase the capability of the state's prosecutors, adult
17 protective service system, and criminal justice system to effectively identify,
18 investigate, and prosecute elder abuse and financial exploitation.

19 (2) By March 1 of the current fiscal year, the department shall provide a
20 report on the efficacy of the contract to the state budget office, the house and
21 senate appropriations subcommittees on the department budget, the house and senate
22 fiscal agencies, and the house and senate policy offices.

23 Sec. 9-423. From the funds appropriated in part 1 for elder law of Michigan
24 MiCAFE contract, the department shall allocate not less than \$350,000.00 to the elder
25 law of Michigan MiCAFE to assist this state's elderly population to participate in the
26 food assistance program. Of the \$350,000.00 allocated under this section, the
27 department shall use \$175,000.00, which are general fund/general purpose funds, as

1 state matching funds for not less than \$175,000.00 in United States department of
2 agriculture funding to provide outreach program activities, such as eligibility screen
3 and information services, as part of a statewide food assistance hotline.

4 Sec. 9-425. From the funds appropriated in part 1, the department shall provide
5 individuals not more than \$500.00 for vehicle repairs, including any repairs done in
6 the previous 12 months. However, the department may in its discretion pay for repairs
7 up to \$900.00. Payments under this section shall include the combined total of
8 payments made by the department and work participation program.

9 **CHILD WELFARE SERVICES**

10 Sec. 9-501. (1) A goal is established that not more than 27% of all children in
11 foster care at any given time during the current fiscal year will have been in foster
12 care for 24 months or more.

13 (2) By March 1 of the current fiscal year, the department shall provide to the
14 senate and house appropriations subcommittees on the department budget, the senate and
15 house fiscal agencies, the senate and house policy offices, and the state budget
16 office a report describing the steps that will be taken to achieve the specific goal
17 established in this section and on the percentage of children who currently are in
18 foster care and who have been in foster care a total of 24 or more months.

19 Sec. 9-502. From the funds appropriated in part 1 for foster care, the
20 department shall provide 50% reimbursement to Indian tribal governments for foster
21 care expenditures for children who are under the jurisdiction of Indian tribal courts
22 and who are not otherwise eligible for federal foster care cost sharing.

23 Sec. 9-505. By March 1 of the current fiscal year, the department and Wayne
24 County shall provide to the senate and house appropriations committees on the
25 department budget, the senate and house fiscal agencies and policy offices, and the
26 state budget office a report for youth served in the previous fiscal year and in the

1 first quarter of the current fiscal year outlining the number of youth served within
2 each juvenile justice system, the type of setting for each youth, performance
3 outcomes, and financial costs or savings.

4 Sec. 9-507. The department's ability to satisfy appropriation deducts in part 1
5 for foster care private collections shall not be limited to collections and accruals
6 pertaining to services provided only in the current fiscal year but may include
7 revenues collected during the current fiscal year for services provided in prior
8 fiscal years.

9 Sec. 9-508. (1) In addition to the amount appropriated in part 1 for children's
10 trust fund grants, money granted or money received as gifts or donations to the
11 children's trust fund created by 1982 PA 249, MCL 21.171 to 21.172, is appropriated
12 for expenditure.

13 (2) The department and the child abuse neglect and prevention board shall
14 collaborate to ensure that administrative delays are avoided and the local grant
15 recipients and direct service providers receive money in an expeditious manner. The
16 department and board shall make available the children's trust fund contract funds to
17 grantees within 31 days of the start date of the funded project.

18 Sec. 9-514. The department shall make a comprehensive report concerning
19 children's protective services (CPS) to the legislature, including the senate and
20 house policy offices and the state budget director, by January 1 of the current fiscal
21 year, that shall include all of the following:

22 (a) Statistical information including, at a minimum, all of the following:

23 (i) The total number of reports of child abuse or neglect investigated under
24 the child protection law, 1975 PA 238, MCL 722.621 to 722.638, and the number of cases
25 classified under category I or category II and the number of cases classified under
26 category III, category IV, or category V.

27 (ii) Characteristics of perpetrators of child abuse or neglect and the child

1 victims, such as age, relationship, race, and ethnicity and whether the perpetrator
2 exposed the child victim to drug activity, including the manufacture of illicit drugs,
3 that exposed the child victim to substance abuse, a drug house, or methamphetamine.

4 (iii) The mandatory reporter category in which the individual who made the
5 report fits, or other categorization if the individual is not within a group required
6 to report under the child protection law, 1975 PA 238, MCL 722.621 to 722.638.

7 (iv) The number of cases that resulted in the separation of the child from the
8 parent or guardian and the period of time of that separation, up to and including
9 termination of parental rights.

10 (v) For the reported complaints of child abuse or neglect by teachers, school
11 administrators, and school counselors, the number of cases classified under category I
12 or category II and the number of cases classified under category III, category IV, or
13 category V.

14 (vi) For the reported complaints of child abuse or neglect by teachers, school
15 administrators, and school counselors, the number of cases that resulted in separation
16 of the child from the parent or guardian and the period of time of that separation, up
17 to and including termination of parental rights.

18 (b) New policies related to children's protective services including, but not
19 limited to, major policy changes and court decisions affecting the children's
20 protective services system during the immediately preceding 12-month period.

21 (c) The information contained in the report required under section 8d(5) of the
22 child protection law, 1975 PA 238, MCL 722.628d, on cases classified under category
23 III.

24 (d) The department policy, or changes to the department policy, regarding
25 children who have been exposed to the production or manufacture of methamphetamines.

26 Sec. 9-515. By March 1 of the current fiscal year, the department shall submit
27 a report to the senate and house appropriations subcommittees on the department

1 budget, the senate and house fiscal agencies, the senate and house policy offices, and
2 the state budget office that provides an update on the privatization of child welfare
3 services in Kent County as described in section 515 of article X of 2013 PA 59: and
4 includes all of the following:

- 5 (a) Costs or savings that resulted from the program.
- 6 (b) Gaps in funding.
- 7 (c) Program successes.
- 8 (d) Challenges and barriers to a successful implementation.

9 Sec. 9-522. (1) From the funds appropriated in part 1 for youth in transition,
10 the department shall allocate \$750,000.00 for college scholarships through the
11 fostering futures scholarship program in the Michigan education trust to youths who
12 were in foster care because of child abuse or neglect and are attending a college
13 located in this state. Of the funds appropriated, 100% shall be used to fund
14 scholarships for the youths described in this section.

15 (2) Not later than March 1 of the current fiscal year, the department shall
16 provide a report to the house and senate appropriations subcommittees on the
17 department budget, the house and senate fiscal agencies, and the house and senate
18 policy offices that includes the number of youths who received scholarships and the
19 amount of each scholarship, and the total amount of funds spent or encumbered in the
20 current fiscal year.

21 Sec. 9-523. (1) By February 15 of the current fiscal year, the department shall
22 report on the families first, family reunification, and families together building
23 solutions family preservation programs to the senate and house appropriations
24 subcommittees on the department budget, the senate and house fiscal agencies, the
25 senate and house policy offices, and the state budget office. The report shall contain
26 all of the following for each program:

- 27 (a) The average cost per recipient served.

1 (b) Measurable performance indicators.

2 (c) Desired outcomes or results and goals that can be measured on an annual
3 basis, or desired results for a defined number of years.

4 (d) Monitored results.

5 (e) Innovations that may include savings or reductions in administrative costs.

6 (2) From the funds appropriated in part 1 for youth in transition and domestic
7 violence prevention and treatment, the department is authorized to make allocations of
8 TANF funds only to agencies that report necessary data to the department for the
9 purpose of meeting TANF eligibility reporting requirements.

10 Sec. 9-524. As a condition of receiving funds appropriated in part 1 for strong
11 families/safe children, counties must submit the service spending plan to the
12 department by October 1 of the current fiscal year for approval. The department shall
13 approve the service spending plan within 30 calendar days after receipt of a properly
14 completed service spending plan.

15 Sec. 9-526. From the funds appropriated in part 1 for foster care payments and
16 related administrative costs, the department may implement the federally approved
17 title IV-E child welfare waiver demonstration project. As required under the waiver,
18 any savings resulting from the demonstration project must be quantified and reinvested
19 into child welfare programming.

20 Sec. 9-534. The department shall report to the senate and house appropriations
21 subcommittees on the department budget, the senate and house fiscal agencies, the
22 senate and house policy offices, and the state budget office by November 1 of the
23 current fiscal year a report on the planning, implementation, and operation,
24 regardless of the current operational status, of the statewide automated child welfare
25 information system. The report shall include, but not be limited to, all of the
26 following:

27 (a) Areas where implementation went as planned.

1 (b) The number of known issues.

2 (c) The average number of help tickets submitted per day.

3 (d) Any additional overtime or other staffing costs to address known issues and
4 volume of help tickets.

5 (e) Any contract revisions to address known issues and volume of help tickets.

6 (f) Other strategies undertaken to improve implementation.

7 Sec. 9-546. (1) From the funds appropriated in part 1 for foster care payments
8 and from child care fund, the department shall pay providers of foster care services
9 not less than a \$37.00 administrative rate.

10 (2) From the funds appropriated in part 1 for foster care payments and from
11 child care fund, the department shall pay providers of general independent living
12 services not less than a \$28.00 administrative rate.

13 (3) From the funds appropriated in part 1, the department shall pay providers
14 of independent living plus services statewide per diem rates for staff-supported
15 housing and host-home housing based on proposals submitted in response to a
16 solicitation for pricing. The independent living plus program provides staff-supported
17 housing and services for foster youth ages 16 through 19 who, because of their
18 individual needs and assessments, are not initially appropriate for general
19 independent living foster care.

20 (4) If required by the federal government to meet title IV-E requirements,
21 providers of foster care services shall submit expenditure reports to the department
22 to identify actual costs of providing foster care services.

23 Sec. 9-562. The department shall provide time and travel reimbursements for
24 foster parents who transport a foster child to parent-child visitations. As part of
25 the foster care parent contract, the department shall provide written confirmation to
26 foster parents that states that the foster parents have the right to request these
27 reimbursements for all parent-child visitations. The department shall provide these

1 reimbursements within 60 days of receiving a request for eligible reimbursements from
2 a foster parent.

3 Sec. 9-569. The department shall reimburse private child placing agencies that
4 complete adoptions at the rate according to the date on which the petition for
5 adoption and required support documentation was accepted by the court and not
6 according to the date the court's order placing for adoption was entered.

7 Sec. 9-574. (1) From the funds appropriated in part 1 for foster care payments,
8 \$2,500,000.00 is allocated to support performance-based contracts with child placing
9 agencies to facilitate the licensure of relative caregivers as foster parents.
10 Agencies shall receive \$2,300.00 for each facilitated licensure if completed within
11 180 days after a child's placement or, if a waiver was previously approved, 180 days
12 from the application date. If the facilitated licensure, or approved waiver, is
13 completed after 180 days, the agency shall receive up to \$2,300.00. The agency
14 facilitating the licensure would retain the placement and continue to provide case
15 management services for at least 50% of the newly licensed cases for which the
16 placement was appropriate to the agency. Up to 50% of the newly licensed cases would
17 have direct foster care services provided by the department.

18 (2) From the funds appropriated for foster care payments, \$375,000.00 is
19 allocated to support family incentive grants to private and community-based foster
20 care service providers to assist with home improvements or payment for physical exams
21 for applicants needed by foster families to accommodate foster children.

22 Sec. 9-583. By February 1 of the current fiscal year, the department shall
23 provide to the senate and house appropriations subcommittees on the department budget,
24 the senate and house standing committees on families and human services, the senate
25 and house fiscal agencies and policy offices, and the state budget office a report
26 that includes:

27 (a) The number and percentage of foster parents that dropped out of the program

1 in the previous fiscal year and the reasons the foster parents left the program and
2 how those figures compare to prior fiscal years.

3 (b) The number and percentage of foster parents successfully retained in the
4 previous fiscal year and how those figures compare to prior fiscal years.

5 Sec. 9-588. (1) Concurrently with public release, the department shall transmit
6 all reports from the court-appointed settlement monitor, including, but not limited
7 to, the needs assessment and period outcome reporting, to the state budget office, the
8 senate and house appropriations subcommittees on the department budget, and the senate
9 and house fiscal agencies, without revision.

10 (2) The department shall report quarterly to the state budget office, the
11 senate and house appropriations subcommittees on the department budget, and the senate
12 and house fiscal agencies, on the number of children enrolled in the guardianship
13 assistance and foster care - children with serious emotional disturbance waiver
14 programs.

15 **PUBLIC ASSISTANCE**

16 Sec. 9-601. Whenever a client agrees to the release of his or her name and
17 address to the local housing authority, the department shall request from the local
18 housing authority information regarding whether the housing unit for which vrending
19 has been requested meets applicable local housing codes. Vrending shall be terminated
20 for those units that the local authority indicates in writing do not meet local
21 housing codes until such time as the local authority indicates in writing that local
22 housing codes have been met.

23 Sec. 9-602. The department shall establish a policy to conduct a full
24 evaluation of an individual's assistance needs if the individual has applied for
25 disability 2 times within a 1-year period.

26 Sec. 9-604. (1) The department shall operate a state disability assistance

1 program. Except as provided in subsection (3), persons eligible for this program shall
2 include needy citizens of the United States or aliens exempted from the supplemental
3 security income citizenship requirement who are at least 18 years of age or
4 emancipated minors meeting 1 or more of the following requirements:

5 (a) A recipient of supplemental security income, social security, or medical
6 assistance due to disability or 65 years of age or older.

7 (b) A person with a physical or mental impairment which meets federal
8 supplemental security income disability standards, except that the minimum duration of
9 the disability shall be 90 days. Substance abuse alone is not defined as a basis for
10 eligibility.

11 (c) A resident of an adult foster care facility, a home for the aged, a county
12 infirmary, or a substance abuse treatment center.

13 (d) A person receiving 30-day post residential substance abuse treatment.

14 (e) A person diagnosed as having acquired immunodeficiency syndrome.

15 (f) A person receiving special education services through the local
16 intermediate school district.

17 (g) A caretaker of a disabled person who meets the requirements specified in
18 subdivision (a), (b), (e), or (f).

19 (2) Applicants for and recipients of the state disability assistance program
20 shall be considered needy if they:

21 (a) Meet the same asset test as is applied for the family independence program.

22 (b) Have a monthly budgetable income that is less than the payment standards.

23 (3) Except for a person described in subsection (1)(c) or (d), a person is not
24 disabled for purposes of this section if his or her drug addiction or alcoholism is a
25 contributing factor material to the determination of disability. "Material to the
26 determination of disability" means that, if the person stopped using drugs or alcohol,
27 his or her remaining physical or mental limitations would not be disabling. If his or

1 her remaining physical or mental limitations would be disabling, then the drug
2 addiction or alcoholism is not material to the determination of disability and the
3 person may receive state disability assistance. Such a person must actively
4 participate in a substance abuse treatment program, and the assistance must be paid to
5 a third party or through vendor payments. For purposes of this section, substance
6 abuse treatment includes receipt of inpatient or outpatient services or participation
7 in alcoholics anonymous or a similar program.

8 Sec. 9-605. The level of reimbursement provided to state disability assistance
9 recipients in licensed adult foster care facilities shall be the same as the
10 prevailing supplemental security income rate under the personal care category.

11 Sec. 9-606. County department offices shall require each recipient of family
12 independence program and state disability assistance who has applied with the social
13 security administration for supplemental security income to sign a contract to repay
14 any assistance rendered through the family independence program or state disability
15 assistance program upon receipt of retroactive supplemental security income benefits.

16 Sec. 9-607. (1) The department's ability to satisfy appropriation deductions in
17 part 1 for state disability assistance/supplemental security income recoveries and
18 public assistance recoupment revenues shall not be limited to recoveries and accruals
19 pertaining to state disability assistance, or family independence assistance grant
20 payments provided only in the current fiscal year, but may include revenues collected
21 during the current year that are prior year related and not a part of the department's
22 accrued entries.

23 (2) The department may use supplemental security income recoveries to satisfy
24 the deduct in any line in which the revenues are appropriated, regardless of the
25 source from which the revenue is recovered.

26 Sec. 9-608. Adult foster care facilities providing domiciliary care or personal
27 care to residents receiving supplemental security income or homes for the aged serving

1 residents receiving supplemental security income shall not require those residents to
2 reimburse the home or facility for care at rates in excess of those legislatively
3 authorized. To the extent permitted by federal law, adult foster care facilities and
4 homes for the aged serving residents receiving supplemental security income shall not
5 be prohibited from accepting third-party payments in addition to supplemental security
6 income provided that the payments are not for food, clothing, shelter, or result in a
7 reduction in the recipient's supplemental security income payment.

8 Sec. 9-609. The state supplementation level under the supplemental security
9 income program for the personal care/adult foster care and home for the aged
10 categories shall not be reduced during the current fiscal year. The legislature shall
11 be notified not less than 30 days before any proposed reduction in the state
12 supplementation level.

13 Sec. 9-610. (1) In developing good cause criteria for the state emergency
14 relief program, the department shall grant exemptions if the emergency resulted from
15 unexpected expenses related to maintaining or securing employment.

16 (2) For purposes of determining housing affordability eligibility for state
17 emergency relief, a group is considered to have sufficient income to meet ongoing
18 housing expenses if their total housing obligation does not exceed 75% of their total
19 net income.

20 (3) State emergency relief payments shall not be made to individuals who have
21 been found guilty of fraud in regard to obtaining public assistance.

22 (4) State emergency relief payments shall not be made available to persons who
23 are out-of-state residents or illegal immigrants.

24 (5) State emergency relief payments for rent assistance shall be distributed
25 directly to landlords and shall not be added to Michigan bridge cards.

26 Sec. 9-611. The state supplementation level under the supplemental security
27 income program for the living independently or living in the household of another

1 categories shall not exceed the minimum state supplementation level as required under
2 federal law or regulations.

3 Sec. 9-613. The department shall provide reimbursements for the final
4 disposition of indigent persons. The maximum allowable reimbursement for the final
5 disposition shall be \$800.00. In addition, reimbursement for a cremation permit fee of
6 up to \$75.00 and for mileage at the standard rate will also be made available for an
7 eligible cremation. The reimbursements under this section shall account for religious
8 preferences that prohibit cremation.

9 Sec. 9-615. Except as required by federal law or regulations, funds
10 appropriated in part 1 shall not be used to provide public assistance to a person who
11 is an illegal alien. This section shall not prohibit the department from entering into
12 contracts with food banks, emergency shelter providers, or other human services
13 agencies who may, as a normal part of doing business, provide food or emergency
14 shelter.

15 Sec. 9-616. The department shall require retailers that participate in the
16 electronic benefits transfer program to charge no more than \$2.50 in fees for cash
17 back as a condition of participation.

18 Sec. 9-619. (1) Subject to subsection (2), the department shall exempt from the
19 denial of title IV-A assistance and food assistance benefits under 21 USC 862a any
20 individual who has been convicted of a felony that included the possession, use, or
21 distribution of a controlled substance, after August 22, 1996, provided that the
22 individual is not in violation of his or her probation or parole requirements.
23 Benefits shall be provided to such individuals as follows:

24 (a) A third-party payee or vendor shall be required for any cash benefits
25 provided.

26 (b) An authorized representative shall be required for food assistance receipt.

27 (2) Subject to federal approval, an individual is not entitled to the exemption

1 in this section if the individual was convicted in 2 or more separate cases of a
2 felony that included the possession, use, or distribution of a controlled substance
3 after August 22, 1996.

4 Sec. 9-620. The department shall make a determination of Medicaid eligibility
5 not later than 90 days if disability is an eligibility factor. For all other Medicaid
6 applicants, including patients of a nursing home, the department shall make a
7 determination of Medicaid eligibility within 45 days of application.

8 Sec. 9-643. As a condition of receipt of federal TANF funds, homeless shelters
9 and human services agencies shall collaborate with the department to obtain necessary
10 TANF eligibility information on families as soon as possible after admitting a family
11 to the homeless shelter. From the funds appropriated in part 1 for homeless programs,
12 the department is authorized to make allocations of TANF funds only to the agencies
13 that report necessary data to the department for the purpose of meeting TANF
14 eligibility reporting requirements. Homeless shelters or human services agencies that
15 do not report necessary data to the department for the purpose of meeting TANF
16 eligibility reporting requirements will not receive reimbursements which exceed the
17 per diem amount they received in fiscal year 2000. The use of TANF funds under this
18 section should not be considered an ongoing commitment of funding.

19 Sec. 9-645. An individual or family is considered homeless, for purposes of
20 eligibility for state emergency relief, if living temporarily with others in order to
21 escape domestic violence. For purposes of this section, domestic violence is defined
22 and verified in the same manner as in the department's policies on good cause for not
23 cooperating with child support and paternity requirements.

24 Sec. 9-653. From the funds appropriated in part 1 for food assistance, an
25 individual who is the victim of domestic violence and does not qualify for any other
26 exemption may be exempt from the 3-month in 36-month limit on receiving food
27 assistance under 7 USC 2015. This exemption can be extended an additional 3 months

1 upon demonstration of continuing need.

2 Sec. 9-655. Within 14 days after the spending plan for low-income home energy
3 assistance program is approved by the state budget office, the department shall
4 provide the spending plan, including itemized projected expenditures, to the
5 chairpersons of the senate and house appropriations subcommittees on the department
6 budget, the senate and house fiscal agencies, and the senate and house policy offices.

7 Sec. 9-660. From the funds appropriated in part 1 for food bank council of
8 Michigan, the department is authorized to make allocation of TANF funds only to the
9 agencies that report necessary data to the department for the purpose of meeting TANF
10 eligibility reporting requirements. The agencies that do not report necessary data to
11 the department for the purpose of meeting TANF eligibility reporting requirements will
12 not receive allocations in excess of those received in fiscal year 2000. The use of
13 TANF funds under this section should not be considered an ongoing commitment of
14 funding.

15 Sec. 9-669. The department shall allocate \$2,880,000.00 for the annual clothing
16 allowance. The allowance shall be granted to all eligible children in a family
17 independence program group that does not include an adult.

18 Sec. 9-677. (1) The department shall establish a state goal for the percentage
19 of family independence program cases involved in employment activities. The percentage
20 established shall not be less than 50%. The goal for long-term employment shall be 15%
21 of cases for 6 months or more.

22 (2) On a monthly basis, the department shall report to the senate and house
23 appropriations subcommittees on the department budget, the senate and house fiscal
24 agencies and policy offices, and the state budget director on the number of cases
25 referred to partnership, accountability, training, and hope (PATH), the current
26 percentage of family independence program cases involved in PATH employment
27 activities, an estimate of the current percentage of family independence program cases

1 that meet federal work participation requirements on the whole, and an estimate of the
2 current percentage of the family independence program cases that meet federal work
3 participation requirements for those cases referred to PATH.

4 (3) The department shall submit to the senate and house appropriations
5 subcommittees on the department budget, the senate and house fiscal agencies, the
6 senate and house policy offices, and the state budget office a quarterly report that
7 includes all of the following:

8 (a) The number and percentage of nonexempt family independence program
9 recipients who are employed.

10 (b) The average and range of wages of employed family independence program
11 recipients.

12 (c) When data become available, the number and percentage of employed family
13 independence program recipients who remain employed for 6 months or more.

14 Sec. 9-687. (1) The department shall, on a quarterly basis by February 1, May
15 1, August 1, and November 1, compile and make available on its website all of the
16 following information about the family independence program, state disability
17 assistance, the food assistance program, Medicaid, and state emergency relief:

18 (a) The number of applications received.

19 (b) The number of applications approved.

20 (c) The number of applications denied.

21 (d) The number of applications pending and neither approved nor denied.

22 (e) The number of cases closed.

23 (2) The information provided under subsection (1) shall be compiled and made
24 available for the state as a whole and for each county and reported separately for
25 each program listed in subsection (1).

26 (3) The department shall, on a quarterly basis by February 1, May 1, August 1,
27 and November 1, compile and make available on its website the family independence

1 program information listed as follows:

2 (a) The number of new applicants who successfully met the requirements of the
3 21-day assessment period for PATH.

4 (b) The number of new applicants who did not meet the requirements of the 21-
5 day assessment period for PATH.

6 (c) The number of cases sanctioned because of the school truancy policy.

7 (d) The number of cases closed because of the 48-month and 60-month lifetime
8 limits.

9 (e) The number of first-, second-, and third-time sanctions.

10 (f) The number of children ages 0-5 living in FIP-sanctioned households.

11 (4) The department shall notify the state budget office, the senate and house
12 appropriations subcommittees on the department budget, the senate and house fiscal
13 agencies, and the senate and house policy offices when the reports required in this
14 section are made available on the department's website.

15 Sec. 9-695. (1) From the funds appropriated in part 1 for multicultural
16 integration funding, the department may require each contractor to provide data and
17 information on performance-related metrics. These metrics may include, but are not
18 limited to, all of the following:

19 (a) Each contractor or subcontractor shall have a mission that is consistent
20 with the purpose of multicultural integration funding.

21 (b) Each contractor shall validate that any subcontractors utilized within
22 these appropriations share the same mission as the lead agency receiving funding.

23 (c) Each contractor or subcontractor shall demonstrate cost-effectiveness.

24 (d) Each contractor or subcontractor shall ensure their ability to leverage
25 private dollars to strengthen and maximize service provision.

26 (e) Each contractor or subcontractor shall provide timely and accurate reports
27 regarding the number of clients served, units of service provision, and ability to

1 meet their stated goals.

2 (2) The department shall require an annual report from the contractors that
3 receive multicultural integration funding. The annual report, due 60 days following
4 the end of the contract period, shall include specific information on services and
5 programs provided, the client base to which the services and programs were provided,
6 information on any wraparound services provided, and the expenditures for those
7 services. The department shall provide the annual reports to the senate and house
8 appropriations subcommittees on the department budget, the senate and house fiscal
9 agencies, and the state budget office.

10 (3) The department of community health and the department shall convene a
11 workgroup to discuss and make recommendations on including accreditation in the
12 contractor specifications and potentially moving toward competitive bidding. Each
13 contractor required to provide data per this section shall be invited to participate
14 in the workgroup if so convened.

15 JUVENILE JUSTICE SERVICES

16 Sec. 9-706. Counties shall be subject to 50% chargeback for the use of
17 alternative regional detention services, if those detention services do not fall under
18 the basic provision of section 117e of the social welfare act, 1939 PA 280, MCL
19 400.117e, or if a county operates those detention services programs primarily with
20 professional rather than volunteer staff.

21 Sec. 9-707. In order to be reimbursed for child care fund expenditures,
22 counties are required to submit department-developed reports to enable the department
23 to document potential federally claimable expenditures. This requirement is in
24 accordance with the reporting requirements specified in section 117a(7) of the social
25 welfare act, 1939 PA 280, MCL 400.117a.

26 Sec. 9-708. (1) As a condition of receiving funds appropriated in part 1 for

1 the child care fund line item, by December 15 of the current fiscal year, counties
2 shall have an approved service spending plan for the current fiscal year. Counties
3 must submit the service spending plan to the department by October 1 of the current
4 fiscal year for approval. The department shall approve within 30 calendar days after
5 receipt a properly completed service plan that complies with the requirements of the
6 social welfare act, 1939 PA 280, MCL 400.1 to 400.119b, and shall notify a county
7 within 30 days after approval that its service plan was approved.

8 (2) The department shall submit a report to the house and senate appropriations
9 subcommittees on the department budget, the house and senate fiscal agencies, and the
10 house and senate policy offices by February 15 of the current fiscal year on the
11 number of counties that fail to submit a service spending plan by October 1 and the
12 number of service spending plans not approved by December 15.

13 FIELD OPERATIONS AND SUPPORT SERVICES

14 Sec. 9-750. (1) The department shall maintain out-stationed eligibility
15 specialists in community-based organizations, community mental health agencies,
16 nursing homes, and hospitals unless a community-based organization, community mental
17 health agency, nursing home, or hospital requests that the program be discontinued at
18 its facility.

19 (2) A contract for an eligibility specialist donated funds position must
20 include, but not be limited to, the following performance metrics:

21 (a) Meeting a standard of promptness for processing applications for Medicaid
22 and other public assistance programs under state law.

23 (b) Meeting required standards for error rates in determining programmatic
24 eligibility as determined by the department.

25 (3) The department shall only fill additional donated funds positions after a
26 new contract has been signed. That position shall also be abolished when the contract

1 expires or is terminated.

2 Sec. 9-751. The department shall submit to the senate and house appropriations
3 subcommittees on the department budget, the senate and house fiscal agencies, the
4 senate and house policy offices, and the state budget office a quarterly report on the
5 implementation status of the Healthy Michigan call center that includes all of the
6 following information:

7 (a) Call volume during the prior quarter.

8 (b) Percentage of calls resolved through the Healthy Michigan plan call center.

9 (c) Percentage of calls transferred to a local department office or other
10 office for resolution.

11 (d) Number of Medicaid applications completed by the Healthy Michigan call
12 center staff and submitted on behalf of clients.

13 Sec. 9-752. (1) The department shall maintain out-stationed eligibility
14 specialists in community-based organizations, community mental health agencies,
15 nursing homes, and hospitals unless a community-based organization, community mental
16 health agency, nursing home, or hospital requests that the program be discontinued at
17 its facility.

18 (2) From the funds appropriated in part 1 for donated funds positions, the
19 department shall enter into a contract with any agency that requests a donated funds
20 position and is able and eligible under federal law to provide the required matching
21 funds for federal funding, as determined by federal statute and regulations. Beginning
22 in fiscal year 2016, the department is authorized to increase the total number of
23 donated funds positions by 200 FTEs. The purpose of these positions will be to address
24 client service needs in adult placement and independent living settings, federally
25 qualified health clinics, hospitals with a high degree of uncompensated care, and
26 employer-based sites. If the department denies a request for donated funds positions,
27 the department shall provide to the agency that made the request the federal statute or

1 regulation that supports the denial. If there is no federal statute or regulation that
2 supports the denial, the department shall grant the request for the donated funds
3 position.

4 (3) A contract for a donated funds position must include, but not be limited
5 to, the following performance metrics:

6 (a) Meeting standards of promptness for processing applications for Medicaid
7 and other public assistance programs under state law.

8 (b) Meeting required standards for error rates in determining programmatic
9 eligibility as determined by the department.

10 (4) The department shall only fill additional donated funds positions after a
11 new contract has been signed. That position shall also be abolished when the contract
12 expires or is terminated.

13 CHILD SUPPORT ENFORCEMENT

14 Sec. 9-901. (1) The appropriations in part 1 assume a total federal child
15 support incentive payment of \$26,500,000.00.

16 (2) From the federal money received for child support incentive payments,
17 \$12,000,000.00 shall be retained by the state and expended for child support program
18 expenses.

19 (3) From the federal money received for child support incentive payments,
20 \$14,500,000.00 shall be paid to the counties based on each county's performance level
21 for each of the federal performance measures as established in 45 CFR 305.2.

22 (4) If the child support incentive payment to the state from the federal
23 government is greater than \$26,500,000.00, then 100% of the excess shall be retained
24 by the state and is appropriated until the total retained by the state reaches
25 \$15,397,400.00.

26 (5) If the child support incentive payment to the state from the federal

1 government is greater than the amount needed to satisfy the provisions identified in
2 subsections (1), (2), (3), and (4), the additional funds shall be subject to
3 appropriation by the legislature.

4 (6) If the child support incentive payment to the state from the federal
5 government is less than \$26,500,000.00, then the state and county share shall each be
6 reduced by 50% of the shortfall.

7 Sec. 9-909. (1) If statewide retained child support collections exceed
8 \$38,300,000.00, 75% of the amount in excess of \$38,300,000.00 is appropriated to legal
9 support contracts. This excess appropriation may be distributed to eligible counties
10 to supplement and not supplant county title IV-D funding.

11 (2) Each county whose retained child support collections in the current fiscal
12 year exceed its fiscal year 2004-2005 retained child support collections, excluding
13 tax offset and financial institution data match collections in both the current year
14 and fiscal year 2004-2005, shall receive its proportional share of the 75% excess.

15 Sec. 9-910. (1) If title IV-D-related child support collections are escheated,
16 the state budget director is authorized to adjust the sources of financing for the
17 funds appropriated in part 1 for legal support contracts to reduce federal
18 authorization by 66% of the escheated amount and increase general fund/general purpose
19 authorization by the same amount. This budget adjustment is required to offset the
20 loss of federal revenue due to the escheated amount being counted as title IV-D
21 program income in accordance with federal regulations at 45 CFR 304.50.

22 (2) The department shall notify the chairs of the house and senate
23 appropriations subcommittees on the department budget and the house and senate fiscal
24 agencies within 15 days of the authorization adjustment in subsection (1).

1 **Article 10**

2 **DEPARTMENT OF INSURANCE AND FINANCIAL SERVICES**

3 **PART 1**

4 **LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS**

5 Sec. 10-101. Subject to the conditions set forth in this article, the amounts
 6 listed in this part for the department of insurance and financial services are
 7 appropriated for the fiscal year ending September 30, 2016, and are anticipated to be
 8 appropriated for the fiscal year ending September 30, 2017, from the funds indicated
 9 in this part. The following is a summary of the appropriations and anticipated
 10 appropriations in this part:

11 **DEPARTMENT OF INSURANCE AND FINANCIAL SERVICES**

12 **APPROPRIATION SUMMARY**

13	Full-time equated unclassified positions	6.0	6.0
14	Full-time equated classified positions	337.0	337.0
15	GROSS APPROPRIATION	\$ 65,057,700	\$ 65,057,700
16	Total interdepartmental grants and intradepartmental		
17	transfers	707,600	707,600
18	ADJUSTED GROSS APPROPRIATION	\$ 64,350,100	\$ 64,350,100
19	Total federal revenues	2,000,000	2,000,000
20	Total other state restricted revenues	62,200,100	62,200,100
21	State general fund/general purpose	\$ 150,000	\$ 150,000
22	<i>State general fund/general purpose schedule:</i>		
23	Ongoing state general fund/general purpose	150,000	150,000
24	One-time state general fund/general purpose	0	0
25	Sec. 10-102. DEPARTMENT SERVICES		
26	Full-time equated unclassified positions	6.0	6.0

1	Full-time equated classified positions		23.0		23.0
2	Unclassified salaries-6.0 FTE positions	\$	728,300	\$	728,300
3	Executive director programs-4.0 FTE positions		1,084,300		1,084,300
4	Department services-19.0 FTE positions		3,802,100		3,802,100
5	Property management		610,500		610,500
6	Rent		258,800		258,800
7	Worker's compensation		5,200		5,200
8	Administrative hearings		182,500		182,500
9	GROSS APPROPRIATION	\$	6,671,700	\$	6,671,700
10	Appropriated from:				
11	Special revenue funds:				
12	Bank fees		608,400		608,400
13	Captive insurance regulation		1,800		1,800
14	Consumer finance fees		306,800		306,800
15	Credit union fees		787,100		787,100
16	Deferred presentment service transaction fees		414,700		414,700
17	Insurance bureau fund		2,732,500		2,732,500
18	Insurance continuing education fees		61,300		61,300
19	Insurance licensing and regulation fees		1,016,200		1,016,200
20	MBLSLA fund		592,100		592,100
21	Multiple employer welfare arrangement		800		800
22	State general fund/general purpose	\$	150,000	\$	150,000
23	Sec. 10-103. INSURANCE AND FINANCIAL SERVICES REGULATION				
24	Full-time equated classified positions		314.0		314.0
25	Insurance evaluation-54.0 FTE positions	\$	12,732,300	\$	12,732,300
26	Insurance rates and forms-30.0 FTE positions		5,840,400		5,840,400
27	Financial institutions evaluation-132.0 FTE positions .		23,810,300		23,810,300

1	Regulatory compliance, market conduct, and		
2	licensing-34.0 FTE positions	5,350,300	5,350,300
3	Consumer services and protection-64.0 FTE positions ...	<u>8,466,800</u>	<u>8,466,800</u>
4	GROSS APPROPRIATION	\$ 56,200,100	\$ 56,200,100
5	Appropriated from:		
6	Interdepartmental grant revenues:		
7	IDG-LARA, for debt management	707,600	707,600
8	Federal revenues:		
9	Federal revenues	2,000,000	2,000,000
10	Special revenue funds:		
11	Bank fees	6,357,700	6,357,700
12	Captive insurance regulatory and supervision fund	279,000	279,000
13	Consumer finance fees	4,122,000	4,122,000
14	Credit union fees	7,647,300	7,647,300
15	Deferred presentment service transaction fees	3,086,200	3,086,200
16	Insurance bureau fund	20,148,000	20,148,000
17	Insurance continuing education fees	1,060,600	1,060,600
18	Insurance licensing and regulation fees	6,354,100	6,354,100
19	MBLSLA fund	4,357,000	4,357,000
20	Multiple employer welfare arrangement	80,600	80,600
21	State general fund/general purpose	\$ 0	\$ 0
22	Sec. 10-104. INFORMATION TECHNOLOGY		
23	Information technology services and projects	<u>\$ 2,185,900</u>	<u>\$ 2,185,900</u>
24	GROSS APPROPRIATION	\$ 2,185,900	\$ 2,185,900
25	Appropriated from:		
26	Special revenue funds:		
27	Bank fees	174,500	174,500

1	Consumer finance fees	88,400	88,400
2	Credit union fees	217,600	217,600
3	Deferred presentment service transaction fees	106,000	106,000
4	Insurance bureau fund	676,900	676,900
5	Insurance continuing education fees	20,100	20,100
6	Insurance licensing and regulation fees	750,200	750,200
7	MBLSLA fund	152,200	152,200
8	State general fund/general purpose	\$ 0	\$ 0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2016

GENERAL SECTIONS

Sec. 10-201. 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 2015-2016 is \$62,350,100.00 and state spending from state resources to be paid to local units of government for fiscal year 2015-2016 is \$0.00.

Sec. 10-202. The appropriations authorized under this article are subject to the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

Sec. 10-203. As used in this article:

- (a) "Department" means the department of insurance and financial services.
- (b) "Director" means the director of the department.
- (c) "FTE" means full-time equated.
- (d) "IDG" means interdepartmental grant.
- (e) "LARA" means the department of licensing and regulatory affairs.
- (f) "MBLSLA" means mortgage brokers, lenders, and servicers licensing act.

1 Sec. 10-208. The departments and agencies receiving appropriations in part 1
2 shall use the Internet to fulfill the reporting requirements of this article. This
3 requirement may include transmission of reports via electronic mail to the recipients
4 identified for each reporting requirement, or it may include placement of reports on
5 an Internet or Intranet site.

6 Sec. 10-209. Funds appropriated in part 1 shall not be used for the purchase of
7 foreign goods or services, or both, if competitively priced and of comparable quality
8 American goods or services, or both, are available. Preference shall be given to goods
9 or services, or both, manufactured or provided by Michigan businesses, if they are
10 competitively priced and of comparable quality. In addition, preference should be
11 given to goods or services, or both, that are manufactured or provided by Michigan
12 businesses owned and operated by veterans, if they are competitively priced and of
13 comparable quality.

14 Sec. 10-210. The director shall take all reasonable steps to ensure businesses
15 in deprived and depressed communities compete for and perform contracts to provide
16 services or supplies, or both. Each director shall strongly encourage firms with which
17 the department contracts to subcontract with certified businesses in depressed and
18 deprived communities for services, supplies, or both.

19 Sec. 10-216. Not later than November 30, the state budget office shall prepare
20 and transmit a report that provides for estimates of the total general fund/general
21 purpose appropriation lapses at the close of the prior fiscal year. This report shall
22 summarize the projected year-end general fund/general purpose appropriation lapses by
23 major departmental program or program areas. The report shall be transmitted to the
24 chairpersons of the senate and house appropriations committees, and the senate and
25 house fiscal agencies.

26 Sec. 10-218. The departments and agencies receiving appropriations in part 1
27 shall prepare a report on out-of-state travel expenses not later than January 1 of

1 each year. The travel report shall be a listing of all travel by classified and
2 unclassified employees outside this state in the immediately preceding fiscal year
3 that was funded in whole or in part with funds appropriated in the department's
4 budget. The report shall be submitted to the senate and house appropriations
5 committees, the house and senate fiscal agencies, and the state budget director. The
6 report shall include the following information:

7 (a) The dates of each travel occurrence.

8 (b) The transportation and related costs of each travel occurrence, including
9 the proportion funded with state general fund/general purpose revenues, the proportion
10 funded with state restricted revenues, the proportion funded with federal revenues,
11 and the proportion funded with other revenues.

12 Sec. 10-221. Funds appropriated in part 1 shall not be used by a principal
13 executive department, state agency, or authority to hire a person to provide legal
14 services that are the responsibility of the attorney general. This prohibition does
15 not apply to legal services for bonding activities and for those outside services that
16 the attorney general authorizes.

17 Sec. 10-223. (1) In addition to the funds appropriated in part 1, there is
18 appropriated an amount not to exceed \$1,000,000.00 for federal contingency funds.
19 These funds are not available for expenditure until they have been transferred to
20 another line item in this article under section 393(2) of the management and budget
21 act, 1984 PA 431, MCL 18.1393.

22 (2) In addition to the funds appropriated in part 1, there is appropriated an
23 amount not to exceed \$5,000,000.00 for state restricted contingency funds. These funds
24 are not available for expenditure until they have been transferred to another line
25 item in this article under section 393(2) of the management and budget act, 1984 PA
26 431, MCL 18.1393.

27 (3) In addition to the funds appropriated in part 1, there is appropriated an

1 amount not to exceed \$200,000.00 for local contingency funds. These funds are not
2 available for expenditure until they have been transferred to another line item in
3 this article under section 393(2) of the management and budget act, 1984 PA 431, MCL
4 18.1393.

5 (4) In addition to the funds appropriated in part 1, there is appropriated an
6 amount not to exceed \$200,000.00 for private contingency funds. These funds are not
7 available for expenditure until they have been transferred to another line item in
8 this article under section 393(2) of the management and budget act, 1984 PA 431, MCL
9 18.1393.

10 Sec. 10-228. Unless prohibited by law, the department may accept credit card or
11 other electronic means of payment for licenses, fees, or permits.

12 Sec. 10-229. The department shall maintain, on a publicly accessible website, a
13 department scorecard that identifies, tracks and regularly updates key metrics that
14 are used to monitor and improve the agency's performance.

15 Sec. 10-231. The department shall cooperate with the department of technology,
16 management and budget to maintain a searchable website accessible by the public at no
17 cost that includes, but is not limited to, all of the following for each department or
18 agency:

19 (a) Fiscal year-to-date expenditures by category.

20 (b) Fiscal year-to-date expenditures by appropriation unit.

21 (c) Fiscal year-to-date payments to a selected vendor, including the vendor
22 name, payment date, payment amount, and payment description.

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

24 (e) Job specifications and wage rates.

25 Sec. 10-234. Within 14 days after the release of the executive budget
26 recommendation, the department shall cooperate with the state budget office to provide
27 the senate and house appropriations chairs, the senate and house appropriations

1 subcommittees chairs, and the senate and house fiscal agencies with an annual report
2 on estimated state restricted fund balances, state restricted fund projected revenues,
3 and state restricted fund expenditures for the fiscal years ending September 30, 2015
4 and September 30, 2016.

5 Sec. 10-235. Total authorized appropriations from all sources under part 1 for
6 legacy costs for the fiscal year ending September 30, 2016 is \$9,998,900.00. From this
7 amount, total agency appropriations for pension-related legacy costs are estimated at
8 \$5,675,400.00. Total agency appropriations for retiree health care legacy costs are
9 estimated at \$4,323,500.00.

10 **INSURANCE AND FINANCIAL SERVICES REGULATION**

11 Sec. 10-391. In addition to the funds appropriated in part 1, the funds
12 collected by the department in connection with a conservatorship pursuant to section
13 32 of the mortgage brokers, lenders, and servicers licensing act, 1987 PA 173, MCL
14 445.1682, and funds collected by the department from corporations being liquidated
15 pursuant to the insurance code of 1956, 1956 PA 218, MCL 500.100 to 500.8302, shall be
16 appropriated for all expenses necessary to provide for the required services. Funds
17 are available for expenditure when they are received by the department of treasury and
18 shall not lapse to the general fund at the end of the fiscal year.

Article 11

JUDICIARY

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 11-101. Subject to the conditions set forth in this article, the amounts listed in this part for the judiciary are appropriated for the fiscal year ending September 30, 2016, and are anticipated to be appropriated for the fiscal year ending September 30, 2017, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

JUDICIARY

APPROPRIATION SUMMARY

12	Full-time equated exempted positions.....		487.0		487.0
13	GROSS APPROPRIATION	\$	283,901,300	\$	283,901,300
14	Total interdepartmental grants and intradepartmental				
15	transfers.....		2,362,900		2,362,900
16	ADJUSTED GROSS APPROPRIATION	\$	281,538,400	\$	281,538,400
17	Total federal revenues		6,428,600		6,428,600
18	Total local revenues		7,229,000		7,229,000
19	Total private revenues		942,900		942,900
20	Total other state restricted revenues		84,245,700		84,245,700
21	State general fund/general purpose	\$	182,692,200	\$	182,692,200
22	<i>State general fund/general purpose schedule:</i>				
23	Ongoing state general fund/general purpose		182,692,200		182,692,200
24	One-time state general fund/general purpose		0		0
25	Sec. 11-102. SUPREME COURT				
26	Full-time equated exempted positions.....		246.0		246.0

1	Supreme court administration-92.0 FTE positions	\$	13,338,700	\$	13,338,700
2	Judicial institute-13.0 FTE positions		2,159,100		2,159,100
3	State court administrative office-61.0 FTE positions ..		11,832,000		11,832,000
4	Judicial information systems-22.0 FTE positions		3,057,700		3,057,700
5	Direct trial court automation support-44.0 FTE				
6	positions.....		7,229,000		7,229,000
7	Foster care review board-10.0 FTE positions		1,285,900		1,285,900
8	Community dispute resolution-3.0 FTE positions		2,366,800		2,366,800
9	Other federal grants		275,100		275,100
10	Drug treatment courts		10,958,000		10,958,000
11	Mental health courts and diversion services-1.0 FTE				
12	position.....		5,334,700		5,334,700
13	Veterans courts		500,000		500,000
14	Swift and sure sanctions program		3,500,000		3,500,000
15	Next generation Michigan court system		<u>4,116,000</u>		<u>4,116,000</u>
16	GROSS APPROPRIATION	\$	65,953,000	\$	65,953,000
17	Appropriated from:				
18	Interdepartmental grant revenues:				
19	IDG from department of state police		1,500,000		1,500,000
20	IDG from department of corrections		50,000		50,000
21	IDG from state police - Michigan justice training fund		339,200		339,200
22	Federal revenues:				
23	DOJ, victims assistance programs		56,500		56,500
24	DOJ, drug court training and evaluation		300,000		300,000
25	DOT, national highway traffic safety administration ...		2,203,500		2,203,500
26	HHS, access and visitation grant		612,200		612,200
27	HHS, children's justice grant		229,400		229,400

1	HHS, court improvement project	1,290,500	1,290,500
2	HHS, title IV-D child support program	1,009,700	1,009,700
3	HHS, title IV-E foster care program	386,500	386,500
4	Other federal grant revenues	275,100	275,100
5	Special revenue funds:		
6	Local - user fees	7,229,000	7,229,000
7	Private	188,100	188,100
8	Private - interest on lawyers trust accounts	258,600	258,600
9	Private - state justice institute	413,600	413,600
10	Community dispute resolution fund	2,366,800	2,366,800
11	Court filing/motion fees	1,641,800	1,641,800
12	Law exam fees	639,100	639,100
13	Drug court fund	1,920,500	1,920,500
14	Miscellaneous revenue	270,600	270,600
15	Justice system fund	566,800	566,800
16	State court fund	377,100	377,100
17	State general fund/general purpose	\$ 41,828,400	\$ 41,828,400
18	Sec. 11-103. COURT OF APPEALS		
19	Full-time equated exempted positions.....	175.0	175.0
20	Court of appeals operations-175.0 FTE positions	\$ <u>22,606,900</u>	\$ <u>22,606,900</u>
21	GROSS APPROPRIATION	\$ 22,606,900	\$ 22,606,900
22	Appropriated from:		
23	Special revenue funds:		
24	State general fund/general purpose	\$ 22,606,900	\$ 22,606,900
25	Sec. 11-104. BRANCHWIDE APPROPRIATIONS		
26	Full-time equated exempted positions.....	4.0	4.0
27	Branchwide appropriations-4.0 FTE positions	\$ <u>8,550,400</u>	\$ <u>8,550,400</u>

1	GROSS APPROPRIATION	\$	8,550,400	\$	8,550,400
2	Appropriated from:				
3	Special revenue funds:				
4	State general fund/general purpose	\$	8,550,400	\$	8,550,400
5	Sec. 11-105. JUSTICES' AND JUDGES' COMPENSATION				
6	Full-time judges positions.....		593.0		593.0
7	Supreme court justices' salaries-7.0 justices	\$	1,152,300	\$	1,152,300
8	Court of appeals judges' salaries-27.0 judges		4,087,900		4,087,900
9	District court judges' state base salaries-				
10	243.0 judges.....		22,489,200		22,489,200
11	District court judicial salary standardization		11,111,000		11,111,000
12	Probate court judges' state base salaries-				
13	103.0 judges.....		9,627,900		9,627,900
14	Probate court judicial salary standardization		4,669,600		4,669,600
15	Circuit court judges' state base salaries-				
16	213.0 judges.....		20,064,100		20,064,100
17	Circuit court judicial salary standardization		9,739,200		9,739,200
18	Judges' retirement system defined contribution		4,425,800		4,425,800
19	OASI, social security		<u>5,736,600</u>		<u>5,736,600</u>
20	GROSS APPROPRIATION	\$	93,103,600	\$	93,103,600
21	Appropriated from:				
22	Special revenue funds:				
23	Court fee fund		2,988,100		2,988,100
24	State general fund/general purpose	\$	90,115,500	\$	90,115,500
25	Sec. 11-106. JUDICIAL AGENCIES				
26	Full-time equated exempted positions.....		7.0		7.0
27	Judicial tenure commission-7.0 FTE positions	\$	<u>1,115,200</u>	\$	<u>1,115,200</u>

1	GROSS APPROPRIATION	\$	1,115,200	\$	1,115,200
2	Appropriated from:				
3	Special revenue funds:				
4	State general fund/general purpose	\$	1,115,200	\$	1,115,200
5	Sec. 11-107. INDIGENT DEFENSE - CRIMINAL				
6	Full-time equated exempted positions.....		55.0		55.0
7	Appellate public defender program-51.0 FTE positions ..	\$	7,857,800	\$	7,857,800
8	Michigan indigent defense commission-4.0 FTE positions		<u>996,700</u>		<u>996,700</u>
9	GROSS APPROPRIATION	\$	8,854,500	\$	8,854,500
10	Appropriated from:				
11	Interdepartmental grant revenues:				
12	IDG from state police - Michigan justice training fund		473,700		473,700
13	Federal revenues:				
14	Other federal grant revenues		65,200		65,200
15	Special revenues funds:				
16	Private-interest on lawyers trusts accounts		82,600		82,600
17	Miscellaneous revenue		132,900		132,900
18	State general fund/general purpose	\$	8,100,100	\$	8,100,100
19	Sec. 11-108. INDIGENT CIVIL LEGAL ASSISTANCE				
20	Indigent civil legal assistance	\$	<u>7,937,000</u>	\$	<u>7,937,000</u>
21	GROSS APPROPRIATION	\$	7,937,000	\$	7,937,000
22	Appropriated from:				
23	Special revenue funds:				
24	State court fund		7,937,000		7,937,000
25	State general fund/general purpose	\$	0	\$	0
26	Sec. 11-109. TRIAL COURT OPERATIONS				
27	Court equity fund reimbursements	\$	60,815,700	\$	60,815,700

1	Judicial technology improvement fund	4,815,000	4,815,000
2	Drug case-flow program	250,000	250,000
3	Drunk driving case-flow program	3,300,000	3,300,000
4	Juror compensation reimbursement	<u>6,600,000</u>	<u>6,600,000</u>
5	GROSS APPROPRIATION	\$ 75,780,700	\$ 75,780,700
6	Appropriated from:		
7	Special revenue funds:		
8	Court equity fund	50,440,000	50,440,000
9	Judicial technology improvement fund	4,815,000	4,815,000
10	Drug fund	250,000	250,000
11	Drunk driving fund	3,300,000	3,300,000
12	Juror compensation fund	6,600,000	6,600,000
13	State general fund/general purpose	\$ 10,375,700	\$ 10,375,700

14 PART 2

15 PROVISIONS CONCERNING APPROPRIATIONS

16 FISCAL YEAR 2016

17 GENERAL SECTIONS

18 Sec. 11-201. Pursuant to section 30 of article IX of the state constitution of

19 1963, total state spending from state resources under part 1 for fiscal year 2015-2016

20 is \$266,937,900.00 and state spending from state resources to be paid to local units

21 of government for fiscal year 2015-2016 is \$136,329,400.00. The itemized statement

22 below identifies appropriations from which spending to local units of government will

23 occur:

- 24 JUDICIARY
- 25 SUPREME COURT

1	State court administrative office	\$	511,900
2	Drug treatment courts		10,658,000
3	Mental health courts and diversion services		5,222,800
4	Veterans courts		500,000
5	Swift and sure sanctions program		3,400,000
6	Next generation Michigan court system		4,116,000
7	TRIAL COURT OPERATIONS		
8	Court equity fund reimbursements	\$	60,815,700
9	Judicial technology improvement fund		4,815,000
10	Drunk driving case-flow program		3,300,000
11	Drug case-flow program		250,000
12	Juror compensation reimbursement		6,600,000
13	JUSTICES' AND JUDGES' COMPENSATION		
14	District court judicial salary standardization	\$	11,111,000
15	Probate court judges' state base salaries		9,627,900
16	Probate court judicial salary standardization		4,669,600
17	Circuit court judicial salary standardization		9,739,200
18	Grant to OASI contribution fund, employers share, social security ...		<u>992,300</u>
19	TOTAL	\$	136,329,400

20 Sec. 11-202. (1) The appropriations authorized under this article are subject
 21 to the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

22 (2) Funds appropriated in part 1 to an entity within the judicial branch shall
 23 not be expended or transferred to another account without written approval of the
 24 authorized agent of the judicial entity. If the authorized agent of the judicial
 25 entity notifies the state budget director of its approval of an expenditure or
 26 transfer, the state budget director shall immediately make the expenditure or
 27 transfer. The authorized judicial entity agent shall be designated by the chief

1 justice of the supreme court.

