

# SENATE BILL No. 1144

## EXECUTIVE BUDGET BILL

February 28, 2008, Introduced by Senators SCOTT and SWITALSKI and referred to the Committee on Appropriations.

A bill to make appropriations for the department of agriculture for the fiscal year ending September 30, 2009; to provide for the expenditure of the appropriations; to create funds; to provide for the imposition of fees; to require reports, audits, and plans; to authorize certain transfers by certain state agencies; and to provide for the disposition of fees and other income received by certain state agencies.

### THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

#### PART 1

#### LINE-ITEM APPROPRIATIONS

Sec. 101. Subject to the conditions set forth in this bill, the amounts listed in this part are appropriated for the department of agriculture for the fiscal year ending September 30, 2009, from

the funds indicated in this part. The following is a summary of the appropriations in this part:

### DEPARTMENT OF AGRICULTURE

#### APPROPRIATION SUMMARY:

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

Full-time equated classified positions..... 593.5

GROSS APPROPRIATION..... \$ 102,980,000

#### Interdepartmental grant revenues:

IDG from MDCH, local public health operations ..... 8,878,700

IDG from MDEQ, aquifer protection and dispute

resolution ..... 50,000

IDG from MDEQ, biosolids ..... 92,500

IDG from MDEQ, MAEAP ..... 159,100

IDG from MDEQ, type II well survey ..... 17,000

IDG from DHS, food bank ..... 150,000

IDG from MDLEG (LCC), liquor quality testing fees .... 191,900

Total interdepartmental grants and intradepartmental

transfers ..... 9,539,200

ADJUSTED GROSS APPROPRIATION..... \$ 93,440,800

#### Federal revenues:

DAG, multiple grants ..... 11,376,400

EPA, multiple grants ..... 1,753,300

HHS-FDA ..... 1,077,700

United States department of labor ..... 400,000

Corporation for national and community services ..... 253,600

Total federal revenues ..... 14,861,000

#### Special revenue funds:

1	Total local revenues.....	0
2	Private - commodity group.....	89,200
3	Private - slow-the-spread foundation.....	148,000
4	Total private revenues.....	237,200
5	Agricultural preservation fund.....	900,000
6	Agriculture equine industry development fund.....	12,548,400
7	Agriculture pollution prevention fund.....	100
8	Commodity inspection fees.....	1,084,000
9	Dairy and food safety fund.....	2,728,300
10	Gasoline inspection and testing fund.....	2,620,700
11	Freshwater protection fund.....	5,174,300
12	Horticulture fund.....	79,700
13	Industry support funds.....	697,900
14	Licensing and inspection fees.....	4,038,400
15	Migratory labor housing.....	25,000
16	Nonretail liquor fees.....	678,600
17	Refined petroleum fund.....	3,339,000
18	State services fee fund.....	9,185,700
19	Testing fees.....	434,500
20	Upper Peninsula state fair revenue.....	1,382,500
21	Consumer and industry food safety education fund.....	260,500
22	Weights and measures regulation fees.....	674,800
23	Total other state restricted revenues.....	45,852,400
24	State general fund/general purpose.....	\$ 32,490,200
25	<b>Sec. 102. EXECUTIVE</b>	
26	Full-time equated unclassified positions.....	6.0
27	Full-time equated classified positions.....	37.5

1	Commission and boards.....	\$	32,800
2	Unclassified positions.....		354,000
3	Executive direction--10.0 FTE positions.....		923,900
4	Management services--24.0 FTE positions.....		1,728,800
5	Agricultural statistics--1.0 FTE positions.....		143,800
6	Emergency management--2.5 FTE positions.....		243,300
7	Internal audit services.....		<u>263,700</u>
8	GROSS APPROPRIATION.....	\$	3,690,300
9	Appropriated from:		
10	Special revenue funds:		
11	Private - commodity group.....		78,400
12	Gasoline inspection and testing fund.....		61,200
13	Industry support funds.....		34,200
14	Nonretail liquor fees.....		8,800
15	Refined petroleum fund.....		50,400
16	State services fee fund.....		502,500
17	Upper Peninsula state fair revenue.....		9,000
18	State general fund/general purpose.....	\$	2,945,800
19	<b>Sec. 103. DEPARTMENTWIDE</b>		
20	Rent and building occupancy charges.....	\$	<u>1,471,500</u>
21	GROSS APPROPRIATION.....	\$	1,471,500
22	Appropriated from:		
23	Federal revenues:		
24	DAG, multiple grants.....		106,500
25	EPA, multiple grants.....		64,900
26	HHS-FDA.....		14,000
27	Special revenue funds:		

