

**SUBSTITUTE FOR
HOUSE BILL NO. 4102**

A bill to make, supplement, adjust, and consolidate appropriations for various state departments and agencies, the judicial branch, and the legislative branch for the fiscal year ending September 30, 2016 and other fiscal years; to provide for certain conditions on appropriations; and to provide for the expenditure of the appropriations.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

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ARTICLE I

DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the department of agriculture and rural development for the fiscal year ending

1 September 30, 2016, from the following funds:

2 **DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT**

3 APPROPRIATION SUMMARY

4	Full-time equated unclassified positions.....	6.0	
5	Full-time equated classified positions.....	454.0	
6	GROSS APPROPRIATION.....		\$ 85,294,000
7	Interdepartmental grant revenues:		
8	Total interdepartmental grants and intradepartmental		
9	transfers		317,300
10	ADJUSTED GROSS APPROPRIATION.....		\$ 84,976,700
11	Federal revenues:		
12	Total federal revenues.....		10,427,900
13	Special revenue funds:		
14	Total private revenues.....		128,100
15	Total other state restricted revenues.....		32,047,100
16	State general fund/general purpose.....		\$ 42,373,600
17	Sec. 102. DEPARTMENTWIDE		
18	Full-time equated unclassified positions.....	6.0	
19	Full-time equated classified positions.....	28.0	
20	Commissions and boards.....		\$ 23,800
21	Unclassified positions--6.0 FTE positions.....		532,600
22	Executive direction--9.0 FTE positions.....		1,376,100
23	Operational services--15.0 FTE positions.....		1,736,700
24	Statistical reporting service--1.0 FTE position.....		150,400
25	Emergency management--3.0 FTE positions.....		600,300
26	Accounting service center.....		1,115,900
27	Building occupancy charges.....		<u>625,300</u>

1	GROSS APPROPRIATION.....	\$	6,161,100
2	Appropriated from:		
3	Federal revenues:		
4	HHS-FDA.....		324,100
5	Special revenue funds:		
6	Private - commodity group revenue.....		77,400
7	Agricultural preservation fund.....		15,100
8	Agriculture licensing and inspection fees.....		367,200
9	Dairy and food safety fund.....		384,400
10	Freshwater protection fund.....		22,300
11	Grain dealers fee fund.....		7,300
12	Industry support funds.....		52,800
13	Migratory housing fund.....		26,200
14	Nonretail liquor fees.....		27,900
15	Refined petroleum fund.....		220,300
16	State general fund/general purpose.....	\$	4,636,100
17	Sec. 103. INFORMATION AND TECHNOLOGY		
18	Information technology services and projects.....	\$	<u>1,372,500</u>
19	GROSS APPROPRIATION.....	\$	1,372,500
20	Appropriated from:		
21	Interdepartmental grant revenues:		
22	IDG from LARA (LCC), liquor quality testing fees.....		3,200
23	Special revenue funds:		
24	Agricultural preservation fund.....		200
25	Agriculture licensing and inspection fees.....		32,400
26	Freshwater protection fund.....		100
27	Gasoline inspection and testing fund.....		31,400

1	Nonretail liquor fees.....		500
2	State general fund/general purpose.....	\$	1,304,700
3	Sec. 104. FOOD AND DAIRY		
4	Full-time equated classified positions.....	121.0	
5	Food safety and quality assurance--91.0 FTE positions	\$	13,537,800
6	Milk safety and quality assurance--30.0 FTE positions		<u>4,170,600</u>
7	GROSS APPROPRIATION.....	\$	17,708,400
8	Appropriated from:		
9	Federal revenues:		
10	HHS-FDA.....		1,172,000
11	USDA, multiple grants.....		133,800
12	Special revenue funds:		
13	Consumer and industry food safety education fund.....		348,800
14	Dairy and food safety fund.....		4,486,300
15	State general fund/general purpose.....	\$	11,567,500
16	Sec. 105. ANIMAL INDUSTRY		
17	Full-time equated classified positions.....	60.0	
18	Animal disease prevention and response--60.0 FTE		
19	positions	\$	8,881,000
20	Indemnification - livestock depredation.....		<u>50,000</u>
21	GROSS APPROPRIATION.....	\$	8,931,000
22	Appropriated from:		
23	Federal revenues:		
24	HHS-FDA.....		65,600
25	USDA, multiple grants.....		518,600
26	Special revenue funds:		
27	Private commodity group revenue.....		29,900