2 Sec. 11-203. As used in this article:

3 (a) "DOJ" means the United States department of justice.

4 (b) "DOT" means the United States department of transportation.

5 (c) "FTE" means full-time equated.

6 (d) "HHS" means the United States department of health and human services.

7 (e) "IDG" means interdepartmental grant.

8 (f) "OASI" means old age survivor's insurance.

9 (g) "Title IV-D" means the section of the federal Social Security Act
10 pertaining to the child support enforcement program.

11 (h) "Title IV-E" means the section of the federal Social Security Act
12 pertaining to the foster care program.

13 Sec. 11-208. The reporting requirements of this article shall be completed with
14 the approval of, and at the direction of, the supreme court, except as otherwise
15 provided in this article. The judicial branch shall use the Internet to fulfill the
16 reporting requirements of this article. This may include transmission of reports via
17 electronic mail to the recipients identified for each reporting requirement, or it may
18 include placement of reports on an Internet or Intranet site.

19 Sec. 11-214. Funds appropriated in part 1 shall not be used for the purchase of
20 foreign goods or services, or both, if competitively priced and of comparable quality
21 American goods or services, or both, are available. Preference shall be given to goods
22 or services, or both, manufactured or provided by Michigan businesses, if they are
23 competitively priced and of comparable quality. In addition, preference should be
24 given to goods or services, or both, that are manufactured or provided by Michigan
25 businesses owned and operated by veterans, if they are competitively priced and of
26 comparable quality.

27 Sec. 11-215. The state court administrative office shall prepare a report on

1 out-of-state travel expenses not later than January 1 of each year. The travel report
2 shall be a listing of all travel by judicial branch employees outside this state in
3 the immediately preceding fiscal year that was funded in whole or in part with funds
4 appropriated in the budget for the judicial branch. The report shall be submitted to
5 the senate and house appropriations committees, the house and senate fiscal agencies,
6 and the state budget director. The report shall include the following information:

7 (a) The dates of each travel occurrence.

8 (b) The transportation and related costs of each travel occurrence, including
9 the proportion funded with state general fund/general purpose revenues, the proportion
10 funded with state restricted revenues, the proportion funded with federal revenues,
11 and the proportion funded with other revenues.

12 Sec. 11-219. Not later than November 30, the state budget office shall prepare
13 and transmit a report that provides for estimates of the total general fund/general
14 purpose appropriation lapses at the close of the prior fiscal year. This report shall
15 summarize the projected year-end general fund/general purpose appropriation lapses by
16 major departmental program or program areas. The report shall be transmitted to the
17 chairpersons of the senate and house appropriations committees, and the senate and
18 house fiscal agencies.

19 Sec. 11-221. The judicial branch shall maintain a searchable website accessible
20 by the public at no cost that includes all expenditures made by the judicial branch
21 within a fiscal year. The posting shall include the purpose for which each expenditure
22 is made. The judicial branch shall not provide financial information on its website
23 under this section if doing so would violate a federal or state law, rule, regulation,
24 or guideline that establishes privacy or security standards applicable to that
25 financial information.

26 Sec. 11-222. Within 14 days after the release of the executive budget
27 recommendation, the judicial branch shall cooperate with the state budget office to

1 provide the senate and house appropriations chairs, the senate and house
2 appropriations subcommittees chairs, and the senate and house fiscal agencies with an
3 annual report on estimated state restricted fund balances, state restricted fund
4 projected revenues, and state restricted fund expenditures for the fiscal years ending
5 September 30, 2015 and September 30, 2016.

6 Sec. 11-223. The judiciary shall maintain, on a publicly accessible website, a
7 scorecard that identifies, tracks and regularly updates key metrics that are used to
8 monitor and improve the judiciary's performance.

9 Sec. 11-224. Total authorized appropriations from all sources under part 1 for
10 legacy costs for the fiscal year ending September 30, 2016 is \$13,723,300.00. From
11 this amount, total appropriations for Judiciary pension-related legacy costs are
12 estimated at \$7,772,600.00. Total appropriations for Judiciary retiree health care
13 legacy costs are estimated at \$5,950,700.00.

14 JUDICIARY

15 Sec. 11-301. Pursuant to the appropriations in part 1, the direct trial court
16 automation support program of the state court administrative office shall recover
17 direct and overhead costs from trial courts by charging for services rendered. The fee
18 shall cover the actual costs incurred to the direct trial court automation support
19 program in providing the service, including development of future versions of case
20 management systems.

21 Sec. 11-302. Funds appropriated within the judicial branch shall not be
22 expended by any component within the judicial branch without the approval of the
23 supreme court.

24 Sec. 11-303. Of the amount appropriated in part 1 for the judicial branch,
25 \$511,900.00 is allocated for circuit court reimbursement under section 3 of 1978 PA
26 16, MCL 800.453, and for costs associated with the court of claims.

1 Sec. 11-307. From the funds appropriated in part 1 for mental health courts and
2 diversion services, \$1,730,000.00 is intended to address the recommendations of the
3 mental health diversion council.

4 Sec. 11-308. If sufficient funds are not available from the court fee fund to
5 pay judges' compensation, the difference between the appropriated amount from that
6 fund for judges' compensation and the actual amount available after the amount
7 appropriated for trial court reimbursement is made is appropriated from the state
8 general fund for judges' compensation.

9 Sec. 11-311. (1) The funds appropriated in part 1 for drug treatment courts
10 shall be administered by the state court administrative office to operate drug
11 treatment court programs. A drug treatment court shall be responsible for handling
12 cases involving substance abusing nonviolent offenders through comprehensive
13 supervision, testing, treatment services, and immediate sanctions and incentives. A
14 drug treatment court shall use all available county and state personnel involved in
15 the disposition of cases including, but not limited to, parole and probation agents,
16 prosecuting attorneys, defense attorneys, and community corrections providers. The
17 funds may be used in connection with other federal, state, and local funding sources.

18 (2) From the funds appropriated in part 1, the chief justice shall allocate
19 sufficient funds for the judicial institute to provide in-state training for those
20 identified in subsection (1), including training for new drug treatment court judges.

21 (3) For drug treatment court grants, consideration for priority may be given to
22 those courts where higher instances of substance abuse cases are filed.

23 (4) The judiciary shall receive \$1,500,000.00 in Byrne formula grant funding as
24 an interdepartmental grant from the department of state police to be used for
25 expansion of drug treatment courts, to assist in avoiding prison bed space growth for
26 nonviolent offenders in collaboration with the department of corrections.

27 Sec. 11-317. Funds appropriated in part 1 shall not be used for the permanent

1 assignment of state-owned vehicles to justices or judges or any other judicial branch
2 employee. This section does not preclude the use of state-owned motor pool vehicles
3 for state business in accordance with approved guidelines.

4 Sec. 11-322. If Byrne formula grant funding is awarded to the state appellate
5 defender, the state appellate defender office may receive and expend Byrne formula
6 grant funds in an amount not to exceed \$250,000.00 as an interdepartmental grant from
7 the department of state police. If the appellate defender appointed under section 3 of
8 the appellate defender act, 1978 PA 620, MCL 780,713, receives federal grant funding
9 from the department of justice in excess of the amount appropriated in part 1, the
10 office of appellate defender may receive and expend grant funds in an amount not to
11 exceed \$300,000.00 as other federal grants.

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Article 12
LEGISLATURE
PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 12-101. Subject to the conditions set forth in this article, the amounts listed in this part for the legislature are appropriated for the fiscal year ending September 30, 2016, and are anticipated to be appropriated for the fiscal year ending September 30, 2017, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

LEGISLATURE

APPROPRIATION SUMMARY

GROSS APPROPRIATION.....	\$	159,304,800	\$	159,304,800
Total interdepartmental grants and intradepartmental transfers.....		5,392,800		5,392,800
ADJUSTED GROSS APPROPRIATION	\$	153,912,000	\$	153,912,000
Total federal revenues		0		0
Total local revenues		0		0
Total private revenues		400,000		400,000
Total other state restricted revenues		6,179,600		6,179,600
State general fund/general purpose	\$	147,332,400	\$	147,332,400
<i>State general fund/general purpose schedule:</i>				
Ongoing state general fund/general purpose		147,332,400		147,332,400
One-time general fund/general purpose		0		0
Sec. 12-102. LEGISLATURE				
Senate	\$	33,275,900	\$	33,275,900
Senate automated data processing		2,592,400		2,592,400

1	Senate fiscal agency	3,705,500	3,705,500
2	House of representatives	51,176,800	51,176,800
3	House automated data processing	2,058,200	2,058,200
4	House fiscal agency	<u>3,705,500</u>	<u>3,705,500</u>
5	GROSS APPROPRIATION	\$ 96,514,300	\$ 96,514,300
6	Appropriated from:		
7	State general fund/general purpose	\$ 96,514,300	\$ 96,514,300
8	Sec. 12-103. LEGISLATIVE COUNCIL		
9	Legislative council	\$ 11,396,300	\$ 11,396,300
10	Legislative service bureau automated data processing ..	1,398,600	1,398,600
11	Worker's compensation	148,400	148,400
12	National association dues	445,800	445,800
13	Legislative corrections ombudsman	<u>714,900</u>	<u>714,900</u>
14	GROSS APPROPRIATION	\$ 14,104,000	\$ 14,104,000
15	Appropriated from:		
16	Special revenue funds:		
17	Private - gifts and bequests revenues	400,000	400,000
18	State general fund/general purpose	\$ 13,704,000	\$ 13,704,000
19	Sec. 12-104. LEGISLATIVE RETIREMENT SYSTEM		
20	General nonretirement expenses	<u>\$ 4,865,500</u>	<u>\$ 4,865,500</u>
21	GROSS APPROPRIATION	\$ 4,865,500	\$ 4,865,500
22	Appropriated from:		
23	Special revenue funds:		
24	Court fees	1,132,000	1,132,000
25	State general fund/general purpose	\$ 3,733,500	\$ 3,733,500
26	Sec. 12-105. PROPERTY MANAGEMENT		
27	Cora Anderson building	\$ 11,040,300	\$ 11,040,300

1	Farnum building and other properties		<u>2,755,400</u>		<u>2,755,400</u>
2	GROSS APPROPRIATION	\$	13,795,700	\$	13,795,700
3	Appropriated from:				
4	Special revenue funds:				
5	State general fund/general purpose	\$	13,795,700	\$	13,795,700
6	Sec. 12-106. STATE CAPITOL HISTORIC SITE				
7	General operations	\$	4,124,800	\$	4,124,800
8	Restoration, renewal and maintenance		<u>3,060,000</u>		<u>3,060,000</u>
9	GROSS APPROPRIATION	\$	7,184,800	\$	7,184,800
10	Appropriated from:				
11	Special revenue funds:				
12	Capitol historic site fund		3,060,000		3,060,000
13	State general fund/general purpose	\$	4,124,800	\$	4,124,800
14	Sec. 12-107. OFFICE OF THE AUDITOR GENERAL				
15	Unclassified positions	\$	329,400	\$	329,400
16	Field operations		<u>22,511,100</u>		<u>22,511,100</u>
17	GROSS APPROPRIATION	\$	22,840,500	\$	22,840,500
18	Appropriated from:				
19	Interdepartmental grant revenues:				
20	IDG from MDOT, comprehensive transportation fund		38,200		38,200
21	IDG from MDOT, Michigan transportation fund		309,600		309,600
22	IDG from MDOT, state aeronautics fund		29,700		29,700
23	IDG from MDOT, state trunkline fund		719,100		719,100
24	IDG from MDHS		30,000		30,000
25	IDG, single audit act		2,856,000		2,856,000
26	IDG, commercial mobile radio system emergency telephone				
27	fund.....		36,100		36,100

1	IDG, contract audit administration fees	40,600	40,600
2	IDG, deferred compensation funds	53,300	53,300
3	IDG, Michigan finance authority	324,300	324,300
4	IDG, Michigan economic development corporation	94,400	94,400
5	IDG, Michigan education trust fund	69,400	69,400
6	IDG, Michigan justice training commission fund	40,100	40,100
7	IDG, Michigan strategic fund	165,800	165,800
8	IDG, office of retirement services	214,100	214,100
9	IDG, other restricted funding sources	372,100	372,100
10	Special revenue funds:		
11	21 st Century jobs fund	94,400	94,400
12	Brownfield development fund	27,600	27,600
13	Clean Michigan initiative implementation bond fund	53,400	53,400
14	Game and fish protection fund	30,700	30,700
15	Legislative retirement system	28,600	28,600
16	DTMB, civil service commission	162,900	162,900
17	MDLARA, liquor purchase revolving fund	28,100	28,100
18	Michigan state housing development authority fees	111,300	111,300
19	Michigan veterans trust fund	34,800	34,800
20	Motor transport revolving fund	7,300	7,300
21	Office services revolving fund	9,800	9,800
22	State disbursement unit, office of child support	56,300	56,300
23	State services fee fund	1,331,300	1,331,300
24	Waterways fund	11,100	11,100
25	State general fund/general purpose	\$ 15,460,100	\$ 15,460,100

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PART 2
PROVISIONS CONCERNING APPROPRIATIONS

1

FISCAL YEAR 2016

2 **GENERAL SECTIONS**

3 Sec. 12-201. Pursuant to section 30 of article IX of the state constitution of
4 1963, total state spending from state resources under part 1 for fiscal year 2015-2016
5 is \$153,512,000.00 and state spending from state resources to be paid to local units
6 of government for fiscal year 2015-2016 is \$0.00.

7 Sec. 12-202. The appropriations authorized under this article are subject to
8 the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

9 Sec. 12-203. As used in this article:

- 10 (a) "DTMB" means the department of technology, management and budget.
11 (b) "FTE" means full-time equated.
12 (c) "IDG" means interdepartmental grant.
13 (d) "MDHS" means Michigan department of human services.
14 (e) "MDLARA" means Michigan department of licensing and regulatory affairs.
15 (f) "MDOT" means Michigan department of transportation.

16 **LEGISLATURE**

17 Sec. 12-600. The senate, the house of representatives, or an agency within the
18 legislative branch may receive, expend, and transfer funds in addition to those
19 authorized in part 1.

20 Sec. 12-601. (1) Funds appropriated in part 1 to an entity within the
21 legislative branch shall not be expended or transferred to another account without
22 written approval of the authorized agent of the legislative entity. If the authorized
23 agent of the legislative entity notifies the state budget director of its approval of
24 an expenditure or transfer before the year-end book-closing date for that legislative

1 entity, the state budget director shall immediately make the expenditure or transfer.
2 The authorized legislative entity agency shall be designated by the speaker of the
3 house of representatives for house entities, the senate majority leader for senate
4 entities, and the legislative council for legislative council entities.

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

8 Sec. 12-602. The senate may charge rent and assess charges for utility costs.
9 The amounts received for rent charges and utility assessments are appropriated to the
10 senate for the renovation, operation, and maintenance of the Farnum building and other
11 properties.

12 Sec. 12-603. The appropriation contained in part 1 for national association
13 dues is to be distributed by the legislative council.

14 Sec. 12-604. (1) The appropriation in part 1 to the Michigan state capitol
15 historic site includes funds to operate the legislative parking facilities in the
16 capitol area. The Michigan state capitol commission shall establish rules regarding
17 the operation of the legislative parking facilities.

18 (2) The Michigan state capitol commission shall collect a fee from state
19 employees and the general public using certain legislative parking facilities. The
20 revenues received from the parking fees shall be allocated by the Michigan state
21 capitol commission.

22 Sec. 12-605. The appropriation in part 1 to the legislative council for
23 publication of the Michigan manual is a work project account. The unexpended portion
24 remaining on September 30 shall not lapse and shall be carried forward into the
25 subsequent fiscal year for use in paying the associated biennial costs of publication
26 of the Michigan manual.

27 Sec. 12-606. The appropriations in part 1 to the legislative branch, for

1 property management, shall be used to purchase equipment and services for building
2 maintenance in order to ensure a safe and productive work environment. These funds are
3 designated as work project appropriations and shall not lapse at the end of the fiscal
4 year, and shall continue to be available for expenditure until the project has been
5 completed. The total cost is estimated at \$500,000.00, and the tentative completion
6 date is September 30, 2020.

7 Sec. 12-607. The appropriations in part 1 to the legislative branch, for
8 automated data processing, shall be used to purchase equipment, software, and services
9 in order to support and implement data processing requirements and technology
10 improvements. These funds are designated as work project appropriations and shall not
11 lapse at the end of the fiscal year, and shall continue to be available for
12 expenditure until the project has been completed. The total cost is estimated at
13 \$500,000.00, and the tentative completion date is September 30, 2020.

14 Sec. 12-608. In addition to funds appropriated in part 1, the Michigan capitol
15 committee publications save the flags fund account may accept contributions, gifts,
16 bequests, devises, grants, and donations. Those funds that are not expended in the
17 fiscal year ending September 30 shall not lapse at the close of the fiscal year, and
18 shall be carried forward for expenditure in the following fiscal years.

19 Sec. 12-615. Total authorized appropriations from all sources under part 1 for
20 legacy costs for the fiscal year ending September 30, 2016 is \$28,034,000.00. From
21 this amount, total agency appropriations for pension-related legacy costs are
22 estimated at \$15,465,300.00. Total agency appropriations for retiree health care
23 legacy costs are estimated at \$12,568,700.00.

24 AUDITOR GENERAL OPERATIONS

25 Sec. 12-620. Pursuant to section 53 of article IV of the state constitution of
26 1963, the auditor general shall conduct audits of the judicial branch. The audits may

1 include the supreme court and its administrative units, the court of appeals, and
2 trial courts.

3 Sec. 12-621. (1) The auditor general shall take all reasonable steps to ensure
4 that certified minority- and women-owned and operated accounting firms, and accounting
5 firms owned and operated by persons with disabilities participate in the audits of the
6 books, accounts, and financial affairs of each principal executive department, branch,
7 institution, agency, and office of this state.

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

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

19 Sec. 12-622. From the funds appropriated in part 1 to the legislative auditor
20 general, the auditor general's salary and the salaries of the remaining 2.0 FTE
21 unclassified positions shall be set by the speaker of the house of representatives,
22 the senate majority leader, the house of representatives minority leader, and the
23 senate minority leader.

24 Sec. 12-623. Any audits, reviews, or investigations requested of the auditor
25 general by the legislature or by legislative leadership, legislative committees, or
26 individual legislators shall include an estimate of the additional costs involved and,
27 when those costs exceed \$50,000.00, should provide supplemental funding. The auditor

- 1 general shall determine whether to perform those activities in keeping with Audit
- 2 Directive No. 29, which describes the office of the auditor general's policy on
- 3 responding to legislative requests.

Article 13

DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 13-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of licensing and regulatory affairs are appropriated for the fiscal year ending September 30, 2016, and are anticipated to be appropriated for the fiscal year ending September 30, 2017, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS

APPROPRIATION SUMMARY

Full-time equated unclassified positions.....	57.5	57.5
Full-time equated classified positions.....	2,820.3	2,820.3
GROSS APPROPRIATION	\$ 545,605,900	\$ 545,605,900
Interdepartmental grant revenues:		
Total interdepartmental grants and intradepartmental transfers.....	15,754,900	15,754,900
ADJUSTED GROSS APPROPRIATION	\$ 529,851,000	\$ 529,851,000
Total federal revenues	200,388,700	200,388,700
Total local revenues	679,000	679,000
Total private revenues	311,300	311,300
Total other state restricted revenues	304,248,600	304,248,600
State general fund/general purpose	\$ 24,223,400	\$ 24,223,400
<i>State general fund/general purpose schedule:</i>		
Ongoing state general fund/general purpose	24,223,400	24,223,400

1	One-time state general fund/general purpose		0		0
2	Sec. 13-102. DEPARTMENTAL ADMINISTRATION				
3	Full-time equated unclassified positions.....		57.5		57.5
4	Full-time equated classified positions.....		123.0		123.0
5	Unclassified salaries-57.5 FTE positions	\$	4,840,200	\$	4,840,200
6	Executive director programs-32.0 FTE positions		4,614,200		4,614,200
7	Administrative services-84.0 FTE positions		9,652,600		9,652,600
8	Office of regulatory reinvention-4.0 FTE positions		482,600		482,600
9	Property management		16,710,800		16,710,800
10	Workers' compensation		591,600		591,600
11	FOIA and local community stabilization authority				
12	services-3.0 FTE positions.....		<u>452,900</u>		<u>452,900</u>
13	GROSS APPROPRIATION	\$	37,344,900	\$	37,344,900
14	Appropriated from:				
15	Interdepartmental grant revenues:				
16	IDG-accounting services		150,000		150,000
17	Federal revenues:				
18	Federal revenues-departmental administration		11,448,900		11,448,900
19	Special revenue funds:				
20	Local stabilization authority contract		150,000		150,000
21	State restricted revenues-departmental administration .		24,197,700		24,197,700
22	State general fund/general purpose	\$	1,398,300		1,398,300
23	Sec. 13-103. PUBLIC SERVICE COMMISSION				
24	Full-time equated classified positions.....		190.0		190.0
25	Public service commission-190.0 FTE positions	\$	<u>30,033,200</u>	\$	<u>30,033,200</u>
26	GROSS APPROPRIATION	\$	30,033,200	\$	30,033,200
27	Appropriated from:				

1	Federal revenues:			
2	DOE-OEERE, multiple grants	56,700		56,700
3	DOT, gas pipeline safety	1,219,900		1,219,900
4	Special revenue funds:			
5	Motor carrier fees	2,510,000		2,510,000
6	Public utility assessments	25,286,500		25,286,500
7	Restructuring mechanism assessments	550,900		550,900
8	Video franchise assessments	409,200		409,200
9	State general fund/general purpose	\$ 0	\$	0
10	Sec. 13-104. LIQUOR CONTROL COMMISSION			
11	Full-time equated classified positions	152.0		152.0
12	Liquor licensing and enforcement-152.0 FTE positions ..	\$ <u>22,002,100</u>	\$	<u>22,002,100</u>
13	GROSS APPROPRIATION	\$ 22,002,100	\$	22,002,100
14	Appropriated from:			
15	Special revenue funds:			
16	Direct shipper enforcement revolving fund	124,500		124,500
17	Liquor license fee enhancement fund	75,000		75,000
18	Liquor license revenue	10,355,800		10,355,800
19	Liquor purchase revolving fund	11,446,800		11,466,800
20	State general fund/general purpose	\$ 0	\$	0
21	Sec. 13-105. OCCUPATIONAL REGULATION			
22	Full-time equated classified positions	805.9		805.9
23	Bureau of construction codes-176.0 FTE positions	\$ 21,767,000	\$	21,767,000
24	Bureau of fire services-80.0 FTE positions	11,414,500		11,414,500
25	Bureau of health care services-371.9 FTE positions	64,142,600		64,142,600
26	Corporations, securities, and commercial licensing			
27	bureau-178.0 FTE positions	26,818,100		26,818,100

1	Detroit demolition permit assistance	800,000	800,000
2	GROSS APPROPRIATION	\$ 124,942,200	\$ 124,942,200
3	Appropriated from:		
4	Interdepartmental grant revenues:		
5	IDG-DCH, inspection contract.	100,000	100,000
6	Federal revenues:		
7	Clinical lab improvement	401,500	401,500
8	DOT	60,000	60,000
9	Federal revenues	1,255,300	1,255,300
10	FEMA	28,000	28,000
11	Title XVIII Medicare	11,814,200	11,814,200
12	Title XIX Medicaid	718,700	718,700
13	Title XIX Medicaid, facility certification fees	8,272,900	8,272,900
14	Special revenue funds:		
15	Private-civil monetary penalties	199,500	199,500
16	Aboveground storage tank fees	447,200	447,200
17	Accountancy enforcement fund	404,300	404,300
18	Boiler inspection fund	3,756,800	3,756,800
19	Builder enforcement fund	478,300	478,300
20	Construction code fund	8,440,000	8,440,000
21	Corporation fees	6,916,900	6,916,900
22	Elevator fees	4,780,500	4,780,500
23	Fire alarm fees	125,400	125,400
24	Fire safety standard and enforcement fund	40,000	40,000
25	Fire service fees	2,452,400	2,452,400
26	Fireworks safety fund	682,900	682,900
27	Health professions regulatory fund	23,491,300	23,491,300

1	Health systems fees	3,309,300		3,309,300
2	Licensing and regulation fees	11,386,500		11,386,500
3	Liquor purchase revolving fund	1,185,700		1,185,700
4	Michigan medical marihuana fund	4,228,800		4,228,800
5	Mobile home code fund	2,982,300		2,982,300
6	Nurse professional fund	1,937,200		1,937,200
7	Pain management fees	1,821,300		1,821,300
8	Private occupational school license fees	817,600		817,600
9	Property development fees	318,100		318,100
10	Real estate appraiser continuing education fund	63,200		63,200
11	Real estate education fund	340,600		340,600
12	Real estate enforcement fund	696,400		696,400
13	Securities fees	4,918,700		4,918,700
14	Securities investor education and training fund	999,900		999,900
15	Securities business fund	340,100		340,100
16	Survey and remonumentation fund	837,200		837,200
17	Unarmed combat fund	137,000		137,000
18	Underground storage tank fees	2,518,500		2,518,500
19	State general fund/general purpose	\$ 11,237,700	\$	11,237,700
20	Sec. 13-106. MICHIGAN OCCUPATIONAL SAFETY AND HEALTH ADMINISTRATION			
21	Full-time equated classified positions	250.4		250.4
22	Occupational safety and health-197.0 FTE positions	\$ 28,660,200	\$	28,660,200
23	Radiological health administration-21.4 FTE positions .	3,437,000		3,437,000
24	Wage and hour division-32.0 FTE positions	<u>3,658,300</u>		<u>3,658,300</u>
25	GROSS APPROPRIATION	\$ 35,755,500	\$	35,755,500
26	Appropriated from:			
27	Federal revenues:			

1	DOL, multiple grants for safety and health	11,695,100	11,695,100
2	Mammography quality standards	764,900	764,900
3	Special revenue funds:		
4	Corporation fees	6,400,200	6,400,200
5	Fees and collections/asbestos	1,016,800	1,016,800
6	Radiological health fees	2,672,100	2,672,100
7	Safety education and training fund	9,554,100	9,554,100
8	Securities fees	3,478,300	3,478,300
9	State general fund/general purpose	\$ 174,000	\$ 174,000
10	Sec. 13-107. EMPLOYMENT SERVICES		
11	Full-time equated classified positions	1,066.0	1,066.0
12	Bureau of services for blind persons-113.0 FTE		
13	positions	\$ 24,769,200	\$ 24,769,200
14	Career tech and skilled trades training programs	15,600,000	15,600,000
15	Compensation supplement fund	1,820,000	1,820,000
16	Employment and labor relations-22.0 FTE positions	4,117,800	4,117,800
17	Insurance funds administration-23.0 FTE positions	5,236,300	5,236,300
18	Unemployment insurance agency-852.0 FTE positions	119,667,900	119,667,900
19	Workers' compensation administration-56.0 FTE		
20	positions	<u>7,745,500</u>	<u>7,745,500</u>
21	GROSS APPROPRIATION	\$ 178,956,700	\$ 178,956,700
22	Appropriated from:		
23	Federal revenues:		
24	DOL-ETA, employment and training administration	840,500	840,500
25	DOL-ETA, unemployment insurance	96,019,700	96,019,700
26	Federal revenues	18,279,800	18,279,800
27	Special revenue funds:		

1	Private revenues	111,800	111,800
2	Local revenues	529,000	529,000
3	Contingent fund, penalty and interest account	37,407,700	37,407,700
4	Corporation fees	1,881,200	1,881,200
5	Michigan business enterprise program fund	562,000	562,000
6	Second injury fund	2,814,600	2,814,600
7	Securities fees	5,006,200	5,006,200
8	Self-insurers security fund	1,337,100	1,337,100
9	Silicosis and dust disease fund	1,084,600	1,084,600
10	Special fraud control fund	1,000,000	1,000,000
11	Worker's compensation administrative revolving fund ...	2,462,800	2,462,800
12	State general fund/general purpose	\$ 9,619,700	\$ 9,619,700
13	Sec. 13-108. MICHIGAN ADMINISTRATIVE HEARING SYSTEM		
14	Full-time equated classified positions	233.0	233.0
15	Michigan administrative hearing system-215.0 FTE		
16	positions	\$ 38,678,000	\$ 38,678,000
17	Michigan compensation appellate commission-18.0		
18	FTE positions	<u>4,546,700</u>	<u>4,546,700</u>
19	GROSS APPROPRIATION	\$ 43,224,700	\$ 43,224,700
20	Appropriated from:		
21	Interdepartmental grant revenues:		
22	IDG-administrative hearings and rules	15,504,900	15,504,900
23	Federal revenues:		
24	DOL-ETA, unemployment insurance	4,213,500	4,213,500
25	Federal revenues - administrative hearings and rules ..	9,355,100	9,355,100
26	Special revenue funds:		
27	State restricted revenues - administrative hearings		

1	and rules	12,783,100	12,783,100
2	Worker's compensation administrative revolving fund ...	333,200	333,200
3	State general fund/general purpose	\$ 1,034,900	\$ 1,034,900
4	Sec. 13-109. INFORMATION TECHNOLOGY		
5	Information technology services and projects	\$ <u>41,417,900</u>	\$ <u>41,417,900</u>
6	GROSS APPROPRIATION	\$ 41,417,900	\$ 41,417,900
7	Appropriated from:		
8	Federal revenues:		
9	Federal revenues - information technology	23,944,000	23,944,000
10	Special revenue funds:		
11	State restricted revenues - information technology	17,408,700	17,408,700
12	State general fund/general purpose	\$ 65,200	\$ 65,200
13	Sec. 13-110. DEPARTMENT GRANTS		
14	Fire protection grants	\$ 9,273,900	\$ 9,273,900
15	Firefighter training grants	1,000,000	1,000,000
16	Liquor law enforcement grants	9,911,200	9,911,200
17	Medical marihuana operation and oversight grants	3,000,000	3,000,000
18	Remonumentation grants	7,300,000	7,300,000
19	Subregional libraries state aid	451,800	451,800
20	Utility consumer representation	750,000	750,000
21	Youth low-vision program	<u>241,800</u>	<u>241,800</u>
22	GROSS APPROPRIATION	\$ 31,928,700	\$ 31,928,700
23	Appropriated from:		
24	Special revenue funds:		
25	Fire protection fund	8,500,000	8,500,000
26	Fireworks safety fund	1,000,000	1,000,000
27	Liquor license revenue	9,911,200	9,911,200

1	Liquor purchase revolving fund	773,900	773,900
2	Michigan medical marihuana fund	3,000,000	3,000,000
3	Survey and remonumentation fund	7,300,000	7,300,000
4	Utility consumer representation fund	750,000	750,000
5	State general fund/general purpose	\$ 693,600	\$ 693,600

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2016

GENERAL SECTIONS

Sec. 13-201. 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 2015-2016 is \$328,472,000.00 and state spending from state resources to be paid to local units of government for fiscal year 2015-2016 is \$30,936,900.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS

17	Fire protection grants	\$	9,273,900
18	Firefighter training grants		1,000,000
19	Liquor law enforcement grants		9,911,200
20	Medical marihuana operation and oversight grants		3,000,000
21	Remonumentation grants		7,300,000
22	Subregional libraries state aid		<u>451,800</u>
23	TOTAL	\$	30,936,900

Sec. 13-202. The appropriations authorized under this article are subject to the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

1 Sec. 13-203. As used in this article:

2 (a) "DCH" means the department of community health.

3 (b) "Department" means the department of licensing and regulatory affairs.

4 (c) "Director" means the director of the department.

5 (d) "DOE-OEERE" means the United States department of energy, office of energy
6 efficiency and renewable energy.

7 (e) "DOL" means the United States department of labor.

8 (f) "DOL-ETA" means DOL, employment and training administration.

9 (g) "DOT" means the United States department of transportation.

10 (h) "FEMA" means federal emergency management agency.

11 (i) "FOIA" means freedom of information act.

12 (j) "FTE" means full-time equated.

13 (k) "IDG" means interdepartmental grant.

14 Sec. 13-208. The departments and agencies receiving appropriations in part 1
15 shall use the Internet to fulfill the reporting requirements of this article. This
16 requirement may include transmission of reports via electronic mail to the recipients
17 identified for each reporting requirement, or it may include placement of reports on
18 an Internet or Intranet site.

19 Sec. 13-209. Funds appropriated in part 1 shall not be used for the purchase of
20 foreign goods or services, or both, if competitively priced and of comparable quality
21 American goods or services, or both, are available. Preference shall be given to goods
22 or services, or both, manufactured or provided by Michigan businesses, if they are
23 competitively priced and of comparable quality. In addition, preference should be
24 given to goods or services, or both, that are manufactured or provided by Michigan
25 businesses owned and operated by veterans, if they are competitively priced and of
26 comparable quality.

27 Sec. 13-210. The director shall take all reasonable steps to ensure businesses

1 in deprived and depressed communities compete for and perform contracts to provide
2 services or supplies, or both. The director shall strongly encourage firms with which
3 the department contracts to subcontract with certified businesses in depressed and
4 deprived communities for services, supplies, or both.

5 Sec. 13-216. Not later than November 30, the state budget office shall prepare
6 and transmit a report that provides for estimates of the total general fund/general
7 purpose appropriation lapses at the close of the prior fiscal year. This report shall
8 summarize the projected year-end general fund/general purpose appropriation lapses by
9 major departmental program or program areas. The report shall be transmitted to the
10 chairpersons of the senate and house appropriations committees, and the senate and
11 house fiscal agencies.

12 Sec. 13-218. The departments and agencies receiving appropriations in part 1
13 shall prepare a report on out-of-state travel expenses not later than January 1 of
14 each year. The travel report shall be a listing of all travel by classified and
15 unclassified employees outside this state in the immediately preceding fiscal year
16 that was funded in whole or in part with funds appropriated in the department's
17 budget. The report shall be submitted to the senate and house appropriations
18 committees, the house and senate fiscal agencies, and the state budget director. The
19 report shall include the following information:

20 (a) The dates of each travel occurrence.

21 (b) The transportation and related costs of each travel occurrence, including
22 the proportion funded with state general fund/general purpose revenues, the proportion
23 funded with state restricted revenues, the proportion funded with federal revenues,
24 and the proportion funded with other revenues.

25 Sec. 13-220. The department may carry into the succeeding fiscal year
26 unexpended federal pass-through funds to local institutions and governments that do
27 not require additional state matching funds. Federal pass-through funds to local

1 institutions and governments that are received in amounts in addition to those
2 included in part 1 and that do not require additional state matching funds are
3 appropriated for the purposes intended. Within 14 days after the receipt of federal
4 pass-through funds, the department shall notify the house and senate chairpersons of
5 the subcommittees, the fiscal agencies, and the state budget director of pass-through
6 funds appropriated under this section.

7 Sec. 13-221. Funds appropriated in part 1 shall not be used by a principal
8 executive department, state agency, or authority to hire a person to provide legal
9 services that are the responsibility of the attorney general. This prohibition does
10 not apply to legal services for bonding activities and for those outside services that
11 the attorney general authorizes.

12 Sec. 13-223. (1) In addition to the funds appropriated in part 1, there is
13 appropriated an amount not to exceed \$19,000,000.00 for federal contingency funds.
14 These funds are not available for expenditure until they have been transferred to
15 another line item in this article under section 393(2) of the management and budget
16 act, 1984 PA 431, MCL 18.1393.

17 (2) In addition to the funds appropriated in part 1, there is appropriated an
18 amount not to exceed \$25,000,000.00 for state restricted contingency funds. These
19 funds are not available for expenditure until they have been transferred to another
20 line item in this article under section 393(2) of the management and budget act, 1984
21 PA 431, MCL 18.1393.

22 (3) In addition to the funds appropriated in part 1, there is appropriated an
23 amount not to exceed \$7,800,000.00 for local contingency funds. These funds are not
24 available for expenditure until they have been transferred to another line item in
25 this article under section 393(2) of the management and budget act, 1984 PA 431, MCL
26 18.1393.

27 (4) In addition to the funds appropriated in part 1, there is appropriated an

1 amount not to exceed \$400,000.00 for private contingency funds. These funds are not
2 available for expenditure until they have been transferred to another line item in
3 this article under section 393(2) of the management and budget act, 1984 PA 431, MCL
4 18.1393.

5 Sec. 13-225. (1) Grants supported with private revenues received by the
6 department are appropriated upon receipt and are available for expenditure by the
7 department, subject to subsection (3), for purposes specified within the grant
8 agreement and as permitted under state and federal law.

9 (2) Within 10 days after the receipt of a private grant appropriated in
10 subsection (1), the department shall notify the house and senate chairpersons of the
11 subcommittees, the fiscal agencies, and the state budget director of the receipt of
12 the grant, including the fund source, purpose, and amount of the grant.

13 (3) The amount appropriated under subsection (1) shall not exceed
14 \$1,500,000.00.

15 Sec. 13-227. (1) The department shall sell documents at a price not to exceed
16 the cost of production and distribution. Money received from the sale of these
17 documents shall revert to the department. In addition to the funds appropriated in
18 part 1, these funds are appropriated for expenditure when they are received by the
19 department of treasury. This subsection applies only for the following documents:

20 (a) Corporation and securities division documents, reports, and papers required
21 or permitted by law pursuant to section 1060(5) of the business corporation act, 1972
22 PA 284, MCL 450.2060.

23 (b) The Michigan liquor control code of 1998, 1998 PA 58, MCL 436.1101 to
24 436.2303.

25 (c) The mobile home commission act, 1987 PA 96, MCL 125.2301 to 125.2349; the
26 business corporation act, 1972 PA 284, MCL 450.1101 to 450.2098; the nonprofit
27 corporation act, 1982 PA 162, MCL 450.2101 to 450.3192; and the uniform securities act

1 (2002), 2008 PA 551, MCL 451.2101 to 451.2703.

2 (d) Worker's compensation health care services rules.

3 (e) Construction code manuals.

4 (f) Copies of transcripts from administrative law hearings.

5 (2) In addition to the funds appropriated in part 1, funds appropriated by the
6 department under sections 55, 57, 58, and 59 of the administrative procedures act of
7 1969, 1969 PA 306, MCL 24.255, 24.257, 24.258, and 24.259, and section 203 of the
8 legislative council act, 1986 PA 268, MCL 4.1203, are appropriated for all expenses
9 necessary to provide for the cost of publication and distribution.

10 (3) Unexpended funds at the end of the fiscal year shall carry forward to the
11 subsequent fiscal year and not lapse to the general fund.

12 Sec. 13-228. Unless prohibited by law, the department may accept credit card or
13 other electronic means of payment for licenses, fees, or permits.

14 Sec. 13-229. The department shall maintain, on a publicly accessible website, a
15 department scorecard that identifies, tracks and regularly updates key metrics that
16 are used to monitor and improve the agency's performance.

17 Sec. 13-231. The department shall cooperate with the department of technology,
18 management and budget to maintain a searchable website accessible by the public at no
19 cost that includes, but is not limited to, all of the following for each department or
20 agency:

21 (a) Fiscal year-to-date expenditures by category.

22 (b) Fiscal year-to-date expenditures by appropriation unit.

23 (c) Fiscal year-to-date payments to a selected vendor, including the vendor
24 name, payment date, payment amount, and payment description.

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

26 (e) Job specifications and wage rates.

27 Sec. 13-234. Within 14 days after the release of the executive budget

1 recommendation, the department shall cooperate with the state budget office to provide
2 the senate and house appropriations chairs, the senate and house appropriations
3 subcommittees chairs, and the senate and house fiscal agencies with an annual report
4 on estimated state restricted fund balances, state restricted fund projected revenues,
5 and state restricted fund expenditures for the fiscal years ending September 30, 2015
6 and September 30, 2016.

7 Sec. 13-235. Total authorized appropriations from all sources under part 1 for
8 legacy costs for the fiscal year ending September 30, 2016 is \$68,953,000.00. From
9 this amount, total agency appropriations for pension-related legacy costs are
10 estimated at \$39,137,600.00. Total agency appropriations for retiree health care
11 legacy costs are estimated at \$29,815,400.00.

12 Sec. 13-241. (1) The department may charge registration fees to attendees of
13 informational, training, or special events sponsored by the department.

14 (2) These fees shall reflect the costs for the department to sponsor the
15 informational, training, or special events.

16 (3) Revenue generated by the registration fees is appropriated upon receipt and
17 available for expenditure to cover the department's costs of sponsoring informational,
18 training, or special events.

19 (4) Revenue generated by registration fees in excess of the department's costs
20 of sponsoring informational, training, or special events shall carry forward to the
21 subsequent fiscal year and not lapse to the general fund.

22 (5) The amount appropriated under subsection (3) shall not exceed \$500,000.00.

23 Sec. 13-242. The department may make available to interested entities otherwise
24 unavailable customized listings of nonconfidential information in its possession, such
25 as names and addresses of licensees. The department may establish and collect a
26 reasonable charge to provide this service. The revenue received from this service is
27 appropriated to offset expenses to provide the service. Any balance of this revenue

1 collected and unexpended at the end of the fiscal year shall revert to the appropriate
 2 restricted fund.

3 OCCUPATIONAL REGULATION

4 Sec. 13-501. Money appropriated under this part and part 1 for the bureau of
 5 fire services shall not be expended unless, in accordance with section 2c of the fire
 6 prevention code, 1941 PA 207, MCL 29.2c, inspection and plan review fees will be
 7 charged according to the following schedule:

8 Operation and maintenance inspection fee

9 <u>Facility type</u>	<u>Facility size</u>	<u>Fee</u>
10 Hospitals	Any	\$8.00 per bed

11 Plan review and construction inspection fees for

12 hospitals and schools

13 <u>Project cost range</u>	<u>Fee</u>
14 \$101,000.00 or less	minimum fee of \$155.00
15 \$101,001.00 to \$1,500,000.00	\$1.60 per \$1,000.00
16 \$1,500,001.00 to \$10,000,000.00	\$1.30 per \$1,000.00
17 \$10,000,001.00 or more	\$1.10 per \$1,000.00
18	or a maximum fee of \$60,000.00.

19 Sec. 13-502. The funds collected by the department for licenses, permits, and
 20 other elevator regulation fees set forth in the Michigan administrative code and as
 21 determined under section 8 of 1976 PA 333, MCL 338.2158, and section 16 of 1967 PA
 22 227, MCL 408.816, that are unexpended at the end of the fiscal year shall carry
 23 forward to the subsequent fiscal year.

24 Sec. 13-503. No later than February 15, the department shall submit a report to
 25 the subcommittees, the state budget director, and the fiscal agencies providing the

1 following information:

2 (a) The number of honorably discharged veterans, individually or if a majority
3 interest of a corporation or limited liability company, that were exempted from paying
4 licensure, registration, filing, or any other fees collected under each licensure or
5 regulatory program administered by the bureau of construction codes and the
6 corporations, securities, and commercial licensing bureau during the preceding fiscal
7 year.

8 (b) The specific fees and total amount of revenue exempted under each licensure
9 or regulatory program administered by the bureau of construction codes and the
10 corporations, securities, and commercial licensing bureau during the preceding fiscal
11 year.

12 (c) The actual costs of providing licensing and other regulatory services to
13 veterans exempted from paying licensure, registration, filing, or any other fees and a
14 description of how these costs were calculated.

15 Sec. 13-505. Funds remaining in the homeowner construction lien recovery fund
16 are appropriated to the department for payment of court-ordered homeowner construction
17 lien recovery fund judgments entered prior to August 23, 2010. Pursuant to available
18 funds, the payment of final judgments shall be made in the order in which the final
19 judgments were entered and began accruing interest.

20 Sec. 13-507. The department shall submit by January 1 to the standing
21 committees on appropriations of the senate and house of representatives, the fiscal
22 agencies, and the state budget director an annual program report for the prior fiscal
23 year regarding the medical marihuana program under the Michigan medical marihuana act,
24 2008 IL 1, MCL 333.26421 to 333.26430.

25 Sec. 13-508. If the revenue collected by the department for health systems
26 administration or radiological health administration and projects from fees and
27 collections exceeds the amount appropriated in part 1, the revenue may be carried

1 forward into the subsequent fiscal year. The revenue carried forward under this
2 section shall be used as the first source of funds in the subsequent fiscal year.

3 Sec. 13-511. No later than February 1, the department shall submit a report to
4 the subcommittees, fiscal agencies, and the state budget director providing the
5 following information:

6 (a) The total amount of reimbursements made to local units of government for
7 delegated inspections of fireworks retail locations pursuant to section 11 of the
8 Michigan fireworks safety act, 2011 PA 256, MCL 28.461, from the funds appropriated in
9 part 1 for the bureau of fire services during the preceding fiscal year.

10 (b) The amount of reimbursement for delegated inspections of fireworks retail
11 locations for each local unit of government that received reimbursement from the funds
12 appropriated in part 1 for the bureau of fire services during the preceding fiscal
13 year.

14 Sec. 13-513. (1) Beginning October 1, for the purpose of defraying the costs
15 associated with responding to false final inspection appointments and to discourage
16 the practice of calling for final inspections when the project is incomplete or
17 noncompliant with a plan of correction previously provided by the bureau of fire
18 services, the bureau of fire services may undertake a pilot project to assess a fee
19 not to exceed \$200.00 for responding to confirmed false inspection appointments. Fees
20 collected under this section shall be deposited into the restricted account referenced
21 by section 2c(2) of the fire prevention code, 1941 PA 207, MCL 29.2c, and explicitly
22 identified within the Michigan administrative information network.

23 (2) Not later than September 30, the department shall prepare a report that
24 provides the amount of the fee assessed under subsection (1), the number of fees
25 assessed and issued per region, the cost allocation for the work performed and reduced
26 as a result of this section, and any recommendations for consideration by the
27 legislature in regard to the pilot project. The department shall submit this

1 information to the state budget director, the subcommittees, and the fiscal agencies.

2 EMPLOYMENT SERVICES

3 Sec. 13-701. Funds earned or authorized by the DOL in excess of the gross
4 appropriation in part 1 for the unemployment insurance agency from the DOL are
5 appropriated and may be expended for staffing and related expenses incurred in the
6 operation of its programs. These funds may be spent after the department notifies the
7 state budget director and the subcommittees of the purpose and amount of each grant
8 award.