1	Agricultural preservation fund.....	23,900
2	Freshwater protection fund.....	10,100
3	Licensing and inspection fees.....	63,300
4	Nonretail liquor fees.....	8,400
5	Refined petroleum fund.....	114,000
6	State services fee fund.....	313,200
7	State general fund/general purpose.....	\$ 753,200
8	<b>Sec. 104. FOOD AND DAIRY</b>	
9	Full-time equated classified positions.....	115.0
10	Food safety and quality assurance--115.0 FTE	
11	positions .....	\$ 12,642,500
12	Local public health operations.....	<u>8,878,700</u>
13	GROSS APPROPRIATION.....	\$ 21,521,200
14	Appropriated from:	
15	Interdepartmental grant revenues:	
16	IDG from MDCH, local public health operations.....	8,878,700
17	Federal revenues:	
18	DAG, multiple grants.....	27,100
19	HHS-FDA.....	380,300
20	Special revenue funds:	
21	Consumer and industry food safety education fund.....	260,500
22	Dairy and food safety fund.....	2,728,300
23	State general fund/general purpose.....	\$ 9,246,300
24	<b>Sec. 105. ANIMAL INDUSTRY</b>	
25	Full-time equated classified positions.....	70.0
26	Animal health and welfare--21.5 FTE positions.....	\$ 2,309,900
27	Bovine tuberculosis program--48.5 FTE positions.....	<u>8,892,000</u>

1	GROSS APPROPRIATION.....	\$	11,201,900
2	Appropriated from:		
3	Federal revenues:		
4	DAG, multiple grants.....		1,132,100
5	HHS-FDA.....		72,100
6	Special revenue funds:		
7	Agriculture equine industry development fund.....		2,183,600
8	Licensing and inspection fees.....		106,900
9	State general fund/general purpose.....	\$	7,707,200
10	<b>Sec. 106. PESTICIDE AND PLANT PEST MANAGEMENT</b>		
11	Full-time equated classified positions.....		134.5
12	Pesticide and plant pest management--110.0 FTE		
13	positions .....	\$	12,186,900
14	Emerald ash borer control program--24.5 FTE positions		<u>5,191,400</u>
15	GROSS APPROPRIATION.....	\$	17,378,300
16	Appropriated from:		
17	Federal revenues:		
18	DAG, multiple grants.....		6,679,300
19	EPA, multiple grants.....		891,500
20	HHS-FDA.....		68,300
21	Special revenue funds:		
22	Private - slow-the-spread foundation.....		148,000
23	Commodity inspection fees.....		1,084,000
24	Horticulture fund.....		79,700
25	Industry support funds.....		340,900
26	Licensing and inspection fees.....		3,660,500
27	State general fund/general purpose.....	\$	4,426,100

1	<b>Sec. 107. ENVIRONMENTAL STEWARDSHIP</b>	
2	Full-time equated classified positions.....	51.0
3	Environmental stewardship--27.0 FTE positions .....	\$ 2,844,900
4	Groundwater and freshwater protection program--15.0	
5	FTE positions .....	5,472,500
6	Farmland and open space preservation--9.0 FTE	
7	positions .....	985,500
8	Technical assistance match.....	300,000
9	Agriculture pollution prevention program.....	1,000,100
10	Local conservation districts.....	916,800
11	Migrant labor housing.....	425,100
12	Aquifer protection program.....	<u>50,000</u>
13	GROSS APPROPRIATION.....	\$ 11,994,900
14	Appropriated from:	
15	Interdepartmental grant revenues:	
16	IDG from MDEQ, aquifer protection and dispute	
17	resolution .....	50,000
18	IDG from MDEQ, biosolids.....	92,500
19	IDG from MDEQ, MAEAP.....	159,100
20	IDG from MDEQ, type II well survey.....	17,000
21	Federal revenues:	
22	DAG, multiple grants.....	1,000,000
23	EPA, multiple grants.....	445,700
24	Corporation for national and community services .....	253,600
25	United States department of labor.....	400,000
26	Special revenue funds:	
27	Agricultural preservation fund.....	875,900