1	Agriculture licensing and inspection fees	48,900
2	Animal welfare fund.....	217,100
3	State general fund/general purpose.....	\$ 8,050,900
4	Sec. 106. PESTICIDE AND PLANT PEST MANAGEMENT	
5	Full-time equated classified positions.....	85.0
6	Pesticide and plant pest management--80.0 FTE	
7	positions	\$ 13,271,100
8	Producer security/grain dealers--5.0 FTE positions ...	<u>643,800</u>
9	GROSS APPROPRIATION.....	\$ 13,914,900
10	Appropriated from:	
11	Federal revenues:	
12	Department of interior.....	222,000
13	EPA, multiple grants.....	319,700
14	HHS-FDA.....	524,300
15	USDA, multiple grants.....	829,800
16	Special revenue funds:	
17	Private - slow-the-spread foundation.....	20,800
18	Agriculture licensing and inspection fees.....	4,864,600
19	Commodity inspection fees.....	508,600
20	Freshwater protection fund.....	151,400
21	Grain dealers fee fund.....	597,900
22	Horticulture fund.....	38,200
23	Industry support funds.....	242,300
24	State general fund/general purpose.....	\$ 5,595,300
25	Sec. 107. ENVIRONMENTAL STEWARDSHIP	
26	Full-time equated classified positions.....	55.0
27	Environmental stewardship - MAEAP--23.0 FTE positions	\$ 9,128,500

1	Farmland and open space preservation--7.0 FTE	
2	positions	905,200
3	Qualified forest program--9.0 FTE positions	2,532,500
4	Commercial forestry audit program.....	300,000
5	Migrant labor housing--9.0 FTE positions	1,186,600
6	Right-to-farm--3.0 FTE positions	567,900
7	Intercounty drain--4.0 FTE positions	<u>474,100</u>
8	GROSS APPROPRIATION.....	\$ 15,094,800
9	Appropriated from:	
10	Interdepartmental grant revenues:	
11	IDG from MDEQ, biosolids.....	101,200
12	Federal revenues:	
13	Department of interior.....	120,600
14	EPA, multiple grants.....	604,700
15	USDA, multiple grants.....	916,700
16	Special revenue funds:	
17	Agricultural preservation fund.....	583,600
18	Freshwater protection fund.....	6,142,800
19	Migratory labor housing fund.....	138,200
20	Private forestland enhancement fund.....	284,900
21	State general fund/general purpose.....	\$ 6,202,100
22	Sec. 108. LABORATORY PROGRAM	
23	Full-time equated classified positions..... 90.0	
24	Laboratory services--37.0 FTE positions	\$ 5,322,000
25	USDA monitoring--13.0 FTE positions	1,596,700
26	Consumer protection program--40.0 FTE positions	<u>6,072,200</u>
27	GROSS APPROPRIATION.....	\$ 12,990,900