9 Sec. 13-704. (1) The appropriation in part 1 for the bureau of services for
10 blind persons includes funds for case services. These funds may be used for tuition
11 payments for blind clients.

12 (2) Revenue collected by the bureau of services for blind persons and from
13 private and local sources that is unexpended at the end of the fiscal year may carry
14 forward to the subsequent fiscal year.

15 Sec. 13-706. (1) The funds appropriated in part 1 for a regional or subregional
16 library shall not be released until a budget for that regional or subregional library
17 has been approved by the department for expenditures for library services directly
18 serving the blind and persons with disabilities.

19 (2) In order to receive subregional state aid as appropriated in part 1, a
20 regional or subregional library's fiscal agency shall agree to maintain local funding
21 support at the same level in the current fiscal year as in the fiscal agency's
22 preceding fiscal year. If a reduction in expenditures equally affects all agencies in
23 a local unit of government that is the regional or subregional library's fiscal
24 agency, that reduction shall not be interpreted as a reduction in local support and
25 shall not disqualify a regional or subregional library from receiving state aid under
26 part 1. If a reduction in income affects a library cooperative or district library

1 that is a regional or subregional library's fiscal agency or a reduction in
2 expenditures for the regional or subregional library's fiscal agency, a reduction in
3 expenditures for the regional or subregional library shall not be interpreted as a
4 reduction in local support and shall not disqualify a regional or subregional library
5 from receiving state aid under part 1.

6 Sec. 13-707. The bureau of services for blind persons may provide and enter
7 into agreements to provide general services, training, meetings, information, special
8 equipment, software, facility use, and technical consulting services to other
9 principal executive departments, state agencies, local units of government, the
10 judicial branch of government, other organizations, and patrons of department
11 facilities. The department may charge fees for these services that are reasonably
12 related to the cost of providing the services. In addition to the funds appropriated
13 in part 1, funds collected by the department for these services are appropriated for
14 all expenses necessary. The funds appropriated under this section are allotted for
15 expenditure when they are received by the department of treasury.

16 DEPARTMENT GRANTS

17 Sec. 13-901. The appropriation in part 1 for fire protection grants shall be
18 appropriated to cities, villages, and townships with state-owned facilities for fire
19 services, instead of taxes, in accordance with 1977 PA 289, MCL 141.951 to 141.956.

20 Sec. 13-902. (1) Not later than January 31, 2016, the department shall prepare
21 a report that provides the number of registry identification cards issued to or
22 renewed for patients residing in each county during the previous fiscal year, as of
23 September 30, 2015, under the Michigan medical marihuana act, 2008 IL 1, MCL 333.26421
24 to 333.26430. The department shall submit this report to the state budget director,
25 the subcommittees, and the fiscal agencies.

26 (2) The department shall expend the funds appropriated in part 1 for medical

1 marihuana operation and oversight grants for grants to county law enforcement offices
2 for the operation and oversight of the Michigan medical marihuana program pursuant to
3 section 6(1) of the Michigan medical marihuana act, 2008 IL 1, MCL 333.26426. These
4 grants shall be distributed proportionately based on the number of registry
5 identification cards issued to or renewed for the residents of each county whose
6 county law enforcement office applied for a grant under subsection (3). For the
7 purposes of this subsection, operation and oversight grants are for education,
8 communication, and enforcement of the Michigan medical marihuana act, 2008 IL 1, MCL
9 333.26421 to 333.26430.

10 (3) In order to be eligible to receive a grant under subsection (2), a county
11 law enforcement office shall apply no later than January 1, 2016 and agree to report
12 how the grant was expended and provide that report to the department no later than
13 September 15, 2016. The department shall submit a report no later than October 15,
14 2016 to the state budget director, the subcommittees, and the fiscal agencies
15 detailing the grant amounts by recipient and the reported uses of the grants in the
16 preceding fiscal year.

17 (4) County law enforcement offices may distribute discretionary grants made
18 under subsection (2) to municipal law enforcement agencies for the operation and
19 oversight of the Michigan medical marihuana program pursuant to section 6(1) of the
20 Michigan medical marihuana act, 2008 IL 1, MCL 333.26426. If a county law enforcement
21 office distributes a discretionary grant in this manner, that county law enforcement
22 office shall require the receiving municipal law enforcement agency to provide a
23 report on how that grant was spent. Reports from municipal law enforcement agencies
24 shall be included as part of the report submitted to the department as required in
25 subsection (3).

26 (5) No later than January 1, 2016, the department shall post a listing of
27 potential grant money available to each county law enforcement office on its website.

1 A county law enforcement office requesting a grant shall apply on a form developed by
2 the department and available on the website. The form shall contain the county law
3 enforcement office's specific projected plan for use of the money and its agreement to
4 maintain all records and to submit documentation to the department to support the use
5 of the grant money.

6 Sec. 13-903. (1) The amount appropriated in part 1 for firefighter training
7 grants shall only be expended for payments to counties to reimburse organized fire
8 departments for firefighter training and other activities required under the
9 firefighters training council act, 1966 PA 291, MCL 29.361 to 29.377.

10 (2) If the amount appropriated in part 1 for firefighter training grants is
11 expended by the firefighter training council, established in section 3 of the
12 firefighters training council act, 1966 PA 291, MCL 29.363, for payments to counties
13 under section 14 of the firefighters training council act, 1966 PA 291, MCL 29.374.
14 The amount appropriated in part 1 for firefighter training grants shall be disbursed
15 pursuant to section 14(2) of the firefighters training council act, 1966 PA 291, MCL
16 29.374. If the amount disbursed to any county is less than \$5,000.00, the amounts
17 disbursed to each county shall be adjusted to provide for a minimum payment of
18 \$5,000.00 to each county.

19 (3) No later than February 1, the department shall submit a financial report to
20 the subcommittees and fiscal agencies identifying the following information for the
21 preceding fiscal year:

22 (a) The amount of the payments that would be made to each county if the
23 distribution formula described by the first sentence of section 14(2) of the
24 firefighters training council act, 1966 PA 291, MCL 29.374, would have been utilized
25 to disburse the total amount appropriated in part 1 for firefighter training grants.

26 (b) The amount of the payments approved by the firefighter training council for
27 disbursement to each county.

1 (c) The amount of the payments actually expended or encumbered within each
2 county.

3 (d) A description of any other payments or expenditures made under the
4 authority of the firefighter training council.

5 (e) The amount of payments approved for disbursements to counties that was not
6 expended or encumbered and lapsed back to the fireworks safety fund.

7 Sec. 13-904. (1) From the increased funds appropriated in part 1 for the
8 unemployment insurance agency, the department shall maintain customer service
9 standards for employers and claimants making use of the various means by which they
10 can access the system.

11 (2) The department shall identify specific outcomes and performance metrics for
12 this initiative, including, but not limited to, the following:

13 (a) Unemployment benefit fund balance.

14 (b) Process improvement - fiscal integrity.

15 (c) Process improvement - determination timeliness.

16 (d) Process improvement - determination quality.

17 Sec. 13-905. (1) From the increased funds appropriated in part 1 for the career
18 technology and skilled trades training programs the department shall expand workforce
19 training and re-employment services to better connect workers to in-demand jobs.

20 (2) The department shall identify specific outcomes and performance metrics for
21 this initiative, including, but not limited to, the following:

22 (a) New apprenticeships.

23 (b) Skilled trades training program.

24 (i) Jobs created.

25 (ii) Jobs retained.

26 (iii) Training completion rate.

27 (iv) Employment retention rate at six months.

1 (v) Hourly wage at six months.

Article 14

MILITARY AND VETERANS AFFAIRS

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 14-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of military and veterans affairs are appropriated for the fiscal year ending September 30, 2016, and are anticipated to be appropriated for the fiscal year ending September 30, 2017, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

APPROPRIATION SUMMARY

Full-time equated unclassified positions.....	9.0	9.0
Full-time equated classified positions.....	888.5	888.5
GROSS APPROPRIATION	\$ 163,953,700	\$ 163,953,700
Total interdepartmental grants and intradepartmental transfers.....	99,300	99,300
ADJUSTED GROSS APPROPRIATION	\$ 163,854,400	\$ 163,854,400
Total federal revenues	90,208,600	90,208,600
Total local revenues	1,497,400	1,497,400
Total private revenues	739,600	739,600
Total other state restricted revenues	23,221,500	23,221,500
State general fund/general purpose	\$ 48,187,300	\$ 48,187,300
<i>State general fund/general purpose schedule:</i>		
Ongoing state general fund/general purpose	48,187,300	48,187,300
One-time state general fund/general purpose	0	0

1	Sec. 14-102. MILITARY		
2	Full-time equated unclassified positions.....	9.0	9.0
3	Full-time equated classified positions.....	324.0	324.0
4	Unclassified positions	\$ 1,390,700	\$ 1,390,700
5	Military	<u>64,239,400</u>	<u>64,329,400</u>
6	GROSS APPROPRIATION	\$ 65,630,100	\$ 65,630,100
7	Appropriated from:		
8	Interdepartmental grant revenues	99,300	99,300
9	Federal revenues	45,444,400	45,444,400
10	Local revenues	1,497,400	1,497,400
11	Private revenues	199,600	199,600
12	State restricted revenues	3,023,000	3,023,000
13	State general fund/general purpose	\$ 15,366,400	\$ 15,366,400
14	<i>Schedule of programs:</i>		
15	<i>Unclassified positions</i>	<i>1,390,700</i>	<i>1,390,700</i>
16	<i>Headquarters and armories</i>	<i>15,558,800</i>	<i>15,558,800</i>
17	<i>Military appeals tribunal</i>	<i>900</i>	<i>900</i>
18	<i>Michigan emergency volunteers</i>	<i>20,000</i>	<i>20,000</i>
19	<i>State active duty</i>	<i>100,100</i>	<i>100,100</i>
20	<i>Homeland security</i>	<i>99,300</i>	<i>99,300</i>
21	<i>Military training sites and support facilities</i>	<i>33,299,400</i>	<i>33,299,400</i>
22	<i>Military training sites and support facilities</i>		
23	<i>test projects</i>	<i>100,000</i>	<i>100,000</i>
24	<i>ChalleNGe program</i>	<i>4,541,300</i>	<i>4,541,300</i>
25	<i>Military family relief fund</i>	<i>600,000</i>	<i>600,000</i>
26	<i>Counterdrug program</i>	<i>100,000</i>	<i>100,000</i>
27	<i>Departmentwide accounts</i>	<i>1,791,300</i>	<i>1,791,300</i>

1	Starbase grant		2,322,000		2,322,000
2	National Guard tuition assistance program		4,341,600		4,341,600
3	Information technology services and projects		1,364,700		1,364,700
4	Sec. 14-103. MICHIGAN VETERANS AFFAIRS AGENCY				
5	Full-time equated classified positions		564.5		564.5
6	Michigan veterans' affairs agency	\$	15,498,000	\$	15,498,000
7	Homes		<u>66,325,600</u>		<u>66,325,600</u>
8	GROSS APPROPRIATION	\$	81,823,600	\$	81,823,600
9	Appropriated from:				
10	Federal revenues		29,764,200		29,764,200
11	Private revenues		540,000		540,000
12	State restricted revenues		19,198,500		19,198,500
13	State general fund/general purpose	\$	32,320,900	\$	32,320,900
14	Schedule of programs:				
15	Veterans advice, advocacy, and assistance grants ...		3,333,500		3,333,500
16	Veterans affairs agency administration		6,964,400		6,964,400
17	Veterans' trust fund administration		1,453,600		1,453,600
18	Veterans' trust fund grants		3,746,500		3,746,500
19	Grand Rapids veterans' home		45,854,000		45,854,000
20	Boards of managers (GRVH)		665,000		665,000
21	D.J. Jacobetti veterans' home		19,531,600		19,531,600
22	Board of managers (DJJVH)		275,000		275,000
23	Sec. 14-104. CAPITAL OUTLAY				
24	Capital outlay	\$	<u>16,500,000</u>	\$	<u>16,500,000</u>
25	GROSS APPROPRIATION	\$	16,500,000	\$	16,500,000
26	Appropriated from:				
27	Federal revenues		15,000,000		15,000,000

1	State restricted revenues	1,000,000	1,000,000
2	State general fund/general purpose	\$ 500,000	\$ 500,000
3	<i>Schedule of programs:</i>		
4	<i>Special maintenance - headquarters and armories</i>	<i>15,000,000</i>	<i>15,000,000</i>
5	<i>Special maintenance - veterans' home</i>	<i>500,000</i>	<i>500,000</i>
6	<i>Land acquisitions and appraisals</i>	<i>1,000,000</i>	<i>1,000,000</i>

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2016

GENERAL SECTIONS

Sec. 14-201. 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 2015-2016 is \$71,408,800.00 and state spending from state resources to be paid to local units of government for fiscal year 2015-2016 is \$102,400.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

Payments in lieu of taxes	\$	52,400
County counselor education and training		<u>50,000</u>
TOTAL	\$	102,400

Sec. 14-202. The appropriations authorized under this article are subject to the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

Sec. 14-203. As used in this article:

(a) "Core services" means that phrase as defined in section 373 of the management and budget act, 1984 PA 431, MCL 18.373.

(b) "Department" means the department of military and veterans affairs.

- 1 (c) "Director" means the director of the department.
- 2 (d) "DJJVH" means the D.J. Jacobetti veterans' home.
- 3 (e) "GRVH" means the Grand Rapids veterans' home.
- 4 (f) "HVAC" means heating, ventilation, and air conditioning.
- 5 (g) "MVAA" means the Michigan veterans' affairs agency.
- 6 (h) "USDVA" means the United States Department of Veterans Affairs.
- 7 (i) "USDVA-VHA" means the USDVA Veterans Health Administration.
- 8 (j) "VSO" means veterans service organization.
- 9 (k) "Work project" means that term as defined in section 404 of the management

10 and budget act, 1984 PA 431, MCL 18.1404, and that meets the criteria in section
11 451a(1) of the management and budget act, 1984 PA 431, MCL 18.1451a.

12 Sec. 14-206. (1) In addition to the funds appropriated in part 1, there is
13 appropriated an amount not to exceed \$10,000,000.00 for federal contingency funds.
14 These funds are not available for expenditure until they have been transferred to
15 another line item in this article under section 393(2) of the management and budget
16 act, 1984 PA 431, MCL 18.1393.

17 (2) In addition to the funds appropriated in part 1, there is appropriated an
18 amount not to exceed \$2,000,000.00 for state restricted contingency funds. These funds
19 are not available for expenditure until they have been transferred to another line
20 item in this article under section 393(2) of the management and budget act, 1984 PA
21 431, MCL 18.1393.

22 (3) In addition to the funds appropriated in part 1, there is appropriated an
23 amount not to exceed \$100,000.00 for local contingency funds. These funds are not
24 available for expenditure until they have been transferred to another line item in
25 this article under section 393(2) of the management and budget act, 1984 PA 431, MCL
26 18.1393.

27 (4) In addition to the funds appropriated in part 1, there is appropriated an

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

5 Sec. 14-207. The department shall cooperate with the department of technology,
6 management and budget to maintain a searchable website accessible by the public at no
7 cost that includes, but is not limited to, all of the following for each department or
8 agency:

9 (a) Fiscal year-to-date expenditures by category.

10 (b) Fiscal year-to-date expenditures by appropriation unit.

11 (c) Fiscal year-to-date payments to a selected vendor, including the vendor
12 name, payment date, payment amount, and payment description.

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

14 (e) Job specifications and wage rates.

15 Sec. 14-208. The departments and agencies receiving appropriations in part 1
16 shall use the Internet to fulfill the reporting requirements of this article. This
17 requirement may include transmission of reports via electronic mail to the recipients
18 identified for each reporting requirement, or it may include placement of reports on
19 an Internet or Intranet site.

20 Sec. 14-209. Funds appropriated in part 1 shall not be used for the purchase of
21 foreign goods or services, or both, if competitively priced and of comparable quality
22 American goods or services, or both, are available. Preference shall be given to goods
23 or services, or both, manufactured or provided by Michigan businesses, if they are
24 competitively priced and of comparable quality. In addition, preference should be
25 given to goods or services, or both, that are manufactured or provided by Michigan
26 businesses owned and operated by veterans, if they are competitively priced and of
27 comparable quality. In addition, preference should be given to goods or services, or

1 both, that are manufactured or provided by Michigan small businesses that have
2 veterans compose at least 35% of their total workforce. As used in this section,
3 "veteran" means that term as defined in section 261 of the management and budget act,
4 1984 PA 431, MCL 18.1261. As used in this section, "small business" means that term as
5 defined in section 7a of the administrative procedures act of 1969, 1969 PA 306, MCL
6 24.207a.

7 Sec. 14-210. The director shall take all reasonable steps to ensure businesses
8 in deprived and depressed communities compete for and perform contracts to provide
9 services or supplies, or both. Each director shall strongly encourage firms with which
10 the department contracts to subcontract with certified businesses in depressed and
11 deprived communities for services, supplies, or both.

12 Sec. 14-218. The departments and agencies receiving appropriations in part 1
13 shall prepare a report on out-of-state travel expenses not later than January 1 of
14 each year. The travel report shall be a listing of all travel by classified and
15 unclassified employees outside this state in the immediately preceding fiscal year
16 that was funded in whole or in part with funds appropriated in the department's
17 budget. The report shall be submitted to the senate and house appropriations
18 committees, the house and senate fiscal agencies, and the state budget director. The
19 report shall include the following information:

20 (a) The dates of each travel occurrence.

21 (b) The transportation and related costs of each travel occurrence, including
22 the proportion funded with state general fund/general purpose revenues, the proportion
23 funded with state restricted revenues, the proportion funded with federal revenues,
24 and the proportion funded with other revenues.

25 Sec. 14-219. (1) The department shall provide quarterly reports to the
26 subcommittees, the senate and house fiscal agencies, and the state budget office,
27 which shall provide the following data:

1 (a) A list of all major work projects, including a status report of each
2 project.

3 (b) The department's financial status, featuring a report of budgeted versus
4 actual expenditures by part 1 line item including a year-end projection of budget
5 requirements. If projected department budget requirements exceed the allocated budget,
6 the report shall include a plan to reduce overall expenses while still satisfying
7 specified service level requirements.

8 (c) Evidence of efficiencies and management of funds within established
9 appropriations.

10 (d) A report on the status of performance metrics cited in this part and
11 information required to be reported in this part.

12 (e) The number of active employees at the close of the fiscal quarter by job
13 classification and program.

14 (f) A summary of fund shifts, that have been approved by the state budget
15 office, that have occurred between items listed in the schedule of programs mentioned
16 in part 1.

17 (2) The department shall provide a corrective action plan within 30 days of a
18 quarterly report under this section for any requirements of this part that have not
19 been achieved. The department shall provide a monthly status of corrective action
20 plans.

21 Sec. 14-222. The appropriations in part 1 are for the core services, support
22 services, and work projects of the department, including, but not limited to, the
23 following core services:

24 (a) Armories and joint force readiness.

25 (b) National guard training facilities and air bases.

26 (c) Michigan youth Challenge academy.

27 (d) Military family relief fund.

- 1 (e) Starbase grant.
- 2 (f) National guard tuition assistance program.
- 3 (g) Michigan veterans affairs agency administration.
- 4 (h) Veterans service grants.
- 5 (i) Veterans' trust fund administration.
- 6 (j) Veterans' trust fund grants.
- 7 (k) Grand Rapids veterans' home.
- 8 (l) Board of managers (Grand Rapids)
- 9 (m) D.J. Jacobetti veterans' home.
- 10 (n) Board of managers (Jacobetti).

11 Sec. 14-225. Funds appropriated in part 1 shall not be used by a principal
12 executive department, state agency, or authority to hire a person to provide legal
13 services that are the responsibility of the attorney general. This prohibition does
14 not apply to legal services for bonding activities and for those outside services that
15 the attorney general authorizes.

16 Sec. 14-228. Not later than November 30, the state budget office shall prepare
17 and transmit a report that provides for estimates of the total general fund/general
18 purpose appropriation lapses at the close of the prior fiscal year. This report shall
19 summarize the projected year-end general fund/general purpose appropriation lapses by
20 major departmental program or program areas. The report shall be transmitted to the
21 chairpersons of the senate and house appropriations committees, and the senate and
22 house fiscal agencies.

23 Sec. 14-229. Within 14 days after the release of the executive budget
24 recommendation, the department shall cooperate with the state budget office to provide
25 the senate and house appropriations chairs, the senate and house appropriations
26 subcommittees chairs, and the senate and house fiscal agencies with an annual report
27 on estimated state restricted fund balances, state restricted fund projected revenues,

1 and state restricted fund expenditures for the fiscal years ending September 30, 2015
2 and September 30, 2016.

3 Sec. 14-230. The department shall maintain, on a publicly accessible website, a
4 department scorecard that identifies, tracks and regularly updates key metrics that
5 are used to monitor and improve the agency's performance.

6 Sec. 14-231. Total authorized appropriations from all sources under part 1 for
7 legacy costs for the fiscal year ending September 30, 2016 is \$19,866,900.00. From
8 this amount, total agency appropriations for pension-related legacy costs are
9 estimated at \$11,276,300.00. Total agency appropriations for retiree health care
10 legacy costs are estimated at \$8,590,600.00.

11 Sec. 14-232. The appropriations in part 1 for capital outlay shall be carried
12 forward at the end of the fiscal year consistent with section 248 of the management
13 and budget act, 1984 PA 431, MCL 18.1248.

14 ARMORIES AND JOINT FORCE READINESS

15 Sec. 14-302. (1) From the funds appropriated in part 1 for military operations,
16 effective and efficient executive direction and administrative leadership shall be
17 provided to the department.

18 (2) The department shall operate and maintain national guard armories.

19 (3) The department shall evaluate armories and submit a quarterly report on the
20 status of the armories.

21 (4) The department shall maintain a system to measure the condition and
22 adequacy of the armories.

23 NATIONAL GUARD TRAINING FACILITIES AND AIR BASES

24 Sec. 14-304. (1) The department shall provide army and air national guard
25 forces, when directed, for state and local emergencies and in support of national

1 military requirements.

2 (2) The department shall operate and maintain army national guard training
3 facilities, including Fort Custer and Camp Grayling.

4 (3) The department shall maintain a system that measures the condition and
5 adequacy of air facilities using both quality and functionality criteria.

6 (4) The department shall operate and maintain air national guard air bases,
7 including Selfridge air national guard base, Battle Creek air national guard base, and
8 Alpena combat readiness training center.

9 **MICHIGAN YOUTH CHALLENGE ACADEMY**

10 Sec. 14-307. (1) The department shall maintain the Michigan youth Challenge
11 academy to provide values, skills, education, and self-discipline instruction for at-
12 risk youth as provided under 32 USC 509.

13 (2) The department shall take steps to recruit candidates to the Challenge
14 program from economically disadvantaged areas, including those with low-income and
15 high-unemployment backgrounds.

16 (3) The department shall partner with the department of human services to
17 identify youth who may be eligible for the Challenge program from those youth served
18 by department of human services programs. These eligible youth shall be given priority
19 for enrollment in the program.

20 (4) The department shall maintain the staffing and resources necessary to train
21 at least 144 cadets simultaneously at the Michigan youth Challenge academy.

22 (5) The department shall ensure that the average grade level increase for
23 Michigan youth Challenge academy graduates is 2 years as measured with the test adult
24 basic education (TABE) metrics.

25 **MILITARY FAMILY RELIEF FUND**

1 Sec. 14-308. (1) The department shall provide grants for disbursement from the
2 military family relief fund, as provided under the military family relief fund act,
3 2004 PA 363, MCL 35.1211 to 35.1216, and R 200.5 to R 200.95 of the Michigan
4 administrative code.

5 (2) The department shall provide information on the revenues, expenditures for
6 advertising and assistance grants, and fund balance of the Michigan military family
7 relief fund, as provided under section 219.

8 (3) The department shall provide sufficient staffing and other resources to
9 provide outreach to the Michigan families of members of the reserve component of the
10 armed forces called into active duty and to support the processing and approval of at
11 least 60 grant applications this fiscal year under the Michigan military relief fund
12 and report those applications as provided in section 219.

13 **NATIONAL GUARD TUITION ASSISTANCE PROGRAM**

14 Sec. 14-310. (1) The department shall establish and maintain a national guard
15 tuition assistance program for members of the Michigan air and army national guard.

16 (2) The objective of the national guard tuition program is to bolster military
17 readiness by increasing recruitment and retention of Michigan air and army national
18 guard service members (and to fill federally authorized strength levels for the
19 state), improve the Michigan air and army national guard's competitive draw from other
20 military enlistment options in the state, enhance the ability of the Michigan air and
21 army national guard to compete for members and federal dollars with surrounding
22 states, and increase the pool of eligible candidates within the Michigan air and army
23 national guard to become commissioned officers.

24 Sec. 14-312. There is hereby created and established under the jurisdiction and
25 control of the department of military and veterans affairs a revolving account to be
26 known as the billeting fund account. All of the fees and other revenues generated from

1 the operation of the chargeable transient quarters program will be deposited in the
2 billeting fund account. Appropriations will be made from the account for the support
3 of program operations and the maintenance and operations of the chargeable transient
4 quarters program and will not exceed the estimated revenues for the fiscal year in
5 which they are made, together with unexpended balances from prior years. The
6 department of military and veterans affairs will submit an annual report of operations
7 and expenditures regarding the billeting fund account to the appropriations committees
8 of the senate and house of representatives, the house and senate fiscal agencies, and
9 the state budget office at the end of the fiscal year.

10 **MICHIGAN VETERANS AFFAIRS AGENCY ADMINISTRATION**

11 Sec. 14-400. (1) The MVAA agency shall provide outreach services to Michigan
12 veterans that advise them on the benefits to which they are entitled, as provided
13 under Executive Reorganization Order No. 2013-2, MCL 32.92. The MVAA shall also do the
14 following:

15 (a) Maintain the staffing partnerships and other resources necessary to develop
16 and operate an outreach program that will communicate benefit eligibility information
17 to at least 50% of Michigan's population, as assessed by annual census estimates,
18 veterans with a goal of reaching 100% and enable 100% to access benefit information
19 online.

20 (b) Communicate veteran benefit information pertaining to the Michigan military
21 family relief fund, Michigan veterans' trust fund, and United States department of
22 veterans affairs health, financial, and memorial benefits to which they are entitled.

23 (c) Provide sufficient staffing and other resources to approve requests for
24 military discharge certificates (DD-214) annually.

25 (d) Continue the process to digitize all medical records, military discharge
26 documents, and burial records which are currently on paper and microfilm.

1 (e) Provide a report, as provided under section 219, on the MVAA's performance
2 on the performance measures, outcomes, and initiatives developed by the agency in the
3 strategic plan required by section 501 of 2013 PA 9.

4 (f) Provide a report to the subcommittees, senate and house fiscal agencies,
5 and the state budget office no later than April 1 providing for the following:

6 (i) To the extent known, data on the estimated number of homeless veterans, by
7 county, in the state.

8 (ii) A summary of the activities and strategies developed to date under the
9 MVAA community assessment and regional service delivery model pilot.

10 (2) From the funds appropriated in part 1, the MVAA shall provide for the
11 regional coordination of services, as follows:

12 (a) Regional coordinators shall be selected by the MVAA through a grant
13 agreement with veterans service organizations or by other means.

14 (b) Regional coordinators shall provide the following services:

15 (i) Coordinate veteran benefit counselors' efforts throughout a specified
16 region.

17 (ii) Coordinate services with the department of human services, the department
18 of community health, and the department of corrections.

19 (iii) Coordinate with regional workforce and economic development agencies.

20 (iv) Coordinate activities among local foundations, non-profit organizations,
21 and community groups to improve accessibility, enrollment, and utilization of the
22 array of health care, education, employment assistance, and quality of life services
23 provided at the local level.

24 (c) The MVAA may work with MVAA service officers, regional coordinators, county
25 veteran counselors, VSO service officers, and other service providers to incorporate
26 the provision of information relating to mental health care resources into their daily
27 operations in order to aid veterans in understanding the mental health care support

1 services they may be eligible to receive.

2 (d) The MVAA may work with the department of human services and the department
3 of community health to identify Medicaid recipients who are veterans and who may be
4 eligible for federal veterans health care benefits or other benefits, to the extent
5 that such identification does not violate applicable confidentiality requirements.

6 (e) The MVAA shall collaborate with the department of corrections to create and
7 maintain a process by which prisoners can obtain a copy of their DD-214 form or other
8 military discharge documentation if necessary.

9 (f) The MVAA shall ensure that all MVAA service officers, VSO service officers,
10 and regional coordinators receive appropriate training in processing applications for
11 benefits payable to veterans due to military sexual trauma, post-traumatic stress
12 disorder, depression, anxiety, substance abuse, or other mental health issues.

13 (3) The MVAA shall provide claims processing services to Michigan veterans in
14 support of benefit claims submitted to the USDVA for the health, financial, and
15 memorial benefits for which they are eligible, and shall do the following:

16 (a) Report the following information as provided in section 219:

17 (i) The number of benefit claims, by type, submitted to the USDVA by MVAA and
18 coalition partner veteran service officers.

19 (ii) The number of fully developed claims, submitted to the USDVA, with an
20 overall goal of 40% of benefit claims submitted that are considered fully developed by
21 the USDVA.

22 (b) Maintain the staffing and resources necessary to process a minimum of 500
23 claims per year.

24 (4) The MVAA shall maintain staffing and resources necessary to develop and
25 implement a process to ensure that all county counselors receive the training and
26 accreditation necessary to provide quality services to our veterans. The MVAA shall
27 report information as provided in section 219 on the number and percentage of county

1 veterans counselors requesting training by the MVAA, with an overall goal of 100% of
2 county veterans counselors requesting training.

3 (5) From the funds appropriated in part 1 for MVAA operations, the MVAA shall
4 provide grant assistance to enhance the capacity and capabilities of counties in
5 providing benefit claims assistance. These funds shall be used to continue the
6 implementation of an Internet-based data system, to increase the number of county
7 veterans counselors, and to increase the number of counties that provide service to
8 veterans through county veterans counselors. The MVAA shall provide a report, as
9 provided in section 219, on the expenditures and activities of the grant funds
10 directed by this subsection.

11 (6) From the funds appropriated in part 1 for MVAA, the MVAA is authorized to
12 expend up to \$50,000.00 to hire legal services to represent veterans benefit cases
13 before federal court in order to maintain accreditation under 38 CFR 14.628(d)(1)(iv).

14 VETERANS SERVICE GRANTS

15 Sec. 14-406. (1) The MVAA shall disburse VSO grants to assist them to achieve
16 agency goals and performance objectives in partnership with the VSOs. Grants to VSOs
17 will be disbursed to fund programs and projects which are determined by the agency to
18 meet agency performance objectives and ensure that VSOs communicate the availability
19 of emergency grants through the Michigan veterans trust fund. In disbursing veterans'
20 service grants, the MVAA shall do the following:

21 (a) Ensure that each VSO that receives grants is issued performance standards.

22 (b) Ensure that each VSO that receives grant funds uses those funds for
23 veterans advocacy and outreach.

24 (c) Monitor the performance of each VSO that receives grants.

25 (2) Veterans services grants awarded by the MVAA to veterans service
26 organizations shall provide for the following, as developed by the MVAA:

1 (a) The provision of service to veterans statewide, using a regional service
2 delivery model, with services provided at specified locations and times, including
3 service provided in state correctional facilities.

4 (b) The payment of a fixed hourly service rate.

5 (c) A specified number of service hours within each geographic region of this
6 state, with a statewide goal of at least 116,500 hours, including services to eligible
7 incarcerated veterans within 1 year of their earliest release date (ERD).

8 (d) Use of an MVAA-designated Internet-based claims data system.

9 (3) The MVAA shall report the following information as provided in section 219:

10 (a) A summary of activities supported through the appropriation in part 1 for
11 veterans service grants, including separately for each service region, the amount of
12 expenditures to date, number of service hours, number of claims for benefits submitted
13 by type of claim, and other information deemed appropriate by the MVAA.

14 (b) The number of fully developed claims, by type, submitted to the USDVA by
15 veterans service organizations, with an overall goal of 40% of benefit claims
16 submitted that are considered fully developed by the USDVA.

17 **VETERANS' TRUST FUND ADMINISTRATION**

18 Sec. 14-407. (1) The Michigan veterans' trust fund board together with the MVAA
19 shall provide emergency grants for disbursement from the Michigan veterans' trust
20 fund, as provided under the following program authorities:

21 (a) Sections 37, 38, and 39 of article IX of the state constitution of 1963.

22 (b) 1946 (1st Ex Sess) PA 9, MCL 35.602 to 35.610.

23 (c) R 35.1 to R 35.7 of the Michigan administrative code.

24 (d) R 35.621 to R 35.623 of the Michigan administrative code.

25 (2) No later than December 1, the MVAA shall provide a detailed report of the
26 Michigan veterans' trust fund that includes, for the prior fiscal year, information on

1 grants provided from the emergency grant program, including details concerning the
2 methodology of allocations, the selection of emergency grant program authorized
3 agents, a description of how the emergency grant program is administered in each
4 county, and a detailed breakdown of trust fund expenditures for that year, including
5 the amount distributed to each county for administrative costs and emergency grants.
6 The report shall also include the number of approved applications, by category of
7 assistance, and the number of denied applications, by reason of denial. The report
8 shall also provide an update on the department's efforts to reduce program
9 administrative costs and maintain the Michigan veterans' trust fund corpus to its
10 original amount of at least \$50,000,000.00.

11 VETERANS' TRUST FUND GRANTS

12 Sec. 14-408. (1) The MVAA shall provide a report, as provided under section
13 219, on the financial status of the Michigan veterans' trust fund, including the
14 number and amount of emergency grants, state administrative expenses, and county
15 administrative expenses.

16 (2) The Michigan veterans' trust fund board together with the agency shall
17 maintain the staffing and resources necessary to process a minimum of 2,000
18 applications for veterans' trust fund emergency grants.

19 VETERANS' HOME

20 Sec. 14-501. (1) The MVAA and the board of managers shall provide compassionate
21 and quality nursing and domiciliary care services at the Grand Rapids veterans' and
22 the D.J. Jacobetti veterans' homes so that members can achieve their highest potential
23 of wellness, independence, and self-worth.

24 (2) The department shall provide resources necessary to provide adequate
25 nursing care services to veterans in accordance with federal standards and provide the

1 results of the annual USDVA survey and certification and as proof of compliance.

2 (3) Any contractor providing competency evaluated nursing assistants to the
3 Grand Rapids and the D.J. Jacobetti veterans' homes shall ensure that each competency
4 evaluated nursing assistant has at least 1 eight-hour shift of shadowing at the
5 veterans' homes.

6 (4) All complaints of abusive or neglectful care at the Grand Rapids and the
7 D.J. Jacobetti veterans' homes by a resident member, a resident member's family or
8 legal guardian, or staff of the veterans' homes, received by a supervisor shall be
9 referred to the director of nursing upon receipt of such complaint. The director of
10 nursing shall report on not less than a monthly basis, except that the board of
11 managers may specify a more frequent reporting period, to the homes administrator,
12 board of managers, agency, subcommittees, the senate and house fiscal agencies, and
13 the state budget office the following information:

14 (a) A description of the process by which resident members and others may file
15 complaints of alleged abuse or neglect at the Grand Rapids and the D.J. Jacobetti
16 veterans' homes.

17 (b) Summary statistics on the number and general nature of complaints of abuse
18 or neglect.

19 (c) Summary statistics on the final disposition of complaints of abuse or
20 neglect received.

21 (5) The Grand Rapids and the D.J. Jacobetti veterans' homes shall provide an
22 on-site, board-certified psychiatrist for all resident members with mental health
23 disorders in order to ensure that those resident members receive needed services in a
24 professional and timely manner. The Grand Rapids and the D.J. Jacobetti veterans'
25 homes shall provide all members and staff a safe and secure environment.

26 (6) The Grand Rapids and the D.J. Jacobetti veterans' homes shall implement
27 controls over its food, maintenance supplies, and medical supplies inventories.

1 (7) The Grand Rapids and the D.J. Jacobetti veterans' homes shall implement
2 controls over its pharmaceutical inventory.

3 (8) The Grand Rapids and the D.J. Jacobetti veterans' homes shall establish
4 sufficient controls for calculating resident member maintenance assessments in order
5 to accurately calculate resident member maintenance assessments for each billing
6 cycle. The Grand Rapids and the D.J. Jacobetti veterans' homes shall establish
7 sufficient controls to ensure that all past due resident member maintenance
8 assessments are addressed within 30 days.

9 (9) The Grand Rapids and the D.J. Jacobetti veterans' homes shall establish
10 sufficient controls over monetary donations and donated goods.

11 (10) The Grand Rapids and the D.J. Jacobetti veterans' homes shall implement
12 sufficient controls over the handling of resident member funds to ensure the release
13 of funds within 3 business days upon the resident member leaving the homes and to
14 ensure that a representative of a resident member is provided a full accounting of
15 that resident member's funds within 10 business days of the death of that resident
16 member.

17 (11) The MVAA shall post on its website all policies adopted by the board of
18 managers and the homes related to the administrative operations of the homes.

19 (12) The process by which visitors, residents, and employees of the Grand
20 Rapids and the D.J. Jacobetti veterans' homes may register complaints shall be
21 displayed in high-traffic areas throughout the homes.

22 (13) The MVAA shall report its findings regarding the state veterans' home's
23 compliance with the requirements and standards under this section in an annual report
24 to the legislature. The annual report shall include:

25 (a) The number of patient care hours and staffing levels measured against
26 USDVA-VHA standards.

27 (b) The number and dollar value of lost and discarded prescriptions and the

1 number of early prescription refills.

2 (c) An accounting of resident member populations at the Grand Rapids and the
3 D.J. Jacobetti veterans' homes by period of service, by gender, by care setting, and
4 by bed space available.

5 (d) The financial status of the Grand Rapids and the D.J. Jacobetti veterans'
6 homes, including an accounting of post and posthumous funds, donations, and state-
7 appropriated funds.

8 (e) Information regarding assessments, reassessments, and admissions at the
9 Grand Rapids and the D.J. Jacobettti veterans' homes.

10 (f) The number of volunteer hours at the Grand Rapids and the D.J. Jacobetti
11 veterans' homes.

12 (g) The Grand Rapids and the D.J. Jacobetti veterans' homes shall provide to
13 the subcommittees, the senate and house fiscal agencies, and the state budget office
14 the results of any annual or for-cause survey conducted by the USDVA-VHA and any
15 corresponding corrective action plan. This information shall also be made available
16 publicly through the department's or MVAA's website.

17 BOARDS OF MANAGERS

18 Sec. 14-502. The board of managers shall exercise certain regulatory and
19 governance authority regarding admission and member affairs at the Grand Rapids and
20 the D.J. Jacobetti veterans' homes. The board of managers shall also work to represent
21 the interest of the veterans' community in both advisory and advocacy roles.

22 CAPITAL OUTLAY - SPECIAL MAINTENANCE - NATIONAL GUARD

23 Sec. 14-601. (1) The appropriations in part 1 for special maintenance -
24 national guard shall be carried forward at the end of the fiscal year consistent with
25 section 248 of the management and budget act, 1984 PA 431, MCL 18.1248.

1 (2) The appropriations for special maintenance - national guard shall be
2 expended in accordance with the requirements of sections 302 and 304 and shall be
3 expended according to the maintenance priorities of the department to repair and
4 modernize military training sites and support facilities, which may include projects
5 such as roof, HVAC, or boiler replacement, interior renovations, facility expansion,
6 improvements to parking facilities, and other projects.

7 (3) The department shall provide a quarterly report as provided under section
8 219 providing information on the status, projected costs, and projected completion
9 date of current and planned special maintenance projects at the armories and other
10 national guard facilities funded from capital outlay appropriations made in part 1 and
11 in prior appropriation years.

12 **CAPITAL OUTLAY - SPECIAL MAINTENANCE - VETERANS' HOMES**

13 Sec. 14-603. (1) The appropriations in part 1 for special maintenance -
14 veterans' homes shall be carried forward at the end of the fiscal year consistent with
15 section 248 of the management and budget act, 1984 PA 431, MCL 18.1248.

16 (2) The appropriations for special maintenance - veterans' homes shall be
17 expended in accordance with the requirements of section 501 and shall be expended
18 according to the maintenance priorities of the department to repair and modernize the
19 state's veterans' homes, which may include projects such as roof, HVAC, or boiler
20 replacement, interior renovations, facility expansion, improvements to parking
21 facilities, and other projects designed to enhance the quality of life and medical
22 care of members.

23 (3) The MVAA shall provide a quarterly report as provided under section 219
24 providing information on the status, projected costs, and projected completion date of
25 current and planned special maintenance projects at the Grand Rapids and D.J.
26 Jacobetti veterans' homes funded from capital outlay appropriations made in part 1 and

1 in prior appropriation years.

2 **CAPITAL OUTLAY - LAND ACQUISITIONS AND APPRAISALS**

3 Sec. 14-604. (1) The department shall provide for the acquisition and
4 disposition of national guard armories, facilities, and lands as provided under
5 sections 368, 382, and 382a of the Michigan military act, 1967 PA 150, MCL 32.768,
6 32.782, and 32.782a.

7 (2) The department shall provide a listing of property and acquisitions as
8 provided under section 219.

Article 15

DEPARTMENT OF NATURAL RESOURCES

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 15-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of natural resources are appropriated for the fiscal year ending September 30, 2016, and are anticipated to be appropriated for the fiscal year ending September 30, 2017, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

DEPARTMENT OF NATURAL RESOURCES

APPROPRIATION SUMMARY

Full-time equated unclassified positions.....	6.0	6.0
Full-time equated classified positions.....	2,219.8	2,219.8
GROSS APPROPRIATION	\$ 389,494,200	\$ 380,994,200
Total interdepartmental grants and intradepartmental transfers.....	1,352,700	1,352,700
ADJUSTED GROSS APPROPRIATION	\$ 388,141,500	\$ 379,641,500
Total federal revenues	76,028,000	73,028,000
Total local revenues	0	0
Total private revenues	8,157,700	7,407,700
Total other state restricted revenues	264,183,000	259,683,000
State general fund/general purpose	\$ 39,772,800	\$ 39,522,800
<i>State general fund/general purpose schedule:</i>		
Ongoing state general fund/general purpose	39,522,800	39,522,800
One-time state general fund/general purpose	250,000	0

1	Sec. 15-102. EXECUTIVE OPERATIONS			
2	Full-time equated unclassified positions.....		6.0	6.0
3	Full-time equated classified positions.....		11.6	11.6
4	Unclassified salaries	\$	735,600	\$ 735,600
5	Executive direction-11.6 FTE positions		2,104,900	2,104,900
6	Natural resources commission		<u>77,100</u>	<u>77,100</u>
7	GROSS APPROPRIATION	\$	2,917,600	\$ 2,917,600
8	Appropriated from:			
9	State restricted revenues		2,638,400	2,638,400
10	State general fund/general purpose	\$	279,200	\$ 279,200
11	Sec. 15-103. DEPARTMENT INITIATIVES			
12	Full-time equated classified positions.....		16.0	16.0
13	Great Lakes restoration initiative	\$	5,500,000	\$ 5,500,000
14	Invasive species prevention and control-16.0 FTE			
15	positions.....		4,997,000	4,997,000
16	Michigan conservation corps		<u>1,000,000</u>	<u>1,000,000</u>
17	GROSS APPROPRIATION	\$	11,497,000	\$ 11,497,000
18	Appropriated from:			
19	Federal revenues		5,500,000	5,500,000
20	State general fund/general purpose	\$	5,997,000	\$ 5,997,000
21	Sec. 15-104. DEPARTMENT SUPPORT SERVICES			
22	Full-time equated classified positions.....		108.5	108.5
23	Accounting service center	\$	1,450,400	\$ 1,450,400
24	Building occupancy charges		2,845,900	2,845,900
25	Finance and operations-104.5 FTE positions		17,551,700	17,551,700
26	Gifts and pass-through transactions		5,000,000	5,000,000
27	Rent - privately owned property		488,400	488,400

1	Legislative and legal affairs-4.0 FTE positions		<u>540,900</u>		<u>540,900</u>
2	GROSS APPROPRIATION	\$	27,877,300	\$	27,877,300
3	Appropriated from:				
4	Interdepartmental grant revenues		228,700		228,700
5	Federal revenues		232,000		232,000
6	Private revenues		5,000,000		5,000,000
7	State restricted revenues		20,015,400		20,015,400
8	State general fund/general purpose	\$	2,401,200	\$	2,401,200
9	Sec. 15-105. COMMUNICATION AND CUSTOMER SERVICES				
10	Full-time equated classified positions		133.3		133.3
11	Marketing and outreach-81.8 FTE positions	\$	14,566,400	\$	14,566,400
12	Michigan historical center-36.5 FTE positions		4,119,200		4,119,200
13	Special programs (Mann house)-1.0 FTE position		25,500		25,500
14	Museum stores-6.0 FTE positions		497,300		497,300
15	Archives-8.0 FTE positions		872,600		872,600
16	Michigan wildlife council		<u>1,600,000</u>		<u>1,600,000</u>
17	GROSS APPROPRIATION	\$	21,681,000	\$	21,681,000
18	Appropriated from:				
19	Federal revenues		1,610,300		1,610,300
20	Private revenues		404,700		404,700
21	State restricted revenues		15,232,200		15,232,200
22	State general fund/general purpose	\$	4,433,800	\$	4,433,800
23	Sec. 15-106. WILDLIFE DIVISION				
24	Full-time equated classified positions		226.5		226.5
25	Wildlife management-210.5 FTE positions	\$	36,026,500	\$	36,026,500
26	Natural resources heritage-9.0 FTE positions		622,400		622,400
27	State game and wildlife area maintenance-7.0 FTE				

1	positions.....		<u>1,224,200</u>		<u>1,224,200</u>
2	GROSS APPROPRIATION	\$	37,873,100	\$	37,873,100
3	Appropriated from:				
4	Federal revenues		20,826,200		20,826,200
5	Private revenues		311,000		311,000
6	State restricted revenues		14,949,800		14,949,800
7	State general fund/general purpose	\$	1,786,100	\$	1,786,100
8	Sec. 15-107. FISHERIES DIVISION				
9	Full-time equated classified positions.....		221.5		221.5
10	Aquatic resource mitigation-2.0 FTE positions	\$	976,000	\$	976,000
11	Fish production-63.0 FTE positions		10,041,700		10,041,700
12	Fisheries resource management-156.5 FTE positions		<u>20,546,600</u>		<u>20,546,600</u>
13	GROSS APPROPRIATION	\$	31,564,300	\$	31,564,300
14	Appropriated from:				
15	Federal revenues		11,047,700		11,047,700
16	Private revenues		133,800		133,800
17	State restricted revenues		20,128,000		20,128,000
18	State general fund/general purpose	\$	254,800	\$	254,800
19	Sec. 15-108. LAW ENFORCEMENT DIVISION				
20	Full-time equated classified positions.....		273.0		273.0
21	General law enforcement-273.0 FTE positions	\$	<u>40,554,400</u>	\$	<u>40,554,400</u>
22	GROSS APPROPRIATION	\$	40,554,400	\$	40,554,400
23	Appropriated from:				
24	Federal revenues		6,359,800		6,359,800
25	State restricted revenues		24,968,200		24,968,200
26	State general fund/general purpose	\$	9,226,400	\$	9,226,400
27	Sec. 15-109. PARKS AND RECREATION DIVISION				

1	Full-time equated classified positions		902.9		902.9
2	Forest recreation and trails-51.0 FTE positions	\$	5,966,100	\$	5,966,100
3	MacMullan conference center-15.0 FTE positions		1,124,000		1,124,000
4	Recreational boating-163.5 FTE positions		17,154,700		17,154,700
5	State parks-673.4 FTE positions		64,232,800		64,232,800
6	State park improvement revenue bonds - debt service ...		<u>1,178,800</u>		<u>1,178,800</u>
7	GROSS APPROPRIATION	\$	89,656,400	\$	89,656,400
8	Appropriated from:				
9	Interdepartmental grant revenues		1,124,000		1,124,000
10	Federal revenues		1,721,800		1,721,800
11	Private revenues		421,200		421,200
12	State restricted revenues		83,977,400		83,977,400
13	State general fund/general purpose	\$	2,412,000	\$	2,412,000
14	Sec. 15-110. MACKINAC ISLAND STATE PARK COMMISSION				
15	Full-time equated classified positions		17.0		17.0
16	Historical facilities system-13.0 FTE positions	\$	1,844,500	\$	1,844,500
17	Mackinac Island park operation-4.0 FTE positions		<u>392,500</u>		<u>392,500</u>
18	GROSS APPROPRIATION	\$	2,237,000	\$	2,237,000
19	Appropriated from:				
20	State restricted revenues		2,036,900		2,036,900
21	State general fund/general purpose	\$	200,100	\$	200,100
22	Sec. 15-111. FOREST RESOURCES DIVISION				
23	Full-time equated classified positions		309.5		309.5
24	Adopt-a-forest program	\$	25,000	\$	25,000
25	Cooperative resource programs-11.0 FTE positions		1,326,100		1,326,100
26	Forest fire equipment		431,500		431,500
27	Forest management and timber market development-165.0 FTE				

1	positions.....	27,208,100	27,208,100
2	Forest management initiatives-8.5 FTE positions	836,400	836,400
3	Minerals management-17.0 FTE positions	2,775,200	2,775,200
4	Wildfire protection-108.0 FTE positions	<u>13,293,700</u>	<u>13,293,700</u>
5	GROSS APPROPRIATION	\$ 45,896,000	\$ 45,896,000
6	Appropriated from:		
7	Federal revenues	3,100,400	3,100,400
8	Private revenues	1,037,000	1,037,000
9	State restricted revenues	33,333,300	33,333,300
10	State general fund/general purpose	\$ 8,425,300	\$ 8,425,300
11	Sec. 15-112. GRANTS		
12	Dam management grant program	\$ 350,000	\$ 350,000
13	Deer habitat improvement partnership initiative	200,000	200,000
14	Federal - clean vessel act grants	400,000	400,000
15	Federal - forest stewardship grants	3,000,000	3,000,000
16	Federal - land and water conservation fund payments ...	2,566,900	2,566,900
17	Federal - rural community fire protection	400,000	400,000
18	Federal - urban forestry grants	1,600,000	1,600,000
19	Fisheries habitat improvement grants	2,000,000	2,000,000
20	Grants to communities - federal oil, gas and timber		
21	payments.....	3,450,000	3,450,000
22	Grants to counties - marine safety	2,874,700	2,874,700
23	National recreational trails	3,900,000	3,900,000
24	Non-motorized trail development and maintenance grants	350,000	350,000
25	Off-road vehicle safety training grants	29,200	29,200
26	Off-road vehicle trail improvement grants	3,356,200	3,356,200
27	Recreation improvement fund grants	657,100	657,100

1	Recreation passport local grants	1,000,000	1,000,000
2	Snowmobile law enforcement grants	380,100	380,100
3	Snowmobile local grants program	7,340,400	7,340,400
4	Trail easements	700,000	700,000
5	Wildlife habitat improvement grants	1,500,000	1,500,000
6	Wildlife habitat improvement grants in state forests ..	<u>500,000</u>	<u>500,000</u>
7	GROSS APPROPRIATION	\$ 36,554,600	\$ 36,554,600
8	Appropriated from:		
9	Federal revenues	16,884,300	16,884,300
10	Private revenues	100,000	100,000
11	State restricted revenues	18,870,300	18,870,300
12	State general fund/general purpose	\$ 700,000	\$ 700,000
13	Sec. 15-113. INFORMATION TECHNOLOGY		
14	Information technology services and projects	\$ <u>10,165,000</u>	\$ <u>10,165,000</u>
15	GROSS APPROPRIATION	\$ 10,165,000	\$ 10,165,000
16	Appropriated from:		
17	State restricted revenues	9,008,100	9,008,100
18	State general fund/general purpose	\$ 1,156,900	\$ 1,156,900
19	Sec. 15-114. CAPITAL OUTLAY		
20	(a) RECREATIONAL LANDS AND INFRASTRUCTURE		
21	State parks repair and maintenance	\$ 12,200,000	\$ 12,200,000
22	State game and wildlife area infrastructure	<u>3,600,000</u>	<u>3,600,000</u>
23	GROSS APPROPRIATION	\$ 15,800,000	\$ 15,800,000
24	Appropriated from:		
25	Federal revenues	3,600,000	3,600,000
26	State restricted revenues	9,950,000	9,950,000
27	State general fund/general purpose	\$ 2,250,000	\$ 2,250,000

1	(b) WATERWAYS BOATING PROGRAM			
2	Infrastructure improvements - state projects	\$	2,435,000	\$ 2,435,000
3	Infrastructure improvement - local projects		381,600	381,600
4	East Tawas State Harbor		1,200,000	1,200,000
5	Fayette state park		250,000	250,000
6	Cedarville marina		300,000	300,000
7	Wyandotte Bishop park marina		1,170,500	1,170,500
8	Manistique marina		500,000	500,000
9	Hayes township boating access site		<u>483,400</u>	<u>483,400</u>
10	GROSS APPROPRIATION	\$	6,720,500	\$ 6,720,500
11	Appropriated from:			
12	Federal revenues		2,145,500	2,145,500
13	State restricted revenues		4,575,000	4,575,000
14	State general fund/general purpose	\$	0	\$ 0
15	Sec. 15-115. ONE-TIME APPROPRIATIONS			
16	Forestry investment	\$	4,000,000	\$ 0
17	Shooting range enhancement projects - capital outlay ..		4,000,000	0
18	Recreation passport local grants (one-time)		<u>500,000</u>	<u>0</u>
19	GROSS APPROPRIATION	\$	8,500,000	\$ 0
20	Appropriated from:			
21	Federal revenues		3,000,000	0
22	Private revenues		750,000	
23	State restricted revenues		4,500,000	0
24	State general fund/general purpose	\$	250,000	\$ 0

25 **PART 2**

26 **PROVISIONS CONCERNING APPROPRIATIONS**

27 **FISCAL YEAR 2016**

1 GENERAL SECTIONS

2 Sec. 15-201. Pursuant to section 30 of article IX of the state constitution of
3 1963, total state spending from state resources under part 1 for fiscal year 2015-2016
4 is \$303,955,800.00 and state spending from state resources to be paid to local units
5 of government for fiscal year 2015-2016 is \$5,548,400.00. The itemized statement below
6 identifies appropriations from which spending to local units of government will occur:

7 DEPARTMENT OF NATURAL RESOURCES

8	Dam management grant program	\$	175,000
9	Grants to counties - marine safety		1,207,300
10	Off-road vehicle safety training grants		29,200
11	Off-road vehicle trail improvement grants		526,100
12	Recreation improvement fund grants		65,700
13	Recreation passport local grants		1,500,000
14	Snowmobile law enforcement grants		380,100
15	Waterways boating program		<u>1,665,000</u>
16	TOTAL	\$	5,548,400

17 Sec. 15-202. The appropriations authorized under this article are subject to
18 the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

19 Sec. 15-203. As used in this article:

20 (a) "Department" means the department of natural resources.