1	Agriculture pollution prevention fund.....	100
2	Freshwater protection fund.....	5,164,100
3	Migratory labor housing.....	25,000
4	State general fund/general purpose.....	\$ 3,511,900
5	<b>Sec. 108. LABORATORY PROGRAM</b>	
6	Full-time equated classified positions.....	131.0
7	Laboratory services--63.0 FTE positions.....	\$ 6,344,600
8	USDA monitoring program--17.0 FTE positions.....	2,134,200
9	Consumer protection program--51.0 FTE positions.....	<u>5,135,200</u>
10	GROSS APPROPRIATION.....	\$ 13,614,000
11	Appropriated from:	
12	Interdepartmental grant revenues:	
13	IDG from MDLEG (LCC), liquor quality testing fees....	189,100
14	Federal revenues:	
15	DAG, multiple grants.....	2,156,200
16	EPA, multiple grants.....	351,200
17	HHS-FDA.....	543,000
18	Special revenue funds:	
19	Gasoline inspection and testing fund.....	2,532,500
20	Licensing and inspection fees.....	75,100
21	Refined petroleum fund.....	3,174,600
22	State services fee fund.....	519,700
23	Testing fees.....	434,500
24	Weights and measures regulation fees.....	674,800
25	State general fund/general purpose.....	\$ 2,963,300
26	<b>Sec. 109. AGRICULTURE DEVELOPMENT</b>	
27	Full-time equated classified positions.....	9.0



1	Agriculture development--6.0 FTE positions .....	\$	1,072,800
2	Grape and wine program--3.0 FTE positions .....		717,100
3	Export market development program .....		50,000
4	Michigan agricultural surplus system .....		<u>630,500</u>
5	GROSS APPROPRIATION .....	\$	2,470,400
6	Appropriated from:		
7	Interdepartmental grant revenues:		
8	IDG from DHS, food bank .....		150,000
9	Federal revenues:		
10	DAG, multiple grants .....		275,200
11	Special revenue funds:		
12	Private - commodity group .....		10,800
13	Industry support funds .....		311,900
14	Nonretail liquor fees .....		660,900
15	State services fee fund .....		350,700
16	State general fund/general purpose .....	\$	710,900
17	<b>Sec. 110. FAIRS AND EXPOSITIONS</b>		
18	Full-time equated classified positions..... 15.5		
19	Upper Peninsula state fair--6.0 FTE positions .....	\$	1,372,600
20	Fairs, racing and producer security--9.5 FTE positions		1,154,600
21	Premiums - county and state fairs .....		1,614,000
22	Purses and supplements - fairs/licensed tracks .....		2,370,000
23	Licensed tracks - light horse racing .....		132,000
24	Standardbred breeders' awards .....		969,000
25	Standardbred purses and supplements - licensed tracks		1,789,300
26	Standardbred sire stakes .....		810,000
27	Thoroughbred sire stakes .....		830,000

1	Standardbred training and stabling.....	36,000
2	Thoroughbred program.....	2,400,000
3	Thoroughbred owners' awards.....	124,000
4	Distribution of outstanding winning tickets.....	<u>700,000</u>
5	GROSS APPROPRIATION.....	\$ 14,301,500
6	Appropriated from:	
7	Special revenue funds:	
8	Agriculture equine industry development fund.....	10,160,300
9	Industry support funds.....	10,900
10	Licensing and inspection fees.....	132,600
11	State services fee fund.....	2,625,100
12	Upper Peninsula state fair revenue.....	1,372,600
13	State general fund/general purpose.....	\$ 0
14	<b>Sec. 111. OFFICE OF RACING COMMISSIONER</b>	
15	Full-time equated classified positions.....	30.0
16	Office of racing commissioner--30.0 FTE positions....	\$ <u>3,811,000</u>
17	GROSS APPROPRIATION.....	\$ 3,811,000
18	Appropriated from:	
19	Special revenue funds:	
20	State services fee fund.....	3,811,000
21	State general fund/general purpose.....	\$ 0
22	<b>Sec. 112. INFORMATION TECHNOLOGY</b>	
23	Information technology services and projects.....	\$ <u>1,525,000</u>
24	GROSS APPROPRIATION.....	\$ 1,525,000
25	Appropriated from:	
26	Interdepartmental grant revenues:	
27	IDG from MDLEG (LCC), liquor quality testing fees....	2,800