1	Appropriated from:		
2	Interdepartmental grant revenues:		
3	IDG from LARA (LCC), liquor quality testing fees		212,900
4	Federal revenues:		
5	EPA, multiple grants		168,500
6	HHS-FDA		611,700
7	USDA, multiple grants		1,597,600
8	Special revenue funds:		
9	Agriculture equine industry development fund		610,300
10	Agriculture licensing and inspection fees		3,200
11	Gasoline inspection and testing fund		2,587,500
12	Refined petroleum fund		3,654,300
13	Renewable fuels fund		51,800
14	Testing fees		287,600
15	Weights and measures regulation fees		1,000,400
16	State general fund/general purpose	\$	2,205,100
17	Sec. 109. AGRICULTURE DEVELOPMENT		
18	Full-time equated classified positions	14.0	
19	Agriculture development--11.0 FTE positions		\$ 3,576,700
20	Strategic growth initiative		1,100,000
21	Grape and wine program--3.0 FTE positions		<u>856,500</u>
22	GROSS APPROPRIATION		\$ 5,533,200
23	Appropriated from:		
24	Federal revenues:		
25	USDA, multiple grants		2,298,200
26	Special revenue funds:		
27	Industry support funds		131,600

1	Nonretail liquor fees.....		811,500
2	State general fund/general purpose.....	\$	2,291,900
3	Sec. 110. FAIRS AND EXPOSITIONS		
4	Full-time equated classified positions.....	1.0	
5	Fairs and racing--1.0 FTE position.....	\$	256,600
6	County fairs capital improvement grants.....		170,000
7	Purses and supplements - fairs/licensed tracks.....		708,300
8	Licensed tracks - light horse racing.....		40,300
9	Light horse racing - breeders' awards.....		20,000
10	Standardbred breeders' awards.....		285,900
11	Standardbred purses and supplements - licensed tracks		527,800
12	Standardbred sire stakes.....		239,000
13	Thoroughbred supplements - licensed tracks.....		385,900
14	Thoroughbred breeders' awards.....		358,600
15	Thoroughbred sire stakes.....		<u>244,800</u>
16	GROSS APPROPRIATION.....	\$	3,237,200
17	Appropriated from:		
18	Special revenue funds:		
19	Agriculture equine industry development fund.....		3,067,200
20	State general fund/general purpose.....	\$	170,000
21	Sec. 111. ONE-TIME BASIS ONLY		
22	Laboratory equipment.....	\$	<u>350,000</u>
23	GROSS APPROPRIATION.....	\$	350,000
24	Appropriated from:		
25	State general fund/general purpose.....	\$	350,000

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2015-2016

GENERAL SECTIONS

Sec. 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 \$74,420,700.00 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

Environmental stewardship - MAEAP.....	\$	3,250,000
Qualified forest program.....		<u>1,500,000</u>
TOTAL.....	\$	4,750,000

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

Sec. 203. As used in part 1 and this part:

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

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

(c) "EPA" means the United States Environmental Protection Agency.

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

(e) "FTE" means full-time equated.

1 (f) "HHS-FDA" means the United States Department of Health and
2 Human Services - Food and Drug Administration.

3 (g) "IDG" means interdepartmental grant.

4 (h) "LARA" means the Michigan department of licensing and
5 regulatory affairs.

6 (i) "LCC" means the Michigan liquor control commission.

7 (j) "MDEQ" means the Michigan department of environmental
8 quality.

9 (k) "MDNR" means the Michigan department of natural resources.

10 (l) "MOU" means memorandum of understanding.

11 (m) "Subcommittees" means all members of the subcommittees of
12 the house and senate appropriations committees with jurisdiction
13 over the budget for the department.

14 (n) "TB" means tuberculosis.

15 (o) "USDA" means the United States Department of Agriculture.

16 Sec. 205. (1) For each new program or program expansion for
17 which funds in excess of \$500,000.00 are appropriated in part 1,
18 the department shall identify specific benchmarks intended to
19 measure the performance or return on taxpayer investment of the
20 program and its associated expenditures. Not later than November 1,
21 2015, the department shall report the proposed benchmarks to the
22 house and senate appropriations subcommittees for that department,
23 the house and senate fiscal agencies, and the state budget
24 director. The department shall provide an update on its progress in
25 achieving those benchmarks at an appropriations subcommittee
26 meeting called for the purpose of discussing benchmarks and their
27 status.