21 (b) "Director" means the director of the department.

22 Sec. 15-205. The departments and agencies receiving appropriations in part 1
23 shall use the Internet to fulfill the reporting requirements of this article. This
24 requirement may include transmission of reports via electronic mail to the recipients
25 identified for each reporting requirement, or it may include placement of reports on

1 an Internet or Intranet site.

2 Sec. 15-206. Appropriations of state restricted game and fish protection funds
3 have been made in the following amounts to the following departments and agencies in
4 their respective appropriation articles:

5	Legislative auditor general	\$	30,700
6	Attorney general		735,100
7	Department of technology, management and budget		438,300
8	Department of treasury		2,782,900

9 Sec. 15-207. Pursuant to section 43703(3) of the natural resources and
10 environmental protection act, 1994 PA 451, MCL 324.43703, there is appropriated from
11 the game and fish protection trust fund to the game and fish protection account of the
12 Michigan conservation and recreation legacy fund, \$6,000,000.00 for the fiscal year
13 ending September 30, 2016.

14 Sec. 15-210. Funds appropriated in part 1 shall not be used for the purchase of
15 foreign goods or services, or both, if competitively priced and of comparable quality
16 American goods or services, or both, are available. Preference shall be given to goods
17 or services, or both, manufactured or provided by Michigan businesses, if they are
18 competitively priced and of comparable quality. In addition, preference should be
19 given to goods or services, or both, that are manufactured or provided by Michigan
20 businesses owned and operated by veterans, if they are competitively priced and of
21 comparable quality.

22 Sec. 15-211. The director shall take all reasonable steps to ensure businesses
23 in deprived and depressed communities compete for and perform contracts to provide
24 services or supplies, or both. Each director shall strongly encourage firms with which
25 the department contracts to subcontract with certified businesses in depressed and
26 deprived communities for services, supplies, or both.

27 Sec. 15-214. Funds appropriated in part 1 shall not be used by a principal

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

5 Sec. 15-215. (1) In addition to the funds appropriated in part 1, there is
6 appropriated an amount not to exceed \$3,000,000.00 for federal contingency funds.
7 These funds are not available for expenditure until they have been transferred to
8 another line item in this article under section 393(2) of the management and budget
9 act, 1984 PA 431, MCL 18.1393.

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

15 (3) In addition to the funds appropriated in part 1, there is appropriated an
16 amount not to exceed \$100,000.00 for local contingency funds. These funds are not
17 available for expenditure until they have been transferred to another line item in
18 this article under section 393(2) of the management and budget act, 1984 PA 431, MCL
19 18.1393.

20 (4) In addition to the funds appropriated in part 1, there is appropriated an
21 amount not to exceed \$1,000,000.00 for private contingency funds. These funds are not
22 available for expenditure until they have been transferred to another line item in
23 this article under section 393(2) of the management and budget act, 1984 PA 431, MCL
24 18.1393.

25 Sec. 15-218. The departments and agencies receiving appropriations in part 1
26 shall prepare a report on out-of-state travel expenses not later than January 1 of
27 each year. The travel report shall be a listing of all travel by classified and

1 unclassified employees outside this state in the immediately preceding fiscal year
2 that was funded in whole or in part with funds appropriated in the department's
3 budget. The report shall be submitted to the senate and house appropriations
4 committees, the house and senate fiscal agencies, and the state budget director. The
5 report shall include the following information:

6 (a) The dates of each travel occurrence.

7 (b) The transportation and related costs of each travel occurrence, including
8 the proportion funded with state general fund/general purpose revenues, the proportion
9 funded with state restricted revenues, the proportion funded with federal revenues,
10 and the proportion funded with other revenues.

11 Sec. 15-220. Not later than November 30, the state budget office shall prepare
12 and transmit a report that provides for estimates of the total general fund/general
13 purpose appropriation lapses at the close of the prior fiscal year. This report shall
14 summarize the projected year-end general fund/general purpose appropriation lapses by
15 major departmental program or program areas. The report shall be transmitted to the
16 chairpersons of the senate and house appropriations committees, and the senate and
17 house fiscal agencies.

18 Sec. 15-222. Within 14 days after the release of the executive budget
19 recommendation, the department shall cooperate with the state budget office to provide
20 the senate and house appropriations chairs, the senate and house appropriations
21 subcommittees chairs, and the senate and house fiscal agencies with an annual report
22 on estimated state restricted fund balances, state restricted fund projected revenues,
23 and state restricted fund expenditures for the fiscal years ending September 30, 2015
24 and September 30, 2016.

25 Sec. 15-234. The department shall cooperate with the department of technology,
26 management and budget to maintain a searchable website accessible by the public at no
27 cost that includes, but is not limited to, all of the following for each department or

1 agency:

2 (a) Fiscal year-to-date expenditures by category.

3 (b) Fiscal year-to-date expenditures by appropriation unit.

4 (c) Fiscal year-to-date payments to a selected vendor, including the vendor
5 name, payment date, payment amount, and payment description.

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

7 (e) Job specifications and wage rates.

8 Sec. 15-235. The department shall maintain, on a publicly accessible website, a
9 department scorecard that identifies, tracks and regularly updates key metrics that
10 are used to monitor and improve the agency's performance.

11 Sec. 15-237. Total authorized appropriations from all sources under part 1 for
12 legacy costs for the fiscal year ending September 30, 2016 is \$46,042,200.00. From
13 this amount, total agency appropriations for pension-related legacy costs are
14 estimated at \$26,133,200.00. Total agency appropriations for retiree health care
15 legacy costs are estimated at \$19,909,000.00.

16 Sec. 15-251. From the amounts appropriated in part 1 for invasive species
17 prevention and control, the department shall allocate not less than \$3,600,000.00 for
18 grants for the prevention, detection, eradication, and control of invasive species.

19 **DEPARTMENT SUPPORT SERVICES**

20 Sec. 15-302. The department may charge land acquisition projects appropriated
21 for the fiscal year ending September 30, 2016, and for prior fiscal years, a standard
22 percentage fee to recover actual costs, and may use the revenue derived to support the
23 land acquisition service charges provided for in part 1.

24 Sec. 15-303. As appropriated in part 1, the department may charge both
25 application fees and transaction fees related to the exchange or sale of state-owned
26 land or rights in land authorized by part 21 of the natural resources and

1 environmental protection act, 1994 PA 451, MCL 324.2101 to 324.2162. The fees shall be
2 set by the director of the department at a rate which allows the department to recover
3 its costs for providing these services.

4 COMMUNICATION AND CUSTOMER SERVICES

5 Sec. 15-404. For the purposes of administering the museum store as provided in
6 section 7a of 1913 PA 271, MCL 399.7a, the department is exempt from section 261 of
7 the management and budget act, 1984 PA 431, MCL 18.1261.

8 Sec. 15-405. As appropriated in part 1, proceeds in excess of costs incurred in
9 the conduct of auctions, sales, or transfers of artifacts no longer considered
10 suitable for the collections of the state historical museum may be expended upon
11 receipt for additional material for the collection. The department shall notify the
12 chairpersons, vice chairpersons, and minority vice chairpersons of the senate and
13 house appropriations subcommittees on natural resources 1 week prior to any auctions
14 or sales. Any unexpended funds may be carried forward into the next succeeding fiscal
15 year.

16 Sec. 15-406. As appropriated in part 1, funds collected by the department for
17 historical markers; document reproduction and services; conferences, admissions,
18 workshops, and training classes; and the use of specialized equipment, facilities,
19 exhibits, collections, and software shall be used for expenses necessary to provide
20 the required services. The department may charge fees for the aforementioned services,
21 including admission fees. Any unexpended funds may be carried forward into the next
22 succeeding fiscal year.

23 WILDLIFE DIVISION

24 Sec. 15-501. From the increased funds appropriated in part 1 for wildlife
25 management, the department shall utilize increased federal funding made available from

1 increased firearm and ammunition sales. The purpose of this program expansion is to
2 support the restoration, conservation, management and enhancement of wildlife habitat
3 on public and private lands.

4 **FISHERIES DIVISION**

5 Sec. 15-601. (1) From the appropriation in part 1 for aquatic resource
6 mitigation, not more than \$758,000.00 shall be allocated for grants to watershed
7 councils, resource development councils, soil conservation districts, local
8 governmental units, and other nonprofit organizations for stream habitat stabilization
9 and soil erosion control.

10 (2) The fisheries division in the department shall develop priority and cost
11 estimates for all projects recommended for grants under subsection (1).

12 **FOREST RESOURCES DIVISION**

13 Sec. 15-801. From the increased funds appropriated in part 1 for forest
14 management and timber market development, the department shall utilize funding made
15 available from increased harvest of timber on state forest lands. The purpose of this
16 program expansion is to strategically invest in technology and equipment enhancements
17 to expand the growth of the forest products economy.

18 Sec. 15-803. In addition to the money appropriated in part 1, the department
19 may receive and expend money from federal sources for the purpose of providing
20 response to wildfires as required by a compact with the federal government. If
21 additional expenditure authorization is required, the department shall notify the
22 state budget office that expenditure under this section is required. The department
23 shall notify the house and senate appropriations subcommittees on natural resources
24 and the house and senate fiscal agencies of the expenditures under this section by
25 November 1, 2016.

1 Sec. 15-807. (1) In addition to the funds appropriated in part 1, there is
2 appropriated from the disaster and emergency contingency fund up to \$800,000.00 to
3 cover costs related to any disaster as defined in section 2 of the emergency
4 management act, 1976 PA 390, MCL 30.402.

5 (2) Funds appropriated under subsection (1) shall not be expended unless the
6 state budget director recommends the expenditure and the department notifies the house
7 and senate committees on appropriations. By December 1 each year, the department shall
8 provide a report to the senate and house fiscal agencies and the state budget office
9 on the use of the disaster and emergency contingency fund during the prior fiscal
10 year.

11 (3) If federal emergency management agency (FEMA) reimbursement is approved for
12 costs paid from the disaster and emergency contingency fund, the federal revenue shall
13 be deposited into the disaster and emergency contingency fund.

14 (4) Unexpended and unencumbered funds remaining in the disaster and emergency
15 contingency fund at the close of the fiscal year shall not lapse to the general fund
16 and shall be carried forward and be available for expenditures in subsequent fiscal
17 years.

18 GRANTS

19 Sec. 15-1001. Federal pass-through funds to local institutions and governments
20 that are received in amounts in addition to those included in part 1 for grants to
21 communities - federal oil, gas, and timber payments and that do not require additional
22 state matching funds are appropriated for the purposes intended. By November 30, 2015,
23 the department shall report to the senate and house appropriations subcommittees on
24 natural resources, the senate and house fiscal agencies, and the state budget director
25 on all amounts appropriated under this section during the fiscal year ending September
26 30, 2015.

1 CAPITAL OUTLAY

2 Sec. 15-1103. The appropriations in part 1 for capital outlay shall be carried
3 forward at the end of the fiscal year consistent with the provisions of section 248 of
4 the management and budget act, 1984 PA 431, MCL 18.1248.

Article 16

DEPARTMENT OF STATE

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 16-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of state are appropriated for the fiscal year ending September 30, 2016, and are anticipated to be appropriated for the fiscal year ending September 30, 2017, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

DEPARTMENT OF STATE

APPROPRIATION SUMMARY

12	Full-time equated unclassified positions	6.0	6.0
13	Full-time equated classified positions	1,587.0	1,587.0
14	GROSS APPROPRIATION	\$ 225,256,700	\$ 225,256,700
15	Total interdepartmental grants and intradepartmental		
16	transfers	20,000,000	20,000,000
17	ADJUSTED GROSS APPROPRIATION	\$ 205,256,700	\$ 205,256,700
18	Total federal revenues	1,460,000	1,460,000
19	Total private revenues	100	100
20	Total other state restricted revenues	186,635,100	186,635,100
21	State general fund/general purpose	\$ 17,161,500	\$ 17,161,500
22	<i>State general fund/general purpose schedule:</i>		
23	Ongoing state general fund/general purpose	17,161,500	17,161,500
24	One-time state general fund/general purpose	0	0
25	Sec. 16-102. EXECUTIVE DIRECTION		
26	Full-time equated unclassified positions	6.0	6.0

1	Full-time equated classified positions	30.0		30.0
2	Secretary of State	\$ 112,500	\$	112,500
3	Unclassified positions-5.0 FTE positions	613,500		613,500
4	Operations-30.0 FTE positions	<u>4,547,100</u>		<u>4,547,100</u>
5	GROSS APPROPRIATION	\$ 5,273,100	\$	5,273,100
6	Appropriated from:			
7	Special revenue funds:			
8	Auto repair facilities fees	68,700		68,700
9	Children's protection registry fund	270,700		270,700
10	Driver fees	276,000		276,000
11	Expedient service fees	66,300		66,300
12	Parking ticket court fines	9,200		9,200
13	Enhanced driver license and enhanced official state			
14	personal identification card fund.....	211,400		211,400
15	Personal identification fee-operator license	32,100		32,100
16	Reinstatement fees-operator license	248,900		248,900
17	Transportation administration collection fund	2,488,800		2,488,800
18	Vehicle theft prevention fees	40,400		40,400
19	State general fund/general purpose	\$ 1,560,600	\$	1,560,600
20	Sec. 16-103. DEPARTMENT SERVICES			
21	Full-time equated classified positions.....	156.0		156.0
22	Operations-156.0 FTE positions	<u>\$ 29,562,200</u>	<u>\$</u>	<u>29,562,200</u>
23	GROSS APPROPRIATION	\$ 29,562,200	\$	29,562,200
24	Appropriated from:			
25	Special revenue funds:			
26	Abandoned vehicle fees	481,100		481,100
27	Auto repair facilities fees	1,605,800		1,605,800

1	Driver fees	1,575,900	1,575,900
2	Driver improvement course fees	308,600	308,600
3	Enhanced driver license and enhanced official state		
4	personal identification card fund.....	545,200	545,200
5	Expedient service fees	273,600	273,600
6	Marine safety fund	84,200	84,200
7	Personal identification card fees	191,300	191,300
8	Reinstatement fees-operator license	1,287,700	1,287,700
9	Scrap tire fund	77,200	77,200
10	Transportation administration collection fund	21,437,500	21,437,500
11	Vehicle theft prevention fees	628,800	628,800
12	State general fund/general purpose	\$ 1,065,300	\$ 1,065,300
13	Sec. 16-104. LEGAL SERVICES		
14	Full-time equated classified positions	39.0	39.0
15	Operations-39.0 FTE positions	\$ <u>8,983,000</u>	\$ <u>8,983,000</u>
16	GROSS APPROPRIATION	\$ 8,983,000	\$ 8,983,000
17	Appropriated from:		
18	Special revenue funds:		
19	Auto repair facilities fees	1,444,200	1,444,200
20	Driver education provider & instructor fund	25,400	25,400
21	Driver fees	931,700	931,700
22	Driver responsibility fees	1,000,000	1,000,000
23	Enhanced driver license and enhanced official state		
24	personal identification card fund.....	90,500	90,500
25	Personal identification card fees	60,800	60,800
26	Reinstatement fees-operator license	713,900	713,900
27	Transportation administration collection fund	4,240,900	4,240,900

1	Vehicle theft prevention fees	463,800		463,800
2	State general fund/general purpose	\$ 11,800	\$	11,800
3	Sec. 16-105. CUSTOMER DELIVERY SERVICES			
4	Full-time equated classified positions	1,317.0		1,317.0
5	Branch operations-922.0 FTE positions	\$ 83,462,100	\$	83,462,100
6	Central operations-376.0 FTE positions	47,916,300		47,916,300
7	Commemorative license plates-14.0 FTE positions	1,897,300		1,897,300
8	Specialty license plates-3.0 FTE positions	750,000		750,000
9	Organ donor program	129,100		129,100
10	Credit and debit assessment service fees	6,000,000		6,000,000
11	Motorcycle safety education administration-2.0 FTE			
12	positions	329,200		329,200
13	Motorcycle safety education grants	<u>1,800,000</u>		<u>1,800,000</u>
14	GROSS APPROPRIATION	\$ 142,284,000	\$	142,284,000
15	Appropriated from:			
16	Interdepartmental grant revenues:			
17	IDG-from MDOT Michigan transportation fund	20,000,000		20,000,000
18	Federal revenues:			
19	Federal funds	1,460,000		1,460,000
20	Special revenue funds:			
21	Abandoned vehicle fees	204,500		204,500
22	Auto repair facilities fees	1,731,600		1,731,600
23	Child support clearance fees	363,600		363,600
24	Credit and debit card service assessment	6,000,000		6,000,000
25	Driver fees	25,772,300		25,772,300
26	Driver improvement course fund	1,246,200		1,246,200
27	Driver education provider & instructor fund	49,600		49,600

1	Enhanced driver license and enhanced official state			
2	personal identification card fund.....	7,679,100		7,679,100
3	Expedient service fees	2,603,600		2,603,600
4	Marine safety fees	1,392,300		1,392,300
5	Michigan state police auto theft fund	123,700		123,700
6	Motorcycle safety funds	1,829,200		1,829,200
7	Mobile home commission fees	507,500		507,500
8	Off road vehicle fees	167,000		167,000
9	Parking ticket court fines	1,629,800		1,629,800
10	Personal identification card fees	2,274,700		2,274,700
11	Private funds	100		100
12	Reinstatement fees operator license	2,358,000		2,358,000
13	Recreation passport fees	1,000,000		1,000,000
14	Snowmobile registration fees	390,000		390,000
15	Thomas Daley gift of life fund	50,000		50,000
16	Transportation administration collection fund	59,296,800		59,296,800
17	Vehicle theft prevention fees	742,200		742,200
18	State general fund/general purpose	\$ 3,412,200	\$	3,412,200
19	Sec. 16-106. ELECTION REGULATION			
20	Full-time equated classified positions	45.0		45.0
21	Election administration and services-45.0 FTE positions \$	7,062,200	\$	7,062,200
22	Fees to local units	109,800		109,800
23	County clerk education and training fund	<u>100,000</u>		<u>100,000</u>
24	GROSS APPROPRIATION	\$ 7,272,000	\$	7,272,000
25	Appropriated from:			
26	Special revenue funds:			
27	Notary education and training fund	100,000		100,000

1	Notary fee fund	343,500	343,500
2	State general fund/general purpose	\$ 6,828,500	\$ 6,828,500
3	Sec. 16-107. DEPARTMENTWIDE APPROPRIATIONS		
4	Building occupancy charges/private rent	\$ 9,540,700	\$ 9,540,700
5	Worker's compensation	<u>396,400</u>	<u>396,400</u>
6	GROSS APPROPRIATION	\$ 9,937,100	\$ 9,937,100
7	Appropriated from:		
8	Special revenue funds:		
9	Auto repair facilities fees	133,200	133,200
10	Driver fees	727,400	727,400
11	Enhanced driver license and enhanced official state		
12	personal identification card fund.....	26,000	26,000
13	Parking ticket court fines	441,500	441,500
14	Transportation administration collection fund	5,890,500	5,890,500
15	State general fund/general purpose	\$ 2,718,500	\$ 2,718,500
16	Sec. 16-108. INFORMATION TECHNOLOGY		
17	Information technology services and projects	\$ <u>21,945,300</u>	\$ <u>21,945,300</u>
18	GROSS APPROPRIATION	\$ 21,945,300	\$ 21,945,300
19	Appropriated from:		
20	Special revenue funds:		
21	Administrative order processing fee	11,700	11,700
22	Auto repair facilities fees	190,000	190,000
23	Driver fees	787,400	787,400
24	Enhanced driver license and enhanced official state		
25	personal identification card fund.....	269,500	269,500
26	Expedient service fees	1,085,100	1,085,100
27	Parking ticket court fines	87,600	87,600

1	Personal identification card fees	171,700	171,700
2	Reinstatement fees-operator license	592,300	592,300
3	Transportation administration collection fund	17,004,400	17,004,400
4	Vehicle theft prevention fees	181,000	181,000
5	State general fund/general purpose	\$ 1,564,600	\$ 1,564,600

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2016

GENERAL SECTIONS

Sec. 16-201. 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 2015-2016 is \$203,796,600.00 and state spending from state resources to be paid to local units of government for fiscal year 2015-2016 is \$1,272,100.00. 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		<u>1,162,300</u>
TOTAL	\$	1,272,100

Sec. 16-202. The appropriations authorized under this article are subject to the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

Sec. 16-203. As used in this article:

- (a) "ATM" means automated teller machine.
- (b) "Department" means the department of state.
- (c) "Director" means the Secretary of State.
- (d) "FTE" means full-time equated.

1 (e) "IDG" means interdepartmental grant.

2 (f) "MDOT" means the Michigan department of transportation.

3 Sec. 16-206. The department shall cooperate with the department of technology,
4 management and budget to maintain a searchable website accessible by the public at no
5 cost that includes, but is not limited to, all of the following for each department or
6 agency:

7 (a) Fiscal year-to-date expenditures by category.

8 (b) Fiscal year-to-date expenditures by appropriation unit.

9 (c) Fiscal year-to-date payments to a selected vendor, including the vendor
10 name, payment date, payment amount, and payment description.

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

12 (e) Job specifications and wage rates.

13 Sec. 16-208. The departments and agencies receiving appropriations in part 1
14 shall use the Internet to fulfill the reporting requirements of this article. This
15 requirement may include transmission of reports via electronic mail to the recipients
16 identified for each reporting requirement, or it may include placement of reports on
17 an Internet or Intranet site.

18 Sec. 16-209. Funds appropriated in part 1 shall not be used for the purchase of
19 foreign goods or services, or both, if competitively priced and of comparable quality
20 American goods or services, or both, are available. Preference shall be given to goods
21 or services, or both, manufactured or provided by Michigan businesses, if they are
22 competitively priced and of comparable quality. In addition, preference should be
23 given to goods or services, or both, that are manufactured or provided by Michigan
24 businesses owned and operated by veterans, if they are competitively priced and of
25 comparable quality.

26 Sec. 16-210. The director shall take all reasonable steps to ensure businesses
27 in deprived and depressed communities compete for and perform contracts to provide

1 services or supplies, or both. Each director shall strongly encourage firms with which
2 the department contracts to subcontract with certified businesses in depressed and
3 deprived communities for services, supplies, or both.

4 Sec. 16-216. The departments and agencies receiving appropriations in part 1
5 shall prepare a report on out-of-state travel expenses not later than January 1 of
6 each year. The travel report shall be a listing of all travel by classified and
7 unclassified employees outside this state in the immediately preceding fiscal year
8 that was funded in whole or in part with funds appropriated in the department's
9 budget. The report shall be submitted to the senate and house appropriations
10 committees, the house and senate fiscal agencies, and the state budget director. The
11 report shall include the following information:

12 (a) The dates of each travel occurrence.

13 (b) The transportation and related costs of each travel occurrence, including
14 the proportion funded with state general fund/general purpose revenues, the proportion
15 funded with state restricted revenues, the proportion funded with federal revenues,
16 and the proportion funded with other revenues.

17 Sec. 16-219. The department shall maintain, on a publicly accessible website, a
18 department scorecard that identifies, tracks and regularly updates key metrics that
19 are used to monitor and improve the agency's performance.

20 Sec. 16-226. Funds appropriated in part 1 shall not be used by a principal
21 executive department, state agency, or authority to hire a person to provide legal
22 services that are the responsibility of the attorney general. This prohibition does
23 not apply to legal services for bonding activities and for those outside services that
24 the attorney general authorizes.

25 Sec. 16-227. Within 14 days after the release of the executive budget
26 recommendation, the department shall cooperate with the state budget office to provide
27 the senate and house appropriations chairs, the senate and house appropriations

1 subcommittees chairs, and the senate and house fiscal agencies with an annual report
2 on estimated state restricted fund balances, state restricted fund projected revenues,
3 and state restricted fund expenditures for the fiscal years ending September 30, 2015
4 and September 30, 2016.

5 Sec. 16-228. Not later than November 30, the state budget office shall prepare
6 and transmit a report that provides for estimates of the total general fund/general
7 purpose appropriation lapses at the close of the prior fiscal year. This report shall
8 summarize the projected year-end general fund/general purpose appropriation lapses by
9 major departmental program or program areas. The report shall be transmitted to the
10 chairpersons of the senate and house appropriations committees, and the senate and
11 house fiscal agencies.

12 **DEPARTMENT OF STATE**

13 Sec. 16-701. (1) In addition to the funds appropriated in part 1, there is
14 appropriated an amount not to exceed \$2,000,000.00 for federal contingency funds.
15 These funds are not available for expenditure until they have been transferred to
16 another line item in this article under section 393(2) of the management and budget
17 act, 1984 PA 431, MCL 18.1393.

18 (2) In addition to the funds appropriated in part 1, there is appropriated an
19 amount not to exceed \$7,500,000.00 for state restricted contingency funds. These funds
20 are not available for expenditure until they have been transferred to another line
21 item in this article under section 393(2) of the management and budget act, 1984 PA
22 431, MCL 18.1393.

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

1 18.1393.

2 (4) In addition to the funds appropriated in part 1, there is appropriated an
3 amount not to exceed \$100,000.00 for private contingency funds. These funds are not
4 available for expenditure until they have been transferred to another line item in
5 this article under section 393(2) of the management and budget act, 1984 PA 431, MCL
6 18.1393.

7 Sec. 16-703. From the funds appropriated in part 1, the department of state
8 shall sell copies of records including, but not limited to, records of motor vehicles,
9 off-road vehicles, snowmobiles, watercraft, mobile homes, personal identification
10 cardholders, drivers, and boat operators and shall charge \$8.00 per record sold only
11 as authorized in section 208b of the Michigan vehicle code, 1949 PA 300, MCL 257.208b,
12 section 7 of 1972 PA 222, MCL 28.297, and sections 80130, 80315, 81114, and 82156 of
13 the natural resources and environmental protection act, 1994 PA 451, MCL 324.80130,
14 324.80315, 324.81114, and 324.82156. The revenue received from the sale of records
15 shall be credited to the transportation administration collection fund created under
16 section 810b of the Michigan vehicle code, 1949 PA 300, MCL 257.810b.

17 Sec. 16-704. From the funds appropriated in part 1, the secretary of state may
18 enter into agreements with the department of corrections for the manufacture of
19 vehicle registration plates 15 months before the registration year in which the
20 registration plates will be used.

21 Sec. 16-705. (1) The department of state may accept gifts, donations,
22 contributions, and grants of money and other property from any private or public
23 source to underwrite, in whole or in part, the cost of a departmental publication that
24 is prepared and disseminated under the Michigan vehicle code, 1949 PA 300, MCL 257.1
25 to 257.923. A private or public funding source may receive written recognition in the
26 publication and may furnish a traffic safety message, subject to departmental
27 approval, for inclusion in the publication. The department may reject a gift,

1 donation, contribution, or grant. The department may furnish copies of a publication
2 underwritten, in whole or in part, by a private source to the underwriter at no
3 charge.

4 (2) The department of state may sell and accept paid advertising for placement
5 in a departmental publication that is prepared and disseminated under the Michigan
6 vehicle code, 1949 PA 300, MCL 257.1 to 257.923. The department may charge and receive
7 a fee for any advertisement appearing in a departmental publication and shall review
8 and approve the content of each advertisement. The department may refuse to accept
9 advertising from any person or organization. The department may furnish a reasonable
10 number of copies of a publication to an advertiser at no charge.

11 (3) Pending expenditure, the funds received under this section shall be
12 deposited in the Michigan department of state publications fund created by section 211
13 of the Michigan vehicle code, 1949 PA 300, MCL 257.211. Funds given, donated, or
14 contributed to the department from a private source are appropriated and allocated for
15 the purpose for which the revenue is furnished. Funds granted to the department from a
16 public source are allocated and may be expended upon receipt. The department shall not
17 accept a gift, donation, contribution, or grant if receipt is conditioned upon a
18 commitment of state funding at a future date. Revenue received from the sale of
19 advertising is appropriated and may be expended upon receipt.

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

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

27 (a) The amount of gifts, contributions, donations, and grants of money received

1 by the department under this section for the prior fiscal year.

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

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

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

8 (6) In addition to copies delivered without charge as the secretary of state
9 considers necessary, the department of state may sell copies of manuals and other
10 publications regarding the sale, ownership, or operation or regulation of motor
11 vehicles, with amendments, at prices to be established by the secretary of state. As
12 used in this subsection, the term "manuals and other publications" includes videos and
13 propriety electronic publications. All funds received from sales of these manuals and
14 other publications shall be credited to the Michigan department of state publications
15 fund.

16 Sec. 16-707. Funds collected by the department of state under section 211 of
17 the Michigan vehicle code, 1949 PA 300, MCL 257.211, are appropriated for all expenses
18 necessary to provide for the costs of the publication. Funds are allotted for
19 expenditure when they are received by the department of treasury and shall not lapse
20 to the general fund at the end of the fiscal year.

21 Sec. 16-708. From the funds appropriated in part 1, the department of state
22 shall use available balances at the end of the state fiscal year to provide payment to
23 the department of state police in the amount of \$332,000.00 for the services provided
24 by the traffic accident records program as first appropriated in 1990 PA 196 and 1990
25 PA 208.

26 Sec. 16-709. From the funds appropriated in part 1, the department of state may
27 restrict funds from miscellaneous revenue to cover cash shortages created from normal

1 branch office operations. This amount shall not exceed \$50,000.00 of the total funds
2 available in miscellaneous revenue.

3 Sec. 16-710. (1) Commemorative and specialty license plate fee revenue
4 collected by the department of state and deposited into the transportation
5 administration collection fund created in section 810b of the Michigan vehicle code,
6 1949 PA 300, MCL 257.810b, is authorized for expenditure up to the amount of revenue
7 collected but not to exceed the amount appropriated to the department of state in part
8 1 to administer commemorative and specialty license plate programs.

9 (2) Commemorative and specialty license plate fee revenue collected by the
10 department of state and deposited in the transportation administration collection fund
11 created in section 810b of the Michigan vehicle code, 1949 PA 300, MCL 257.810b, in
12 addition to the amount appropriated in part 1 to the department of state, shall remain
13 in the transportation administration collection fund created in section 810b of the
14 Michigan vehicle code, 1949 PA 300, MCL 257.810b, and be available for future
15 appropriation.

16 Sec. 16-711. Collector plate and fund-raising registration plate revenues
17 collected by the department of state are appropriated and allotted for distribution to
18 the recipient university or public or private agency overseeing a state-sponsored goal
19 when received. Distributions shall occur on a quarterly basis or as otherwise
20 authorized by law. Any revenues remaining at the end of the fiscal year shall not
21 lapse to the general fund but shall remain available for distribution to the
22 university or agency in the next fiscal year.

23 Sec. 16-712. The department of state may produce and sell copies of a training
24 video designed to inform registered automotive repair facilities of their obligations
25 under Michigan law. The price shall not exceed the cost of production and
26 distribution. The money received from the sale of training videos shall revert to the
27 department of state and be placed in the auto repair facility account.

1 Sec. 16-713. (1) The department of state, in collaboration with the gift of
2 life transplantation society or its successor federally designated organ procurement
3 organization, may develop and administer a public information campaign concerning the
4 Michigan organ donor program.

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

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

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

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

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

26 Sec. 16-714. (1) Except as otherwise provided under subsection (2), at least
27 180 days before closing a branch office or consolidating a branch office and at least

1 60 days before relocating a branch office, the department of state shall inform
2 members of the senate and house of representatives standing committees on
3 appropriations and legislators who represent affected areas regarding the details of
4 the proposal. The information provided shall be in written form and include all
5 analyses done regarding criteria for changes in the location of branch offices,
6 including, but not limited to, branch transactions, revenue, and the impact on
7 citizens of the affected area. The impact on citizens shall include information
8 regarding additional distance to branch office locations resulting from the plan. The
9 written notice provided by the department of state shall also include detailed
10 estimates of costs and savings that will result from the overall changes made to the
11 branch office structure and the same level of detail regarding costs for new leased
12 facilities and expansions of current leased space.

13 (2) If the consolidation of a branch office is with another branch office that
14 is located within the same local unit of government or the relocation of a branch
15 office is to another location that is located within the same local unit of
16 government, the department of state is not required to provide the notification or
17 written information described in subsection (1).

18 (3) As used in this section, "local unit of government" means a city, village,
19 township, or county.

20 Sec. 16-715. (1) Any service assessment collected by the department of state
21 from the user of a credit or debit card under section 3 of 1995 PA 144, MCL 11.23, may
22 be used by the department for necessary expenses related to that service and may be
23 remitted to a credit or debit card company, bank, or other financial institution.

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

1 service assessment which exceeds the costs billable to the department for service
2 assessments.

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

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

9 Sec. 16-717. (1) The department of state may accept nonmonetary gifts,
10 donations, or contributions of property from any private or public source to support,
11 in whole or in part, the operation of a departmental function relating to licensing,
12 regulation or safety. The department may recognize a private or public contributor for
13 making the contribution. The department may reject a gift, donation, or contribution.

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

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

22 Sec. 16-721. From the funds appropriated in part 1, the department of state may
23 collect ATM commission fees from companies that have ATMs located in secretary of
24 state branch offices. The commission received from the use of these ATMs shall be
25 credited to the transportation administration collection fund created under section
26 810b of the Michigan vehicle code, 1949 PA 300, MCL 257.810b.

27 Sec. 16-725. Total authorized appropriations from all sources under part 1 for

1 legacy costs for the fiscal year ending September 30, 2016 are \$31,253,000.00. From
2 this amount, total agency appropriations for pension-related legacy costs are
3 estimated at \$17,739,100.00. Total agency appropriations for retiree health care
4 legacy costs are estimated at \$13,513,900.00.

Article 17

DEPARTMENT OF STATE POLICE

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 17-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of state police are appropriated for the fiscal year ending September 30, 2016, and are anticipated to be appropriated for the fiscal year ending September 30, 2017, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

DEPARTMENT OF STATE POLICE

APPROPRIATION SUMMARY

Full-time equated unclassified positions	3.0	3.0
Full-time equated classified positions	3,091.0	3,091.0
GROSS APPROPRIATION	\$ 613,531,200	\$ 616,003,300
Total interdepartmental grants and intradepartmental transfers	26,224,300	26,224,300
ADJUSTED GROSS APPROPRIATION	\$ 587,306,900	\$ 589,779,000
Total federal revenues	87,945,900	87,945,900
Total local revenues	5,456,700	5,456,700
Total private revenues	76,700	76,700
Total other state restricted revenues	120,353,900	120,353,900
State general fund/general purpose	\$ 373,473,700	\$ 375,945,800
<i>State general fund/general purpose schedule:</i>		
Ongoing state general fund/general purpose	369,773,700	375,945,800
One-time state general fund/general purpose	3,700,000	0

Sec. 17-102. EXECUTIVE AND DEPARTMENTAL SERVICES

1	Full-time equated unclassified positions	3.0	3.0
2	Full-time equated classified positions	121.0	121.0
3	Unclassified positions	\$ 585,500	\$ 585,500
4	Executive and departmental services	<u>94,068,900</u>	<u>94,068,900</u>
5	GROSS APPROPRIATION	\$ 94,654,400	\$ 94,654,400
6	Appropriated from:		
7	Interdepartmental grant revenues	1,438,100	1,438,100
8	Federal revenues	9,872,500	9,872,500
9	Local revenues	1,116,300	1,116,300
10	State restricted revenues	19,919,000	19,919,000
11	State general fund/general purpose	\$ 62,308,500	\$ 62,308,500
12	<i>Schedule of programs:</i>		
13	<i>Executive direction</i>	<i>3,047,300</i>	<i>3,047,300</i>
14	<i>Special operations and events</i>	<i>2,560,200</i>	<i>2,560,200</i>
15	<i>Capitol security guards</i>	<i>2,362,700</i>	<i>2,362,700</i>
16	<i>Special maintenance and utilities</i>	<i>402,800</i>	<i>402,800</i>
17	<i>Rent and building occupancy charges</i>	<i>11,998,500</i>	<i>11,998,500</i>
18	<i>Worker's compensation</i>	<i>2,680,000</i>	<i>2,680,000</i>
19	<i>Fleet leasing</i>	<i>22,755,300</i>	<i>22,755,300</i>
20	<i>Management services</i>	<i>5,825,700</i>	<i>5,825,700</i>
21	<i>Accounting service center</i>	<i>1,036,600</i>	<i>1,036,600</i>
22	<i>State 9-1-1 administration</i>	<i>644,800</i>	<i>644,800</i>
23	<i>Auto theft prevention program</i>	<i>7,680,000</i>	<i>7,680,000</i>
24	<i>Office of justice program grants</i>	<i>9,192,000</i>	<i>9,192,000</i>
25	<i>Information technology services and projects</i>	<i>23,883,000</i>	<i>23,883,000</i>
26	Sec. 17-103. LAW ENFORCEMENT SERVICES		
27	Full-time equated classified positions	495.0	495.0

1	Law enforcement services	\$	<u>88,851,400</u>	\$	<u>88,851,400</u>
2	GROSS APPROPRIATION	\$	88,851,400	\$	88,851,400
3	Appropriated from:				
4	Interdepartmental grant revenues		5,503,000		5,503,000
5	Federal revenues		9,020,100		9,020,100
6	Local revenues		598,600		598,600
7	State restricted revenues		34,376,600		34,376,600
8	State general fund/general purpose	\$	39,353,100	\$	39,353,100
9	<i>Schedule of programs:</i>				
10	<i>Training administration</i>		6,090,400		6,090,400
11	<i>Traffic services</i>		5,636,800		5,636,800
12	<i>In-service training - law enforcement distribution .</i>		450,000		450,000
13	<i>In-service training - competitive</i>		600,000		600,000
14	<i>Standards and training/justice training grants</i>		9,120,700		9,120,700
15	<i>Training only to local units</i>		647,300		647,300
16	<i>Public safety officers benefit program</i>		150,500		150,500
17	<i>Criminal justice information center division</i>		13,282,400		13,282,400
18	<i>Criminal records improvement</i>		1,279,900		1,279,900
19	<i>Traffic safety</i>		1,883,000		1,883,000
20	<i>Laboratory operations</i>		32,171,000		32,171,000
21	<i>Sexual assault kit initiative</i>		1,649,600		1,649,600
22	<i>DNA analysis program</i>		8,399,600		8,399,600
23	<i>Biometrics and identification</i>		7,490,200		7,490,200
24	Sec. 17-104. FIELD SERVICES				
25	Full-time equated classified positions		2,003.0		2,003.0
26	Field services	\$	<u>297,102,400</u>	\$	<u>303,274,500</u>
27	GROSS APPROPRIATION	\$	297,102,400	\$	303,274,500

1	Appropriated from:		
2	Interdepartmental grant revenues	6,706,100	6,706,100
3	Federal revenues	6,512,300	6,512,300
4	Local revenues	2,062,900	2,062,900
5	State restricted revenues	43,765,200	43,765,200
6	State general fund/general purpose	\$ 238,055,900	\$ 244,228,000
7	<i>Schedule of programs:</i>		
8	<i>Uniform services</i>	<i>51,387,000</i>	<i>51,387,000</i>
9	<i>Reimbursed services</i>	<i>2,282,500</i>	<i>2,282,500</i>
10	<i>At-post troopers</i>	<i>180,814,800</i>	<i>186,986,900</i>
11	<i>Public safety initiative</i>	<i>2,952,700</i>	<i>2,952,700</i>
12	<i>Security at events</i>	<i>100</i>	<i>100</i>
13	<i>Narcotics investigation funds</i>	<i>265,100</i>	<i>265,100</i>
14	<i>Criminal investigations</i>	<i>31,371,800</i>	<i>31,371,800</i>
15	<i>Federal anti-drug initiatives</i>	<i>10,389,300</i>	<i>10,389,300</i>
16	<i>Reimbursed services, materials, and equipment</i>	<i>3,150,300</i>	<i>3,150,300</i>
17	<i>Auto theft prevention</i>	<i>1,260,300</i>	<i>1,260,300</i>
18	<i>Casino gaming oversight</i>	<i>5,949,000</i>	<i>5,949,000</i>
19	<i>Tobacco tax fraud investigations</i>	<i>5,221,700</i>	<i>5,221,700</i>
20	<i>Fire investigation</i>	<i>2,057,800</i>	<i>2,057,800</i>
21	Sec. 17-105. SPECIALIZED SERVICES		
22	Full-time equated classified positions	472.0	472.0
23	Specialized services	\$ <u>129,223,000</u>	\$ <u>129,223,000</u>
24	GROSS APPROPRIATION	\$ 129,223,000	\$ 129,223,000
25	Appropriated from:		
26	Interdepartmental grant revenues	12,577,100	12,577,100
27	Federal revenues	62,541,000	62,541,000

1	Local revenues	1,678,900	1,678,900
2	Private revenues	76,700	76,700
3	State restricted revenues	22,293,100	22,293,100
4	State general fund/general purpose	\$ 30,056,200	\$ 30,056,200
5	<i>Schedule of programs:</i>		
6	Operational support	24,554,400	24,554,400
7	Aviation program	2,322,600	2,322,600
8	Motor carrier enforcement	13,966,500	13,966,500
9	Truck safety enforcement team operations	1,869,300	1,869,300
10	Safety inspections	6,440,000	6,440,000
11	School bus inspections	1,667,500	1,667,500
12	Safety projects	1,363,600	1,363,600
13	Emergency management planning and administration ...	6,817,000	6,817,000
14	Grants to local government	2,482,100	2,482,100
15	FEMA program assistance	5,489,200	5,489,200
16	Nuclear power plant emergency planning	2,649,800	2,649,800
17	Hazardous materials programs	32,414,200	32,414,200
18	Interdepartmental grant to legislature	100	100
19	State program planning and administration	1,185,300	1,185,300
20	Truck safety program	2,016,500	2,016,500
21	Federal highway traffic safety coordination	12,919,200	12,919,200
22	Secondary road patrol program	11,065,700	11,065,700
23	Sec. 17-106. ONE-TIME APPROPRIATIONS		
24	At-post troopers - trooper school	\$ 3,200,000	\$ 0
25	Sexual assault prevention & education initiative	<u>500,000</u>	<u>0</u>
26	GROSS APPROPRIATION	\$ 3,700,000	\$ 0
27	Appropriated from:		

1 State general fund/general purpose \$ 3,700,000 \$ 0

2 PART 2

3 PROVISIONS CONCERNING APPROPRIATIONS

4 FISCAL YEAR 2016

5 GENERAL SECTIONS

6 Sec. 17-201. Pursuant to section 30 of article IX of the state constitution of
7 1963, total state spending from state resources under part 1 for fiscal year 2015-2016
8 is \$493,827,600.00 and state spending from state resources to be paid to local units
9 of government for fiscal year 2015-2016 is \$11,899,400.00. The itemized statement
10 below identifies appropriations from which spending to local units of government will
11 occur:

12 DEPARTMENT OF STATE POLICE

13	Training only to local units	\$	271,700
14	Standards and training/justice training grants		3,500
15	Operational support		669,200
16	Secondary road patrol program		<u>10,955,000</u>
17	TOTAL	\$	11,899,400

18 Sec. 17-202. The appropriations authorized under this article are subject to
19 the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

20 Sec. 17-203. As used in this article:

21 (a) "CJIS" means criminal justice information systems.

22 (b) "Core service" means that phrase as defined in section 373 of the
23 management and budget act, 1984 PA 431, MCL 18.1373.

24 (c) "Department" means the department of state police.

25 (d) "DNA" means deoxyribonucleic acid.

1 (e) "FEMA" means the federal emergency management agency.

2 (f) "MCOLES" means Michigan commission on law enforcement standards.

3 (g) "Support service" means an activity required to support the ongoing
4 delivery of core services.

5 (h) "Work project" means that term as defined in section 404 of the management
6 and budget act, 1984 PA 431, MCL 18.1404, and that meets the criteria in section
7 451a(1) of the management and budget act, 1984 PA 431, MCL 18.1451a.

8 Sec. 17-204a. Based on the availability of federal funding and the demonstrated
9 need as indicated by applications submitted to the state court administrative office,
10 the department shall provide \$1,500,000.00 in Byrne justice assistance grant program
11 funding to the judiciary by interdepartmental grant.

12 Sec. 17-206. (1) In addition to the funds appropriated in part 1, there is
13 appropriated an amount not to exceed \$10,000,000.00 for federal contingency funds.
14 These funds are not available for expenditure until they have been transferred to
15 another line item in this article under section 393(2) of the management and budget
16 act, 1984 PA 431, MCL 18.1393.

17 (2) In addition to the funds appropriated in part 1, there is appropriated an
18 amount not to exceed \$3,500,000.00 for state restricted contingency funds. These funds
19 are not available for expenditure until they have been transferred to another line
20 item in this article under section 393(2) of the management and budget act, 1984 PA
21 431, MCL 18.1393.

22 (3) In addition to the funds appropriated in part 1, there is appropriated an
23 amount not to exceed \$1,000,000.00 for local contingency funds. These funds are not
24 available for expenditure until they have been transferred to another line item in
25 this article under section 393(2) of the management and budget act, 1984 PA 431, MCL
26 18.1393.

27 (4) In addition to the funds appropriated in part 1, there is appropriated an

1 amount not to exceed \$200,000.00 for private contingency funds. These funds are not
2 available for expenditure until they have been transferred to another line item in
3 this article under section 393(2) of the management and budget act, 1984 PA 431, MCL
4 18.1393.