## 1 Special revenue funds:

2	Agricultural preservation fund.....	200
3	Agriculture equine industry development fund.....	204,500
4	Gasoline inspection and testing fund.....	27,000
5	Freshwater protection fund.....	100
6	Nonretail liquor fees.....	500
7	State services fee fund.....	1,063,500
8	Upper Peninsula state fair revenue.....	900
9	State general fund/general purpose.....	\$ 225,500

## 10 PART 2

## 11 PROVISIONS CONCERNING APPROPRIATIONS

12 GENERAL SECTIONS

13 Sec. 201. Pursuant to section 30 of article IX of the state  
 14 constitution of 1963, total state spending from state resources  
 15 under part 1 for fiscal year 2008-2009 is \$78,342,600.00 and state  
 16 spending from state resources to be paid to local units of  
 17 government for fiscal year 2008-2009 is \$2,416,800.00. The itemized  
 18 statement below identifies appropriations from which spending to  
 19 local units of government will occur:

## 20 DEPARTMENT OF AGRICULTURE

21	Groundwater and freshwater protection program.....	\$ 1,500,000
22	Local conservation districts.....	<u>916,800</u>
23	TOTAL.....	\$ 2,416,800

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

1 to 18.1594.

2 Sec. 203. As used in this bill:

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

4 (b) "Department" means the department of agriculture.

5 (c) "DHS" means the Michigan department of human services.

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

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

9 (f) "FTE" means full-time equated.

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

12 (h) "IDG" means interdepartmental grant.

13 (i) "MAEAP" means the Michigan agriculture environmental  
14 assurance program.

15 (j) "MDCH" means the Michigan department of community health.

16 (k) "MDEQ" means the Michigan department of environmental  
17 quality.

18 (l) "MDLEG (LCC)" means the Michigan department of labor and  
19 economic growth - liquor control commission.

20 (m) "USDA" means the United States department of agriculture.

21 Sec. 204. The civil service commission shall bill departments  
22 and agencies at the end of the first fiscal quarter for the 1%  
23 charge authorized by section 5 of article XI of the state  
24 constitution of 1963. Payments shall be made for the total amount  
25 of the billing by the end of the second fiscal quarter.

26 Sec. 205. (1) A hiring freeze is imposed on the state  
27 classified civil service. State departments and agencies are

1 prohibited from hiring any new full-time state classified civil  
2 service employees and prohibited from filling any vacant state  
3 classified civil service positions. This hiring freeze does not  
4 apply to internal transfers of classified employees from 1 position  
5 to another within a department.

6 (2) The state budget director may grant exceptions to this  
7 hiring freeze when the state budget director believes that the  
8 hiring freeze will result in rendering a state department or agency  
9 unable to deliver basic services, cause loss of revenue to the  
10 state, result in the inability of the state to receive federal  
11 funds, or necessitate additional expenditures that exceed any  
12 savings from maintaining a vacancy. The state budget director shall  
13 report quarterly to the chairpersons of the senate and house of  
14 representatives standing committees on appropriations the number of  
15 exceptions to the hiring freeze approved during the previous  
16 quarter and the reasons to justify the exception.

17 Sec. 208. The department shall use the Internet to fulfill the  
18 reporting requirements of this bill. This requirement may include  
19 transmission of reports via electronic mail to the recipients  
20 identified for each reporting requirement, or it may include  
21 placement of reports on an Internet or Intranet site.

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

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

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

11       Sec. 212. Of the funds appropriated in part 1, the department  
12 may provide for indemnity as provided for pursuant to the animal  
13 industry act, 1988 PA 466, MCL 287.701 to 287.745, not to exceed  
14 \$100,000.00 per order from any line item for the fiscal year ending  
15 September 30, 2009. Before the department provides for an  
16 indemnification under this section, the department shall report the  
17 reason for the indemnification, the amount of the indemnification,  
18 and to whom the indemnification is to be paid. The report shall be  
19 given to each member of the house and senate appropriations  
20 subcommittees on agriculture and to the senate and house fiscal  
21 agencies and the state budget director.

22       Sec. 219. From the funds appropriated in part 1 for  
23 information technology, departments and agencies shall pay user  
24 fees to the department of information technology for technology-  
25 related services and projects. Such user fees shall be subject to  
26 provisions of an interagency agreement between the departments and  
27 agencies and the department of information technology.