1 (2) It is the intent of the legislature that, beginning with
2 the budget for the fiscal year ending September 30, 2016, any
3 proposal for a new program or an expansion of an existing program
4 in excess of \$500,000.00 initiated by the executive branch or the
5 legislature shall include, as part of the original proposal or
6 budget request, a list of benchmarks intended to measure the
7 performance or return on taxpayer investment of the program or
8 spending increase.

9 Sec. 206. (1) In addition to the funds appropriated in part 1,
10 there is appropriated an amount not to exceed \$5,000,000.00 for
11 federal contingency funds. These funds are not available for
12 expenditure until they have been transferred to another line item
13 in part 1 under section 393(2) of the management and budget act,
14 1984 PA 431, MCL 18.1393.

15 (2) In addition to the funds appropriated in part 1, there is
16 appropriated an amount not to exceed \$6,000,000.00 for state
17 restricted contingency funds. These funds are not available for
18 expenditure until they have been transferred to another line item
19 in part 1 under section 393(2) of the management and budget act,
20 1984 PA 431, MCL 18.1393.

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

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

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

6 Sec. 207. The department shall cooperate with the department
7 of technology, management, and budget to maintain a searchable
8 website accessible by the public at no cost that includes, but is
9 not limited to, all of the following:

- 10 (a) Fiscal year-to-date expenditures by category.
11 (b) Fiscal year-to-date expenditures by appropriation unit.
12 (c) Fiscal year-to-date payments to a selected vendor,
13 including the vendor name, payment date, payment amount, and
14 payment description.
15 (d) The number of active department employees by job
16 classification.
17 (e) Job specifications and wage rates.

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

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

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

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

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

19 Sec. 215. The department shall not take disciplinary action
20 against an employee for communicating with a member of the
21 legislature or his or her staff.

22 Sec. 218. The departments and agencies receiving
23 appropriations in part 1 shall prepare a report on out-of-state
24 travel expenses not later than January 1 of each year. The travel
25 report shall be a listing of all travel by classified and
26 unclassified employees outside this state in the immediately
27 preceding fiscal year that was funded in whole or in part with

1 funds appropriated in the department's budget. The report shall be
2 submitted to the house and senate appropriations committees, the
3 house and senate fiscal agencies, and the state budget director.

4 The report shall include the following information:

5 (a) The dates of each travel occurrence.

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

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

20 Sec. 229. Within 14 days after the release of the executive
21 budget recommendation, the department shall cooperate with the
22 state budget office to provide the senate and house appropriations
23 chairs, the senate and house appropriations subcommittees on
24 agriculture and rural development, respectively, and the senate and
25 house fiscal agencies with an annual report on estimated state
26 restricted fund balances, state restricted fund projected revenues,
27 and state restricted fund expenditures for the fiscal years ending

1 September 30, 2015 and September 30, 2016.

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

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

12 Sec. 232. Total authorized appropriations from all sources
13 under part 1 for legacy costs for the fiscal year ending September
14 30, 2016 is \$12,751,500.00. From this amount, total agency
15 appropriations for pension-related legacy costs are estimated at
16 \$7,237,700.00. Total agency appropriations for retiree health care
17 legacy costs are estimated at \$5,513,800.00.

18 **DEPARTMENTWIDE**

19 Sec. 301. (1) Pursuant to the appropriations in part 1, the
20 department may receive and expend revenue and use that revenue to
21 cover necessary expenses related to publications, audit and
22 licensing functions, livestock sales, certification of nursery
23 stock, and laboratory analyses as specified in the following:

24 (a) Management services publications.

25 (b) Management services audit and licensing functions.

26 (c) Pesticide and plant pest management propagation and

1 certification of virus-free foundation stock.

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

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

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

9 (g) Laboratory support analyses of food, livestock, and
10 agricultural products for disease, foreign products for disease,
11 toxic materials, foreign substances, and quality standards.

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

14 (i) Fruit and vegetable inspection at shipping and termination
15 points and processing plants.