5 Sec. 17-207. The department shall cooperate with the department of technology,
6 management and budget to maintain a searchable website accessible by the public at no
7 cost that includes, but is not limited to, all of the following for each department or
8 agency:

9 (a) Fiscal year-to-date expenditures by category.

10 (b) Fiscal year-to-date expenditures by appropriation unit.

11 (c) Fiscal year-to-date payments to a selected vendor, including the vendor
12 name, payment date, payment amount, and payment description.

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

14 (e) Job specifications and wage rates.

15 Sec. 17-208. The departments and agencies receiving appropriations in part 1
16 shall use the Internet to fulfill the reporting requirements of this article. This
17 requirement may include transmission of reports via electronic mail to the recipients
18 identified for each reporting requirement, or it may include placement of reports on
19 an Internet or Intranet site.

20 Sec. 17-209. Funds appropriated in part 1 shall not be used for the purchase of
21 foreign goods or services, or both, if competitively priced and of comparable quality
22 American goods or services, or both, are available. Preference shall be given to goods
23 or services, or both, manufactured or provided by Michigan businesses, if they are
24 competitively priced and of comparable quality. In addition, preference should be
25 given to goods or services, or both, that are manufactured or provided by Michigan
26 businesses owned and operated by veterans, if they are competitively priced and of
27 comparable quality.

1 Sec. 17-210. The director shall take all reasonable steps to ensure businesses
2 in deprived and depressed communities compete for and perform contracts to provide
3 services or supplies, or both. Each director shall strongly encourage firms with which
4 the department contracts to subcontract with certified businesses in depressed and
5 deprived communities for services, supplies, or both.

6 Sec. 17-216. (1) Notwithstanding any other provision of this part, the schedule
7 of programs in part 1 lists programs which may, but are not required to be, funded
8 under this part or part 1.

9 (2) Any funding required by statute is not subject to funding flexibility and
10 shall be funded in accordance with that statute.

11 Sec. 17-218. The departments and agencies receiving appropriations in part 1
12 shall prepare a report on out-of-state travel expenses not later than January 1 of
13 each year. The travel report shall be a listing of all travel by classified and
14 unclassified employees outside this state in the immediately preceding fiscal year
15 that was funded in whole or in part with funds appropriated in the department's
16 budget. The report shall be submitted to the senate and house appropriations
17 committees, the house and senate fiscal agencies, and the state budget director. The
18 report shall include the following information:

19 (a) The dates of each travel occurrence.

20 (b) The transportation and related costs of each travel occurrence, including
21 the proportion funded with state general fund/general purpose revenues, the proportion
22 funded with state restricted revenues, the proportion funded with federal revenues,
23 and the proportion funded with other revenues.

24 Sec. 17-219. (1) The department shall provide quarterly reports to the
25 subcommittees, the senate and house fiscal agencies, and the state budget office that
26 provide the following data:

27 (a) A list of major work projects, including the status of each project.

1 (b) The department's financial status, featuring a report of budgeted versus
2 actual expenditures by part 1 line item including a year-end projection of budget
3 requirements. If projected department budget requirements exceed the allocated budget,
4 the report shall include a plan to reduce overall expenses while still satisfying
5 specified service level requirements.

6 (c) A report on the performance metrics cited or information required to be
7 reported in this part.

8 (2) The department shall provide a corrective action plan within 30 days of a
9 quarterly report under this section for any requirements of this part that have not
10 been achieved. The department shall provide a monthly status of correction action
11 plans.

12 (3) The department shall provide a summary of fund shifts, that have been
13 approved by the state budget office, that have occurred between items listed in the
14 schedule of programs mentioned in part 1 on a quarterly basis to the subcommittees and
15 the senate and house fiscal agencies.

16 Sec. 17-221. The appropriations in part 1 are for the core services, support
17 services, and work projects of the department, including, but not limited to, the
18 following core services:

19 (a) State executive security, including capitol complex security.

20 (b) Training.

21 (c) Commission on law enforcement standards.

22 (d) Criminal justice information systems.

23 (e) Scientific analysis and identification, including laboratory operations,
24 DNA analysis program, and biometrics and identification.

25 (f) General law enforcement and traffic safety.

26 (g) Criminal investigations, including tobacco tax fraud investigations and
27 fire investigations.

1 (h) Special operations.

2 (i) Commercial vehicle enforcement.

3 (j) Emergency management and homeland security.

4 (k) Highway safety planning, including the secondary road patrol program.

5 Sec. 17-224. Funds appropriated in part 1 shall not be used by a principal
6 executive department, state agency, or authority to hire a person to provide legal
7 services that are the responsibility of the attorney general. This prohibition does
8 not apply to legal services for bonding activities and for those outside services that
9 the attorney general authorizes.

10 Sec. 17-226. (1) When the department provides contractual services to a local
11 unit of government, the department shall be reimbursed for all costs incurred in
12 providing the services, including, but not limited to, retirement and overtime costs.

13 (2) The department shall define service cost models for those services
14 requiring reimbursement.

15 (3) Contractual services provided to an entity other than a local unit of
16 government may be provided by department personnel, but only on an overtime basis
17 outside the normal work schedule of the personnel.

18 (4) This section does not apply to state agencies.

19 Sec. 17-228. Not later than November 30, the state budget office shall prepare
20 and transmit a report that provides for estimates of the total general fund/general
21 purpose appropriation lapses at the close of the prior fiscal year. This report shall
22 summarize the projected year-end general fund/general purpose appropriation lapses by
23 major departmental program or program areas. The report shall be transmitted to the
24 chairpersons of the senate and house appropriations committees, and the senate and
25 house fiscal agencies.

26 Sec. 17-229. Within 14 days after the release of the executive budget
27 recommendation, the department shall cooperate with the state budget office to provide

1 the senate and house appropriations chairs, the senate and house appropriations
2 subcommittees chairs, and the senate and house fiscal agencies with an annual report
3 on estimated state restricted fund balances, state restricted fund projected revenues,
4 and state restricted fund expenditures for the fiscal years ending September 30, 2015
5 and September 30, 2016.

6 Sec. 17-230. The department shall maintain, on a publicly accessible website, a
7 department scorecard that identifies, tracks and regularly updates key metrics that
8 are used to monitor and improve the agency's performance.

9 Sec. 17-233. Total authorized appropriations from all sources under part 1 for
10 legacy costs for the fiscal year ending September 30, 2016 is \$122,920,900.00. From
11 this amount, total agency appropriations for pension-related legacy costs are
12 estimated at \$66,961,400.00. Total agency appropriations for retiree health care
13 legacy costs are estimated at \$55,959,500.00.

14 **STATE EXECUTIVE SECURITY - CAPITOL COMPLEX SECURITY**

15 Sec. 17-303. (1) The department shall provide security services at the state
16 capitol complex facilities and state secondary complex.

17 (2) The department shall maintain the staff and resources necessary to respond
18 to emergencies at the state capitol complex, state secondary complex, house office
19 building, Farnum building, capitol parking lot, Townsend parking ramp, the Roosevelt
20 parking ramp, and other areas as directed.

21 (3) The department shall pursue federal grants to improve the security at the
22 capitol building.

23 (4) The department may develop a phased approach for improving security at the
24 capitol building.

25 (5) The department shall dedicate a minimum of 35,000 patrol hours for the
26 state capitol complex facilities.

1 **LAW ENFORCEMENT SERVICES**

2 Sec. 17-401. (1) The department shall develop and deliver professional,
3 innovative, and quality training that supports the enforcement and public safety
4 efforts of the criminal justice community.

5 (2) The department shall provide the following performance data as provided
6 under section 219:

7 (a) The average classroom occupancy rate, with an annual goal of 55%.

8 (3) Beginning October 1, the department shall submit a report to the
9 subcommittees and the senate and house fiscal agencies within 60 days of the
10 conclusion of any trooper or motor carrier recruit school. The report shall include
11 the following:

12 (a) The number of veterans and the number of MCOLES-certified police officers
13 who commenced that recruit school.

14 (b) The number of veterans and the number of MCOLES-certified police officers
15 who concluded that recruit school.

16 (c) The number of recruits who began the school, the number of recruits who
17 graduated, and the cities or posts in which each of these recruits is assigned or
18 stationed.

19 (4) The department shall distribute and review course evaluations to ensure
20 quality training is provided.

21 **COMMISSION ON LAW ENFORCEMENT STANDARDS**

22 Sec. 17-404. (1) MCOLES shall establish standards for the selection,
23 employment, training, education, licensing, and revocation of law enforcement officers
24 and provide the basic law enforcement training curriculum for law enforcement training
25 academy programs statewide.

1 (2) MCOLES shall maintain staffing and resources necessary to update law
2 enforcement standards within 30 days of the effective date of any new legislation.

3 **CRIMINAL JUSTICE INFORMATION SYSTEMS**

4 Sec. 17-405. (1) In accordance with applicable state and federal laws and
5 regulations, the department shall maintain and ensure compliance with CJIS
6 applications and databases in support of public safety and law enforcement
7 communities.

8 (2) The department shall improve the accuracy, timeliness, and completeness of
9 criminal history information by conducting a minimum of 30 outreach activities
10 targeted to criminal justice agencies.

11 (3) The department shall provide for the compilation and publication of crime
12 statistics consistent with the uniform crime reporting (UCR) program and the national
13 incident-based report system (NIBRS).

14 (4) The department shall provide for the compilation and evaluation of traffic
15 crash reports and the maintenance of the state accident data collection system.

16 (5) The department shall make traffic crash information available to the public
17 at a reasonable cost. For bulk access to the accident records in which the vehicle
18 identification number has been collected and computerized, the department shall make
19 those records available to the public at cost, provided that the name and address have
20 been excluded.

21 (6) In accordance with applicable state and federal law and regulations, the
22 department shall provide for the maintenance and dissemination of criminal history
23 records and juvenile records, including to the extent necessary to exchange criminal
24 history records through the law enforcement information network, the interstate
25 identification index, the national crime information center, and other federal CJIS
26 databases and indices.

1 (7) In accordance with applicable state and federal law and regulations, the
2 department shall provide for the maintenance of records, including criminal history
3 records, regarding firearms licensure.

4 (8) The department shall maintain the staff and resources necessary to maintain
5 the sex offender registry and enforce the registration requirements as provided by
6 law.

7 **SCIENTIFIC ANALYSIS AND IDENTIFICATION - LABORATORY OPERATIONS**

8 Sec. 17-412. (1) The department shall provide forensic testing services to aid
9 in criminal investigations, including the examination and analysis of drugs, latent
10 prints, firearms, tool marks, explosives, questioned documents, serological and
11 toxicological samples, the processing of major crime and disaster scenes, and the
12 provision of expert testimony in criminal court cases.

13 (2) The department shall ensure its ability to maintain accreditation by the
14 American society of crime laboratory directors/laboratory accreditation board
15 (ASCLD/LAB), or other federally designated accrediting agency, as provided under 42
16 USC 14132.

17 (3) The department shall provide forensic science services with an average
18 turnaround time of 55 days, assuming an annual caseload volume commensurate with that
19 received in fiscal year 2012-2013, and shall achieve a goal of a 30-day average
20 turnaround time across all forensic science disciplines by December 31, 2016.

21 (4) The department shall provide the following data as provided in section 219:

22 (a) The average turnaround time for processing forensic evidence across all
23 disciplines.

24 (b) Forensic laboratory staffing levels, including scientists in training, and
25 vacancies.

26 (c) The number of backlogged cases in each discipline.

1 (5) The department shall maintain the staffing and resources necessary to
2 provide lab operations services with a goal of decreasing firearms backlog by 20% per
3 year until eliminated, assuming an annual caseload volume of 5,200 cases received.

4 (6) The department shall maintain the staffing and resources necessary to
5 provide lab operations services with a goal of decreasing toxicology backlog by 15%
6 per year until eliminated, assuming an annual caseload volume of 20,000 cases
7 received.

8 **SCIENTIFIC ANALYSIS AND IDENTIFICATION - DNA ANALYSIS PROGRAM**

9 Sec. 17-413. (1) The department shall provide for forensic testing and
10 analysis/ profiling of DNA evidence to aid criminal investigations by law enforcement
11 agencies in this state.

12 (2) If changes are made to the department's protocol for retaining and purging
13 DNA analysis samples and records, the department shall post a copy of the protocol
14 changes on the department's website.

15 (3) The department shall maintain the staffing and resources necessary to
16 provide DNA analysis services with a goal of decreasing backlogs by 15% per year until
17 eliminated, assuming an annual caseload volume of 10,500 cases received.

18 **SCIENTIFIC ANALYSIS AND IDENTIFICATION - BIOMETRICS AND IDENTIFICATION**

19 Sec. 17-414. (1) The purpose of the biometrics and identification division is
20 to cooperate with all law enforcement agencies within the state by providing services
21 including the specialized use of identification databases and technologies for the
22 purpose of identifying criminals. This includes the use of unique physiological
23 characteristics, such as fingerprints, palm prints, and DNA. The biometrics and
24 identification division shall house and manage the automated fingerprint
25 identification system (AFIS), the statewide network of agency photographs, and

1 combined offender DNA index system (CODIS) biometric databases.

2 (2) The department shall provide data on the number of 10-print and palm-print
3 submissions to the AFIS database, with a goal of at least 97% of submissions provided
4 electronically as provided in section 219.

5 (3) The department shall provide information on the number of fingerprint
6 checks processed and background checks processed through the Internet criminal history
7 access tool (ICHAT).

8 SCIENTIFIC ANALYSIS AND IDENTIFICATION-SEXUAL ASSAULT KIT INITIATIVE

9 Sec. 17-415. From the funds appropriated in part 1 for sexual assault kit
10 initiative, the department shall establish the sexual assault kit initiative in the
11 current fiscal year. The purpose of this new initiative is to improve the case
12 clearance rates and turnaround times for the collection, submission, and timely
13 testing of all criminal sexual conduct kits.

14 FIELD SERVICES

15 Sec. 17-501. (1) The department shall enforce the criminal and civil laws of
16 this state, including traffic safety and enforcement.

17 (2) The department, in keeping with its role as the general law enforcement
18 agency of the state and as the law enforcement agency of last resort for communities
19 that are either without local law enforcement resources or seriously underserved by
20 local law enforcement resources, shall provide general law enforcement assistance to
21 those communities until adequate law enforcement services can be provided to those
22 communities by other means.

23 (3) Department enlisted personnel who are employed to enforce traffic laws as
24 provided in section 629e of the Michigan vehicle code, 1949 PA 300, MCL 257.629e,
25 shall not be prohibited from responding to crimes in progress or other emergency

1 situations and are responsible for protecting every citizen of this state from harm.

2 (4) The department shall maintain the staffing and resources necessary to make
3 contacts per patrol hours commensurate with the service level and contact areas
4 exhibited in fiscal year 2010-2011. There shall be no degradation of road patrol
5 services to any region of this state.

6 (5) The department shall maintain the staffing and resources necessary to
7 continually work to enhance traffic safety throughout the state and shall dedicate a
8 minimum of 315,000 hours to statewide patrol, of which a minimum of 24,000 shall be
9 committed to distressed cities in this state, and 4,000 shall be committed to Belle
10 Isle.

11 (6) The department shall maintain the staffing and resources necessary to
12 perform activities to maintain a 93% compliance rate for reporting by registered sex
13 offenders.

14 (7) The department shall submit a report on or before December 1 to the
15 subcommittees and the senate and house fiscal agencies regarding the secure cities
16 initiative during the prior fiscal year.

17 **CRIMINAL INVESTIGATIONS**

18 Sec. 17-503. (1) The department shall identify and apprehend criminals through
19 criminal investigations in this state.

20 (2) The department shall maintain the staffing and resources necessary to
21 provide a comparable number of hours investigating crimes as those performed in fiscal
22 year 2012-2013.

23 (3) The department shall maintain the staffing and resources necessary to
24 annually meet or exceed a case clearance rate of 60%.

25 (4) The department shall annually provide 4 training opportunities to local law
26 enforcement partners with the goal of increasing their knowledge of gambling laws,

1 trends, and legal issues.

2 **CRIMINAL INVESTIGATIONS - TOBACCO TAX FRAUD INVESTIGATIONS**

3 Sec. 17-504. (1) The department shall provide protection to this state, its
4 economy, welfare, and vital state-sponsored programs through the prevention and
5 suppression of organized smuggling of untaxed tobacco products in the state, through
6 enforcement of the tobacco products tax act, 1993 PA 327, MCL 205.421 to 205.436, and
7 other laws pertaining to combating criminal activity in this state, by maintaining a
8 tobacco tax enforcement unit.

9 (2) The department shall submit an annual report on December 1 to the
10 subcommittees, the senate and house appropriations subcommittees on general
11 government, and the senate and house fiscal agencies that details expenditures and
12 activities related to tobacco tax enforcement for the prior fiscal year.

13 (3) The tobacco tax enforcement unit shall dedicate a minimum of 16,600 hours
14 to tobacco tax enforcement.

15 **CRIMINAL INVESTIGATIONS - FIRE INVESTIGATIONS**

16 Sec. 17-505. (1) The department shall provide fire investigation services to
17 citizens of this state through training and investigative assistance to public safety
18 agencies in this state.

19 (2) The department shall maintain the staffing and resources necessary to
20 maintain readiness to respond appropriately to at least the number of requests for
21 fire investigation services that occurred in fiscal year 2010-2011 and shall be
22 available for call out statewide 100% of the time.

23 **SPECIALIZED SERVICES**

24 Sec. 17-601. (1) The department shall provide specialized services in support

1 of, and to enhance, local, state, and federal law enforcement operations within this
2 state in accordance with all applicable state and federal laws and regulations.

3 (2) The department shall operate the Michigan intelligence operation center for
4 homeland security as the state's primary federally designated fusion center to
5 receive, analyze, gather, and disseminate threat-related information among federal,
6 state, local, tribal, and private sector partners.

7 (3) Money privately donated to the department is appropriated under part 1 to
8 be used for the purposes designated by the donor of the money, if specified.

9 (4) The department shall ensure public safety by providing public and private
10 sector partners with timely and accurate information regarding critical information
11 key resource threats as reported to or discovered by the Michigan intelligence
12 operations center for homeland security and shall increase public awareness on how to
13 report suspicious activity through website or telephone communications. The department
14 shall create monthly suspicious activity reports for public and private sector
15 partners to facilitate awareness of suspicious activities affecting homeland security.

16 (5) The department shall maintain the staffing and resources necessary to
17 provide training to maintain readiness to respond appropriately to at least the number
18 of requests for specialty services which occurred in fiscal year 2010-2011.

19 (6) The canine unit shall be available for call out statewide 100% of the time.

20 (7) The bomb squad unit shall be available for call out statewide 100% of the
21 time.

22 (8) The emergency support teams shall be available for call out statewide 100%
23 of the time.

24 (9) The underwater recovery unit shall be available for call out statewide 100%
25 of the time.

26 (10) Aviation services shall be available for call out statewide 100% of the
27 time, unless prohibited by weather or unexpected mechanical breakdowns.

1 **COMMERCIAL VEHICLE ENFORCEMENT**

2 Sec. 17-602. (1) The department shall maintain commercial vehicle enforcement
3 activities, including enforcement of requirements concerning size, weight, and load
4 restrictions; operating authority; registration; fuel taxes; the transportation of
5 hazardous materials; the operations of new entrants; and commercial driver's licenses.

6 (2) The department shall maintain the staffing and resources necessary to
7 annually inspect at least 57,000 commercial vehicles.

8 **EMERGENCY MANAGEMENT AND HOMELAND SECURITY**

9 Sec. 17-606. (1) The department shall coordinate the mitigation, preparation,
10 response, and recovery activities of municipal, county, state, and federal
11 governments, and other governmental entities, for all hazards, disasters, and
12 emergencies.

13 (2) The state director of emergency management may expend money appropriated
14 under part 1 to call upon any agency or department of the state or any resource of the
15 state to protect life or property or to provide for the health or safety of the
16 population in any area of the state in which the governor proclaims a state of
17 emergency or state of disaster under 1945 PA 302, MCL 10.31 to 10.33, or under the
18 emergency management act, 1976 PA 390, MCL 30.401 to 30.421. The state director of
19 emergency management may expend the amounts the director considers necessary to
20 accomplish these purposes. The director shall submit to the state budget director as
21 soon as possible a complete report of all actions taken under the authority of this
22 section. The report shall contain, as a separate item, a statement of all money
23 expended that is not reimbursable from federal money. The state budget director shall
24 review the expenditures and submit recommendations to the legislature in regard to any
25 possible need for a supplemental appropriation.

1 (3) In addition to the money appropriated in part 1, the department may receive
2 and expend money from local, private, federal, or state sources for the purpose of
3 providing emergency management training to local or private interests and for the
4 purpose of supporting emergency preparedness, response, recovery, and mitigation
5 activity. If additional expenditure authorization in the Michigan administrative
6 information network is approved by the state budget office under this section, the
7 department and the state budget office shall notify the subcommittees and the senate
8 and house fiscal agencies within 10 days after the approval. The notification shall
9 include the amount and source and the additional authorization, the date of its
10 approval, and the projected use of funds to be expended under the authorization.

11 (4) The department shall foster, promote, and maintain partnerships to protect
12 this state and homeland from all hazards.

13 (5) The department shall maintain the staffing and resources necessary to do
14 all of the following:

15 (a) Serve approximately 105 local emergency management preparedness programs
16 and 88 local emergency planning committees in this state.

17 (b) Operate and maintain the state's emergency operations center and provide
18 command and control in support of emergency response services.

19 (c) Maintain readiness, including training and equipment to respond to civil
20 disorders and natural disasters commensurate with the capabilities of fiscal year
21 2010-2011.

22 (d) Perform hazardous materials response training.

23 (6) The department shall conduct a minimum of 3 training sessions to enhance
24 safe response in the event of natural or manmade incidents, emergencies, or disasters.

25 (7) In addition to the funds appropriated in part 1, there is appropriated from
26 the disaster and emergency contingency fund up to \$800,000.00 to cover costs related
27 to any disaster or emergency as defined in the emergency management act, 1976 PA 390,

1 MCL 30.401 to 30.421. Funds shall be expended as provided under sections 18 and 19 of
2 the emergency management act, 1976 PA 390, MCL 30.418 and 30.419, and R 30.51 to R
3 30.61 of the Michigan administrative code.

4 (8) Funds in the disaster and emergency contingency fund shall not be expended
5 unless the state budget director approves the expenditure and the department and the
6 state budget office notify the senate and house appropriations committees. No later
7 than December 1, the department shall provide an annual report to the senate and house
8 appropriations committees, the senate and house fiscal agencies, and the state budget
9 office on the use of the disaster and emergency contingency fund during the prior
10 fiscal year.

11 HIGHWAY SAFETY PLANNING

12 Sec. 17-608. The department shall provide for the planning, administration, and
13 implementation of highway traffic safety programs to save lives and reduce injuries on
14 Michigan roads in partnership with other public and private organizations.

15 HIGHWAY SAFETY PLANNING - SECONDARY ROAD PATROL PROGRAM

16 Sec. 17-610. (1) The department shall provide funding to county sheriffs to
17 patrol secondary roads.

18 (2) The sheriffs' duties under the secondary road patrol program, as outlined
19 in section 76(2) of 1846 RS 14, MCL 51.76, are to patrol and monitor traffic
20 violations; to enforce the criminal laws of this state, violations of which are
21 observed by or brought to the attention of the sheriff's department while patrolling
22 and monitoring secondary roads; to investigate accidents involving motor vehicles; and
23 to provide emergency assistance to persons on or near a highway or road the sheriff is
24 patrolling and monitoring.

25 (3) The department shall provide the following information on secondary road

1 patrol activities supported by appropriations:

2 (a) The number of full-time equivalent county sheriff secondary road patrol
3 deputies.

4 (b) The number of hours dedicated to patrol under the secondary road patrol
5 program, with an annual goal of at least 178,000 hours.

6 (4) The information required to be reported under subsection (3) shall be
7 reported for each quarter of the fiscal year. However, the department may submit this
8 information on a semiannual basis.

Article 18

DEPARTMENT OF TECHNOLOGY, MANAGEMENT AND BUDGET

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 18-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of technology, management and budget are appropriated for the fiscal year ending September 30, 2016, and are anticipated to be appropriated for the fiscal year ending September 30, 2017, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

DEPARTMENT OF TECHNOLOGY, MANAGEMENT AND BUDGET

APPROPRIATION SUMMARY

Full-time equated unclassified positions.....	6.0	6.0
Full-time equated classified positions.....	2,833.0	2,833.0
GROSS APPROPRIATION	\$ 1,264,906,300	\$ 1,262,305,800
Total interdepartmental grants and intradepartmental transfers.....	678,478,500	677,878,500
ADJUSTED GROSS APPROPRIATION	\$ 586,427,800	\$ 584,427,300
Total federal revenues	7,997,300	7,997,300
Total local revenues	3,587,700	3,587,700
Total private revenues	190,100	190,100
Total other state restricted revenues	95,771,900	95,771,900
State general fund/general purpose	\$ 478,880,800	\$ 476,880,300
<i>State general fund/general purpose schedule:</i>		
Ongoing state general fund/general purpose	476,880,300	476,880,300
One-time state general fund/general purpose	2,000,500	0

1	Sec. 18-102. EXECUTIVE DIRECTION			
2	Full-time equated unclassified positions.....	6.0		6.0
3	Full-time equated classified positions.....	12.0		12.0
4	Unclassified positions-6.0 FTE positions	\$ 837,000	\$	837,000
5	Executive operations-12.0 FTE positions	<u>2,316,500</u>		<u>2,316,500</u>
6	GROSS APPROPRIATION	\$ 3,153,500	\$	3,153,500
7	Appropriated from:			
8	Interdepartmental grant revenues:			
9	IDG from building occupancy and parking charges	218,900		218,900
10	IDG from technology user fees	1,965,500		1,965,500
11	Special revenue funds:			
12	Special revenue, internal service and pension trust funds	292,900		292,900
13	State general fund/general purpose	\$ 676,200	\$	676,200
14	Sec. 18-103. DEPARTMENT SERVICES			
15	Full-time equated classified positions.....	714.5		714.5
16	Administrative services-132.5 FTE positions	\$ 17,570,900	\$	17,570,900
17	Budget and financial management-135.0 FTE positions ...	17,620,800		17,620,800
18	Office of the state employer-23.0 FTE positions	3,362,400		3,362,400
19	Design and construction services-40.0 FTE positions ...	6,375,600		6,375,600
20	Business support services-97.0 FTE positions	11,276,700		11,276,700
21	Building operation services-210.0 FTE positions	91,946,300		91,946,300
22	Building occupancy charges, rent, and utilities	7,627,000		7,627,000
23	Motor vehicle fleet-35.0 FTE positions	74,181,300		74,181,300
24	Information technology services and projects	29,613,800		29,613,800
25	Bureau of labor market information and strategies-			
26	42.0 FTE positions	<u>5,376,400</u>		<u>5,376,400</u>
27	GROSS APPROPRIATION	\$ 264,951,200	\$	264,951,200

1	Appropriated from:		
2	Interdepartmental grant revenues:		
3	IDG from accounting service center user charges	2,671,400	2,671,400
4	IDG from building occupancy and parking charges	94,034,600	94,034,600
5	IDG from MDLARA	100,000	100,000
6	IDG from motor transport fund	74,181,300	74,181,300
7	IDG from MDCH	481,900	481,900
8	IDG from MDHS	212,600	212,600
9	IDG from user fees	6,695,100	6,695,100
10	IDG from technology user fees	7,429,200	7,429,200
11	Federal revenues:		
12	Federal funds	4,934,700	4,934,700
13	Special revenue funds:		
14	Local-MPSCS subscriber and maintenance fees	60,100	60,100
15	Deferred compensation	2,600	2,600
16	Health management funds	2,219,200	2,219,200
17	MAIN user charges	4,434,900	4,434,900
18	Pension trust funds	7,413,800	7,413,800
19	Special revenue, internal service, and pension trust funds	17,115,100	17,115,100
20	State restricted indirect funds	3,392,200	3,392,200
21	State general fund/general purpose	\$ 39,572,500	\$ 39,572,500
22	Sec. 18-104. TECHNOLOGY SERVICES		
23	Full-time equated classified positions	1,479.5	1,479.5
24	Education services-29.0 FTE positions	\$ 4,100,200	\$ 4,100,200
25	Health and human services-617.5 FTE positions	282,038,800	28,038,800
26	Public protection-154.5 FTE positions	51,772,600	51,772,600
27	Resources services-146.5 FTE positions	19,694,900	19,694,900

1	Transportation services-89.5 FTE positions	30,831,400	30,831,400
2	General services-329.5 FTE positions	93,717,000	93,717,000
3	Enterprisewide information technology investments	70,000,000	70,000,000
4	Homeland security initiative/cyber security-13.0 FTE		
5	positions.....	9,063,500	9,063,500
6	Michigan public safety communications system-100.0 FTE		
7	positions.....	<u>39,842,400</u>	<u>39,842,400</u>
8	GROSS APPROPRIATION	\$ 601,060,800	\$ 601,060,800
9	Appropriated from:		
10	Interdepartmental grant revenues:		
11	IDG from technology user fees	482,154,900	482,154,900
12	Special revenue funds:		
13	Local-MPSCS subscriber and maintenance fees	2,209,900	2,209,900
14	State general fund/general purpose	\$ 116,696,000	\$ 116,696,000
15	Sec. 18-105. STATEWIDE APPROPRIATIONS		
16	Professional development fund - MPE, SEIU, scientific,		
17	and engineering unit.....	\$ 150,000	\$ 150,000
18	Professional development fund - NERE	250,000	250,000
19	Professional development fund - UAW	<u>702,600</u>	<u>702,600</u>
20	GROSS APPROPRIATION	\$ 1,102,600	\$ 1,102,600
21	Appropriated from:		
22	Interdepartmental grant revenues:		
23	IDG from employer contributions	1,102,600	1,102,600
24	Special revenue funds:		
25	State general fund/general purpose	\$ 0	\$ 0
26	Sec. 18-106. SPECIAL PROGRAMS		
27	Full-time equated classified positions.....	181.0	181.0

1	Building occupancy charges - property management services			
2	for executive/legislative building occupancy.....	\$	1,096,700	\$ 1,096,700
3	Retirement services-162.0 FTE positions		27,209,000	27,209,000
4	Office of children's ombudsman-14.0 FTE positions		1,767,300	1,767,300
5	Office of urban initiatives-5.0 FTE positions		2,500,000	2,500,000
6	Public private partnership		1,500,000	1,500,000
7	Regional prosperity grants		<u>2,500,000</u>	<u>2,500,000</u>
8	GROSS APPROPRIATION	\$	36,573,000	\$ 36,573,000
9	Appropriated from:			
10	Special revenue funds:			
11	Deferred compensation		2,800,000	2,800,000
12	Pension trust funds		19,164,200	19,164,200
13	Public private partnership investment fund		1,500,000	1,500,000
14	State general fund/general purpose	\$	13,108,800	\$ 13,108,800
15	Sec. 18-107. STATE BUILDING AUTHORITY RENT			
16	State building authority rent - state agencies	\$	52,265,800	\$ 52,265,800
17	State building authority rent - department of corrections		36,829,900	36,829,900
18	State building authority rent - universities		135,995,300	135,995,300
19	State building authority rent - community colleges		<u>29,479,600</u>	<u>29,479,600</u>
20	GROSS APPROPRIATION	\$	254,570,600	\$ 254,570,600
21	Appropriated from:			
22	Special revenue funds:			
23	State general fund/general purpose	\$	254,570,600	\$ 254,570,600
24	Sec. 18-108. CIVIL SERVICE COMMISSION			
25	Full-time equated classified positions		446.0	446.0
26	Agency services-74.0 FTE positions	\$	11,975,900	\$ 11,975,900
27	Executive direction-40.0 FTE positions		9,778,700	9,778,700

1	Employee benefits-16.0 FTE positions	5,667,300	5,667,300
2	Training	1,300,000	1,300,000
3	Human resources operations-316.0 FTE positions	35,878,600	35,878,600
4	Information technology services and projects	<u>3,293,600</u>	<u>3,293,600</u>
5	GROSS APPROPRIATION	\$ 67,894,100	\$ 67,894,100
6	Appropriated from:		
7	Interdepartmental grant revenues:		
8	IDG, training charges	1,300,000	1,300,000
9	IDG, 1% special funds	3,330,500	3,330,500
10	Federal revenues:		
11	Federal funds 1%	3,062,600	3,062,600
12	Special revenue funds:		
13	Local funds 1%	1,317,700	1,317,700
14	Private funds 1%	190,100	190,100
15	State restricted funds 1%	21,197,900	21,197,900
16	State restricted indirect funds	7,681,300	7,681,300
17	State sponsored group insurance	2,737,200	2,737,200
18	State sponsored group insurance, flexible spending		
19	accounts and COBRA	5,820,600	5,820,600
20	State general fund/general purpose	\$ 21,256,200	\$ 21,256,200
21	Sec. 18-109. CAPITAL OUTLAY		
22	Major special maintenance, remodeling, and additions for		
23	state agencies	\$ 2,000,000	\$ 2,000,000
24	Enterprisewide special maintenance for state facilities	<u>31,000,000</u>	<u>31,000,000</u>
25	GROSS APPROPRIATION	\$ 33,000,000	\$ 33,000,000
26	Appropriated from:		
27	Interdepartmental grant revenues:		

1	IDG from building occupancy charges	2,000,000	2,000,000
2	Special revenue funds:		
3	State general fund/general purpose	\$ 31,000,000	\$ 31,000,000
4	Sec. 18-110. ONE-TIME APPROPRIATIONS		
5	Technology services funding	\$ 600,000	\$ 0
6	Legal services	2,000,000	0
7	Capital outlay - University, community college and		
8	state agency planning authorization - Lake Superior state		
9	university, center for freshwater research and education -		
10	for program and planning to be paid for from university		
11	resources (estimated total authorized cost \$10,500,000;		
12	state share \$7,875,000; university share \$2,625,000) .	100	0
13	Capital outlay - University, community college and		
14	state agency planning authorization - university of		
15	Michigan - Dearborn, engineering laboratory building		
16	replacement - for program and planning to be paid for		
17	from university resources (estimated total authorized		
18	cost \$90,000,000; state share \$30,000,000; university		
19	share \$60,000,000)	100	0
20	Capital outlay - University, community college and		
21	state agency planning authorization - university of		
22	Michigan - Ann Arbor, school of dentistry renovation		
23	and addition - for program and planning to be paid for		
24	from university resources (estimated total authorized		
25	cost \$122,000,000; state share \$30,000,000; university		
26	share \$92,000,000)	100	0
27	Capital outlay - University, community college and		

1	state agency planning authorization - Delta college,			
2	Saginaw center - for program and planning to be paid			
3	for from community college resources (estimated total			
4	authorized cost \$12,614,000; state share \$6,307,000;			
5	community college share \$6,307,000)		100	0
6	Capital outlay - University, community college and			
7	state agency planning authorization - C.S. Mott			
8	community college, southern lakes branch center			
9	renovation - for program and planning to be paid for			
10	from community college resources (estimated total			
11	authorized cost \$4,045,600; state share \$2,022,800;			
12	community college share \$2,022,800)		<u>100</u>	<u>0</u>
13	GROSS APPROPRIATION	\$	2,600,500	\$ 0
14	Appropriated from:			
15	Interdepartmental grant revenues:			
16	IDG from technology user fees		600,000	0
17	Special revenue funds:			
18	State general fund/general purpose	\$	2,000,500	\$ 0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2016

GENERAL SECTIONS

Sec. 18-201. 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 2015-2016 is \$574,652,700.00 and state spending from state resources to be paid to local units

1 of government for fiscal year 2015-2016 is \$0.00.

2 Sec. 18-202. The appropriations authorized under this article are subject to
3 the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

4 Sec. 18-203. As used in this article:

5 (a) "COBRA" means the consolidated omnibus budget reconciliation act of 1985,
6 Public Law 99-272, 100 Statute 82.

7 (b) "Department" or "DTMB" means the department of technology, management and
8 budget.

9 (c) "FTE" means full-time equated.

10 (d) "IDG" means interdepartmental grant.

11 (e) "MAIN" means the Michigan administrative information network.

12 (f) "MDCH" means the Michigan department of community health.

13 (g) "MDLARA" means the Michigan department of licensing and regulatory affairs.

14 (h) "MDHS" means the Michigan department of human services.

15 (i) "MPE" means the Michigan public employees.

16 (j) "MPSCS" means the Michigan public safety communication system.

17 (k) "NERE" means nonexclusively represented employees.

18 (l) "SEIU" means the service employees international union.

19 (m) "UAW" means the united auto workers.

20 Sec. 18-206. The department shall cooperate with the department of technology,
21 management and budget to maintain a searchable website accessible by the public at no
22 cost that includes, but is not limited to, all of the following for each department or
23 agency:

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, including the vendor
27 name, payment date, payment amount, and payment description.

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

2 (e) Job specifications and wage rates.

3 Sec. 18-208. The departments and agencies receiving appropriations in part 1
4 shall use the Internet to fulfill the reporting requirements of this article. This
5 requirement may include transmission of reports via electronic mail to the recipients
6 identified for each reporting requirement, or it may include placement of reports on
7 an Internet or Intranet site.

8 Sec. 18-209. Funds appropriated in part 1 shall not be used for the purchase of
9 foreign goods or services, or both, if competitively priced and of comparable quality
10 American goods or services, or both, are available. Preference shall be given to goods
11 or services, or both, manufactured or provided by Michigan businesses, if they are
12 competitively priced and of comparable quality. In addition, preference should be
13 given to goods or services, or both, that are manufactured or provided by Michigan
14 businesses owned and operated by veterans, if they are competitively priced and of
15 comparable quality.

16 Sec. 18-210. The director of each department receiving appropriations in part 1
17 shall take all reasonable steps to ensure businesses in deprived and depressed
18 communities compete for and perform contracts to provide services or supplies, or
19 both. Each director shall strongly encourage firms with which the department contracts
20 to subcontract with certified businesses in depressed and deprived communities for
21 services, supplies, or both.

22 Sec. 18-216. The departments and agencies receiving appropriations in part 1
23 shall prepare a report on out-of-state travel expenses not later than January 1 of
24 each year. The travel report shall be a listing of all travel by classified and
25 unclassified employees outside this state in the immediately preceding fiscal year
26 that was funded in whole or in part with funds appropriated in the department's
27 budget. The report shall be submitted to the senate and house appropriations

1 committees, the house and senate fiscal agencies, and the state budget director. The
2 report shall include the following information:

3 (a) The dates of each travel occurrence.

4 (b) The transportation and related costs of each travel occurrence, including
5 the proportion funded with state general fund/general purpose revenues, the proportion
6 funded with state restricted revenues, the proportion funded with federal revenues,
7 and the proportion funded with other revenues.

8 Sec. 18-219. The department shall maintain, on a publicly accessible website, a
9 department scorecard that identifies, tracks and regularly updates key metrics that
10 are used to monitor and improve the agency's performance.

11 Sec. 18-226. Funds appropriated in part 1 shall not be used by a principal
12 executive department, state agency, or authority to hire a person to provide legal
13 services that are the responsibility of the attorney general. This prohibition does
14 not apply to legal services for bonding activities and for those outside services that
15 the attorney general authorizes.

16 Sec. 18-227. Within 14 days after the release of the executive budget
17 recommendation, the department shall cooperate with the state budget office to provide
18 the senate and house appropriations chairs, the senate and house appropriations
19 subcommittees chairs, and the senate and house fiscal agencies with an annual report
20 on estimated state restricted fund balances, state restricted fund projected revenues,
21 and state restricted fund expenditures for the fiscal years ending September 30, 2015
22 and September 30, 2016.

23 Sec. 18-228. Not later than November 30, the state budget office shall prepare
24 and transmit a report that provides for estimates of the total general fund/general
25 purpose appropriation lapses at the close of the prior fiscal year. This report shall
26 summarize the projected year-end general fund/general purpose appropriation lapses by
27 major departmental program or program areas. The report shall be transmitted to the

1 chairpersons of the senate and house appropriations committees, and the senate and
2 house fiscal agencies.

3 Sec. 18-233. In addition to the general fund/general purpose appropriations for
4 special maintenance, remodeling, and addition-state facilities in part 1, there is
5 also appropriated related federal and state restricted funds up to the amounts that
6 will be earned based upon the initiatives undertaken with the funds in part 1. The
7 state budget director shall determine and authorize the appropriate manner for
8 implementing this section.

9 Sec. 18-234. In addition to the general fund/general purpose appropriations for
10 enterprisewide information technology investments in part 1, there is also
11 appropriated related federal and state restricted funds up the amounts that will be
12 earned based upon the initiatives undertaken with the funds in part 1. The state
13 budget director shall determine and authorize the appropriate manner for implementing
14 this section.

15 **DEPARTMENT OF TECHNOLOGY, MANAGEMENT AND BUDGET**

16 Sec. 18-801. (1) In addition to the funds appropriated in part 1, there is
17 appropriated an amount not to exceed \$4,000,000.00 for federal contingency funds.
18 These funds are not available for expenditure until they have been transferred to
19 another line item in this article under section 393(2) of the management and budget
20 act, 1984 PA 431, MCL 18.1393.

21 (2) In addition to the funds appropriated in part 1, there is appropriated an
22 amount not to exceed \$8,000,000.00 for state restricted contingency funds. These funds
23 are not available for expenditure until they have been transferred to another line
24 item in this article under section 393(2) of the management and budget act, 1984 PA
25 431, MCL 18.1393.

26 (3) In addition to the funds appropriated in part 1, there is appropriated an

1 amount not to exceed \$150,000.00 for local contingency funds. These funds are not
2 available for expenditure until they have been transferred to another line item in
3 this article under section 393(2) of the management and budget act, 1984 PA 431, MCL
4 18.1393.

5 (4) In addition to the funds appropriated in part 1, there is appropriated an
6 amount not to exceed \$100,000.00 for private contingency funds. These funds are not
7 available for expenditure until they have been transferred to another line item in
8 this article under section 393(2) of the management and budget act, 1984 PA 431, MCL
9 18.1393.

10 Sec. 18-802. Proceeds in excess of necessary costs incurred in the conduct of
11 transfers or auctions of state surplus, salvage, or scrap property made pursuant to
12 section 267 of the management and budget act, 1984 PA 431, MCL 18.1267, are
13 appropriated to the department of technology, management and budget to offset costs
14 incurred in the acquisition and distribution of federal surplus property. The
15 department of technology, management and budget shall provide consolidated Internet
16 auction services through the state's contractors for all local units of government.

17 Sec. 18-803. (1) The department of technology, management and budget may
18 receive and expend funds in addition to those authorized by part 1 for maintenance and
19 operation services provided specifically to other principal executive departments or
20 state agencies, the legislative branch, the judicial branch, or private tenants, or
21 provided in connection with facilities transferred to the operational jurisdiction of
22 the department of technology, management and budget.

23 (2) The department of technology, management and budget may receive and expend
24 funds in addition to those authorized by part 1 for real estate, architectural,
25 design, and engineering services provided specifically to other principal executive
26 departments or state agencies, the legislative branch, or the judicial branch.

27 (3) The department of technology, management and budget may receive and expend

1 funds in addition to those authorized in part 1 for mail pickup and delivery services
2 provided specifically to other principal executive departments and state agencies, the
3 legislative branch, or the judicial branch.

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

8 Sec. 18-804. (1) The source of financing in part 1 for statewide appropriations
9 shall be funded by assessments against longevity and insurance appropriations
10 throughout state government in a manner prescribed by the department of technology,
11 management and budget. Funds shall be used as specified in joint labor/management
12 agreements or through the coordinated compensation hearings process. Any deposits made
13 under this subsection and any unencumbered funds are restricted revenues, may be
14 carried over into the succeeding fiscal years, and are appropriated.

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

20 Sec. 18-805. To the extent a specific appropriation is required for a detailed
21 source of financing included in part 1 for the department of technology, management
22 and budget appropriations financed from special revenue and internal service and
23 pension trust funds, or MAIN user charges, the specific amounts are appropriated
24 within the special revenue internal service and pension trust funds in portions not to
25 exceed the aggregate amount appropriated in part 1.

26 Sec. 18-806. In addition to the funds appropriated in part 1 to the department
27 of technology, management and budget, the department may receive and expend funds from

1 other principal executive departments and state agencies to implement administrative
2 leave bank transfer provisions as may be specified in joint labor/management
3 agreements. The amounts may also be transferred to other principal executive
4 departments and state agencies under the joint agreement and any amounts transferred
5 under the joint agreement are authorized for receipt and expenditure by the receiving
6 principal executive department or state agency. Any amounts received by the department
7 of technology, management and budget under this section and intended, under the joint
8 labor/management agreements, to be available for use beyond the close of the fiscal
9 year and any unencumbered funds may be carried over into the succeeding fiscal year.

10 Sec. 18-807. The source of financing in part 1 for the Michigan administrative
11 information network shall be funded by proportionate charges assessed against the
12 respective state funds benefiting from this project in the amounts determined by the
13 department.

14 Sec. 18-808. (1) Deposits against the interdepartmental grant from building
15 occupancy and parking charges appropriated in part 1 shall be collected, in part, from
16 state agencies, the legislative branch, and the judicial branch based on estimated
17 costs associated with maintenance and operation of buildings managed by the department
18 of technology, management and budget. To the extent excess revenues are collected due
19 to estimates of building occupancy charges exceeding actual costs, the excess revenues
20 may be carried forward into succeeding fiscal years for the purpose of returning funds
21 to state agencies.

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

25 Sec. 18-809. On a quarterly basis the department of technology, management and
26 budget shall notify the chairpersons of the senate and house of representatives
27 standing committees on appropriations and the chairpersons of the senate and house of

1 representatives standing committees on appropriations subcommittees on general
2 government on any revisions that increase or decrease current contracts by more than
3 \$500,000.00 for computer software development, hardware acquisition, or quality
4 assurance.

5 Sec. 18-811. The department of technology, management and budget may receive
6 and expend funds from the Vietnam veterans memorial monument fund as provided in the
7 Michigan Vietnam veterans memorial act, 1988 PA 234, MCL 35.1051 to 35.1057. Funds are
8 appropriated and allocated when received and may be expended upon receipt.

9 Sec. 18-812. The Michigan veterans' memorial park commission may receive and
10 expend money from any source, public or private, including, but not limited to, gifts,
11 grants, donations of money, and government appropriations, for the purposes described
12 in Executive Order No. 2001-10. Funds are appropriated and allocated when received and
13 may be expended upon receipt. Any deposits made under this section and unencumbered
14 funds are restricted revenues and may be carried over into succeeding fiscal years.

15 Sec. 18-813. (1) Funds in part 1 for motor vehicle fleet are appropriated to
16 the department of technology, management and budget for administration and for the
17 acquisition, lease, operation, maintenance, repair, replacement, and disposal of state
18 motor vehicles.

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

24 (3) Pursuant to the department of technology, management and budget's authority
25 under sections 213 and 215 of the management and budget act, 1984 PA 431, MCL 18.1213
26 and 18.1215, the department shall maintain a plan regarding the operation of the motor
27 vehicle fleet. The plan shall include the number of vehicles assigned to, or

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

15 (4) The department of technology, management and budget may charge state
16 agencies for fuel cost increases that exceed \$3.04 per gallon of unleaded gasoline.
17 The department shall notify state agencies, in writing or by electronic mail, at least
18 30 days before implementing additional charges for fuel cost increases. Revenues
19 received from these charges are appropriated upon receipt.

20 (5) The state budget director, upon notification to the senate and house of
21 representatives standing committees on appropriations, may adjust spending
22 authorization and the IDG from motor transport fund in the department of technology,
23 management and budget budget in order to ensure that the appropriations for motor
24 vehicle fleet in the department budget equal the expenditures for motor vehicle fleet
25 in the budgets for all executive branch agencies.

26 Sec. 18-814. The department of technology, management and budget shall develop
27 a plan regarding the use of funds appropriated in part 1 for the enterprisewide

1 information technology investments. The plan shall include, but not be limited to, a
2 description of proposed information technology investments, the time frame for
3 completion of the information technology investments, the proposed cost of the
4 information technology investments, the number of employees assigned to implement each
5 information technology investment, the contracts entered into for each information
6 technology investment, and any other information the department deems necessary. The
7 plan shall be distributed to the senate and house of representatives standing
8 committees on appropriations subcommittees on general government, the senate and house
9 fiscal agencies, and the state budget office, by February 1.

10 Sec. 18-814a. From the increased funds appropriated in part 1 for
11 enterprisewide information technology investments, the department shall increase the
12 funding available for the information technology investment fund. The purpose of this
13 program expansion is modernization of state information technology systems,
14 improvement of the state's cyber security framework, and to achieve efficiencies.

15 Sec. 18-818. In addition to the funds appropriated in part 1, the department of
16 technology, management and budget may receive and expend money from the Michigan law
17 enforcement officers memorial monument fund as provided in the Michigan law
18 enforcement officers memorial act, 2004 PA 177, MCL 28.781 to 28.787.

19 Sec. 18-819. In addition to the funds appropriated in part 1, the department of
20 technology, management and budget may receive and expend money from the Ronald Wilson
21 Reagan memorial monument fund as provided in the Ronald Wilson Reagan memorial
22 monument fund commission act, 2004 PA 489, MCL 399.261 to 399.266.

23 Sec. 18-820. The department shall make available to the public a list of all
24 parcels of real property owned by the state that are available for purchase. The list
25 shall be posted on the Internet through the department's website.

26 Sec. 18-822a. Total authorized appropriations from all sources under part 1 for
27 legacy costs for the fiscal year ending September 30, 2015 are \$76,448,100.00. From

1 this amount, total agency appropriations for pension-related legacy costs are
2 estimated at \$43,360,600.00. Total agency appropriations for retiree health care
3 legacy costs are estimated at \$33,087,500.00.

4 Sec. 18-822b. (1) A public-private partnership investment fund is created in
5 DTMB. Subject to subsections (2) and (3), public-private partnership investments shall
6 include, but are not limited to, all of the following:

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

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

9 (c) Financial and investment incentive opportunities.

10 (d) Infrastructure construction, maintenance, and operation.

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

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

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

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

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

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

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

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

10 (6) DTMB shall monitor the revenue deposited in the public-private partnership
11 investment fund created in subsection (1). If the revenue in the fund is insufficient
12 to pay the amount appropriated in part 1 for public-private partnership investment,
13 then DTMB shall propose a legislative transfer to fund the line from the
14 appropriations in part 1.

