

SENATE SUBSTITUTE FOR  
HOUSE BILL NO. 4670

A bill to amend 1976 PA 390, entitled  
"Emergency management act,"  
by amending section 18 (MCL 30.418), as amended by 1990 PA 50.

**THE PEOPLE OF THE STATE OF MICHIGAN ENACT:**

1       Sec. 18. (1) A disaster **AND EMERGENCY** contingency fund is  
2       created and shall be administered by the director. An annual  
3       accounting of expenditures under this act shall be made to the  
4       legislature and the legislature shall annually appropriate  
5       sufficient funds to maintain the fund at a level not to exceed  
6       ~~\$750,000.00~~**\$4,500,000.00** and not less than  
7       ~~\$30,000.00~~**\$1,000,000.00. UNEXPENDED AND UNENCUMBERED FUNDS**  
8       **REMAINING IN THE DISASTER AND EMERGENCY CONTINGENCY FUND AT THE END**  
9       **OF THE FISCAL YEAR SHALL NOT LAPSE TO THE GENERAL FUND AND SHALL BE**  
10      **CARRIED FORWARD AND BE AVAILABLE FOR EXPENDITURE IN SUBSEQUENT**

1   **FISCAL YEARS.**

2           (2) The director may expend money from the disaster **AND**  
3   **EMERGENCY** contingency fund upon appropriation for the purpose of  
4   paying necessary and reasonable overtime, travel, and subsistence  
5   expenses incurred by an employee of an agency of the state acting  
6   at the direction of the director in a disaster or emergency related  
7   operation, and, with the concurrence of the governor or the  
8   governor's designated representative, for other needs required for  
9   the mitigation of the effects of, or in response to, a disaster or  
10   emergency.

11          (3) The director may place directly in the disaster **AND**  
12   **EMERGENCY** contingency fund a reimbursement for expenditures out of  
13   the fund received from the federal government, or another source.

14          (4) If a state of major disaster or emergency is declared by  
15   the president of the United States, and when authorized by the  
16   governor, an expenditure from the fund may be made by the director  
17   upon appropriation to pay the state's matching share of grants as  
18   provided by the disaster relief act of 1974, Public Law 93-288, 88  
19   Stat. 143.

20          **(5) THE STATE TREASURER SHALL DIRECT THE INVESTMENT OF THE**  
21   **DISASTER AND EMERGENCY CONTINGENCY FUND. THE STATE TREASURER SHALL**  
22   **CREDIT TO THE DISASTER AND EMERGENCY CONTINGENCY FUND INTEREST AND**  
23   **EARNINGS FROM FUND INVESTMENTS.**