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

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

26 Sec. 302. Of the funds appropriated in part 1 that are other
27 than line-item grants, the department shall not provide grants to

1 local government agencies, institutions of higher education, or
2 nonprofit organizations unless the department provides notice of
3 the grant to the subcommittees and fiscal agencies at least 10 days
4 before the grant is issued. The grants shall be used to support
5 research or other related activities for the purpose of enhancing
6 the agricultural industries in this state.

7 Sec. 303. It is the intent of the legislature that the
8 department use revenue from licensing and inspection fees to
9 increase the use of technology in licensing and inspection
10 activities to make licensing and inspection functions, including
11 reporting, more efficient. The department shall work to ensure that
12 all license and registration applications can be completed online
13 through a secure web portal.

14 **FOOD AND DAIRY**

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

21 (2) The department shall identify specific outcomes and
22 performance measures for this initiative, including, but not
23 limited to, that the number of licensed food establishments that
24 are in compliance with the Michigan food law will increase as a
25 result of the department's ability to improve the frequency of
26 initial food safety evaluations.

1 Sec. 402. The department shall provide information on
2 significant food-borne outbreaks and emergencies, including any
3 enforcement actions taken related to food safety during the
4 immediately preceding fiscal year in the food and dairy annual
5 report and post that report on the department's website no later
6 than April 1. The department shall provide electronic notification
7 of where the report can be found on the department's website to the
8 appropriation subcommittees, fiscal agencies, and state budget
9 office.

10 **ANIMAL INDUSTRY**

11 Sec. 451. From the funds appropriated in part 1, the
12 department shall pay for all whole herd testing costs and
13 individual animal testing costs in the modified accredited zone to
14 maintain split-state status requirements. These costs include
15 indemnity and compensation for injury causing death or downer to
16 animals.

17 Sec. 453. (1) Of the funds appropriated in part 1, the
18 department may provide for indemnity as provided for pursuant to
19 the animal industry act, 1988 PA 466, MCL 287.701 to 287.746, not
20 to exceed \$100,000.00 per order from any line item for the current
21 fiscal year. Before the department provides for an indemnification
22 under this section, the department shall report the reason for the
23 indemnification, the amount of the indemnification, and to whom the
24 indemnification is to be paid. The report shall be given to the
25 subcommittees and the fiscal agencies.

26 (2) The department of agriculture and rural development shall

1 make an indemnification payment for the fair market value of
2 livestock killed by a wolf, coyote, or cougar, if the kill is
3 verified by the department of natural resources. The fair market
4 value of the livestock shall be determined pursuant to the
5 indemnification procedures prescribed in the animal industry act,
6 1988 PA 466, MCL 287.701 to 287.746.

7 (3) The funds appropriated in part 1 for indemnification -
8 livestock depredation are appropriated for indemnification payments
9 and related department costs under subsection (2). On or before
10 March 1 of the current fiscal year, the department shall report to
11 the subcommittees and the fiscal agencies on costs incurred in the
12 previous 2 fiscal years for indemnification payments to producers
13 made under subsection (2) and related department costs.

14 Sec. 454. The department shall use its resources to
15 collaborate with the USDA to monitor bovine TB, consistent with the
16 May 2014 memorandum of understanding between the department and the
17 USDA.

18 Sec. 456. Of the funds appropriated in part 1, no funds shall
19 be used to enforce the mandatory electronic animal identification
20 program for any domestic animals other than cattle until specific
21 procedures and guidelines for electronic animal identification are
22 outlined in statute.

23 Sec. 457. On or before October 15 of the current fiscal year
24 and on a quarterly basis thereafter, the department shall report to
25 the senate and house agriculture committees, the subcommittees, and
26 the fiscal agencies on the department's progress toward meeting the
27 USDA requirements as outlined in the March 2007 bovine TB program

1 review. The report shall include, but is not limited to,
2 information and data on: wildlife risk mitigation plan
3 implementation in the modified accredited zone; implementation of a
4 movement certificate process; progress toward annual surveillance
5 test requirements set out in the June 2007 MOU; efforts to work
6 with slaughter facilities in Michigan, as well as those that
7 slaughter a significant number of animals from Michigan;
8 educational programs and information for Michigan's livestock
9 community; any other item the legislature should be aware of that
10 will promote or hinder efforts to achieve bovine TB-free status for
11 Michigan.