15 Sec. 18-822c. The funds appropriated in part 1 shall not be used to support any
16 staff effort, projects, consultant expenses, or any other activity related to the
17 development, financing, construction, operation, or implementation of the Detroit
18 River International Crossing or any successor project unless the project is approved
19 by the legislature and signed into law.

20 Sec. 18-822d. (1) The funds appropriated in part 1 for the regional prosperity
21 initiative are to be used as competitive grants to eligible regional planning
22 organizations qualifying for funding as a regional prosperity collaborative, a
23 regional prosperity council, or a regional prosperity board. A regional planning
24 organization may not qualify for funding under more than 1 category in the same state
25 fiscal year. An eligible regional planning organization is defined as any of the
26 following:

27 (a) An existing regional planning commission pursuant to 1945 PA 281, MCL

1 125.11 to 125.25.

2 (b) An existing regional economic development commission pursuant to 1966 PA
3 46, MCL 125.1231 to 125.1237.

4 (c) An existing metropolitan area council pursuant to 1989 PA 292, MCL 124.651
5 to 124.729.

6 (d) A Michigan metropolitan planning organization pursuant to the Moving Ahead
7 for Progress in the 21st Century Act, Public Law 112-141.

8 (2) Regional planning organizations may qualify to receive not more than
9 \$250,000.00 of incentive based funding as a regional prosperity collaborative subject
10 to meeting all of the following requirements:

11 (a) The existence or formation of a regional prosperity collaborative, defined
12 as any committee developed by a regional planning organization or a metropolitan
13 planning organization which serves to bring organizational representation together
14 from private, public, and nonprofit entities within a region for the purpose of
15 creating a phase one: regional prosperity plan, as follows:

16 (i) The collaborative must include regional representatives from adult
17 education, workforce development, community development, economic development,
18 transportation, and higher education organizations.

19 (ii) The phase one: regional prosperity plan is required, at a minimum, to
20 include a 5-year plan focused on economic growth and vitality for the region, as well
21 as a performance dashboard and measurable annual goals to support the 5-year plan.

22 (iii) The 5-year plan must address regional strategies related to adult
23 education, workforce development, economic development, transportation, higher
24 education, and business development.

25 (iv) The regional prosperity collaborative shall adopt its phase one: regional
26 prosperity plan by a minimum 2/3 majority vote of its members.

27 (b) Adherence to accountability and transparency measures required in the Open

1 Meetings Act (1976 PA 267, MCL 15.261-15.275), and requires the regional prosperity
2 collaborative to meet the following requirements:

3 (i) Convene monthly meetings, open to the public, to consider and discuss
4 issues leading to a common vision of economic prosperity for the region, including,
5 but not limited to, community development, economic development, talent, and
6 infrastructure opportunities.

7 (ii) Make available on the grant recipient's publicly accessible Internet site
8 pertinent documents, including, but not limited to, monthly meeting agendas, minutes
9 of monthly meetings, voting records, and the regional prosperity plan and performance
10 dashboard.

11 (c) The existence of a status report detailing the spending associated with
12 previous regional prosperity initiative grants. Organizations that have successfully
13 received grant awards in previous fiscal years shall be required to make available to
14 the department and on a publicly accessible Internet site information regarding the
15 use of those grant dollars.

16 (3) Regional planning organizations eligible to receive a payment as a regional
17 prosperity collaborative under subsection (2) may qualify to receive a 1-time grant of
18 not more than \$75,000.00 to produce a plan to transform the regional prosperity
19 collaborative into a regional prosperity council or regional prosperity board,
20 including necessary local formal agreements, to make recommendations that eliminate
21 duplicative efforts and administrative functions, and to leverage resources through
22 cooperation, collaboration, and consolidations of organizations or programs throughout
23 the region. Plans produced to transform the regional prosperity collaborative into a
24 regional prosperity council or regional prosperity board shall be made available on
25 the grant recipient's publicly accessible Internet site.

26 (4) Regional planning organizations may qualify to receive not more than
27 \$375,000.00 of incentive based funding as a regional prosperity council subject to

1 meeting all of the following requirements:

2 (a) The formation of a regional prosperity council, defined as a regional body
3 with representation from private, public, and nonprofit entities with shared
4 administrative services and an executive governing entity, as demonstrated by a formal
5 local agreement or agreements for the purpose of creating a phase two: regional
6 prosperity plan, as follows:

7 (i) The council must include regional representatives from adult education,
8 workforce development, community development, economic development, transportation,
9 and higher education organizations.

10 (ii) The council shall identify opportunities for shared administrative
11 services and decision-making among the private, public, and nonprofit entities within
12 the region and shall continue collaboration with regional prosperity council members,
13 including, but not limited to, representatives from adult education providers,
14 workforce development agencies, community development agencies, economic development
15 agencies, transportation service providers, and higher education institutions.

16 (iii) The phase two: regional prosperity plan is required to include, but is
17 not limited to:

18 (1) A status report of the approved 5-year plan,

19 (2) The addition of a 10-year plan for the region which builds upon prior work
20 and is focused on economic growth and vitality in the region,

21 (3) A prioritized list of regional projects,

22 (4) A performance dashboard with measurable annual goals,

23 (iv) The regional prosperity council shall adopt its phase two: regional
24 prosperity plan by a minimum 2/3 vote.

25 (b) Adherence to accountability and transparency measures required in the Open
26 Meetings Act (1976 PA 267, MCL 15.261-15.275), and requires the regional prosperity
27 council to meet the following requirements:

1 (i) Convene monthly meetings, open to the public, to consider and discuss
2 issues leading to a common vision of economic prosperity for the region, including,
3 but not limited to, community development, economic development, talent, and
4 infrastructure opportunities.

5 (ii) Make available on the grant recipient's publicly accessible Internet site
6 pertinent documents, including, but not limited to, monthly meeting agendas, minutes
7 of monthly meetings, voting records, and the regional prosperity plan and performance
8 dashboard.

9 (c) The existence of a status report detailing the spending associated with
10 previous regional prosperity initiative grants. Organizations that have successfully
11 received grant awards in previous fiscal years shall be required to make available to
12 the department and on a publicly accessible Internet site information regarding the
13 use of those grant dollars.

14 (5) Regional planning organizations eligible to receive a payment as a regional
15 prosperity council under subsection (4) may qualify to receive a 1-time grant of not
16 more than \$75,000.00 to produce a plan to transform the regional prosperity council
17 into a regional prosperity board, including a singular private/public governance
18 structure that comports with federal guidelines for governance under the workforce
19 investment act, Public Law 105-220, the moving ahead for progress in the 21st century
20 act, Public Law 112-141, the economic development administration and Appalachian
21 regional development reform act of 1998, Public Law 105-393, and recommendations to
22 eliminate duplicative efforts, administrative functions, and leverage resources
23 through cooperation, collaboration, and consolidations of organizations or programs
24 throughout the region.

25 (6) Regional planning organizations may qualify to receive not more than
26 \$500,000.00 of incentive based funding as a regional prosperity board subject to
27 meeting all of the following requirements:

1 (a) The formation of a regional prosperity board, defined as a regional body
2 with representation from private, public, and nonprofit entities engaged in joint
3 decision-making practices for the purpose of creating a phase three: regional
4 prosperity plan, as follows:

5 (i) The board, at a minimum, must demonstrate the consolidation of all regional
6 metropolitan planning organization board or boards, state designated regional planning
7 agency board or boards, workforce development board or boards, and federally
8 designated economic development district or districts within a region.

9 (ii) The board shall create a regional services recommendations report
10 prioritizing the list of state funded services and programs provided to the region,
11 and recommendations for state-regional partnerships to support the adopted regional
12 prosperity plan.

13 (iii) The phase three: regional prosperity plan is required to include a status
14 report of the approved 10-year plan for the creation of an updated regional prosperity
15 plan.

16 (iv) The regional prosperity board shall adopt its phase three: regional
17 prosperity plan by a minimum 2/3 vote of its members.

18 (b) Adherence to accountability and transparency measures required in the Open
19 Meetings Act (1976 PA 267, MCL 15.261-15.275), and requires the regional prosperity
20 board to meet the following requirements:

21 (i) Convene monthly meetings, open to the public, to consider and discuss
22 issues leading to a common vision of economic prosperity for the region, including,
23 but not limited to, community development, economic development, talent, and
24 infrastructure opportunities.

25 (ii) Make available on the grant recipient's publicly accessible Internet site
26 pertinent documents, including, but not limited to, monthly meeting agendas, minutes
27 of monthly meetings, voting records, and the regional prosperity plan and performance

1 dashboard.

2 (7) Regional planning organizations eligible to receive a payment as a regional
3 prosperity board under subsection (6) may qualify to receive not more than
4 \$125,000.00, to implement the prioritized regional prosperity plan projects.

5 (8) Regional planning organizations eligible to receive a payment as a regional
6 prosperity collaborative, board, or council may partner with other eligible regional
7 planning organizations as defined in this section to submit joint applications. In the
8 instance of a joint application, 1 regional planning organization must be utilized as
9 the overall applicant. The department may award a joint application award of no
10 greater than the sum of potential application dollars which would have otherwise been
11 available through individual applications.

12 (9) The department shall develop an application process and method of grant
13 distribution for the regional prosperity initiative. Funding applications from
14 regional planning organizations shall be due to the department by December 1, 2015.
15 The department shall notify regional planning organizations of grant application
16 status by January 1, 2016. The department shall ensure that processes are established
17 to verify that qualifying regional planning organizations meet the requirements under
18 subsections (2), (3), (4), (5), (6), and (7), as applicable.

19 (10) Unexpended funds appropriated in part 1 for the regional prosperity
20 initiative are designated as work project appropriations, and any unencumbered or
21 unallotted funds shall not lapse at the end of the fiscal year and shall be available
22 for expenditure for regional prosperity initiative projects under this section until
23 the projects have been completed. The following is in compliance with section 451a of
24 the management and budget act, 1984 PA 431, MCL 18.1451a:

25 (a) The purpose of the projects is to provide incentive-based grants to
26 recipients under this section.

27 (b) The projects will be accomplished by grants to qualified regional planning

1 organizations.

2 (c) The total estimated cost of all projects is \$2,500,000.00.

3 (d) The estimated completion date is September 30, 2020.

4 **INFORMATION TECHNOLOGY**

5 Sec. 18-823. (1) The department of technology, management and budget may sell
6 and accept paid advertising for placement on any state website under its jurisdiction.
7 The department shall review and approve the content of each advertisement. The
8 department may refuse to accept advertising from any person or organization or require
9 modification to advertisements based upon criteria determined by the department.
10 Revenue received under this subsection shall be used for operating costs of the
11 department and for future technology enhancements to state of Michigan e-government
12 initiatives. Funds received under this subsection shall be limited to \$250,000.00. Any
13 funds in excess of \$250,000.00 shall be deposited in the state general fund.

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

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

26 Sec. 18-824. The department of technology, management and budget may enter into

1 agreements to supply spatial information and technical services to other principal
2 executive departments, state agencies, local units of government, and other
3 organizations. The department of technology, management and budget may receive and
4 expend funds in addition to those authorized in part 1 for providing information and
5 technical services, publications, maps, and other products. The department of
6 technology, management and budget may expend amounts received for salaries, supplies,
7 and equipment necessary to provide informational products and technical services.

8 Sec. 18-825. The legislature shall have access to all historical and current
9 data contained within MAIN pertaining to state departments. State departments shall
10 have access to all historical and current data contained within MAIN.

11 Sec. 18-826. When used in this part and part 1, "information technology
12 services" means services involving all aspects of managing and processing information,
13 including, but not limited to, all of the following:

14 (a) Application and mobile development and maintenance.

15 (b) Desktop computer support and management.

16 (c) Cyber security.

17 (d) Social media.

18 (e) Mainframe computer support and management.

19 (f) Server support and management.

20 (g) Local area network support and management, including, but not limited to,
21 wired and wireless network build-out, support, and management.

22 (h) Information technology project management.

23 (i) Information technology planning and budget management.

24 (j) Telecommunication services, infrastructure, and support.

25 Sec. 18-827. (1) Funds appropriated in part 1 for the Michigan public safety
26 communications system shall be expended upon approval of an expenditure plan by the
27 state budget director.

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

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

7 Sec. 18-833. (1) The state budget director, upon notification to the senate and
8 house of representatives standing committees on appropriations, may adjust spending
9 authorization and user fees in the department of technology, management and budget in
10 order to ensure that the appropriations for information technology in the department
11 budget equal the appropriations for information technology in the budgets for all
12 executive branch agencies.

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

18 Sec. 18-834. (1) Revenue collected from licenses issued under the antenna site
19 management project shall be deposited into the antenna site management revolving fund
20 created for this purpose in the department of technology, management and budget. The
21 department may receive and expend money from the fund for costs associated with the
22 antenna site management project, including the cost of a third-party site manager. Any
23 excess revenue remaining in the fund at the close of the fiscal year shall be
24 proportionately transferred to the appropriate state restricted funds as designated in
25 statute or by constitution.

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

1 processes.

2 Sec. 18-835. In addition to the funds appropriated in part 1, the funds
3 collected by the department for supplying census-related information and technical
4 services, publications, statistical studies, population projections and estimates, and
5 other demographic products are appropriated for all expenses necessary to provide the
6 required services. These funds are available for expenditure when they are received
7 and may be carried forward into the next succeeding fiscal year.

8 **STATE BUILDING AUTHORITY**

9 Sec. 18-842. (1) The state building authority rent appropriations in part 1 may
10 also be expended for the payment of required premiums for insurance on facilities
11 owned by the state building authority or payment of costs that may be incurred as the
12 result of any deductible provisions in such insurance policies.

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

18 **CIVIL SERVICE COMMISSION**

19 Sec. 18-850. (1) In accordance with section 5 of article XI of the state
20 constitution of 1963, all restricted funds shall be assessed a sum not less than 1% of
21 the total aggregate payroll paid from those funds for financing the civil service
22 commission on the basis of actual 1% restricted sources total aggregate payroll of the
23 classified service for the preceding fiscal year. This includes, but is not limited
24 to, restricted funds appropriated in part 1 of any appropriations act. Unexpended 1%
25 appropriated funds shall be returned to each 1% fund source at the end of the fiscal

1 year.

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

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

9 Sec. 18-851. Except where specifically appropriated for this purpose, financing
10 from restricted sources shall be credited to the civil service commission. For
11 restricted sources of funding within the general fund that have the legislative
12 authority for carryover, if current spending authorization or revenues are
13 insufficient to accept the charge, the shortage shall be taken from carryforward
14 balances of that funding source. Restricted revenue sources that do not have
15 carryforward authority shall be utilized to satisfy commission operating deducts first
16 and civil service obligations second. General fund dollars are appropriated for any
17 shortfall, pursuant to approval by the state budget director.

18 Sec. 18-852. The appropriation in part 1 to the civil service commission, for
19 state-sponsored group insurance, flexible spending accounts, and COBRA, represents
20 amounts, in part, included within the various appropriations throughout state
21 government for the current fiscal year to fund the flexible spending account program
22 included within the civil service commission. Deposits against state-sponsored group
23 insurance, flexible spending accounts, and COBRA for the flexible spending account
24 program shall be made from assessments levied during the current fiscal year in a
25 manner prescribed by the civil service commission. Unspent employee contributions to
26 the flexible spending accounts may be used to offset administrative costs for the
27 flexible spending account program, with any remaining balance of unspent employee

1 contributions to be lapsed to the general fund.

2 CAPITAL OUTLAY

3 Sec. 18-860. As used in sections 18-861 through 18-875:

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

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

6 (c) "Director" means the director of the department of technology, management
7 and budget.

8 (d) "JCOS" means joint capital outlay subcommittee.

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

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

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

15 Sec. 18-861. Each capital outlay project authorized in this article or any
16 previous capital outlay act shall comply with the procedures required by the
17 management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

18 Sec. 18-864. The appropriations in part 1 for capital outlay shall be carried
19 forward at the end of the fiscal year consistent with the provisions of section 248 of
20 the management and budget act, 1984 PA 431, MCL 18.1248.

21 Sec. 18-865. (1) A site preparation economic development fund is created in
22 the department of technology, management and budget. As used in this section,
23 "economic development sites" means those state-owned sites declared as surplus
24 property pursuant to section 251 of the management and budget act, 1984 PA 431, MCL
25 18.1251, that would provide economic benefit to the area or to the state. The Michigan
26 economic development corporation board and the state budget director shall determine

1 whether or not a specific state-owned site qualifies for inclusion in the fund created
2 under this subsection.

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

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

13 (4) An annual report shall be transmitted to the senate and house of
14 representatives standing committees on appropriations not later than December 31 of
15 each year. This report shall detail both of the following:

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

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

19 Sec. 18-867. Proceeds from the sale of the Farnum building shall be
20 subsequently appropriated to the department in accordance with any legislation enacted
21 that authorizes the sale of that property. If the net proceeds from the sale of the
22 Farnum building are less than the \$7,000,000.00 authorized for Senate relocation costs
23 in section 896 of article VIII of 2014 PA 252, an amount equal to the difference
24 between the net sale proceeds and \$7,000,000.00 shall be appropriated by the
25 legislature to the department.

26 CAPITAL OUTLAY - UNIVERSITIES AND COMMUNITY COLLEGES

1 Sec. 18-873. (1) This section applies only to projects for community colleges.

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

10 (3) An expenditure under this article is authorized when the release of the
11 appropriation is approved by the board upon the recommendation of the director. The
12 director may recommend to the board the release of any appropriation in part 1 only
13 after the director is assured that the legal entity operating the community college to
14 which the appropriation is made has complied with this article and has matched the
15 amounts appropriated as required by this article. A release of funds in part 1 shall
16 not exceed 50% of the total cost of planning and construction of any project, not
17 including lump-sum remodeling and additions and special maintenance, unless otherwise
18 appropriated by the legislature. Further planning and construction of a project
19 authorized by this article or applicable sections of the management and budget act,
20 1984 PA 431, MCL 18.1101 to 18.1594, shall be in accordance with the purpose and scope
21 as defined and delineated in the approved program statements and planning documents.
22 This article is applicable to all projects for which planning appropriations were made
23 in previous acts.

24 (4) The community college shall take the steps necessary to secure available
25 federal construction and equipment money for projects funded for construction in this
26 article if an application was not previously made. If there is a reasonable
27 expectation that a prior year unfunded application may receive federal money in a

1 subsequent year, the college shall take whatever action necessary to keep the
2 application active.

3 Sec. 18-874. If university and community college matching revenues are received
4 in an amount less than the appropriations for capital projects contained in this
5 article, the state funds shall be reduced in proportion to the amount of matching
6 revenue received.

7 Sec. 18-875. (1) The director may require that community colleges and
8 universities that have an authorized project listed in part 1 submit documentation
9 regarding the project match and governing board approval of the authorized project not
10 more than 60 days after the beginning the fiscal year.

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

Article 19

DEPARTMENT OF TRANSPORTATION

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 19-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of transportation are appropriated for the fiscal year ending September 30, 2016, and are anticipated to be appropriated for the fiscal year ending September 30, 2017, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

DEPARTMENT OF TRANSPORTATION

APPROPRIATION SUMMARY

Full-time equated unclassified positions.....	6.0	6.0
Full-time equated classified positions.....	2,912.3	2,912.3
GROSS APPROPRIATION	\$ 3,635,722,500	\$ 3,496,201,400
Total interdepartmental grants and intradepartmental transfers.....	3,928,500	3,928,500
ADJUSTED GROSS APPROPRIATION	\$ 3,631,794,000	\$ 3,492,272,900
Total federal revenues	1,257,488,000	1,257,488,000
Total local revenues	50,293,500	50,293,500
Total private revenues	100,000	100,000
Total other state restricted revenues	2,184,391,400	2,184,391,400
State general fund/general purpose	\$ 139,521,100	\$ 0
<i>State general fund/general purpose schedule:</i>		
Ongoing state general fund/general purpose	0	0
One-time state general fund/general purpose	139,521,100	0

1	Sec. 19-102. DEBT SERVICE		
2	State trunkline	\$ 194,617,900	\$ 194,617,900
3	Economic development	11,672,600	11,672,600
4	Local bridge fund	2,406,800	2,406,800
5	Blue Water Bridge fund	6,963,600	6,963,600
6	Airport safety and protection plan	4,997,700	4,997,700
7	Comprehensive transportation	<u>18,202,200</u>	<u>18,202,200</u>
8	GROSS APPROPRIATION	\$ 238,860,800	\$ 238,860,800
9	Appropriated from		
10	Federal revenues:		
11	Federal funds	45,766,900	45,766,900
12	Special revenue funds:		
13	Blue Water Bridge fund	6,963,600	6,963,600
14	Comprehensive transportation fund	18,202,200	18,202,200
15	Economic development fund	11,672,600	11,672,600
16	Local bridge fund	2,406,800	2,406,800
17	IRS debt service rebate	6,974,200	6,974,200
18	State aeronautics fund	4,997,700	4,997,700
19	State trunkline fund	141,876,800	141,876,800
20	State general fund/general purpose	\$ 0	\$ 0
21	Sec. 19-103. COLLECTION, ENFORCEMENT, AND OTHER AGENCY SUPPORT SERVICES		
22	MTF grant to department of environmental quality	\$ 1,310,500	\$ 1,310,500
23	MTF grant to department of state for collection of		
24	revenue and fees	20,000,000	20,000,000
25	MTF grant to department of treasury	2,700,000	2,700,000
26	MTF grant to legislative auditor general	309,600	309,600
27	STF grant to department of attorney general	2,377,300	2,377,300

1	STF grant to civil service commission	5,447,000	5,447,000
2	STF grant to department of technology, management		
3	and budget	1,136,300	1,136,300
4	STF grant to department of state police	11,413,900	11,413,900
5	STF grant to department of treasury	149,200	149,200
6	STF grant to legislative auditor general	719,100	719,100
7	SAF grant to department of attorney general	173,800	173,800
8	SAF grant to civil service commission	150,000	150,000
9	SAF grant to department of technology, management		
10	and budget	31,200	31,200
11	SAF grant to department of treasury	75,300	75,300
12	SAF grant to legislative auditor general	29,700	29,700
13	CTF grant to department of attorney general	200,100	200,100
14	CTF grant to civil service commission	200,000	200,000
15	CTF grant to department of technology, management,		
16	and budget	36,800	36,800
17	CTF grant to department of treasury	8,900	8,900
18	CTF grant to legislative auditor general	<u>38,200</u>	<u>38,200</u>
19	GROSS APPROPRIATION	\$ 46,506,900	\$ 46,506,900
20	Appropriated from:		
21	Special revenue funds:		
22	Comprehensive transportation fund	484,000	484,000
23	Michigan transportation fund	24,320,100	24,320,100
24	State aeronautics fund	460,000	460,000
25	State trunkline fund	21,242,800	21,242,800
26	State general fund/general purpose	\$ 0	\$ 0
27	Sec. 19-104. EXECUTIVE DIRECTION		

1	Full-time equated unclassified positions	6.0	6.0
2	Full-time equated classified positions	29.3	29.3
3	Unclassified salaries	\$ 735,600	\$ 735,600
4	Asset management council	1,626,400	1,626,400
5	Commission support and audit—29.3 FTE positions	<u>3,347,900</u>	<u>3,347,900</u>
6	GROSS APPROPRIATION	\$ 5,709,900	\$ 5,709,900
7	Appropriated from:		
8	Special revenue funds:		
9	Michigan transportation fund	1,626,400	1,626,400
10	State trunkline fund	4,083,500	4,083,500
11	State general fund/general purpose	\$ 0	\$ 0
12	Sec. 19-105. BUSINESS SUPPORT		
13	Full-time equated classified positions	53.0	53.0
14	Business support services—44.0 FTE positions	\$ 6,625,800	\$ 6,625,800
15	Economic development and enhancement programs—9.0 FTE		
16	positions	1,449,200	1,449,200
17	Property management	7,740,500	7,740,500
18	Worker's compensation	<u>1,805,200</u>	<u>1,805,200</u>
19	GROSS APPROPRIATION	\$ 17,620,700	\$ 17,620,700
20	Appropriated from:		
21	Special revenue funds:		
22	Comprehensive transportation fund	1,742,700	1,742,700
23	Economic development fund	378,700	378,700
24	Michigan transportation fund	777,100	777,100
25	State aeronautics fund	661,900	661,900
26	State trunkline fund	14,060,300	14,060,300
27	State general fund/general purpose	\$ 0	\$ 0

1	Sec. 19-106. INFORMATION TECHNOLOGY		
2	Information technology services and projects	\$ <u>31,429,600</u>	\$ <u>31,429,600</u>
3	GROSS APPROPRIATION	\$ 31,429,600	\$ 31,429,600
4	Appropriated from:		
5	Federal revenues:		
6	Federal funds	520,500	520,500
7	Special revenue funds:		
8	Blue Water Bridge fund	53,600	53,600
9	Comprehensive transportation fund	217,800	217,800
10	Economic development fund	37,200	37,200
11	Michigan transportation fund	287,600	287,600
12	State aeronautics fund	170,000	170,000
13	State trunkline fund	30,142,900	30,142,900
14	State general fund/general purpose	\$ 0	\$ 0
15	Sec. 19-107. FINANCE, CONTRACTS, AND SUPPORT SERVICES		
16	Full-time equated classified positions	185.0	185.0
17	Finance, contracts, and support services—185.0 FTE		
18	positions	\$ <u>21,416,800</u>	\$ <u>21,416,800</u>
19	GROSS APPROPRIATION	\$ 21,416,800	\$ 21,416,800
20	Appropriated from:		
21	Interdepartmental grant revenues:		
22	IDG for accounting service center user charges	3,928,500	3,928,500
23	Special revenue funds:		
24	Michigan transportation fund	1,545,500	1,545,500
25	State trunkline fund	15,942,800	15,942,800
26	State general fund/general purpose	\$ 0	\$ 0
27	Sec. 19-108. TRANSPORTATION PLANNING		

1	Full-time equated classified positions	141.0		141.0
2	Transportation planning-141.0 FTE positions	\$ 38,213,700	\$	38,213,700
3	Grants to regional planning councils	<u>488,800</u>		<u>488,800</u>
4	GROSS APPROPRIATION	\$ 38,702,500	\$	38,702,500
5	Appropriated from:			
6	Federal revenues:			
7	Federal funds	20,000,000		20,000,000
8	Special revenue funds:			
9	Comprehensive transportation fund	610,500		610,500
10	Michigan transportation fund	8,619,300		8,619,300
11	State aeronautics fund	15,000		15,000
12	State trunkline fund	9,457,700		9,457,700
13	State general fund/general purpose	\$ 0	\$	0
14	Sec. 19-109. DESIGN AND ENGINEERING SERVICES			
15	Full-time equated classified positions	1,590.3		1,590.3
16	System operations management-460.6 FTE positions	\$ 78,572,900	\$	78,572,900
17	Program development and delivery-1,079.7 FTE positions	76,247,700		76,247,700
18	Welcome center operations-50.0 FTE positions	<u>4,457,200</u>		<u>4,457,200</u>
19	GROSS APPROPRIATION	\$ 159,277,800	\$	159,277,800
20	Appropriated from:			
21	Federal revenues:			
22	Federal funds	23,529,800		23,529,800
23	Special revenue funds:			
24	Michigan transportation fund	11,913,200		11,913,200
25	State trunkline fund	123,834,800		123,834,800
26	State general fund/general purpose	\$ 0	\$	0
27	Sec. 19-110. HIGHWAY MAINTENANCE			

1	Full-time equated classified positions	743.7	743.7
2	State trunkline operations—743.7 FTE positions	\$ <u>320,692,000</u>	\$ <u>320,692,000</u>
3	GROSS APPROPRIATION	\$ 320,692,000	\$ 320,692,000
4	Appropriated from:		
5	Special revenue funds:		
6	State trunkline fund	320,692,000	320,692,000
7	State general fund/general purpose	\$ 0	\$ 0
8	Sec. 19-111. ROAD AND BRIDGE PROGRAMS		
9	State trunkline federal aid and road and bridge		
10	construction.....	\$ 839,663,400	\$ 839,663,400
11	Local federal aid and road and bridge construction	240,443,000	240,443,000
12	Grants to local programs	33,000,000	33,000,000
13	Rail grade crossing	3,000,000	3,000,000
14	Local bridge program	26,828,600	26,828,600
15	County road commissions	615,734,000	615,734,000
16	Cities and villages	<u>343,299,300</u>	<u>343,299,300</u>
17	GROSS APPROPRIATION	\$ 2,101,968,300	\$ 2,101,968,300
18	Appropriated from:		
19	Federal revenues:		
20	Federal funds	982,720,800	982,720,800
21	Special revenue funds:		
22	Local funds	30,000,000	30,000,000
23	Blue Water Bridge fund	10,580,400	10,580,400
24	Local bridge fund	26,828,600	26,828,600
25	Michigan transportation fund	995,033,300	995,033,300
26	State trunkline fund	56,805,200	56,805,200
27	State general fund/general purpose	\$ 0	\$ 0

1	Sec. 19-112. BLUE WATER BRIDGE			
2	Full-time equated classified positions		41.0	41.0
3	Blue Water Bridge operations—41.0 FTE positions	\$	<u>6,345,700</u>	\$ <u>6,345,700</u>
4	GROSS APPROPRIATION	\$	6,345,700	\$ 6,345,700
5	Appropriated from:			
6	Special revenue funds:			
7	Blue Water Bridge fund		6,345,700	6,345,700
8	State general fund/general purpose	\$	0	\$ 0
9	Sec. 19-113. TRANSPORTATION ECONOMIC DEVELOPMENT FUND			
10	Forest roads	\$	5,000,000	\$ 5,000,000
11	Rural county urban system		2,500,000	2,500,000
12	Target industries/economic redevelopment		7,385,300	7,385,300
13	Urban county congestion		7,942,600	7,942,600
14	Rural county primary		<u>7,942,600</u>	<u>7,942,600</u>
15	GROSS APPROPRIATION	\$	30,770,500	\$ 30,770,500
16	Appropriated from:			
17	Special revenue funds:			
18	Economic development fund		30,770,500	30,770,500
19	State general fund/general purpose	\$	0	\$ 0
20	Sec. 19-114. AERONAUTICS SERVICES			
21	Full-time equated classified positions		54.0	54.0
22	Aeronautics services—54.0 FTE positions	\$	<u>7,039,300</u>	\$ <u>7,039,300</u>
23	GROSS APPROPRIATION	\$	7,039,300	\$ 7,039,300
24	Appropriated from:			
25	Special revenue funds:			
26	State aeronautics fund		7,039,300	7,039,300
27	State general fund/general purpose	\$	0	\$ 0

1	Sec. 19-115. PUBLIC TRANSPORTATION SERVICES			
2	Full-time equated classified positions		36.0	36.0
3	Passenger transportation services-36.0 FTE positions ..	\$	<u>5,689,500</u>	\$ <u>5,689,500</u>
4	GROSS APPROPRIATION	\$	5,689,500	\$ 5,689,500
5	Appropriated from:			
6	Federal revenues:			
7	Federal funds		972,100	972,100
8	Special revenue funds:			
9	Comprehensive transportation fund		4,717,400	4,717,400
10	State general fund/general purpose	\$	0	\$ 0
11	Sec. 19-116. BUS TRANSIT DIVISION: STATUTORY OPERATING			
12	Local bus operating	\$	167,400,000	\$ 167,400,000
13	Nonurban operating/capital		<u>26,027,900</u>	<u>26,027,900</u>
14	GROSS APPROPRIATION	\$	193,427,900	\$ 193,427,900
15	Appropriated from:			
16	Federal revenues:			
17	Federal funds		24,027,900	24,027,900
18	Special revenue funds:			
19	Comprehensive transportation fund		167,400,000	167,400,000
20	Local funds		2,000,000	2,000,000
21	State general fund/general purpose	\$	0	\$ 0
22	Sec. 19-117. INTERCITY PASSENGER			
23	Full-time equated classified positions		39.0	39.0
24	Office of rail-39.0 FTE positions	\$	6,355,400	\$ 6,355,400
25	Freight property management		1,000,000	1,000,000
26	Detroit/Wayne County port authority		468,200	468,200
27	Intercity services		5,690,000	5,690,000

1	Rail operations and infrastructure	103,090,400	103,090,400
2	Marine passenger service	400,000	400,000
3	Terminal development	<u>150,000</u>	<u>150,000</u>
4	GROSS APPROPRIATION	\$ 117,154,000	\$ 117,154,000
5	Appropriated from		
6	Federal revenues:		
7	Federal funds	64,600,000	64,600,000
8	Special revenue funds:		
9	Local funds	150,000	150,000
10	Private funds	100,000	100,000
11	Comprehensive transportation fund	43,449,500	43,449,500
12	Intercity bus equipment fund	140,000	140,000
13	Rail freight fund	6,000,000	6,000,000
14	Michigan transportation fund	2,007,500	2,007,500
15	State trunkline fund	707,000	707,000
16	State general fund/general purpose	\$ 0	\$ 0
17	Sec. 19-118. PUBLIC TRANSPORTATION DEVELOPMENT		
18	Specialized services	\$ 17,938,900	\$ 17,938,900
19	Municipal credit program	2,000,000	2,000,000
20	Transit capital	31,160,800	31,160,800
21	Van pooling	195,000	195,000
22	Service initiatives	2,349,800	2,349,800
23	Transportation to work	<u>3,900,000</u>	<u>3,900,000</u>
24	GROSS APPROPRIATION	\$ 57,544,500	\$ 57,544,500
25	Appropriated from:		
26	Federal revenues:		
27	Federal funds	16,350,000	16,350,000

1	Special revenue funds:		
2	Local funds	5,635,000	5,635,000
3	Comprehensive transportation fund	35,559,500	35,559,500
4	State general fund/general purpose	\$ 0	\$ 0
5	Sec. 19-119. CAPITAL OUTLAY		
6	(1) BUILDINGS AND FACILITIES		
7	Special maintenance, remodeling, and additions	\$ <u>3,001,500</u>	\$ <u>3,001,500</u>
8	GROSS APPROPRIATION	\$ 3,001,500	\$ 3,001,500
9	Appropriated from:		
10	Special revenue funds:		
11	State trunkline fund	3,001,500	3,001,500
12	State general fund/general purpose	\$ 0	\$ 0
13	(2) AIRPORT IMPROVEMENT PROGRAMS		
14	Airport safety, protection and improvement program	\$ <u>93,043,200</u>	\$ <u>93,043,200</u>
15	GROSS APPROPRIATION	\$ 93,043,200	\$ 93,043,200
16	Appropriated from:		
17	Federal revenues:		
18	Federal funds	79,000,000	79,000,000
19	Special revenue funds:		
20	Local funds	12,508,500	12,508,500
21	State aeronautics fund	1,534,700	1,534,700
22	State general fund/general purpose	\$ 0	\$ 0
23	Sec. 19-120. ONE-TIME APPROPRIATIONS		
24	State trunkline federal aid road and bridge construction \$	113,000,000	\$ 0
25	Transit capital and rail infrastructure	25,000,000	0
26	Airport safety, protection and improvement program	<u>1,521,100</u>	<u>0</u>
27	GROSS APPROPRIATION	\$ 139,521,100	\$ 0

1 Appropriated from:
 2 State general fund/general purpose \$ 139,521,100 \$ 0

3 PART 2
 4 PROVISIONS CONCERNING APPROPRIATIONS
 5 FISCAL YEAR 2016

6 GENERAL SECTIONS

7 Sec. 19-201. Pursuant to section 30 of article IX of the state constitution of
 8 1963, total state spending from state resources under part 1 for fiscal year 2015-2016
 9 is \$2,323,912,500.00 and state spending from state resources to be paid to local units
 10 of government for fiscal year 2015-2016 is \$1,252,574,400.00. The itemized statement
 11 below identifies appropriations from which spending to local units of government will
 12 occur:

13 DEPARTMENT OF TRANSPORTATION

14	Grants to regional planning councils	\$	488,800
15	Grants to local programs		33,000,000
16	Rail grade crossing		3,000,000
17	Local bridge program		26,828,600
18	Grants to county road commissions		615,734,000
19	Grants to cities and villages		343,299,300
20	Economic development fund		23,385,200
21	Local bus operating		167,400,000
22	Detroit/Wayne County port authority		468,200
23	Marine passenger service		400,000
24	Terminal development		150,000
25	Specialized services		3,853,900

1	Municipal credit program	2,000,000
2	Transit capital	24,610,800
3	Service initiatives	999,800
4	Transportation to work	3,900,000
5	Airport safety, protection, and improvement program	<u>3,055,800</u>
6	Total payments to local units of government	\$ 1,252,574,400

7 Sec. 19-202. The appropriations authorized under this article are subject to
8 the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

9 Sec. 19-203. As used in this article:

- 10 (a) "Amtrak" means the national railroad passenger corporation.
- 11 (b) "CTF" means comprehensive transportation fund.
- 12 (c) "Department" means the state transportation department.
- 13 (d) "Director" means the director of the department.
- 14 (e) "DOT" means the United States department of transportation.
- 15 (f) "DOT-FHWA" means DOT, federal highway administration.
- 16 (g) "FTE" means full-time equated.
- 17 (h) "IDG" means interdepartmental grant.
- 18 (i) "IRS" means the internal revenue service.
- 19 (j) "MTF" means Michigan transportation fund.
- 20 (k) "SAF" means state aeronautics fund.
- 21 (l) "STF" means state trunkline fund.

22 Sec. 19-206. (1) In addition to the funds appropriated in part 1, there is
23 appropriated an amount not to exceed \$200,000,000.00 for federal contingency funds.
24 These funds are not available for expenditure until they have been transferred to
25 another line item in this article under section 393(2) of the management and budget
26 act, 1984 PA 431, MCL 18.1393.

27 (2) In addition to the funds appropriated in part 1, there is appropriated an

1 amount not to exceed \$40,000,000.00 for state restricted contingency funds. These
2 funds are not available for expenditure until they have been transferred to another
3 line item in this article under section 393(2) of the management and budget act, 1984
4 PA 431, MCL
5 18.1393.

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

11 (4) In addition to the funds appropriated in part 1, there is appropriated an
12 amount not to exceed \$1,000,000.00 for private contingency funds. These funds are not
13 available for expenditure until they have been transferred to another line item in
14 this article under section 393(2) of the management and budget act, 1984 PA 431, MCL
15 18.1393.

16 Sec. 19-207. The department shall cooperate with the department of technology,
17 management and budget to maintain a searchable website accessible by the public at no
18 cost that includes, but is not limited to, all of the following for each department or
19 agency:

20 (a) Fiscal year-to-date expenditures by category.

21 (b) Fiscal year-to-date expenditures by appropriation unit.

22 (c) Fiscal year-to-date payments to a selected vendor, including the vendor
23 name, payment date, payment amount, and payment description.

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

25 (e) Job specifications and wage rates.

26 Sec. 19-208. The departments and agencies receiving appropriations in part 1
27 shall use the Internet to fulfill the reporting requirements of this article. This

1 requirement may include transmission of reports via electronic mail to the recipients
2 identified for each reporting requirement, or it may include placement of reports on
3 an Internet or Intranet site.

4 Sec. 19-209. Funds appropriated in part 1 shall not be used for the purchase of
5 foreign goods or services, or both, if competitively priced and of comparable quality
6 American goods or services, or both, are available. Preference shall be given to goods
7 or services, or both, manufactured or provided by Michigan businesses, if they are
8 competitively priced and of comparable quality. In addition, preference should be
9 given to goods or services, or both, that are manufactured or provided by Michigan
10 businesses owned and operated by veterans, if they are competitively priced and of
11 comparable quality.

12 Sec. 19-210. The director shall take all reasonable steps to ensure businesses
13 in deprived and depressed communities compete for and perform contracts to provide
14 services or supplies, or both. Each director shall strongly encourage firms with which
15 the department contracts to subcontract with certified businesses in depressed and
16 deprived communities for services, supplies, or both.

17 Sec. 19-228. Not later than November 30, the state budget office shall prepare
18 and transmit a report that provides for estimates of the total general fund/general
19 purpose appropriation lapses at the close of the prior fiscal year. This report shall
20 summarize the projected year-end general fund/general purpose appropriation lapses by
21 major departmental program or program areas. The report shall be transmitted to the
22 chairpersons of the senate and house appropriations committees, and the senate and
23 house fiscal agencies.

24 Sec. 19-229. Within 14 days after the release of the executive budget
25 recommendation, the department shall cooperate with the state budget office to provide
26 the senate and house appropriations chairs, the senate and house appropriations
27 subcommittees chairs, and the senate and house fiscal agencies with an annual report

1 on estimated state restricted fund balances, state restricted fund projected revenues,
2 and state restricted fund expenditures for the fiscal years ending September 30, 2015
3 and September 30, 2016.

4 Sec. 19-235. The department shall maintain, on a publicly accessible website, a
5 department scorecard that identifies, tracks and regularly updates key metrics that
6 are used to monitor and improve the agency's performance.

7 Sec. 19-260. The departments and agencies receiving appropriations in part 1
8 shall prepare a report on out-of-state travel expenses not later than January 1 of
9 each year. The travel report shall be a listing of all travel by classified and
10 unclassified employees outside this state in the immediately preceding fiscal year
11 that was funded in whole or in part with funds appropriated in the department's
12 budget. The report shall be submitted to the senate and house appropriations
13 committees, the house and senate fiscal agencies, and the state budget director. The
14 report shall include the following information:

15 (a) The dates of each travel occurrence.

16 (b) The transportation and related costs of each travel occurrence, including
17 the proportion funded with state general fund/general purpose revenues, the proportion
18 funded with state restricted revenues, the proportion funded with federal revenues,
19 and the proportion funded with other revenues.

20 Sec. 19-262. Funds appropriated in part 1 shall not be used by a principal
21 executive department, state agency, or authority to hire a person to provide legal
22 services that are the responsibility of the attorney general. This prohibition does
23 not apply to legal services for bonding activities and for those outside services that
24 the attorney general authorizes.

25 Sec. 19-271. Total authorized appropriations from all sources under part 1 for
26 legacy costs for the fiscal year ending September 30, 2016 is \$68,873,400.00. From
27 this amount, total agency appropriations for pension-related legacy costs are

1 estimated at \$39,092,200.00. Total agency appropriations for retiree health care
2 legacy costs are estimated at \$29,781,200.00.

3 DEPARTMENTAL OPERATIONS

4 Sec. 19-301. (1) The department may establish a fee schedule and collect fees
5 sufficient to cover the costs to issue the permits that the department is authorized
6 by law to issue upon request, unless otherwise stipulated by law. All permit fees are
7 nonrefundable application fees and shall be credited to the appropriate fund to
8 recover the direct and indirect costs of receiving, reviewing, and processing the
9 requests.

10 (2) A bridge authority shall hold 3 public hearings on an increase in any toll
11 charged by the authority at least 30 days before the toll change will become
12 effective. Two of the hearings shall be held within 5 miles of the bridge over which
13 the bridge authority has jurisdiction. One hearing shall be held in Lansing. Public
14 hearings held under this section shall be conducted in accordance with the open
15 meetings act, 1976 PA 267, MCL 15.261 to 15.275, and shall be conducted so as to
16 provide a reasonable opportunity for public comment, including both spoken and written
17 comments.

18 Sec. 19-304. If, as a requirement of bidding on a highway project, the
19 department requires a contractor to submit financial or proprietary documentation as
20 to how the bid was calculated, that bid documentation shall be kept confidential and
21 shall not be disclosed other than to a department representative without the
22 contractor's written consent. The department may disclose the bid documentation if
23 necessary to address or defend a claim by a contractor.

24 Sec. 19-305. (1) The department may permit space on public passenger
25 transportation properties to be occupied by public or private tenants on a competitive
26 market rate basis. The department shall require that revenue from the tenants be

1 placed in an account to be used to pay the costs to maintain and improve the property.

2 (2) The department shall charge public transit agencies and intercity bus
3 carriers equal rates per square foot for leasing space in state-owned intermodal
4 facilities.

5 Sec. 19-306. (1) The amounts appropriated in part 1 to support tax and fee
6 collection, law enforcement, and other program services provided to the department and
7 to transportation funds by other state departments shall be expended from
8 transportation funds pursuant to annual contracts between the department and those
9 other state departments. The contracts shall be executed prior to the expenditure or
10 obligation of those funds. The contracts shall provide, but are not limited to, the
11 following data applicable to each state department:

12 (a) Estimated costs to be recovered from transportation funds.

13 (b) Description of services provided to the department and/or transportation
14 funds and financed with transportation funds.

15 (c) Detailed cost allocation methods appropriate to the type of services being
16 provided and the activities financed with transportation funds.

17 (2) Not later than 2 months after publication of the state of Michigan
18 comprehensive annual financial report, each state department receiving funding
19 pursuant to an interdepartment contract with the department shall submit a written
20 report to the department, the state budget director, and the house and senate fiscal
21 agencies stating by spending authorization account the amount of estimated funds
22 contracted with the department, the amount of funds expended, the amount of funds
23 returned to the transportation funds, and any unreimbursed transportation-related
24 costs incurred but not billed to transportation funds. A copy of the report shall be
25 submitted to the auditor general, and the report shall be subject to audit by the
26 auditor general as provided in subsection (3).

27 (3) Biennially, in each even-numbered fiscal year, the auditor general shall

1 conduct an audit of charges to transportation funds by state departments for the 2
2 preceding fiscal years. The audit shall include both charges governed by
3 interdepartmental contracts as well as miscellaneous charges from other state
4 departments not governed by contracts. The auditor general shall prepare a detailed
5 report, with recommendations and conclusions, including a summary of charges and
6 related services to transportation funds by department, the appropriateness of those
7 charges, the cost allocation methodologies used in determining the level of funding,
8 and any unreimbursed transportation-related costs, if any. The report shall be
9 provided to the senate and house of representatives committees on appropriations, the
10 senate and house fiscal agencies, and the state budget director 9 months after
11 publication of the state of Michigan comprehensive annual financial report.

12 Sec. 19-313. (1) From funds appropriated in part 1, the department may increase
13 a state infrastructure bank program and grant or loan funds in accordance with
14 regulations of the state infrastructure bank program of the United States department
15 of transportation. The state infrastructure bank is to be administered by the
16 department for the purpose of providing a revolving, self-sustaining resource for
17 financing transportation infrastructure projects.

18 (2) In addition to funds provided in subsection (1), money received by the
19 state as federal grants, repayment of state infrastructure bank loans, or other
20 reimbursement or revenue received by the state as a result of projects funded by the
21 program and interest earned on that money shall be deposited in the revolving state
22 infrastructure bank fund and shall be available for transportation infrastructure
23 projects. At the close of the fiscal year, any unencumbered funds remaining in the
24 state infrastructure bank fund shall remain in the fund and be carried forward into
25 the succeeding fiscal year.

26 Sec. 19-383. (1) The department shall prepare an annual report on all travel by
27 executive branch employees, and others including local public officials, university

1 employees, and other public employees on department-owned aircraft. The report shall
2 include, by department, the name of the traveler, the travel origination location, the
3 travel destination location, type of aircraft, and the total estimated costs
4 associated with the air travel.

5 (2) The report for the prior calendar year shall be submitted to the state
6 budget director, senate and house appropriations subcommittees on transportation and
7 the house and senate fiscal agencies no later than July 1.

8 (3) From the funds appropriated in part 1, the department is prohibited from
9 transporting legislators or legislative staff on state-owned aircraft without prior
10 approval from the senate majority leader or the speaker of the house of
11 representatives and only when aircraft is already scheduled by state employees on
12 related official state business.

13 (4) The department shall maintain a system for recovering the cost of operating
14 department-owned aircraft through charges to aircraft users.

15 Sec. 19-384. (1) Except as otherwise provided in subsection (2), the department
16 shall not obligate the state to expend any state transportation revenue for
17 construction planning or construction of the Detroit River International Crossing or a
18 renamed successor. In addition, except as provided in subsection (2), the department
19 shall not commit the state to any new contract related to the construction planning or
20 construction of the Detroit River International Crossing or a renamed successor that
21 would obligate the state to expend any state transportation revenue. An expenditure
22 for staff resources used in connection with project activities, which expenditure is
23 subject to full and prompt reimbursement from Canada, shall not be considered an
24 expenditure of state transportation revenue.

25 (2) If the legislature enacts specific enabling legislation for the
26 construction of the Detroit River International Crossing or a renamed successor,
27 subsection (1) does not apply once the enabling legislation goes into effect.

1 Sec. 19-385. (1) The department shall submit reports to the state budget
2 director, the speaker of the house, the house minority leader, the senate majority
3 leader, the senate minority leader, the house and senate appropriations subcommittees
4 on transportation, and the house and senate fiscal agencies on department activities
5 related to all nonconstruction or construction planning activities related to the
6 Detroit River International Crossing or a renamed successor. The initial report shall
7 be submitted on or before December 1, 2015 and shall cover the fiscal year ending
8 September 30, 2015.

9 (2) The initial report shall include, at a minimum, all of the following:

10 (a) Department costs incurred in the fiscal year ending September 30, 2015,
11 including employee salaries, wages, benefits, travel, and contractual services, and
12 what activities those costs were related to.

13 (b) Costs of other executive branch agencies incurred in the fiscal year ending
14 September 30, 2015, including employee salaries, wages, benefits, travel, and
15 contractual services, and what activities those costs were related to.

16 (c) A breakdown of the source of funds used for the activities described in
17 subdivisions (a) and (b).

18 (d) A breakdown of reimbursements made by Canada under section 384(1) to the
19 state for expenditures for staff resources used in connection with project activities.

20 (e) A narrative description of the status of the Detroit River International
21 Crossing or a renamed successor, including efforts undertaken to implement provisions
22 of the crossing agreement executed June 15, 2012 by representatives of the Canadian
23 government and this state.

24 (3) After submission of the initial report, a subsequent report shall be
25 submitted on March 1, 2016, June 1, 2016, and September 1, 2016 and shall include the
26 same information described in subsection (2) for the applicable previous fiscal
27 quarter.