1       Sec. 220. Amounts appropriated in part 1 for information  
2 technology may be designated as work projects and carried forward  
3 to support technology projects under the direction of the  
4 department of information technology. Funds designated in this  
5 manner are not available for expenditure until approved as work  
6 projects under section 451a of the management and budget act, 1984  
7 PA 431, MCL 18.1451a.

8       Sec. 223. (1) Due to the current budgetary problems in this  
9 state, out-of-state travel for fiscal year ending September 30,  
10 2009 shall be limited to situations in which 1 or more of the  
11 following conditions apply:

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

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

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

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

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

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

26       (2) If out-of-state travel is necessary but does not meet 1 or  
27 more of the conditions in subsection (1), the state budget director

1 may grant an exception to allow the travel. Any exceptions granted  
2 by the state budget director shall be reported on a monthly basis  
3 to the senate and house of representatives standing committees on  
4 appropriations.

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

14 (a) The name of each person receiving reimbursement for travel  
15 outside this state or whose travel costs were paid by this state.

16 (b) The destination of each travel occurrence.

17 (c) The dates of each travel occurrence.

18 (d) A brief statement of the reason for each travel  
19 occurrence.

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

25 (f) A total of all out-of-state travel funded for the  
26 immediately preceding fiscal year.

27 Sec. 228. (1) In addition to the funds appropriated in part 1,



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

6 (2) In addition to the funds appropriated in part 1, there is  
7 appropriated an amount not to exceed \$6,000,000.00 for state  
8 restricted contingency funds. These funds are not available for  
9 expenditure until they have been transferred to another line item  
10 in this bill under section 393(2) of the management and budget act,  
11 1984 PA 431, MCL 18.1393.

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

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

24 Sec. 230. Funds appropriated in part 1 shall not be used by a  
25 principal executive department, state agency, or authority to hire  
26 a person to provide legal services that are the responsibility of  
27 the attorney general. This prohibition does not apply to legal

1 services for bonding activities and for those activities that the  
2 attorney general authorizes.

3 **EXECUTIVE**

4 Sec. 302. The department may receive and expend revenue and  
5 use that revenue to cover necessary expenses related to  
6 publications, audit and licensing functions, livestock sales,  
7 certification of nursery stock, bean inspection services, and  
8 laboratory analyses as specified in the following:

9 (a) Management services publications.

10 (b) Management services audit and licensing functions.

11 (c) Pesticide and plant pest management propagation and  
12 certification of virus free foundation stock.

13 (d) Pesticide and plant pest management bean inspection and  
14 grading services.

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

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

21 (g) Laboratory support analyses of food, livestock, and  
22 agricultural products for disease, foreign products for disease,  
23 toxic materials, foreign substances, and quality standards.

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

26 (i) Fruit and vegetable inspection at shipping and termination

1 points and processing plants.

2 **FOOD AND DAIRY**

3 Sec. 401. The department shall monitor restaurant inspection  
4 and licensing functions carried out by local health departments to  
5 ensure uniform application and enforcement of minimum program  
6 requirements.

7 Sec. 404. From the funds appropriated in section 104 for food  
8 safety and quality assurance, not less than \$150,000.00 from the  
9 consumer and industry food safety education fund shall be expended  
10 for purposes required under the food act, 2000 PA 92, MCL 289.4117,  
11 including the statewide training and education to consumers on food  
12 safety and the training and education on food safety to food  
13 service establishment employees and department employees and agents  
14 who enforce section 4117 of the food act, 2000 PA 92, MCL 289.4117.

15

16 **ANIMAL INDUSTRY**

17 Sec. 450. From the funds appropriated in section 105 for the  
18 bovine tuberculosis program, the department shall reimburse the  
19 department of natural resources for those costs associated with  
20 monitoring and testing wildlife for bovine tuberculosis that are  
21 necessary to support the department goals and are jointly agreed to  
22 by the department and the department of natural resources to be in  
23 excess of efforts necessary to effectively plan and execute the  
24 eradication of bovine tuberculosis from Michigan's wild free-  
25 ranging deer herd.

26 Sec. 451. From the funds appropriated in section 105 for

1 bovine tuberculosis, the department shall pay for all whole herd  
2 testing costs and individual animal testing costs in the modified  
3 accredited zone to maintain split-state status requirements. These  
4 costs include indemnity and compensation for injury causing death  
5 or downer to animals.