12 Sec. 459. It is the intent of the legislature that the
13 department shall not conduct whole herd bovine TB testing on any 1
14 herd in a TB-free zone more often than every 4 years or re-test
15 until all other herds in their county have been tested, unless
16 involved in an epidemiological investigation, there is an outbreak
17 within a 10-radius-mile area, or is not on a verified wildlife risk
18 mitigated premises. If there is an outbreak within a 10 radius mile
19 area, protocols outlined by the current memorandum of understanding
20 with the USDA shall be used.

21 **PESTICIDE AND PLANT PEST MANAGEMENT**

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

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

4 **ENVIRONMENTAL STEWARDSHIP**

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

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

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

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

25 (2) The department shall work in partnership with stakeholder
26 groups and other state and federal agencies to increase the active

1 management of nonindustrial private forestland to foster the growth
2 of Michigan's timber product industry.

3 Sec. 609. (1) From the appropriation in part 1 for commercial
4 forestry audit program, the department shall develop an analysis
5 and audit of forestry best management practices for water quality
6 and the related forest ecosystem, including native plant and animal
7 species and wildlife habitat. The analysis and audit shall have a
8 statewide perspective. The best management practices audit shall be
9 performed by an audit team composed of qualified professionals,
10 including, but not limited to, the department, the department of
11 environmental quality, university faculty, and conservation groups.

12 (2) At the close of the fiscal year, the unexpended portion of
13 the commercial forestry audit program is considered a work project
14 appropriation in accordance with section 451a of the management and
15 budget act, 1984 PA 431, MCL 18.1451a.

16 (3) At the completion of the analysis and audit, the
17 department shall provide a report to the house and senate
18 appropriations subcommittees on agriculture and rural development,
19 and the house and senate fiscal agencies, describing the results of
20 the analysis and audit.

21 **AGRICULTURE DEVELOPMENT**

22 Sec. 706. On or before April 1, the department shall report to
23 the house and senate appropriations subcommittees on agriculture
24 and rural development, and the house and senate fiscal agencies, on
25 the department's agriculture development and export market
26 development activities. The report shall include the following

1 information on agriculture industry, rural development, and
2 strategic growth grants awarded during the prior fiscal year:

3 (a) The name of the grantee.

4 (b) The amount of the grant.

5 (c) The purpose of the grant, including measurable outcomes.

6 (d) Additional state, federal, private, or local funds
7 contributed to the grant project.

8 (e) The completion date of grant-funded activities.

9 Sec. 709. (1) Not later than April 1 of the current fiscal
10 year, the department shall provide a report to the subcommittees
11 and the fiscal agencies describing the activities of the grape and
12 wine industry council established under section 303 of the Michigan
13 liquor control act of 1998, 1998 PA 58, MCL 436.1303.

14 (2) The report shall include all of the following:

15 (a) Council activities and accomplishments for the previous
16 fiscal year.

17 (b) Council expenditures for the previous fiscal year by
18 category of administration, industry support, research and
19 education grants, and promotion and consumer education.

20 (c) Grants awarded during the prior fiscal year and the
21 results of research grant projects completed during the prior
22 fiscal year.

23 Sec. 711. (1) The department shall establish and administer
24 the strategic growth initiative. The program shall use a grant
25 process to support research, education, and technical assistance
26 efforts focused on removing barriers and leveraging opportunities
27 identified by those in the food and agriculture industry as

1 critical to business development and growth within the state.