1 FEDERAL

2 Sec. 19-402. A portion of the federal DOT-FHWA highway research, planning, and
3 construction funds made available to this state shall be allocated to transportation
4 programs administered by local jurisdictions in accordance with section 10o of 1951 PA
5 51, MCL 247.660o. A local road agency, with respect to a project approved for federal
6 aid funding in a state transportation improvement program, may enter into a voluntary
7 buyout agreement with the department or with another local road agency to exchange the
8 federal aid with state restricted transportation funds as agreed to by the respective
9 parties. The state restricted transportation funds received in exchange for federal
10 aid funds shall be used for the same purpose as the federal aid funds were originally
11 intended.

12 MICHIGAN TRANSPORTATION FUND

13 Sec. 19-501. The money received under the motor carrier act, 1933 PA 254, MCL
14 475.1 to 479.43, and not appropriated to the department of licensing and regulatory
15 affairs or the department of state police is deposited in the Michigan transportation
16 fund.

17 Sec. 19-503. (1) The funds appropriated in part 1 for the economic development
18 and local bridge programs shall not lapse at the end of the fiscal year but shall
19 carry forward each fiscal year for the purposes for which appropriated in accordance
20 with 1987 PA 231, MCL 247.901 to 247.913, and section 10(5) of 1951 PA 51, MCL
21 247.660.

22 (2) Interest earned in the department of transportation economic development
23 fund and local bridge fund shall remain in the respective funds and shall be allocated
24 to the respective programs based on actual interest earned at the end of each fiscal
25 year.

1 (3) In addition to the funds appropriated in part 1, the department of
2 transportation economic development fund and local bridge fund may receive federal,
3 local, or private funds or restricted source funds such as interest earnings. These
4 funds are appropriated for projects that are consistent with the purposes of the
5 respective funds.

6 (4) None of the funds statutorily dedicated to the transportation economic
7 development fund and local bridge fund shall be diverted to other projects.

8 Sec. 19-504. Funds from the Michigan transportation fund shall be distributed
9 to the comprehensive transportation fund, the economic development fund, the
10 recreation improvement fund, and the state trunkline fund, in accordance with this
11 article and part 711 of the natural resources and environmental protection act, 1994
12 PA 451, MCL 324.71101 to 324.71108, and may only be used as specified in this article,
13 1951 PA 51, MCL 247.651 to 247.675, and part 711 of the natural resources and
14 environmental protection act, 1994 PA 451, MCL 324.71101 to 324.71108.

15 **STATE TRUNKLINE FUND**

16 Sec. 19-604. At the close of the fiscal year, any unencumbered and unexpended
17 balance in the state trunkline fund shall remain in the state trunkline fund and shall
18 carry forward and is appropriated for federal aid road and bridge programs for
19 projects contained in the annual state transportation program.

20 Sec. 19-605. (1) From the increased funds appropriated in part 1 for highway
21 maintenance, the department shall expand highway maintenance activities in the current
22 fiscal year to support safety-related, high-priority and deferred routine maintenance
23 needs on Michigan's state trunkline network.

24 (2) The department shall identify specific outcomes and performance measures
25 for highway maintenance, including, but not limited to, the following:

26 (a) Number of statewide crash fatalities.

1 (b) Number of statewide crash serious injuries.

2 (c) Percentage of roads in the paved federal aid system in good or fair
3 condition.

4 **TRANSIT AND RAIL RELATED FUNDS**

5 Sec. 19-701. The department shall establish an intercity bus equipment and
6 facility fund as a subsidiary fund within the comprehensive transportation fund
7 created under section 10b of 1951 PA 51, MCL 247.660b. Proceeds received by the state
8 from the sale of state-owned intercity bus equipment shall be credited to the
9 intercity bus equipment and facility fund for the purchase and repair of intercity bus
10 equipment, as appropriated. Security deposits not returned to a lessee of state-owned
11 intercity bus equipment under terms of the lease agreement shall be credited to the
12 intercity bus equipment and facility fund for the repair of intercity bus equipment,
13 as appropriated. Money received by the department from lease payments for state-owned
14 intercity bus equipment, and facility maintenance charges under terms of leases of
15 state-owned intercity facilities, shall be credited to the intercity bus equipment and
16 facility fund for the purchase and repair of intercity bus equipment or for the
17 maintenance and rehabilitation of state-owned intercity facilities, as appropriated.
18 At the close of the fiscal year, any funds remaining in the intercity bus equipment
19 and facility fund shall remain in the fund and be carried forward into the succeeding
20 fiscal year.

21 Sec. 19-702. At the close of the fiscal year, any funds remaining in the rail
22 freight fund created by section 17 of the state transportation preservation act of
23 1976, 1976 PA 295, MCL 474.67, shall remain in the fund and be carried forward into
24 the succeeding fiscal year.

25 Sec. 19-706. The Detroit/Wayne County port authority shall issue a complete
26 operations assessment and a financial disclosure statement. The operations assessment

1 shall include operational goals for the next 5 years and recommendations to improve
2 land acquisition and development efficiency. The report shall be completed and
3 submitted to the house of representatives and senate appropriations subcommittees on
4 transportation, the state budget director, and the house and senate fiscal agencies by
5 February 15 of each fiscal year for the prior fiscal year.

6 Sec. 19-711. (1) As prescribed in subsection (2), the department shall submit
7 reports to the state budget director, the house and senate appropriations
8 subcommittees on transportation, and the house and senate fiscal agencies on rail
9 passenger service provided by Amtrak under a contractual agreement with the
10 department. The report shall be submitted on or before May 1, for the prior fiscal
11 year.

12 (2) The report shall include all of the following:

13 (a) Passenger counts for the preceding fiscal years for each of the 3 Amtrak
14 routes in Michigan.

15 (b) Revenue and operating expenses by Amtrak route.

16 (c) Total state operating payments to Amtrak in the preceding fiscal year by
17 Amtrak route.

18 (d) A discussion of major factors affecting route costs and revenue and net
19 state costs in the preceding fiscal year, and factors affecting route costs and
20 revenue and net state costs anticipated in the current and future fiscal years.

21 Sec. 19-735. For the fiscal year ending September 30, 2016, the appropriation
22 to a street railway pursuant to section 10e(22) of 1951 PA 51, MCL 247.660e, is \$0.

23 STATE AERONAUTICS FUND

24 Sec. 19-801. Except as otherwise provided in section 19-903 for capital outlay,
25 at the close of the fiscal year, any unobligated and unexpended balance in the state
26 aeronautics fund created in the aeronautics code of the state of Michigan, 1945 PA

1 327, MCL 259.1 to 259.208, shall lapse to the state aeronautics fund and be
2 appropriated by the legislature in the immediately succeeding fiscal year.

3 **CAPITAL OUTLAY**

4 Sec. 19-901. (1) From federal-state-local project appropriations contained in
5 part 1 for the purpose of assisting political entities and subdivisions of this state
6 in the construction and improvement of publicly used airports and landing fields
7 within this state, the state transportation department may permit the award of
8 contracts on behalf of units of local government for the authorized locations not to
9 exceed the indicated amounts, of which the state allocated portion shall not exceed
10 the amount appropriated in part 1.

11 (2) Political entities and subdivisions shall provide not less than 5% of the
12 cost of any project under this section, unless a total nonfederal share greater than
13 10% is otherwise specified in federal law. State money shall not be allocated until
14 local money is allocated. State money for any 1 project shall not exceed 1/3 of the
15 total appropriation in part 1 from state funds for airport improvement programs.

16 (3) The Michigan aeronautics commission may take those steps necessary to match
17 federal money available for airport construction and improvement within this state and
18 to meet the matching requirements of the federal government. Whether acting alone or
19 jointly with another political subdivision or public agency or with this state, a
20 political subdivision or public agency of this state shall not submit to any agency of
21 the federal government a project application for airport planning or development
22 unless it is authorized in this article and the project application is approved by the
23 governing body of each political subdivision or public agency making the application
24 and by the Michigan aeronautics commission.

25 Sec. 19-903. The appropriations in part 1 for capital outlay shall be carried
26 forward at the end of the fiscal year consistent with the provisions of section 248 of

1 the management and budget act, 1984 PA 431, MCL 18.1248.

Article 20

DEPARTMENT OF TREASURY

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 20-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of treasury are appropriated for the fiscal year ending September 30, 2016, and are anticipated to be appropriated for the fiscal year ending September 30, 2017, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

DEPARTMENT OF TREASURY

APPROPRIATION SUMMARY

Full-time equated unclassified positions	10.0	10.0
Full-time equated classified positions	2,657.5	2,657.5
GROSS APPROPRIATION	\$ 2,947,694,700	\$ 2,912,450,300
Total interdepartmental grants and intradepartmental transfers	9,500,700	9,500,700
ADJUSTED GROSS APPROPRIATION	\$ 2,938,194,000	\$ 2,902,949,600
Total federal revenues	666,966,500	666,966,500
Total local revenues	13,463,200	13,463,200
Total private revenues	5,674,400	5,674,400
Total other state restricted revenues	1,748,803,600	1,776,359,200
State general fund/general purpose	\$ 503,286,300	\$ 440,486,300
<i>State general fund/general purpose schedule:</i>		
Ongoing state general fund/general purpose	440,486,300	440,486,300
One-time state general fund/general purpose	62,800,000	0

Sec. 20-102. EXECUTIVE DIRECTION

1	Full-time equated unclassified positions.....	10.0	10.0
2	Full-time equated classified positions.....	24.0	24.0
3	Unclassified positions-10.0 FTE positions	\$ 1,116,000	\$ 1,116,000
4	Executive direction and operations-24.0 FTE positions .	<u>4,978,100</u>	<u>4,978,100</u>
5	GROSS APPROPRIATION	\$ 6,094,100	\$ 6,094,100
6	Appropriated from:		
7	Federal revenues:		
8	DED-OPSE, Federal lenders allowance	20,000	20,000
9	DED-OPSE higher education act of 1965 insured loans ...	45,000	45,000
10	Special revenue funds:		
11	Delinquent tax collection revenue	1,318,200	1,318,200
12	Michigan state housing development authority fees and		
13	charges.....	259,000	259,000
14	State lottery fund	282,500	282,500
15	State services fee fund	321,000	321,000
16	State general fund/general purpose	\$ 3,848,400	\$ 3,848,400
17	Sec. 20-103. DEPARTMENTWIDE APPROPRIATIONS		
18	Rent and building occupancy charges-property mgt.		
19	services.....	\$ 5,937,600	\$ 5,937,600
20	Workers' compensation insurance premium	<u>36,500</u>	<u>36,500</u>
21	GROSS APPROPRIATION	\$ 5,974,100	\$ 5,974,100
22	Appropriated from:		
23	Special revenue funds:		
24	Delinquent tax collection revenue	2,848,200	2,848,200
25	State general fund/general purpose	\$ 3,125,900	\$ 3,125,900
26	Sec. 20-104. LOCAL GOVERNMENT PROGRAMS		
27	Full-time equated classified positions.....	113.0	113.0

1	Supervision of the general property tax law-88.0 FTE			
2	positions.....	\$	15,149,500	\$ 15,149,500
3	Property tax assessor training-4.0 FTE positions		1,031,100	1,031,100
4	Local finance-21.0 FTE positions		<u>2,565,100</u>	<u>2,565,100</u>
5	GROSS APPROPRIATION	\$	18,745,700	\$ 18,745,700
6	Appropriated from:			
7	Special revenue funds:			
8	Local-assessor training fees		1,031,100	1,031,100
9	Local-audit charges		808,600	808,600
10	Local-equalization study charge-backs		40,000	40,000
11	Local-revenue from local government		100,000	100,000
12	Delinquent tax collection revenue		1,493,200	1,493,200
13	Land reutilization fund		1,996,200	1,996,200
14	Municipal finance fees		533,600	533,600
15	State general fund/general purpose	\$	12,743,000	\$ 12,743,000
16	Sec. 20-105. TAX PROGRAMS			
17	Full-time equated classified positions		793.0	793.0
18	Tax compliance-345.0 FTE positions	\$	44,826,700	\$ 44,826,700
19	Tax & economic policy-85.0 FTE positions		13,442,900	13,442,900
20	Tax processing-335.0 FTE positions		36,880,300	36,880,300
21	Health insurance claims fund program-15.0 FTE positions		2,029,200	2,029,200
22	Home heating assistance		3,019,000	3,019,000
23	Tobacco tax enforcement-13.0 FTE positions		1,475,600	1,475,600
24	Bottle bill implementation		<u>250,000</u>	<u>250,000</u>
25	GROSS APPROPRIATION	\$	101,923,700	\$ 101,923,700
26	Appropriated from:			
27	Interdepartmental grant revenues:			

1	IDG from MDOT-Michigan transportation fund	2,300,000	2,300,000
2	IDG from MDOT-state aeronautics fund	70,900	70,900
3	Federal revenues:		
4	HHS-SSA, low income energy assistance	3,019,000	3,019,000
5	Special revenue funds:		
6	Emergency 911 fund	155,600	155,600
7	Bottle deposit fund	250,000	250,000
8	Delinquent tax collection revenue	70,135,700	70,135,700
9	Health insurance claims fund	2,029,200	2,029,200
10	Tobacco tax revenue	4,023,100	4,023,100
11	Waterways fund	105,000	105,000
12	State general fund/general purpose	\$ 19,835,200	\$ 19,835,200
13	Sec. 20-106. FINANCIAL AND ADMINISTRATIVE SERVICES		
14	Full-time equated classified positions	383.0	383.0
15	Departmental services-89.0 FTE positions	\$ 9,015,800	\$ 9,015,800
16	Unclaimed property-29.0 FTE positions	4,765,800	4,765,800
17	Office of collections-203.0 FTE positions	26,084,500	26,084,500
18	Office of accounting services-24.0 FTE positions	2,434,800	2,434,800
19	Office of financial services-38.0 FTE positions	<u>4,386,300</u>	<u>4,386,300</u>
20	GROSS APPROPRIATION	\$ 46,687,200	\$ 46,687,200
21	Appropriated from:		
22	Interdepartmental grant revenues:		
23	IDG-levy/warrant cost assessment fees	2,000,000	2,000,000
24	IDG-State agency collection fees	2,946,900	2,946,900
25	IDG-from MDHS title IV-D	763,900	763,900
26	IDG-data/collection service fees	330,300	330,300
27	IDG accounting service center user charges	482,900	482,900

1	Special revenue funds:			
2	Delinquent tax collection revenue	26,990,700		26,990,700
3	Escheats revenue	4,765,800		4,765,800
4	Justice system fund	418,300		418,300
5	Garnishment fees	2,484,000		2,484,000
6	State restricted indirect funds	272,200		272,200
7	Treasury fees	46,100		46,100
8	State general fund/general purpose	\$ 5,186,100	\$	5,186,100
9	Sec. 20-107. FINANCIAL PROGRAMS			
10	Full-time equated classified positions	210.5		210.5
11	Investments-82.0 FTE positions	\$ 20,270,400	\$	20,270,400
12	Common cash and debt management-21.5 FTE positions	1,629,300		1,629,300
13	Student financial assistance programs-25.5 FTE			
14	positions	2,687,100		2,687,100
15	Dual enrollment payments	1,005,100		1,005,100
16	Michigan finance authority bond finance programs-72.5			
17	FTE positions	38,686,200		38,686,200
18	Financial independence team-9.0 FTE positions	3,994,100		3,994,100
19	John R. Justice grant program	<u>287,700</u>		<u>287,700</u>
20	GROSS APPROPRIATION	\$ 68,559,900	\$	68,559,900
21	Appropriated from:			
22	Interdepartmental grant revenues:			
23	IDG, fiscal agent service fees	205,800		205,800
24	Federal revenues:			
25	Federal - John R. Justice grant	287,700		287,700
26	DED-OPSE, Federal lenders allowance	10,615,200		10,615,200
27	DED-OPSE, higher education act of 1965, insured loans .	25,055,800		25,055,800

1	Special revenue funds:			
2	Defined contribution administrative fee revenue	100,000		100,000
3	Michigan finance authority bond and loan program revenue	3,015,200		3,015,200
4	School bond fees	835,400		835,400
5	Michigan merit awards trust fund	1,139,800		1,139,800
6	Retirement funds	18,717,000		18,717,000
7	Treasury fees	1,665,000		1,665,000
8	State general fund/general purpose	\$ 6,923,000	\$	6,923,000
9	Sec. 20-108. DEBT SERVICE			
10	Quality of life bond	\$ 75,959,000	\$	75,959,000
11	Clean Michigan initiative	63,961,000		63,961,000
12	Great lakes water quality bond	<u>16,529,000</u>		<u>16,529,000</u>
13	GROSS APPROPRIATION	\$ 156,449,000	\$	156,449,000
14	Appropriated from:			
15	Special revenue funds:			
16	State general fund/general purpose	\$ 156,449,000	\$	156,449,000
17	Sec. 20-109. GRANTS			
18	Convention facility development distribution	\$ 90,950,000	\$	90,950,000
19	Senior citizen cooperative housing tax exemption	10,020,000		10,020,000
20	Emergency 911 payments	27,000,000		27,000,000
21	Facility for rare isotope beams	7,300,000		7,300,000
22	Health and safety fund grants	<u>9,000,000</u>		<u>9,000,000</u>
23	GROSS APPROPRIATION	\$ 144,270,000	\$	144,270,000
24	Appropriated from:			
25	Special revenue funds:			
26	Convention facility development fund	90,950,000		90,950,000
27	Health and safety fund	9,000,000		9,000,000

1	Emergency 911 fund	27,000,000		27,000,000
2	State general fund/general purpose	\$ 17,320,000	\$	17,320,000
3	Sec. 20-110. BUREAU OF STATE LOTTERY			
4	Full-time equated classified positions	183.0		183.0
5	Lottery operations-183.0 FTE positions	\$ 24,323,400	\$	24,323,400
6	Lottery information and technology services and projects	<u>5,205,500</u>		<u>5,205,500</u>
7	GROSS APPROPRIATION	\$ 29,528,900	\$	29,528,900
8	Appropriated from:			
9	Special revenue funds:			
10	State lottery fund	29,528,900		29,528,900
11	State general fund/general purpose	\$ 0	\$	0
12	Sec. 20-111. CASINO GAMING			
13	Full-time equated classified positions	141.0		141.0
14	Michigan gaming control board	\$ 50,000	\$	50,000
15	Casino gaming control administration-131.0 FTE positions	25,750,800		25,750,800
16	Casino gaming information technology services and			
17	projects	1,979,500		1,979,500
18	Racing commission-10.0 FTE positions	<u>2,347,400</u>		<u>2,347,400</u>
19	GROSS APPROPRIATION	\$ 30,127,700	\$	30,127,700
20	Appropriated from:			
21	Special revenue funds:			
22	Casino gambling agreements	804,100		804,100
23	Equine development fund	2,470,100		2,470,100
24	Laboratory fees	700,000		700,000
25	State services fee fund	26,153,500		26,153,500
26	State general fund/general purpose	\$ 0	\$	0
27	Sec. 20-112. PAYMENTS IN LIEU OF TAXES			

1	Commercial forest reserve	\$	3,207,700	\$	3,207,700
2	Purchased lands		8,023,900		8,023,900
3	Swamp and tax reverted lands		<u>14,862,500</u>		<u>14,862,500</u>
4	GROSS APPROPRIATION	\$	26,094,100	\$	26,094,100
5	Appropriated from:				
6	Special revenue funds:				
7	Game and fish protection fund		2,780,700		2,780,700
8	Michigan natural resources trust fund		1,909,100		1,909,100
9	Michigan state waterways fund		241,100		241,100
10	Private funds		25,400		25,400
11	State general fund/general purpose	\$	21,137,800	\$	21,137,800
12	Sec. 20-113. MICHIGAN STRATEGIC FUND				
13	Full-time equated classified positions		403.0		403.0
14	Administrative services-22.0 FTE positions	\$	3,124,700	\$	3,124,700
15	Job creation services-139.0 FTE positions		18,971,400		18,971,400
16	Pure Michigan		30,000,000		30,000,000
17	Entrepreneurship eco-system		25,000,000		25,000,000
18	Business attraction and community revitalization		111,100,000		111,100,000
19	Community ventures-7.0 FTE positions		9,800,000		9,800,000
20	Michigan film office-6.0 FTE positions		653,800		653,800
21	Film incentives		25,000,000		25,000,000
22	Community development block grants		47,000,000		47,000,000
23	Arts and cultural program		10,150,000		10,150,000
24	Community college skilled trades equipment program		4,600,000		4,600,000
25	Skilled trades training program		10,000,000		10,000,000
26	Energy programs		3,610,900		3,610,900
27	Workforce program administration-229.0 FTE positions ..		33,688,600		33,688,600

1	Workforce development programs	391,473,900	391,473,900
2	Workforce development agency rent and property management	870,500	870,500
3	Information technology services and projects	<u>921,700</u>	<u>921,700</u>
4	GROSS APPROPRIATION	\$ 725,965,500	\$ 725,965,500
5	Appropriated from:		
6	Federal revenues:		
7	DAG, employment and training	3,499,400	3,499,400
8	DED-OESE, GEAR-UP	4,730,700	4,730,700
9	DED-OVAE, adult education	20,000,000	20,000,000
10	DED-OVAE, basic grants to states	19,000,000	19,000,000
11	DOE-OEERE, multiple grants	3,794,500	3,794,500
12	DOL, federal funds	112,769,500	112,769,500
13	DOL-ETA workforce investment act	173,988,600	173,988,600
14	Federal funds	5,940,200	5,940,200
15	Social security act, temporary assistance for needy		
16	families	64,898,800	64,898,800
17	HUD-CPD community development block grant	49,773,300	49,773,300
18	NFAH-NEA, promotion of the arts, partnership agreements	1,050,000	1,050,000
19	Special revenue funds:		
20	Local revenues	4,433,500	4,433,500
21	Private special project advances	250,000	250,000
22	Private-Michigan council for the arts fund	100,000	100,000
23	Private funds	5,269,000	5,269,000
24	Private-oil overcharge	30,000	30,000
25	Defaulted loan collection fees	149,800	149,800
26	Industry support fees	5,500	5,500
27	21 st century jobs trust fund	75,000,000	75,000,000

1	Michigan film promotion fund	653,800	653,800
2	Public utility assessments	871,900	871,900
3	State general fund/general purpose	\$ 179,757,000	\$ 179,757,000
4	Sec. 20-114. REVENUE SHARING		
5	Constitutional state general revenue sharing grants ...	\$ 788,497,000	\$ 816,052,600
6	County incentive program	42,940,000	42,940,000
7	City, village, and township revenue sharing	243,040,000	243,040,000
8	County revenue sharing	171,760,000	171,760,000
9	Financially distressed cities, villages, and townships	<u>5,000,000</u>	<u>5,000,000</u>
10	GROSS APPROPRIATION	\$ 1,251,237,000	\$ 1,278,792,600
11	Appropriated from:		
12	Special revenue funds:		
13	Sales tax	1,251,237,000	1,278,792,600
14	State general fund/general purpose	\$ 0	\$ 0
15	Sec. 20-115. MICHIGAN STRATEGIC FUND - MICHIGAN STATE HOUSING DEVELOPMENT		
16	AUTHORITY		
17	Full-time equated classified positions	353.0	353.0
18	Payments on behalf of tenants	\$ 166,860,000	\$ 166,860,000
19	Housing and rental assistance-347.0 FTE positions	57,897,100	57,897,100
20	Lighthouse preservation program	307,500	307,500
21	Rent and administrative support	3,847,900	3,847,900
22	Michigan state housing development authority technology		
23	services and project	3,556,700	3,556,700
24	Land bank fast track authority-6.0 FTE positions	<u>5,247,800</u>	<u>5,247,800</u>
25	GROSS APPROPRIATIONS	\$ 237,717,000	\$ 237,717,000
26	Appropriated from:		
27	Federal revenues:		

1	Federal funds	1,000,000	1,000,000
2	HUD, lower income housing assistance	166,860,000	166,860,000
3	Special revenue funds:		
4	Michigan state housing development authority fees and		
5	charges	65,301,700	65,301,700
6	Michigan lighthouse preservation fund	307,500	307,500
7	Land bank fast track fund	297,800	297,800
8	State general fund/general purpose	\$ 3,950,000	\$ 3,950,000
9	Sec. 20-116. STATE BUILDING AUTHORITY		
10	Full-time equated classified positions	4.0	4.0
11	State building authority-4.0 FTE positions	\$ <u>711,100</u>	\$ <u>711,100</u>
12	GROSS APPROPRIATION	\$ 711,100	\$ 711,100
13	Appropriated from:		
14	Special revenue funds:		
15	State building authority revenue	711,100	711,100
16	State general fund/general purpose	\$ 0	\$ 0
17	Sec. 20-117. CITY INCOME TAX ADMINISTRATION PROGRAM		
18	Full-time equated classified positions	50.0	50.0
19	City income tax administration program-50.0 FTE		
20	positions	\$ <u>5,850,000</u>	\$ <u>5,850,000</u>
21	GROSS APPROPRIATIONS	\$ 5,850,000	\$ 5,850,000
22	Appropriated from:		
23	Special revenue funds:		
24	Local-city income tax fund	5,850,000	5,850,000
25	State general fund/general purpose	\$ 0	\$ 0
26	Sec. 20-118. INFORMATION TECHNOLOGY		
27	Treasury operations information technology service and		

1	projects	\$	<u>28,959,700</u>	\$	<u>28,959,700</u>
2	GROSS APPROPRIATION	\$	28,959,700	\$	28,959,700
3	Appropriated from:				
4	Interdepartmental grant revenues:				
5	IDG, from MDOT Michigan transportation fund		400,000		400,000
6	Federal revenues:				
7	DED-OPSE federal lenders allowance		618,800		618,800
8	Special revenue funds:				
9	Local-city income tax fund		1,200,000		1,200,000
10	Tobacco tax revenue		127,500		127,500
11	Delinquent tax collection revenue		15,644,900		15,644,900
12	Retirement funds		757,600		757,600
13	State general fund/general purpose	\$	10,210,900	\$	10,210,900
14	Sec. 20-119. ONE-TIME APPROPRIATIONS				
15	MSF - business attraction and community revitalization	\$	17,900,000	\$	0
16	MSF - film incentives		25,000,000		0
17	Personal property tax payments		19,300,000		0
18	Treasury online - treasury business portal		<u>600,000</u>		<u>0</u>
19	GROSS APPROPRIATION	\$	62,800,000	\$	0
20	Appropriated from:				
21	Special revenue funds:				
22	State general fund/general purpose	\$	62,800,000	\$	0

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PART 2
PROVISIONS CONCERNING APPROPRIATIONS
FISCAL YEAR 2016

GENERAL SECTIONS

1 Sec. 20-201. Pursuant to section 30 of article IX of the state constitution of
 2 1963, total state spending from state resources under part 1 for fiscal year 2015-2016
 3 is \$2,252,089,900.00 and state spending from state resources to be paid to local units
 4 of government for fiscal year 2015-2016 is \$1,465,619,100.00. The itemized statement
 5 below identifies appropriations from which spending to local units of government will
 6 occur:

7 DEPARTMENT OF TREASURY

8	Senior citizen cooperative housing tax exemption program	\$	10,020,000
9	Health and safety fund grants		9,000,000
10	Constitutional state general revenue sharing grants		788,497,000
11	City, village, and township revenue sharing		243,040,000
12	Convention facility development fund distribution		90,950,000
13	Emergency 911 payments		24,700,000
14	Financially distressed cities, villages, and townships		5,000,000
15	County incentive program		42,940,000
16	County revenue sharing		171,760,000
17	Airport parking distribution pursuant to section 909		19,093,200
18	Payments in lieu of taxes		26,094,100
19	Personal property tax payments		19,300,000
20	Welfare-to-work programs		<u>15,224,800</u>
21	TOTAL	\$	1,465,619,100

22 Sec. 20-202. The appropriations authorized under this article are subject to
 23 the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

24 Sec. 20-203. As used in this article:

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

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

- 1 (c) "DED-OESE" means the DED office of elementary and secondary education.
- 2 (d) "DED-OPSE" means the DED office of post secondary education.
- 3 (e) "DED-OVAE" means the DED office of vocational and adult education.
- 4 (f) "Department" means the department of treasury.
- 5 (g) "Director" means the director of the department.
- 6 (h) "DOE-OEERE" means the United States department of energy, office of energy
7 efficiency and renewable energy.
- 8 (i) "DOL" means the United States department of labor.
- 9 (j) "DOL-ETA" means the DOL employment and training administration.
- 10 (k) "DTMB" means the department of technology, management and budget.
- 11 (l) "FTE" means full-time equated.
- 12 (m) "GEAR-UP" means gaining early awareness and readiness for undergraduate
13 programs.
- 14 (n) "HHS" means the United States department of health and human services.
- 15 (o) "HHS-SSA" means HHS social security administration.
- 16 (p) "HUD" means the United States department of housing and urban development.
- 17 (q) "HUD-CPD" means the HUD community planning and development.
- 18 (r) "IDG" means interdepartmental grant.
- 19 (s) "JCOS" means the joint capital outlay subcommittee.
- 20 (t) "LCSA" means local community stabilization authority.
- 21 (u) "MAIN" means the Michigan administrative information network.
- 22 (v) "MDHS" means the Michigan department of human services.
- 23 (w) "MDOT" means Michigan department of transportation.
- 24 (x) "MEDC" means the Michigan economic development corporation, which is the
25 public body corporate created under section 28 of article VII of the state
26 constitution of 1963 and the urban cooperation act of 1967, (Ex Sess) PA 7, MCL
27 124.501 to 124.512, by contractual interlocal agreement effective April 5, 1999,

1 between local participating economic development corporations formed under the
2 economic development corporations act, 1974 PA 338, MCL 125.1601 to 125.1636, and the
3 Michigan strategic fund.

4 (y) "MSF" means the Michigan strategic fund.

5 (z) "NFAH-NEA" means the national foundation of the arts and the humanities -
6 national endowment for the arts.

7 (aa) "PATH" means partnership, accountability, training, and hope.

8 (bb) "Title IV-D" means part D of title IV of the social security act, 42 USC
9 65 to 669b.

10 Sec. 20-206. The department shall cooperate with the department of technology,
11 management and budget to maintain a searchable website accessible by the public at no
12 cost that includes, but is not limited to, all of the following for each department or
13 agency:

14 (a) Fiscal year-to-date expenditures by category.

15 (b) Fiscal year-to-date expenditures by appropriation unit.

16 (c) Fiscal year-to-date payments to a selected vendor, including the vendor
17 name, payment date, payment amount, and payment description.

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

19 (e) Job specifications and wage rates.

20 Sec. 20-208. The departments and agencies receiving appropriations in part 1
21 shall use the Internet to fulfill the reporting requirements of this article. This
22 requirement may include transmission of reports via electronic mail to the recipients
23 identified for each reporting requirement, or it may include placement of reports on
24 an Internet or Intranet site.

25 Sec. 20-209. Funds appropriated in part 1 shall not be used for the purchase of
26 foreign goods or services, or both, if competitively priced and of comparable quality
27 American goods or services, or both, are available. Preference shall be given to goods

1 or services, or both, manufactured or provided by Michigan businesses, if they are
2 competitively priced and of comparable quality. In addition, preference should be
3 given to goods or services, or both, that are manufactured or provided by Michigan
4 businesses owned and operated by veterans, if they are competitively priced and of
5 comparable quality.

6 Sec. 20-210. The director shall take all reasonable steps to ensure businesses
7 in deprived and depressed communities compete for and perform contracts to provide
8 services or supplies, or both. Each director shall strongly encourage firms with which
9 the department contracts to subcontract with certified businesses in depressed and
10 deprived communities for services, supplies, or both.

11 Sec. 20-213. Funds appropriated in part 1 shall not be used by this state, a
12 department, an agency, or an authority of this state to purchase an ownership interest
13 in a casino enterprise or a gambling, operation as those terms are defined in the
14 Michigan gaming control and revenue act, 1996 IL, MCL 432.201 to 432.226.

15 Sec. 20-216. The departments and agencies receiving appropriations in part 1
16 shall prepare a report on out-of-state travel expenses not later than January 1 of
17 each year. The travel report shall be a listing of all travel by classified and
18 unclassified employees outside this state in the immediately preceding fiscal year
19 that was funded in whole or in part with funds appropriated in the department's
20 budget. The report shall be submitted to the senate and house appropriations
21 committees, the house and senate fiscal agencies, and the state budget director. The
22 report shall include the following information:

23 (a) The dates of each travel occurrence.

24 (b) The transportation and related costs of each travel occurrence, including
25 the proportion funded with state general fund/general purpose revenues, the proportion
26 funded with state restricted revenues, the proportion funded with federal revenues,
27 and the proportion funded with other revenues.

1 Sec. 20-219. The department shall maintain, on a publicly accessible website, a
2 department scorecard that identifies, tracks and regularly updates key metrics that
3 are used to monitor and improve the agency's performance.

4 Sec. 20-226. Funds appropriated in part 1 shall not be used by a principal
5 executive department, state agency, or authority to hire a person to provide legal
6 services that are the responsibility of the attorney general. This prohibition does
7 not apply to legal services for bonding activities and for those outside services that
8 the attorney general authorizes.

9 Sec. 20-227. Within 14 days after the release of the executive budget
10 recommendation, the department shall cooperate with the state budget office to provide
11 the senate and house appropriations chairs, the senate and house appropriations
12 subcommittees chairs, and the senate and house fiscal agencies with an annual report
13 on estimated state restricted fund balances, state restricted fund projected revenues,
14 and state restricted fund expenditures for the fiscal years ending September 30, 2015
15 and September 30, 2016.

16 Sec. 20-228. Not later than November 30, the state budget office shall prepare
17 and transmit a report that provides for estimates of the total general fund/general
18 purpose appropriation lapses at the close of the prior fiscal year. This report shall
19 summarize the projected year-end general fund/general purpose appropriation lapses by
20 major departmental program or program areas. The report shall be transmitted to the
21 chairpersons of the senate and house appropriations committees, and the senate and
22 house fiscal agencies.

23 Sec. 20-236. Total authorized appropriations from all department of treasury
24 sources under part 1 for legacy costs for the fiscal year ending September 30, 2016 is
25 \$46,551,300.00. From this amount, total department of treasury appropriations for
26 pension-related legacy costs are estimated at \$26,422,100.00. Total department of
27 treasury appropriations for retiree health care legacy costs are estimated at

1 \$20,129,200.00.

2 DEPARTMENT OF TREASURY OPERATIONS

3 Sec. 20-901. (1) In addition to the funds appropriated in part 1, there is
4 appropriated an amount not to exceed \$1,000,000.00 for federal contingency funds.
5 These funds are not available for expenditure until they have been transferred to
6 another line item in this article under section 393(2) of the management and budget
7 act, 1984 PA 431, MCL 18.1393.

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

13 (3) In addition to the funds appropriated in part 1, there is appropriated an
14 amount not to exceed \$200,000.00 for local contingency funds. These funds are not
15 available for expenditure until they have been transferred to another line item in
16 this article under section 393(2) of the management and budget act, 1984 PA 431, MCL
17 18.1393.

18 (4) In addition to the funds appropriated in part 1, there is appropriated an
19 amount not to exceed \$40,000.00 for private contingency funds. These funds are not
20 available for expenditure until they have been transferred to another line item in
21 this article under section 393(2) of the management and budget act, 1984 PA 431, MCL
22 18.1393.

23 Sec. 20-902. (1) Amounts needed to pay for interest, fees, principal, mandatory
24 and optional redemptions, arbitrage rebates as required by federal law, and costs
25 associated with the payment, registration, trustee services, credit enhancements, and
26 issuing costs in excess of the amount appropriated to the department of treasury in

1 part 1 for debt service on notes and bonds that are issued by the state under sections
2 14, 15, and 16 of article IX of the state constitution of 1963 as implemented by 1967
3 PA 266, MCL 17.451 to 17.455, are appropriated.

4 (2) In addition to the amount appropriated to the department of treasury for
5 debt service in part 1, there is appropriated an amount for fiscal year cash-flow
6 borrowing costs to pay for interest on interfund borrowing made under 1967 PA 55, MCL
7 12.51 to 12.53.

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

15 Sec. 20-903. (1) From the funds appropriated in part 1, the department of
16 treasury may contract with private collection agencies and law firms to collect taxes
17 and other accounts due this state. In addition to the amounts appropriated in part 1
18 to the department of treasury, there are appropriated amounts necessary to fund
19 collection costs and fees not to exceed 25% of the collections or 2.5% plus operating
20 costs, whichever amount is prescribed by each contract. The appropriation to fund
21 collection costs and fees for the collection of taxes or other accounts due this state
22 are from the fund or account to which the revenues being collected are recorded or
23 dedicated. However, if the taxes collected are constitutionally dedicated for a
24 specific purpose, the appropriation of collection costs and fees are from the general
25 purpose account of the general fund.

26 (2) From the funds appropriated in part 1, the department of treasury may
27 contract with private collections agencies and law firms to collect defaulted student

1 loans and other accounts due the Michigan guaranty agency. In addition to the amounts
2 appropriated in part 1 to the department of treasury, there are appropriated amounts
3 necessary to fund collection costs and fees not to exceed 24.34% of the collection or
4 a lesser amount as prescribed by the contract. The appropriation to fund collection
5 costs and fees for the auditing and collection of defaulted student loans due the
6 Michigan guaranty agency is from the fund or account to which the revenues being
7 collected are recorded or dedicated.

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

14 Sec. 20-904. (1) The department of treasury, through its bureau of investments,
15 may charge an investment service fee against the applicable retirement funds. The fees
16 may be expended for necessary salaries, wages, contractual services, supplies,
17 materials, equipment, travel, worker's compensation insurance premiums, and grants to
18 the civil service commission and state employees' retirement funds. Service fees shall
19 not exceed the aggregate amount appropriated in part 1. The department of treasury
20 shall maintain accounting records in sufficient detail to enable the retirement funds
21 to be reimbursed periodically for fee revenue that is determined by the department of
22 treasury to be surplus.

23 (2) In addition to the funds appropriated in part 1 from the retirement funds
24 to the department of treasury, there is appropriated from retirement funds an amount
25 sufficient to pay for the services of money managers, investment advisors, investment
26 consultants, custodians, and other outside professionals, the state treasurer
27 considers necessary to prudently manage the retirement funds' investment portfolios.

1 The state treasurer shall report annually to the senate and house of representatives
2 standing committees on appropriations and the state budget office concerning the
3 performance of each portfolio by investment advisor.

4 Sec. 20-904a. (1) There is appropriated an amount sufficient to recognize and
5 pay expenditures for financial services provided by financial institutions as provided
6 under section 1 of 1861 PA 111, MCL 21.181.

7 (2) The appropriations under subsection (1) shall be funded by restricting
8 revenues from common cash interest earnings and investment earnings in an amount
9 sufficient to record these expenditures.

10 Sec. 20-905. A revolving fund known as the municipal finance fee fund is
11 created in the department of treasury. Fees are established under the revised
12 municipal finance act, 2001 PA 34, MCL 141.2101 to 141.2821, and the fees collected
13 shall be credited to the municipal finance fee fund and may be carried forward for
14 future appropriation.

15 Sec. 20-906. (1) The department of treasury shall charge for audits as
16 permitted by state or federal law or under contractual arrangements with local units
17 of government, other principal executive departments, or state agencies. A report
18 detailing audits performed and audit charges for the immediately preceding fiscal year
19 shall be submitted to the state budget director and the senate and house fiscal
20 agencies not later than November 30.

21 (2) A revolving fund known as the audit charges fund is created in the
22 department of treasury. The contractual charges collected shall be credited to the
23 audit charges fund and may be carried forward for future appropriation.

24 Sec. 20-907. A revolving fund known as the assessor certification and training
25 fund is created in the department of treasury. The assessor certification and training
26 fund shall be used to organize and operate a property assessor certification and
27 training program. Each participant certified and trained shall pay to the department

1 of treasury examination fees not to exceed \$50.00 per examination and certification
2 fees not to exceed \$175.00. Training courses shall be offered in assessment
3 administration. Each participant shall pay a fee to cover the expenses incurred in
4 offering the optional programs to certified assessing personnel and other individuals
5 interested in an assessment career opportunity. The fees collected shall be credited
6 to the assessor certification and training fund.

7 Sec. 20-908. The amount appropriated in part 1 to the department of treasury,
8 home heating assistance program, is to cover the costs, including data processing, of
9 administering federal home heating credits to eligible claimants and to administer the
10 supplemental fuel cost payment program for eligible tax credit and welfare recipients.

11 Sec. 20-909. Revenue from the airport parking tax act, 1987 PA 248, MCL 207.371
12 to 207.383, is appropriated and shall be distributed under section 7a of the airport
13 parking tax act, 1987 PA 248, MCL 207.377a.

14 Sec. 20-910. The disbursement by the department of treasury from the bottle
15 deposit fund to dealers as required by section 3c(2) of 1976 IL 1, MCL 445.573c, is
16 appropriated.

17 Sec. 20-911. (1) There is appropriated an amount sufficient to recognize and
18 pay refundable income tax credits as provided by the management and budget act,
19 1984 PA 431, MCL 18.1101 to 18.1594.

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

22 Sec. 20-912. A plaintiff in a garnishment action involving this state shall pay
23 to the state treasurer 1 of the following:

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

27 (b) A fee of \$6.00 at the time any other writ of garnishment is served upon the

1 state treasurer, except that the fee shall be reduced to \$5.00 for each writ of
2 garnishment for individual income tax refunds or credits filed by magnetic media.

3 Sec. 20-913. (1) The department of treasury may contract with private firms to
4 appraise and, if necessary, appeal the assessments of senior citizen cooperative
5 housing units. Payment for this service shall be from savings resulting from the
6 appraisal or appeal process.

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

14 Sec. 20-914. The department of treasury may provide a \$200.00 annual prize from
15 the Ehlers internship award account in the gifts, bequests, and deposit fund to the
16 runner-up of the Rosenthal prize for interns. The Ehlers internship award account is
17 interest bearing.

18 Sec. 20-915. Pursuant to section 61 of the Michigan campaign finance act, 1976
19 PA 388, MCL 169.261, there is appropriated from the general fund to the state campaign
20 fund an amount equal to the amounts designated for tax year 2014. Except as otherwise
21 provided in this section, the amount appropriated shall not revert to the general fund
22 and shall remain in the state campaign fund. Any amounts remaining in the state
23 campaign fund in excess of \$10,000,000.00 on December 31 shall revert to the general
24 fund.

25 Sec. 20-916. The department of treasury may make available to interested
26 entities otherwise unavailable customized unclaimed property listings of
27 nonconfidential information in its possession. The charge for this information is as

1 follows: 1 to 100,000 records at 2.5 cents per record and 100,001 or more records at
2 .5 cents per record. The revenue received from this service shall be deposited to the
3 appropriate revenue account or fund. The department shall submit an annual report on
4 or before June 1 to the state budget director and the senate and house of
5 representatives standing committees on appropriations that states the amount of
6 revenue received from the sale of information.

7 Sec. 20-917. (1) There is appropriated for write-offs and advances an amount
8 equal to total write-offs and advances for departmental programs, but not to exceed
9 current year authorizations that would otherwise lapse to the general fund.

10 (2) The department of treasury shall submit a report for the immediately
11 preceding fiscal year to the state budget director and the senate and house fiscal
12 agencies not later than November 30 stating the amounts appropriated for write-offs
13 and advances under subsection (1).

14 Sec. 20-918. In addition to funds appropriated in part 1, the department of
15 treasury may receive and expend funds for conducting tax orientation workshops and
16 seminars. Funds received may not exceed costs incurred in conducting the workshops and
17 seminars.

18 Sec. 20-919. (1) From funds appropriated in part 1, the department of treasury
19 may contract with private auditing firms to audit for and collect unclaimed property
20 due this state in accordance with the uniform unclaimed property act, 1995 PA 29, MCL
21 567.221 to 567.265. In addition to the amounts appropriated in part 1 to the
22 department of treasury, there are appropriated amounts necessary to fund auditing and
23 collection costs and fees not to exceed 12% of the collections, or a lesser amount as
24 prescribed by the contract. The appropriation to fund collection costs and fees for
25 the auditing and collection of unclaimed property due this state is from the fund or
26 account to which the revenues being collected are recorded or dedicated.

27 (2) The department of treasury shall submit a report for the immediately

1 preceding fiscal year ending September 30 to the state budget director and the senate
2 and house of representatives standing committees on appropriations not later than
3 November 30 stating the auditing firms employed, the amount of collections for each,
4 the costs of collection, and other pertinent information relating to determining
5 whether this authority should be continued.

6 Sec. 20-924. (1) In addition to the funds appropriated in part 1, the
7 department of treasury may receive and expend principal residence audit fund revenue
8 for administration of principal residence audits under the general property tax act,
9 1893 PA 206, MCL 211.1 to 211.155.

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

14 Sec. 20-926. Unexpended appropriations of the John R. Justice grant program are
15 designated as work project appropriations and shall not lapse at the end of the fiscal
16 year and shall continue to be available for expenditure until the project has been
17 completed. The following is in compliance with section 451a of the management and
18 budget act, 1984 PA 431, MCL 18.1451a:

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

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

23 (c) The total estimated cost of the project is \$287,700.

24 (d) The tentative completion date is September 30, 2017.

25 Sec. 20-928. The department of treasury may provide receipt, warrant and cash
26 processing, data, collection, investment, fiscal agent, levy and warrant cost
27 assessment, writ of garnishment, and other user services on a contractual basis for

1 other principal executive departments and state agencies. Funds for the services
2 provided are appropriated and shall be expended for salaries and wages, fees,
3 supplies, and equipment necessary to provide the services. Any unobligated balance of
4 the funds received shall revert to the general fund of this state as of September 30.

5 Sec. 20-930. (1) The department of treasury shall provide accounts receivable
6 collections services to other principal executive departments and state agencies under
7 1927 PA 375, MCL 14.131 to 14.134. The department of treasury shall deduct a fee equal
8 to the cost of collections from all receipts except unrestricted general fund
9 collections. Fees shall be credited to a restricted revenue account and appropriated
10 to the department of treasury to pay for the cost of collections. The department of
11 treasury shall maintain accounting records in sufficient detail to enable the
12 respective accounts to be reimbursed periodically for fees deducted that are
13 determined by the department of treasury to be surplus to the actual cost of
14 collections.

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

19 Sec. 20-931. (1) The appropriation in part 1 to the department of treasury for
20 treasury fees shall be assessed against all restricted funds that receive common cash
21 earnings or other investment income. Treasury fees include all costs, including
22 administrative overhead, relating to the investment of each restricted fund. The fee
23 assessed against each restricted fund will be based on the size of the restricted fund
24 (the absolute value of the average daily cash balance plus the market value of
25 investments in the prior fiscal year) and the level of effort necessary to maintain
26 the restricted fund as required by each department. The department of treasury shall
27 provide a report to the state budget director, the senate and house of representatives

1 standing committees on appropriations subcommittees on general government, and the
2 senate and house fiscal agencies by November 30 of each year identifying the fees
3 assessed against each restricted fund and the methodology used for assessment.

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

10 Sec. 20-932. Revenue received under the Michigan education trust act, 1986 PA
11 316, MCL 390.1421 to 390.1442, may be expended by the board of directors of the
12 Michigan education trust for necessary salaries, wages, supplies, contractual
13 services, equipment, worker's compensation insurance premiums, and grants to the civil
14 service commission and state employees' retirement fund.

15 Sec. 20-934. (1) The department of treasury may expend revenues received under
16 the hospital finance authority act, 1969 PA 38, MCL 331.31 to 331.84, the shared
17 credit rating act, 1985 PA 227, MCL 141.1051 to 141.1076, the higher education
18 facilities authority act, 1969 PA 295, MCL 390.921 to 390.934, the Michigan public
19 educational facilities authority, Executive Reorganization Order No. 2002-3, MCL
20 12.192, the Michigan tobacco settlement finance authority act, 2005 PA 226, MCL
21 129.261 to 129.279, the land bank fast track act, 2003 PA 258, MCL 124.751 to 124.774,
22 part 505 of the natural resources and environmental protection act, 1994 PA 451, MCL
23 324.50501 to 324.50522, the state housing development authority act of 1966, 1966 PA
24 346, MCL 125.1401 to 125.1499c, and the Michigan finance authority, Executive
25 Reorganization Order No. 2010-2, MCL 12.194, for necessary salaries, wages, supplies,
26 contractual services, equipment, worker's compensation insurance premiums, grants to
27 the civil service commission and state employees' retirement fund, and other expenses

1 as allowed under those acts.

2 (2) The department of treasury shall report by January 31 to the senate and
3 house appropriations subcommittees, the senate and house fiscal agencies, and the
4 state budget director on the amount and purpose of expenditures made under subsection
5 (1) from funds received in addition to those appropriated in part 1. The report shall
6 also include a listing of reimbursement of revenue, if any. The report shall cover the
7 2013-2014 fiscal year.

8 Sec. 20-935. The funds appropriated in part 1 for dual enrollment payments for
9 an eligible student enrolled in a state-approved nonpublic school shall be distributed
10 as provided under the postsecondary enrollment options act, 1996 PA 160, MCL 388.511
11 to 388.524, and the career and technical preparation act, 2000 PA 258, MCL 388.1901 to
12 388.1913, in a form and manner as determined by the department of treasury.

13 Sec. 20-945. The assessment and certification division of the department of
14 treasury shall conduct audit of minimum assessing requirements reviews for each
15 county.

16 Sec. 20-946. Revenue collected in the convention facility development fund is
17 appropriated and shall be distributed under section 8 and section 9 of the state
18 convention facility development act, 1985 PA 106, MCL 207.628 and MCL 207.629.

19 Sec. 20-947. Financial independence teams shall cooperate with the office of
20 fiscal responsibility to coordinate and streamline efforts in identifying and
21 addressing fiscal emergencies in school districts and intermediate school districts.

22 Sec. 20-948. (1) From the funds appropriated in part 1, the department of
23 treasury may contract with private agencies to prevent the disbursement of fraudulent
24 tax refunds. In addition to the amounts appropriated in part 1 to the department of
25 treasury, there is appropriated amounts necessary to pay contract costs or fund
26 operations designed to reduce fraudulent income tax refund payments not to exceed
27 \$1,600,000.00 of the refunds identified as potentially fraudulent and for which

1 payment of the refund is denied. The appropriation to fund fraud prevention efforts
2 are from the fund or account to which the revenues being collected are recorded or
3 dedicated.