#### 6 ENVIRONMENTAL STEWARDSHIP

7 Sec. 604. The appropriation in section 107 for local  
8 conservation districts shall be allocated in the following manner:

9 (a) Of the total appropriation, each local conservation  
10 district meeting the minimum grant requirements shall receive a  
11 grant of \$11,605.00 to support basic operations, unless the  
12 district resides in a county consisting of multiple districts, in  
13 which case a \$11,605.00 grant shall be divided equally among the  
14 districts in that county. The amount of money allocated under this  
15 subdivision shall not be used by local conservation districts to  
16 replace any money received from local sources.

17 (b) Any amount remaining from the appropriation after  
18 distributions under subdivision (a) shall be allocated for local  
19 conservation district training.

#### 20 AGRICULTURE DEVELOPMENT

21 Sec. 702. In any given year when insufficient amounts of  
22 Michigan surplus products are offered to the food bank council and  
23 accepted for distribution, unused funds may be applied by the food  
24 bank council for the direct purchase of foods from Michigan  
25 growers, manufacturers, or wholesalers.

1       Sec. 710. The department may match external funding for  
2 domestic and international marketing programs for the purpose of  
3 developing new and enhancing existing export markets for Michigan  
4 agricultural products.

5       **FAIRS AND EXPOSITIONS**

6       Sec. 802. From the amount appropriated in section 110 for  
7 purses and supplements - fairs/licensed tracks, \$220,000.00 is to  
8 be used for state purse supplements at state licensed pari-mutuel  
9 tracks for races comprised only of Michigan-bred horses segregated  
10 into a 4-year-old colt trot division, a 4-year-old filly trot  
11 division, a 4-year-old colt pace division, and a 4-year-old filly  
12 pace division.

13       Sec. 803. Included in the appropriation made in section 110  
14 for the thoroughbred program is \$23,500.00 for the Michigan united  
15 thoroughbred breeders and owners association to conduct a  
16 thoroughbred yearling show. The Michigan united thoroughbred  
17 breeders and owners association shall submit to the department an  
18 itemized list of expenses showing that the expenses of the yearling  
19 show were paid.

20       Sec. 804. From the funds appropriated in section 110 for  
21 thoroughbred owners' awards, awards shall be distributed pursuant  
22 to section 20 of the horse racing law of 1995, 1995 PA 279, MCL  
23 431.320.

24       Sec. 806. A county fair, district fair, 4-H fair, or state  
25 fair receiving funds in section 110 to be used for prizes or  
26 awards, in whole or in part, as a condition precedent to the

1 receiving of the funds for those purposes, shall publish the rules  
2 relative to the prizes, awards, and deadlines for entries eligible  
3 for the funds in their official premium books or lists relative to  
4 the prizes or awards. An aggrieved exhibitor may make a written  
5 complaint to the fair within 10 days after the fair ends. If the  
6 fair has not satisfactorily settled the grievance within 45 days  
7 after it is submitted to the fair, the aggrieved person may file  
8 the complaint with the department and the department shall  
9 investigate the complaint and make a finding of fact regarding the  
10 complaint and take appropriate action regarding the complaint.

11 Sec. 807. Of the amount appropriated in section 110 for purses  
12 and supplements - fairs/licensed tracks, a sufficient amount is  
13 appropriated to provide for overnight purse supplements pursuant to  
14 the horse racing law of 1995, 1995 PA 279, MCL 431.301 to 431.336.

15 Sec. 808. Of the amount appropriated in section 110 for  
16 premiums - county and state fairs, \$91,400.00 shall be expended to  
17 reimburse up to 75% premiums paid to large livestock and equine  
18 exhibitors in shows or exhibitions held by statewide associations  
19 as defined by the department. Livestock expositions shall be  
20 limited to participation in this program and prohibited from  
21 participation in any state-funded premium programs. The Michigan  
22 horse show association fall youth show shall be included.

23 Sec. 809. From the appropriations for premiums - county and  
24 state fairs in section 110, \$40,000.00 shall be awarded through a  
25 competitive grant program to local, regional, or state fairs or  
26 youth education programs to promote youth involvement and adult  
27 exhibitions in the animal agriculture industry.

1    **OFFICE OF RACING COMMISSIONER**

2            Sec. 901. The racing commissioner may pay rewards of not more  
3    than \$5,800.00 to a person who provides information that results in  
4    the arrest and conviction on a felony or misdemeanor charge for a  
5    crime that involves the horse racing industry. A reward paid  
6    pursuant to this section shall be paid out of the office of racing  
7    commissioner line item.