4 (2) The department of treasury shall submit a report for the immediately
5 preceding fiscal year ending September 30 to the state budget director and the senate
6 and house of representatives standing committees on appropriations not later than
7 November 30 stating the number of refund claims denied due to the fraud prevention
8 operations, the amount of refunds denied, the costs of the fraud prevention
9 operations, and other pertinent information relating to determining whether this
10 authority should be continued.

11 Sec. 20-949. (1) From the increased funds appropriated in part 1 for personal
12 property tax payments, the department shall establish personal property tax payments
13 in the current fiscal year. The purpose of these increased funds is to continue
14 payment to municipalities for lost debt and tax increment financing personal property
15 taxes as required by the Local Community Stabilization Authority Act (LCSA).

16 (2) The department shall identify specific outcomes and performance measures
17 for this initiative, including, but not limited to, the following:

18 (a) Funding for treasury's role in reimbursing the local units will provide
19 treasury the ability to establish the technical and administrative support needed to
20 ensure the payment information provided to LCSA is accurate and timely.

21 Sec. 20-949a. (1) From the increased funds appropriated in part 1 for the city
22 income tax administration program, the department shall establish the city income tax
23 administration program in the current year. The purpose of this new program is to
24 minimize revenue loss through improved accuracy of e-filed returns.

25 (2) The department shall identify specific outcomes and performance measures
26 for this initiative, including, but not limited to, the following:

27 (a) Funding for this program will allow treasury to track and reduce fraudulent

1 returns by expanding compliance and enforcement services. This will benefit Michigan's
2 cities by allowing the taxpayer to e-file the city return as part of the state return.

3 Sec. 20-949b. (1) From the increased funds appropriated in part 1 for treasury
4 operations information technology services and projects, the department shall increase
5 treasury operations information technology services and projects in the current fiscal
6 year. The purpose of this increase is to establish a treasury online business portal
7 to allow businesses online access to do electronic business tax registration, tax
8 returns and tax payments.

9 (2) The department shall identify specific outcomes and performance measures
10 for this initiative, including, but not limited to, the following:

11 (a) Funding for the portal will provide businesses the opportunity for
12 electronic business tax registration, authentication of taxpayers, and tax filing for
13 more than 325,000 Michigan businesses.

14 Sec. 20-949c. (1) From the increased funds appropriated in part 1 for financial
15 review commission, the department shall expand financial review commission efforts in
16 the current fiscal year. The purpose of this expansion is to provide ongoing costs
17 associated with the operation of the commission.

18 (2) The department shall identify specific outcomes and performance measures
19 for this initiative, including, but not limited to, the following:

20 (a) Funding for the financial review commission will allow the department to
21 perform critical fiscal review to ensure the city of Detroit does not reenter distress
22 following their exit from bankruptcy.

23 Sec. 20-949d. From the increased funds appropriated in part 1 for the state
24 essential services assessment program, the department shall establish the state
25 essential services assessment program in the current year. The purpose of the new
26 program will provide treasury the ability to collect the new state essential services
27 assessment which is a phased in replacement of locally collected personal property

1 taxes on eligible manufacturing personal property.

2 Sec. 20-949e. Revenue from the tobacco products tax act related to counties
3 with a 2000 population of more than 2,000,000 is appropriated and shall be distributed
4 under section 12(4)(d) of that act, 1993 PA 327, MCL 205.432.

5 **REVENUE SHARING**

6 Sec. 20-950. The funds appropriated in part 1 for constitutional revenue
7 sharing shall be distributed by the department to cities, villages, and townships, as
8 required under section 10 of article IX of the state constitution of 1963. Revenue
9 collected in accordance with section 10 of article IX of the state constitution of
10 1963 in excess of the amount appropriated in part 1 for constitutional revenue sharing
11 is appropriated for distribution to cities, villages, and townships, on a population
12 basis as required under section 10 of article IX of the state constitution of 1963.

13 Sec. 20-952. (1) The funds appropriated in part 1 for city, village, and
14 township revenue sharing are for grants to cities, villages, and townships such that,
15 subject to fulfilling the requirements under subsection (3), each city, village, or
16 township that received a payment under section 950(2) of 2009 PA 128 greater than
17 \$4,500.00 is eligible to receive a maximum of 78.51044% of its total payment received
18 under section 950(2) of 2009 PA 128, rounded to the nearest dollar. For purposes of
19 this subsection, any city, village, or township that completely merges with another
20 city, village, or township will be treated as a single entity, such that when
21 determining the payment received under section 950(2) of 2009 PA 128 for the combined
22 single entity, the amount each of the merging local units received under section
23 950(2) of 2009 PA 128 is summed. In addition, any city or village that according to
24 the 2010 federal decennial census is determined to have population in more than 1
25 county shall be treated as a single entity when determining the payment received under
26 section 950(2) of 2009 PA 128.

1 (2) The funds appropriated in part 1 for the county incentive program are to be
2 used for grants to counties such that each county is eligible to receive an amount
3 equal to the amount by which the balance in its revenue sharing reserve fund under
4 section 44a of the general property tax act, 1893 PA 206, MCL 211.44a, for the
5 county's most recent fiscal year that ends prior to the January 1 of the state's
6 fiscal year is less than the amount calculated under section 44a(14) of the general
7 property tax act, 1893 PA 206, MCL 211.44a, for the county fiscal year that begins in
8 the state's fiscal year. The amount calculated under this subsection shall be adjusted
9 as necessary to reflect partial county fiscal years and prorated based on the total
10 amount appropriated for distribution to all eligible counties. Except as otherwise
11 provided under this subsection, payments under this subsection will be distributed to
12 an eligible county subject to the county's fulfilling the requirements under
13 subsection (3).

14 (3) For purposes of accountability and transparency, each eligible city,
15 village, township, or county shall certify by December 1, or the first day of a
16 payment month, that it has produced a citizen's guide of its most recent local
17 finances, including a recognition of its unfunded liabilities; a performance
18 dashboard; a debt service report containing a detailed listing of its debt service
19 requirements, including, at a minimum, the issuance date, issuance amount, type of
20 debt instrument, a listing of all revenues pledged to finance debt service by debt
21 instrument, and a listing of the annual payment amounts until maturity; and a
22 projected budget report, including, at a minimum, the current fiscal year and a
23 projection for the immediately following fiscal year. The projected budget report
24 shall include revenues and expenditures and an explanation of the assumptions used for
25 the projections. Each eligible city, village, township, or county shall include in any
26 mailing of general information to its citizens, the internet website address location
27 for its citizen's guide, performance dashboard, debt service report, and projected

1 budget report or the physical location where these documents are available for public
2 viewing in the city, village, township, or county clerk's office. Each city, village,
3 township, and county applying for a payment under this subsection shall submit a copy
4 of the citizen's guide, a copy of the performance dashboard, a copy of the debt
5 service report, and a copy of the projected budget report to the department of
6 treasury. The department of treasury shall develop detailed guidance for a city,
7 village, township, or county to follow to meet the requirements of this subsection.
8 The detailed guidance shall be posted on the department of treasury website and
9 distributed to cities, villages, townships, and counties by October 1.

10 (4) City, village, and township revenue sharing payments and county incentive
11 program payments are subject to the following conditions:

12 (a) The city, village, township, or county shall certify to the department that
13 it has met the required criteria for subsection (3) and submitted the required
14 citizen's guide, performance dashboard, debt service report, and projected budget
15 report as required by subsection (3). A department of treasury review of the citizen's
16 guide, dashboard, or reports is not required in order for a city, village, township,
17 or county to receive a payment under subsection (1) or (2). The department shall
18 develop a certification process and method for cities, villages, townships, and
19 counties to follow.

20 (b) Subject to subdivisions (c), (d), and (e), if a city, village, township, or
21 county meets the requirements of subsection (3), the city, village, township, or
22 county shall receive its full potential payment under this section.

23 (c) Cities, villages, and townships eligible to receive a payment under
24 subsection (1) shall receive 1/6 of their eligible payment on the last business day of
25 October, December, February, April, June, and August. Payments under subsection (1)
26 shall be issued to cities, villages, and townships until the specified due date for
27 subsection (3). After the specified due date for subsection (3), payments shall be

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

3 (d) Payments under subsection (2) shall be issued to counties until the
4 specified due date for subsection (3). After the specified due date for subsection
5 (3), payments shall be made to a county only if that county has complied with
6 subdivision (a).

7 (e) If a city, village, township, or county does not provide the required
8 certification or fails to submit the required citizen's guide, performance dashboard,
9 debt service report, and projected budget report by the first day of a payment month,
10 the city, village, township, or county shall forfeit the payment in that payment
11 month.

12 (f) Any city, village, township, or county that falsifies certification
13 documents shall forfeit any future city, village, and township revenue sharing
14 payments or county incentive program payments and shall repay to this state all
15 payments it has received under this section.

16 (g) City, village, and township revenue sharing payments and county incentive
17 program payments under this section shall be distributed on the last business day of
18 October, December, February, April, June, and August.

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

22 (i) Payments distributed under this section to counties may be withheld if a
23 county is more than three months delinquent in maintaining county child care fund or
24 state ward board and care chargeback obligations pursuant to section 5 of the youth
25 rehabilitation services act of 1974, 1974 PA 150, MCL 803.305, section 117a of the
26 social welfare act of 1939, 1939 PA 280, MCL 400.117a, or section 117c of the social
27 welfare act of 1939, 1939 PA 280, MCL 400.117c.

1 (5) The unexpended funds appropriated in part 1 for city, village, and township
2 revenue sharing and the county incentive program shall be available for expenditure
3 under the program for financially distressed cities, villages, and townships after the
4 approval of transfers by the legislature pursuant to section 393(2) of the management
5 and budget act, 1984 PA 431, MCL 18.1393.

6 Sec. 20-955. (1) The funds appropriated in part 1 for county revenue sharing
7 shall be distributed by the department to eligible counties pursuant to the Glenn
8 Steil state revenue sharing act of 1971, 1971 PA 140, MCL 141.901 to 141.921.

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

12 Sec. 20-956. (1) The funds appropriated in part 1 for financially distressed
13 cities, villages, and townships shall be granted by the department of treasury to
14 cities, villages, and townships that have 1 or more conditions that indicate probable
15 financial distress, as determined by the department of treasury. Grants are to be used
16 for specific projects or services that move the city, village, or township toward
17 financial stability. The city, village, or township may use, but is not limited to
18 using, the grants under this section to make payments to reduce unfunded accrued
19 liability; to repair or replace critical infrastructure and equipment owned or
20 maintained by the city, village, or township; to reduce debt obligations; or for costs
21 associated with a transition to shared services with another jurisdiction. The
22 department of treasury shall award no more than \$2,000,000.00 to any city, village, or
23 township under this section.

24 (2) The department of treasury shall provide a report to the senate and house
25 of representatives appropriations subcommittees on general government, the senate and
26 house fiscal agencies, and the state budget office by September 30. The report shall
27 include a list by grant recipient of the date each grant was approved, the amount of

1 the grant, and a description of the project or projects that will be paid by the
2 grant.

3 (3) The unexpended funds appropriated in part 1 for financially distressed
4 cities, villages, and townships are designated as a work project appropriation, and
5 any unencumbered or unallotted funds shall not lapse at the end of the fiscal year and
6 shall be available for expenditure for projects under this section until the projects
7 have been completed. The following is in compliance with section 451a of the
8 management and budget act, 1984 PA 431, MCL 18.1451a:

9 (a) The purpose of the project is to provide assistance to financially
10 distressed cities, villages, and townships under this section.

11 (b) The projects will be accomplished by grants to cities, villages, and
12 townships approved by the department of treasury.

13 (c) The total estimated cost of all projects is \$5,000,000.00.

14 (d) The tentative completion date is September 30, 2020.

15 Sec. 20-957. From the increased funds appropriated in part 1 for the county
16 incentive program and for county revenue sharing, the department shall distribute
17 payments to eligible counties meeting the accountability and transparency requirements
18 in section 952 and to eligible counties under section 955. The purpose of increased
19 funding is to provide the maximum amount of funding allowed under section 44a of the
20 general property tax act, 1893 PA 206, MCL 211.44a to otherwise eligible counties.

21 **BUREAU OF STATE LOTTERY**

22 Sec. 20-960. In addition to the funds appropriated in part 1 to the bureau of
23 state lottery, there is appropriated from state lottery fund revenues the amount
24 necessary for, and directly related to, implementing and operating lottery games under
25 the McCauley-Traxler-Law-Bowman-McNeely lottery act, 1972 PA 239, MCL 432.1 to 432.47,
26 and activities under the Traxler-McCauley-Law-Bowman bingo act, 1972 PA 382, MCL

1 432.101 to 432.120, including expenditures for contractually mandated payments for
2 vendor commissions, contractually mandated payments for instant tickets intended for
3 resale, the contractual costs of providing and maintaining the online system
4 communications network, and incentive and bonus payments to lottery retailers.

5 Sec. 20-964. For the bureau of the lottery, there is appropriated 1% of the
6 lottery's prior fiscal year's gross sales for promotion and advertising.

7 **CASINO GAMING**

8 Sec. 20-971. From the revenue collected by the Michigan gaming control board
9 regarding the total annual assessment of each casino licensee, \$2,000,000.00 is
10 appropriated and shall be deposited in the compulsive gaming prevention fund as
11 described in section 12a(5) of the Michigan gaming control and revenue act, 1996 IL 1,
12 MCL 432.212a.

13 Sec. 20-973. (1) Funds appropriated in part 1 for local government programs may
14 be used to provide assistance to a local revenue sharing board referenced in an
15 agreement authorized by the Indian gaming regulatory act, Public Law 100-497.

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

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

26 (4) A local revenue sharing board described in subsection (1) shall comply with

1 all applicable provisions of any agreement authorized by the Indian gaming regulatory
2 act, Public Law 100-497, in which the local revenue sharing board is referenced,
3 including, but not limited to, the disbursal of tribal casino payments received under
4 applicable provisions of the tribal-state class III gaming compact in which those
5 funds are received.

6 (5) The director of the department of state police and the executive director
7 of the Michigan gaming control board are authorized to assist the local revenue
8 sharing boards in determining allocations to be made to local public safety
9 organizations.

10 (6) The Michigan gaming control board shall submit a report by September 30 to
11 the senate and house of representatives standing committees on appropriations and the
12 state budget director on the receipts and distributions of revenues by local revenue
13 sharing boards.

14 Sec. 20-974. If revenues collected in the state services fee fund are less than
15 the amounts appropriated from the fund, available revenues shall be used to fully fund
16 the appropriation in part 1 for casino gaming regulation activities before
17 distributions are made to other state departments and agencies. If the remaining
18 revenue in the fund is insufficient to fully fund appropriations to other state
19 departments or agencies, the shortfall shall be distributed proportionally among those
20 departments and agencies.

21 Sec. 20-976. The executive director of the Michigan gaming control board may
22 pay rewards of not more than \$5,000.00 to a person who provides information that
23 results in the arrest and conviction on a felony or misdemeanor charge for a crime
24 that involves the horse racing industry. A reward paid pursuant to this section shall
25 be paid out of the appropriation in part 1 for the racing commission.

26 Sec. 20-977. All appropriations from the Michigan agriculture equine industry
27 development fund, except for the racing commission and laboratory analysis program

1 appropriations, shall be reduced proportionately if revenues to the Michigan
2 agriculture equine industry development fund decline during the fiscal year ending
3 September 30, 2016 to a level lower than the amount appropriated in part 1.

4 Sec. 20-978. The Michigan gaming control board shall use actual expenditure
5 data in determining the actual regulatory costs of conducting racing dates and shall
6 provide that data to the senate and house appropriations subcommittees on agriculture
7 and general government and the senate and house fiscal agencies. The Michigan gaming
8 control board shall not be reimbursed for more than the actual regulatory cost of
9 conducting race dates. If a certified horsemen's organization funds more than the
10 actual regulatory cost, the balance shall remain in the agriculture equine industry
11 development fund to be used to fund subsequent race dates conducted by race meeting
12 licensees with which the certified horsemen's organization has contracts. If a
13 certified horsemen's organization funds less than the actual regulatory costs of the
14 additional horse racing dates, the Michigan gaming control board shall reduce the
15 number of future race dates conducted by race meeting licensees with which the
16 certified horsemen's organization has contracts. Prior to the reduction in the number
17 of authorized race dates due to budget deficits, the executive director of the
18 Michigan gaming control board shall provide notice to the certified horsemen's
19 organizations with an opportunity to respond with alternatives. In determining actual
20 costs, the Michigan gaming control board shall take into account that each specific
21 breed may require different regulatory mechanisms.

22 Sec. 20-979. In addition to the funds appropriated in part 1, the Michigan
23 gaming control board may receive and expend state lottery fund revenue in an amount
24 not to exceed \$4,000,000.00 for necessary expenses incurred in the licensing and
25 regulation of millionaire parties pursuant to Executive Order No. 2012-4. In
26 accordance with section 8 of the Traxler-McCauley-Law-Bowman bingo act, 1972 PA 382,
27 MCL 432.108, the amount of necessary expenses shall not exceed the amount of revenue

1 received under that act. The Michigan gaming control board shall provide a report to
2 the senate and house of representatives appropriations subcommittees on general
3 government, the senate and house fiscal agencies, and the state budget office by April
4 15. The report shall include, but not be limited to, total expenditures related to the
5 licensing and regulating of millionaire parties, steps taken to ensure charities are
6 receiving revenue due to them, progress on promulgating rules to ensure compliance
7 with the Traxler-McCauley-Law-Bowman bingo act, 1972 PA 382, MCL 432.101 to 432.120,
8 and any enforcement actions taken.

9 **MICHIGAN STRATEGIC FUND - HOUSING AND COMMUNITY DEVELOPMENT**

10 Sec. 20-984. In addition to the funds appropriated in part 1, the funds
11 collected by state historic preservation programs for document reproduction and
12 services and application fees are appropriated for all expenses necessary to provide
13 the required services. These funds are available for expenditure when they are
14 received and may be carried forward into the succeeding fiscal year.

15 Sec. 20-985. In addition to the amounts appropriated in part 1, the land bank
16 fast track authority may expend revenues received under the land bank fast track act,
17 2003 PA 258, MCL 124.751 to 124.774, for the purposes authorized by the act,
18 including, but not limited to, the acquisition, lease, management, demolition,
19 maintenance, or rehabilitation of real or personal property, payment of debt service
20 for notes or bonds issued by the authority, and other expenses to clear or quiet title
21 property held by the authority.

22 **MICHIGAN STRATEGIC FUND**

23 Sec. 20-1001. (1) In addition to the funds appropriated in part 1, there is
24 appropriated an amount not to exceed \$20,000,000.00 for federal contingency funds.
25 These funds are not available for expenditure until they have been transferred to

1 another line item in this article under section 393(2) of the management and budget
2 act, 1984 PA 431, MCL 18.1393.

3 (2) In addition to the funds appropriated in part 1, there is appropriated an
4 amount not to exceed \$2,000,000.00 for state restricted contingency funds. These funds
5 are not available for expenditure until they have been transferred to another line
6 item in this article under section 393(2) of the management and budget act, 1984 PA
7 431, MCL 18.1393.

8 (3) In addition to the funds appropriated in part 1, there is appropriated an
9 amount not to exceed \$100,000.00 for local contingency funds. These funds are not
10 available for expenditure until they have been transferred to another line item in
11 this article under section 393(2) of the management and budget act, 1984 PA 431, MCL
12 18.1393.

13 (4) In addition to the funds appropriated in part 1, there is appropriated an
14 amount not to exceed \$2,000,000.00 for private contingency funds. These funds are not
15 available for expenditure until they have been transferred to another line item in
16 this article under section 393(2) of the management and budget act, 1984 PA 431, MCL
17 18.1393.

18 Sec. 20-1005. In addition to the appropriations in part 1, Travel Michigan may
19 receive and expend private revenue related to the use of "Pure Michigan" and all other
20 copyrighted slogans and images. This revenue may come from the direct licensing of the
21 name and image or from the royalty payments from various merchandise sales. Revenue
22 collected is appropriated for the marketing of the state as a travel destination. The
23 funds are available for expenditure when they are received by the department of
24 treasury. The fund shall provide a report that lists the revenues by source received
25 from the use of "Pure Michigan" and all other copyrighted slogans and images. The
26 report shall provide a detailed list of expenditures of revenues received under this
27 section. The report shall be provided to the appropriations subcommittees on general

1 government, the fiscal agencies, and the state budget office by June 1.

2 Sec. 20-1007. (1) The fund shall provide reports to the relevant subcommittees,
3 the state budget director, and the fiscal agencies concerning the activities of the
4 MEDC grants and investment programs financed from the fund using investment, Indian
5 gaming revenues, or other revenues. The report shall provide a list of individual
6 grants, loans, and investments made from the fund or by the MEDC from the funds
7 appropriated in part 1 and shall include the name of the recipient, the amount awarded
8 to the recipient, and the purpose of the grant. The activities report shall also
9 include, but not be limited to, the following programs funded in part 1:

10 (a) Travel Michigan, including any expenditures authorized under section 89b of
11 the Michigan strategic fund act, 1984 PA 270, MCL 125.2089b, to supplement the
12 Michigan promotion or Pure Michigan programs. The report shall include the number of
13 commercials produced, types of media purchased, and target of tourism promoted used in
14 Michigan tourism promotion material.

15 (b) Business attraction, retention, and growth, including any expenditures
16 authorized under section 89b of the Michigan strategic fund act, 1984 PA 270, MCL
17 125.2089b, to supplement the Michigan business marketing program. The report shall
18 include the number of commercials produced, the markets in which media buys have been
19 made, and any web-based products that were created as a result of this appropriation.

20 (c) Business services.

21 (d) Community development block grants.

22 (e) Strategic fund administration.

23 (f) Renaissance zones.

24 (g) 21st century investment program.

25 (h) Business and clean air ombudsman.

26 (i) Michigan business development program.

27 (j) Community revitalization program.

1 (k) Film incentives.

2 (1) Any other programs of the fund.

3 (2) As a condition of the expenditure of funds appropriated in part 1 for
4 business attraction and community revitalization and film incentives, the fund shall
5 submit a report to the chairpersons of the senate and house of representatives
6 standing committees on appropriations, the chairpersons of the senate and house of
7 representatives standing committees on appropriations subcommittees on general
8 government, the senate and house fiscal agencies, and the state budget office that
9 provides performance metrics for the Michigan business development program, community
10 revitalization program, and film incentives. The report shall include, but is not
11 limited to, all of the following for all appropriated funds that are available during
12 the fiscal year:

13 (a) Total verified jobs created, as required by statute, compared to total
14 committed jobs,

15 (b) Total actual private investment compared to total projected private
16 investment.

17 (c) An estimate of the return on investment to the state as a result of the
18 incentives.

19 (d) A listing of projects previously awarded incentives that were revoked and
20 the reason for revocation.

21 (e) A listing of projects that had incentive contracts amended by the fund or
22 MEDC. The listing shall include a detailed listing of the amendments made to the
23 contract.

24 (3) The reports in subsections (1) and (2) shall be submitted by February 15.
25 The report for each program in subsection (1)(a) through (1) shall include details on
26 all revenue sources, actual expenditures, and number of FTEs for that program for the
27 previous fiscal year.

1 Sec. 20-1008. As a condition of receiving funds under part 1, any interlocal
2 agreement entered into by the fund shall include language which states that if a local
3 unit of government has a contract or memorandum of understanding with a private
4 economic development agency, the MEDC will work cooperatively with that private
5 organization in that local area.

6 Sec. 20-1009. (1) Of the funds appropriated to the fund or through grants to
7 the MEDC, no funds shall be expended for the purchase of options on land or the
8 purchase of land unless at least 1 of the following conditions applies:

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

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

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

16 (3) As used in this section, "economically distressed area" means an area in a
17 city, village, or township that has been designated as blighted; a city, village, or
18 township that shows negative population change from 1970 and a poverty rate and
19 unemployment rate greater than the statewide average; or an area certified as a
20 neighborhood enterprise zone under the neighborhood enterprise zone act, 1992 PA 147,
21 MCL 207.771 to 207.786.

22 Sec. 20-1010. As a condition for receiving funds in part 1, not later than
23 February 15, the fund shall provide a report for the immediately preceding fiscal year
24 on the jobs for Michigan investment fund, created in section 88h of the Michigan
25 strategic fund act, 1984 PA 270, MCL 125.2088h. The report shall be submitted to the
26 chairpersons of the senate and house of representatives standing committees on
27 appropriations, the chairpersons of the senate and house of representatives standing

1 committees on appropriations subcommittees on general government, the senate and house
2 fiscal agencies, and the state budget office. The report shall include, but is not
3 limited to, all of the following:

4 (a) A detailed listing of revenues, by fund source, to the jobs for Michigan
5 investment fund. The listing shall include the manner and reason for which the funds
6 were appropriated to the jobs for Michigan investment fund.

7 (b) A detailed listing of expenditures, by project, from the jobs for Michigan
8 investment fund.

9 (c) A fiscal year-end balance of the jobs for Michigan investment fund.

10 Sec. 20-1011. (1) From the appropriations in part 1 to the fund and granted or
11 transferred to the MEDC, any unexpended or unencumbered balance shall be disposed of
12 in accordance with the requirements in the management and budget act, 1984 PA 431, MCL
13 18.1101 to 18.1594, unless carryforward authorization has been otherwise provided for.

14 (2) Any encumbered funds shall be used for the same purposes for which funding
15 was originally appropriated in this part and part 1.

16 Sec. 20-1012. (1) As a condition of receiving funds under part 1, the fund
17 shall ensure that the MEDC and the fund comply with all of the following:

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

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

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

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

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

25 Sec. 20-1013. As a condition for receiving the appropriations in part 1, any
26 staff of the MEDC involved in private fund-raising activities shall not be party to
27 any decisions regarding the awarding of grants, incentives, or tax abatements from the

1 fund, or the MEDC.

2 Sec. 20-1014. (1) All funds received from repayment of loans, unused grants,
3 revenues received from sales or cash flow participation agreements, guarantees, or any
4 combination of these or accrued interest originally distributed as part of the core
5 communities fund, created by 2000 PA 291, shall be received, held, and applied by the
6 fund for the purposes described in 2000 PA 291.

7 (2) The fund shall provide an annual report on the status of this fund which
8 includes information that details the awards made. The report shall be provided to the
9 appropriations subcommittees on general government, the fiscal agencies, and the state
10 budget office by February 15.

11 Sec. 20-1020. Federal pass-through funds to local institutions and governments
12 that are received in amounts in addition to those included in part 1 and that do not
13 require additional state matching funds are appropriated for the purposes intended.
14 The fund may carry forward into the succeeding fiscal year unexpended federal pass-
15 through funds to local institutions and governments that do not require additional
16 state matching funds. The fund shall report the amount and source of the funds to the
17 senate appropriation subcommittee on economic development, the house appropriation
18 subcommittee on general government, the senate and house fiscal agencies, and the
19 state budget office within 10 business days after receiving any additional pass-
20 through funds.

21 Sec. 20-1024. From the funds appropriated in part 1 for business attraction and
22 community revitalization, not less than \$20,000,000.00 shall be granted by the fund
23 board for brownfield redevelopment and historic preservation projects under the
24 community revitalization program authorized by chapter 8C of the Michigan strategic
25 fund act, 1984 PA 270, MCL 125.2090 to 125.2090d.

26 Sec. 20-1031. The fund shall report to the senate and house of representatives
27 appropriations subcommittees on general government, the senate and house fiscal

1 agencies, and the state budget office by April 15 on the spending plan for the line
2 items for entrepreneurship eco-system and business attraction and community
3 revitalization. If the spending plan for the fiscal year is changed after that date,
4 the fund shall notify the report recipients listed previously within 10 business days.

5 Sec. 20-1032. (1) The Michigan film office shall report to the subcommittees,
6 the state budget director, and the fiscal agencies on the status of the film
7 incentives at the same time as it submits the annual report required under section 455
8 of the Michigan business tax act, 2007 PA 36, MCL 208.1455. The department of treasury
9 and the fund shall provide the Michigan film office with the data necessary to prepare
10 the report. Incentives included in the report shall include all of the following:

11 (a) The tax credit provided under section 455 of the Michigan business tax act,
12 2007 PA 36, MCL 208.1455.

13 (b) The tax credit provided under section 457 of the Michigan business tax act,
14 2007 PA 36, MCL 208.1457.

15 (c) The tax credit provided under section 459 of the Michigan business tax act,
16 2007 PA 36, MCL 208.1459.

17 (d) The amount of any tax credit claimed under former section 367 of the income
18 tax act of 1967, 1967 PA 281.

19 (e) Any tax credits provided for film and digital media production under the
20 Michigan economic growth authority act, 1995 PA 24, MCL 207.801 to 207.810.

21 (f) Any spending or activities supported by the appropriations in part 1 for
22 film incentives.

23 (2) The report shall include all of the following information:

24 (a) For each tax credit, the number of contracts signed, the projected
25 expenditures qualifying for the credit, and the estimated value of the credits. For
26 each film incentive awarded, including any program to support and promote a qualified
27 facility and other film infrastructure as defined in section 29h of the Michigan

1 strategic fund act, 1984 PA 270, MCL 125.2029h, the total funding awarded for each of
2 the following:

- 3 (i) Direct production expenditures.
- 4 (ii) Michigan personnel expenditures.
- 5 (iii) Crew personnel expenditures.
- 6 (iv) Qualified personnel expenditures.
- 7 (v) Postproduction expenditures.
- 8 (vi) Qualified facility or infrastructure expenditures.
- 9 (vii) Spending for program administration.

10 (b) For credits authorized under section 455 of the Michigan business tax act,
11 2007 PA 36, MCL 208.1455, for productions completed by December 31, the expenditures
12 of each production eligible for the credit that has filed a request for certificate of
13 completion with the film office, broken down into expenditures for goods, services, or
14 salaries and wages and showing separately expenditures in each local unit of
15 government, including expenditures for personnel, whether or not they were made to a
16 Michigan entity, and whether or not they were taxable under the laws of this state.

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

- 20 (i) The number of temporary jobs created.
- 21 (ii) The number of permanent jobs created.
- 22 (iii) The number of persons employed in Michigan as a result of the incentive,
23 on a full-time equated basis.

24 (3) For any information not included in the report due to the provisions of
25 section 455(6), 457(6), or 459(6) of the Michigan business tax act, 2007 PA 36, MCL
26 208.1455, 208.1457, and 208.1459, the report shall do all of the following:

- 27 (a) Indicate how the information would describe the commercial and financial

1 operations or intellectual property of the company.

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

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

5 (4) Any information not disclosed due to the provisions of section 455(6),
6 457(6), or 459(6) of the Michigan business tax act, 2007 PA 36, MCL 208.1455,
7 208.1457, and 208.1459, shall be presented at the lowest level of aggregation that
8 would no longer describe the commercial and financial operations or intellectual
9 property of the company.

10 Sec. 20-1033. The Michigan film office shall report to the chairpersons of the
11 senate and house of representatives standing committees on appropriations
12 subcommittees on general government, the state budget director, and the senate and
13 house fiscal agencies on the status of the film incentives approved under section 29h
14 of the Michigan strategic fund act, 1984 PA 270, MCL 125.2029h, not later than 30 days
15 following the end of each quarter of the fiscal year. The report shall include all of
16 the following:

17 (a) Direct economic impacts in this state attributable to the assistance.

18 (b) Direct job creation in this state attributable to the assistance.

19 (c) Direct private investment in this state attributable to the assistance.

20 (d) The name of each eligible production company and the amount of each
21 incentive disbursed for each state certified qualified production.

22 Sec. 20-1033b. For funds appropriated in part 1 from the general fund/general
23 purpose revenue and used for the purpose of the Michigan strategic fund - film
24 incentive program, the applicable percentage of the state certified qualified
25 production expenditures provided in section 29h(3)(d) of the Michigan strategic fund
26 act, 1984 PA 270, MCL 125.2029h, shall be determined based on the effective date of
27 the agreement.

1 Sec. 20-1034. Each business incubator or accelerator that received an award
2 from the fund shall maintain and update a dashboard of indicators to measure the
3 effectiveness of the business incubator and accelerator programs. Indicators shall
4 include the direct jobs created, new companies launched as a direct result of business
5 incubator or accelerator involvement, businesses expanded as a direct result of
6 business incubator or accelerator involvement, direct investment in client companies,
7 private equity financing obtained by client companies, grant funding obtained by
8 client companies, and other measures developed by the recipient business incubators
9 and accelerators in conjunction with the MEDC. Dashboard indicators shall be reported
10 for the prior fiscal year and cumulatively, if available. Each recipient shall submit
11 a copy of their dashboard indicators to the fund by March 1. The fund shall transmit
12 the local reports to the senate and house of representatives appropriations
13 subcommittees on general government, the senate and house fiscal agencies, and the
14 state budget office by March 15.

15 Sec. 20-1035. (1) From the appropriation in part 1, the Michigan council for
16 arts and cultural affairs shall administer an arts and cultural grant program that
17 maintains an equitable geographic distribution of funding and utilizes past arts and
18 cultural grant programs as a guideline for administering this program. The council
19 shall do all of the following:

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

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

1 following fiscal year.

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

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

6 (2) The appropriation in part 1 for arts and cultural program shall not be used
7 for the administration of the grant program.

8 Sec. 20-1036. (1) The general fund/general purpose funds appropriated in part 1
9 to the fund for the programs listed below shall be transferred to the specific funds
10 designated by statute for those programs as follows:

11 (a) The business attraction and community revitalization funds shall be
12 transferred to the 21st century jobs trust fund per section 90b(3) of the Michigan
13 strategic fund act, 1984 PA 270, MCL 125.2090b.

14 (b) The film incentives program funds shall be transferred to the Michigan film
15 promotion fund established in the Michigan strategic fund act, 1984 PA 270, MCL
16 125.2029d.

17 (2) Funds transferred to the 21st century jobs trust fund or Michigan film
18 promotion fund under subsection (1) are appropriated and available for allocation as
19 authorized in the Michigan strategic fund act, 1984 PA 270, MCL 125.2001 to 125.2094.

20 Sec. 20-1039. The fund shall provide a report by February 15 to the senate and
21 house of representatives standing committees on appropriations subcommittees on
22 general government, the state budget director, and the fiscal agencies on the status
23 of the skilled trades training program funded in part 1. The report shall include the
24 following:

25 (a) The number of awardees participating in the program and the names of those
26 awardees organized by major industry group.

27 (b) The amount of funding received by each awardee under the program.

1 (c) Amount of funding leveraged from each awardee or other funding source for
2 each awardee project.

3 (d) Training models established by each awardee.

4 (e) The number of individuals enrolled in a skilled trades training program by
5 awardee.

6 (f) The number of individuals who completed the program and were hired by
7 awardee.

8 (g) The number of applications received and the number of applications approved
9 for each region.

10 Sec. 20-1039b. As a condition of receiving funds in part 1 for the skilled
11 trades training program, the fund shall administer the program as follows:

12 (a) The fund shall work cooperatively with grantees to maximize the amount of
13 funds from part 1 that are available for direct training.

14 (b) The fund, workforce development partners, including regional Michigan
15 Works! Agencies, and employers shall collaborate and work cooperatively to prioritize
16 and streamline the expenditure of the funds appropriated in part 1. The fund shall
17 ensure that the skilled trades training program provides a collaborative statewide
18 network of workforce and employee skill development partners that addresses the
19 employee talent needs throughout the state.

20 (c) The fund shall ensure that grants are utilized for individual skill
21 enhancement for employees of Michigan businesses, including the development of
22 additional opportunities for apprenticeship programs and the Michigan advanced
23 technician training program. Funds shall not be distributed to program and process
24 centered training organization employers.

25 (d) The fund shall develop program goals and detailed guidance for prospective
26 participants to follow to qualify under the program. The program goals and detailed
27 guidance shall be posted on the fund website and distributed to workforce development

1 partners including the local Michigan Works! agencies by October 1. Periodic
2 assessments of employer and employee needs shall be evaluated on a regional basis, and
3 the fund shall identify solutions and goals to be implemented to satisfy those needs.
4 The fund shall notify the senate and house of representatives standing committees on
5 appropriations, the senate and house of representatives standing committees on
6 appropriations subcommittees on general government, the senate and house fiscal
7 agencies, and the state budget office on any program goal, solution, or guidance
8 changes not fewer than 14 days prior to the finalization and publication of the
9 changes. Revenues received by the fund for the skilled trades training program are
10 appropriated and may be expended for purposes of the program.

11 (e) Up to \$5,000,000.00 of the funds may be expended to match federal funds
12 when a Michigan company has utilized its favored status designation from the investing
13 in manufacturing communities partnership to receive an award from the federal
14 government. Advance Michigan is the multi-jurisdictional collaborative working with
15 this partnership. The intent of Advance Michigan is to assist businesses in securing
16 federal funding opportunities and provide matching funds in support of advancing
17 Michigan as a global center for advanced automotive manufacturing. The intent of these
18 funds will involve improving and increasing the skill level of employees in skilled
19 trades in the automotive industry and the manufacturing processes within the changing
20 manufacturing environment.

21 Sec. 20-1040. As a condition of receiving funds in part 1, the fund shall
22 utilize MAIN, or a successor DTMB-administered administrative information system used
23 across state government, as an appropriation and expenditure reporting system to track
24 all financial transactions with individual vendors, contractual partners, grantees,
25 recipients of business incentives, and recipients of other economic assistance.
26 Encumbrances and expenditures shall be reported in a timely manner.

27 Sec. 20-1042. For the funds appropriated in part 1 for business attraction and

1 community revitalization, the fund shall report quarterly on the amount of funds
2 considered appropriated, pre-encumbered, encumbered, and expended. The report shall
3 also include a listing of appropriations for business attraction and community
4 revitalization, or a predecessor, in 2011 PA 63, 2012 PA 200, and 2013 PA 59, that
5 were considered appropriated, pre-encumbered, encumbered, or expended that have lapsed
6 back to the fund for any purpose. The report shall be submitted to the chairpersons of
7 the senate and house of representatives standing committees on appropriations, the
8 chairpersons of the senate and house of representatives standing committees on
9 appropriations subcommittees on general government, the senate and house fiscal
10 agencies, and the state budget office.

11 Sec. 20-1045. Total authorized appropriations from all Michigan strategic fund
12 sources under part 1 for legacy costs for the fiscal year ending September 30, 2016
13 are \$18,468,200.00. From this amount, Michigan strategic fund agency appropriations
14 for pension-related legacy costs are estimated at \$10,482,500.00. Total Michigan
15 strategic fund appropriations for retiree health care legacy costs are estimated at
16 \$7,985,700.00.

17 Sec. 20-1050. (1) The fund shall publish the "activities classification
18 structure data book" for Michigan community colleges on or before March 1.

19 (2) The fund shall compile information received from community colleges on
20 North American Indian tuition waivers granted pursuant to 1976 PA 174, MCL 390.1251 to
21 390.1253, and shall submit this compilation to the house and senate appropriations
22 subcommittees on community colleges, the fiscal agencies, and the state budget
23 director by March 1.

24 (3) The fund shall compile information received from community colleges on the
25 number and types of associate degrees and other certificates awarded during the
26 previous fiscal year and shall submit this compilation to the house and senate
27 appropriations subcommittees on community colleges, the fiscal agencies, and the state

1 budget director by March 1.

2 (4) The fund shall place the reports required in this section on a publicly
3 available website.

4 Sec. 20-1052. The fund shall provide a report to the senate and house of
5 representatives appropriations general government subcommittees, senate and house
6 fiscal agencies, and the state budget director no later than April 15, 2016 on the
7 status of projects by award recipient in an annual report to the legislature as
8 required in the Michigan strategic fund act, 1984 PA 270, MCL 125.2001 to 125.2094.

9 Sec. 20-1054. From the funds appropriated in part 1 for workforce programs
10 subgrantees, the fund may allocate funding for grants to nonprofit organizations that
11 offer programs to workforce investment act, or workforce investment opportunity act,
12 eligible youth focusing on pre-apprenticeship and apprenticeship activities,
13 entrepreneurship, work-readiness skills, job shadowing, and financial literacy.
14 Organizations eligible for funding under this section must have the capacity to
15 provide similar programs in urban areas, as determined by the United States bureau of
16 the census according to the most recent federal decennial census. Additionally,
17 programs eligible for funding under this section must include the participation of
18 local business partners. The fund shall develop other appropriate eligibility
19 requirements to ensure compliance with applicable federal rules and regulations.

20 Sec. 20-1060. The fund shall administer the PATH training program in accordance
21 with the requirements of section 407(d) of title IV of the social security act, 42 USC
22 607, the state social welfare act, 1939 PA 280, MCL 400.1 to 400.119b, and all other
23 applicable laws and regulations.

24 Sec. 20-1062. The fund shall make available, in person or by telephone, 1
25 disabled veterans outreach program specialist or local veterans employment
26 representative to Michigan works! service centers, as resources permit, during hours
27 of operation, and shall continue to make the appropriate placement of veterans and

1 disabled veterans a priority.

2 Sec. 20-1063. (1) In addition to the funds appropriated in part 1, any
3 unencumbered and unrestricted federal workforce investment act, workforce investment
4 opportunity act, or trade adjustment assistance funds available from prior fiscal
5 years are appropriated for the purposes originally intended.

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

10 Sec. 20-1068. (1) Of the funds appropriated in part 1 for the workforce
11 training programs, the fund shall provide a report by February 15th to the senate and
12 house of representatives standing committees on appropriations subcommittees on
13 general government, the state budget director, and the fiscal agencies on the status
14 of the workforce training programs. The report shall include the following:

15 (a) The amount of funding allocated to each Michigan works! agency and the
16 total funding allocated to the workforce training programs statewide by fund source.

17 (b) The number of participants enrolled in education or training programs by
18 each Michigan works! agency.

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

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

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

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

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

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

1 programs.

2 (i) The number of participants who secured employment in Michigan within 1 year
3 of completing a training program.

4 (j) The number of participants who completed a training program and secured
5 employment in a field related to their training.

6 (k) The average wage earned by participants who completed a training program
7 and secured employment within 1 year.

8 (2) Data collection for the report shall be for the prior state fiscal year.

9 Sec. 20-1071. (1) From the one-time funds appropriated in part 1 for business
10 attraction and community revitalization, the Michigan strategic fund shall continue
11 with strategic investments that create jobs and support community re-development to
12 grow Michigan's economy.

13 (2) The Michigan strategic fund shall identify specific outcomes and
14 performance metrics for this initiative, including, but not limited to, the following:

15 (a) Monthly total jobs

16 (b) Private investment for community projects

17 Sec. 20-1072. (1) From the one-time funds appropriated in part 1 for film
18 incentives, the Michigan strategic fund shall continue with investments that create
19 industry jobs for Michigan talent and promote and market locations that showcase
20 Michigan's diverse attractions.

21 (2) The Michigan strategic fund shall identify specific outcomes and
22 performance metrics for this initiative, including, but not limited to, the following:

23 (a) Direct jobs created

24 (b) Private investment

25 **STATE BUILDING AUTHORITY**

26 Sec. 20-1100. (1) Subject to section 242 of the management and budget act, 1984

1 PA 431, MCL 18.1242, and upon the approval of the state building authority, the
2 department may expend from the general fund of the state during the fiscal year an
3 amount to meet the cash flow requirements of those state building authority projects
4 solely for lease to a state agency identified in both part 1 and this section, and for
5 which state building authority bonds or notes have not been issued, and for the sole
6 acquisition by the state building authority of equipment and furnishings for lease to
7 a state agency as permitted by 1964 PA 183, MCL 830.411 to 830.425, for which the
8 issuance of bonds or notes is authorized by a legislative appropriation act that is
9 effective for the fiscal year ending September 30, 2015. Any general fund advances for
10 which state building authority bonds have not been issued shall bear an interest cost
11 to the state building authority at a rate not to exceed that earned by the state
12 treasurer's common cash fund during the period in which the advances are outstanding
13 and are repaid to the general fund of the state.

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

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

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

1 Sec. 20-1102. (1) State building authority funding to finance construction or
2 renovation of a facility that collects revenue in excess of money required for the
3 operation of that facility shall not be released to a university or community college
4 unless the institution agrees to reimburse that excess revenue to the state building
5 authority. The excess revenue shall be credited to the general fund to offset rent
6 obligations associated with the retirement of bonds issued for that facility. The
7 auditor general shall annually identify and present an audit of those facilities that
8 are subject to this section. Costs associated with the administration of the audit
9 shall be charged against money recovered pursuant to this section.

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

13 Sec. 20-1103. The state building authority shall provide the JCOS, and the
14 senate and house fiscal agencies a report relative to the status of construction
15 projects associated with state building authority bonds as of September 30 of each
16 year, on or before October 15, or not more than 30 days after a refinancing or
17 restructuring bond issue is sold. The report shall include, but is not limited to, the
18 following:

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

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

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

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Article 21

MISCELLANEOUS

PART 1

PROVISIONS CONCERNING APPROPRIATIONS

Sec. 21-101. The appropriations in this article are subject to the following provisions concerning appropriations for the fiscal year ending September 30, 2016:

GENERAL SECTIONS

Sec. 21-201. (1) Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources for fiscal year 2015-2016 is estimated at \$15,948,806,600.00 in the 2015-2016 appropriations acts and total state spending from state sources paid to local units of government for fiscal year 2015-2016 is estimated at \$4,245,721,100.00. The state-local proportion is estimated at 55.6% of total state spending from state resources.

(2) If payments to local units of government and state spending from state sources for fiscal year 2015-2016 are different than the amounts estimated in subsection (1), 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 2015-2016 to the senate and house of representatives standing committees on appropriations within 30 days after the final book-closing for fiscal year 2015-2016.

Sec. 21-202. The appropriations authorized under this bill are subject to the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

Sec. 21-211. (1) Pursuant to section 352 of the management and budget act, 1984 PA 431, MCL 18.1352, which provides for a transfer of state general fund revenue into or out of the countercyclical budget and economic stabilization fund, the calculations required by section 352 of the management and budget act, 1984 PA 431, MCL 18.1352, are determined as follows:

1	<u>2014</u>	<u>2015</u>	<u>2016</u>
2 Michigan personal income (millions)	\$402,703	\$420,019	\$438,500
3 less: transfer payments	88,825	94,510	99,897
4 Subtotal	\$313,878	\$325,509	\$338,603
5 Divided by: Detroit Consumer Price			
6 Index for 12 months ending June 30	2.210	2.225	2.254
7 Equals: real adjusted Michigan			
8 personal income	\$142,026	\$146,265	\$150,196
9 Percentage change	N/A	3.0%	2.7%
10 Growth rate in excess of 2%?	N/A	1.0%	0.7%
11 Equals: countercyclical budget and			
12 economic stabilization fund pay-in			
13 calculation for the fiscal year ending			
14 September 30, 2016 (millions)	N/A	\$95.0	\$68.0
15 Growth rate less than 0%?	N/A	NO	NO
16 Equals: countercyclical budget and			
17 economic stabilization fund pay-out			
18 calculation for the fiscal year ending			
19 September 30, 2016 (millions)	N/A	N/A	\$0.0

20 (2) Notwithstanding subsection (1), there is appropriated for the fiscal year
 21 ending September 30, 2016, from general fund/general purpose revenue for deposit into
 22 the countercyclical budget and economic stabilization fund the sum of \$95,000,000.00.

23 (3) In addition to the appropriation to the countercyclical budget and economic
 24 stabilization fund in subsection (2), there is appropriated to the fund for the fiscal
 25 year ending September 30, 2016, 25 percent of fiscal year 2016 general fund/general
 26 purpose revenues collected in excess of the amount of general fund/general purpose
 27 revenues forecast at the May 2016 revenue estimating conference required by sections

1 367b to 367f of the management and budget act, 1984 PA 431, MCL 18.1367b to 18.1367f,
 2 plus an amount equal to 25 percent of net general fund/general purpose expenditure
 3 lapses recorded as part of the state book closing process for the 2016 fiscal year.

4 **REVENUE STATEMENT**

5 Sec. 21-301. Pursuant to section 18 of article V of the state constitution of
 6 1963, fund balances and estimates are presented in the following statement:

7 BUDGET RECOMMENDATIONS BY OPERATING FUNDS

8 (Amounts in millions)

9 Fiscal Year 2015-2016

10

11

Beginning

12

Available

Estimated

Ending

13

Fund

Balance

Revenue

Balance

14

OPERATING FUNDS

15

General fund/general purpose

0110

0.3

9,604.1

28.9

16

General fund/special purpose

612.5

26,410.4

10.6

17

Special Revenue Funds:

18

Countercyclical budget and

19

economic stabilization

0111

497.7

113.0

610.7

20

Game and fish protection

0112

3.3

82.9

3.1

21

Michigan employment security act

22

administration

0113

0.0

37.4

0.0

23

State aeronautics

0114

2.3

12.6

0.0

24

Michigan veterans' benefit trust

0115

3.5

3.5

3.5

25

State trunkline

0116

0.0

809.6

0.0

1	Michigan state waterways	0117	5.4	26.6	4.3
2	Blue Water Bridge	0118	0.0	24.0	0.0
3	Michigan transportation	0119	0.0	1,981.3	0.0
4	Comprehensive transportation	0120	5.1	267.3	0.0
5	School aid	0122	455.1	14,338.7	119.8
6	Game and fish protection trust	0124	0.0	16.6	0.0
7	State park improvement	0125	4.7	55.7	4.1
8	Forest development	0126	7.7	35.9	6.9
9	Michigan natural resources trust	0129	27.4	33.7	32.1
10	Michigan state parks endowment	0130	12.5	48.4	10.2
11	Safety education and training	0131	5.2	9.8	3.8
12	Bottle deposit	0136	10.8	13.3	3.3
13	State construction code	0138	1.0	13.0	4.4
14	Children's trust	0139	1.5	3.1	1.8
15	State casino gaming	0140	0.7	0.2	0.9
16	Michigan nongame fish and wildlife	0143	0.4	0.5	0.3
17	Michigan merit award trust	0154	75.7	100.2	75.0
18	Outdoor recreation legacy	0162	0.4	2.6	0.3
19	Off-road vehicle account	0163	4.6	6.7	4.1
20	Snowmobile account	0164	4.5	9.9	3.3
21	Silicosis dust disease and logging	0870	1.4	0.7	0.9
22	Utility consumer representation	0893	2.1	1.2	1.9
23	TOTALS		\$1,745.8	\$54,062.9	\$934.2