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

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

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

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

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

20 FAIRS AND EXPOSITIONS

21 Sec. 801. All appropriations from the agriculture equine
22 industry development fund shall be spent on equine-related
23 purposes. No funds from the agriculture equine industry development
24 fund shall be expended for nonequine-related purposes without prior
25 approval of the legislature.

26 Sec. 802. All appropriations from the agriculture equine

1 industry development fund, except for the Michigan gaming control
2 board's regulatory expenses and the department's expenses to
3 administer horse racing programs and laboratory analysis, shall be
4 reduced proportionately if revenues to the agriculture equine
5 industry development fund decline during the preceding fiscal year
6 to a level lower than the amounts appropriated in part 1.

7 Sec. 803. (1) In the event that there is no live thoroughbred
8 race meet in 2015 or 2016, all purse money and program money
9 appropriated for the thoroughbred industry in fiscal year 2014-2015
10 and fiscal year 2015-2016 shall be held in escrow for a period not
11 to exceed 18 months, or until a thoroughbred race meet license is
12 applied for and granted by the Michigan gaming control board.

13 (2) In the event that there is no live standardbred race meet
14 in 2015 or 2016, all purse money and program money appropriated for
15 the standardbred industry in fiscal year 2014-2015 and fiscal year
16 2015-2016 shall be held in escrow for a period not to exceed 18
17 months, or until a standardbred race meet license is applied for
18 and granted by the Michigan gaming control board.

19 Sec. 804. It is the intent of the legislature that the
20 Michigan gaming control board shall use actual expenditure data in
21 determining the actual regulatory costs of conducting racing dates
22 and shall provide that data to the senate and house of
23 representatives appropriations subcommittees on agriculture and
24 rural development and general government and the fiscal agencies by
25 November 1 of the current fiscal year. The Michigan gaming control
26 board shall not be reimbursed for more than the actual regulatory
27 cost of conducting race dates. If a certified horsemen's

1 organization funds more than the actual regulatory cost, the
2 balance shall remain in the agriculture equine industry development
3 fund to be used to fund subsequent race dates conducted by race
4 meeting licensees with which the certified horsemen's organization
5 has contracts. If a certified horsemen's organization funds less
6 than the actual regulatory costs of the additional horse racing
7 dates, the Michigan gaming control board shall reduce the number of
8 future race dates conducted by race meeting licensees with which
9 the certified horsemen's organization has contracts. Prior to the
10 reduction in the number of authorized race dates due to budget
11 deficits, the executive director of the Michigan gaming control
12 board shall provide notice to the certified horsemen's
13 organizations with an opportunity to respond with alternatives. In
14 determining actual costs, the Michigan gaming control board shall
15 take into account that each specific breed may require different
16 regulatory mechanisms.

17 Sec. 805. (1) The department shall establish and administer a
18 county fairs capital improvement grant program. The program shall
19 assist in the promotion of building improvements or other capital
20 improvements at county fairgrounds of the state.

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

26 (3) The department shall identify criteria, evaluate
27 applications, and provide recommendations to the director for final

1 approval of grant awards.

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

5 (5) The unexpended portion of the county fairs capital
6 improvement grant program is considered a work project
7 appropriation in accordance with the management and budget act,
8 1984 PA 431, MCL 18.1101 to 18.1594.

9 (6) The department shall provide a year-end report no later
10 than December 1, 2016 to the subcommittees and the fiscal agencies,
11 including the grantees, award amount, match funding, and project
12 outcomes.

13 ARTICLE IV

14 DEPARTMENT OF COMMUNITY HEALTH

15 PART 1

16 LINE-ITEM APPROPRIATIONS

17 Sec. 101. There is appropriated for the department of
18 community health for the fiscal year ending September 30, 2016,
19 from the following funds:

20 **DEPARTMENT OF COMMUNITY HEALTH**

21 APPROPRIATION SUMMARY

22	Full-time equated unclassified positions.....	6.0	
23	Full-time equated classified positions.....	3,677.1	
24	Average population	893.0	
25	GROSS APPROPRIATION.....		\$ 18,932,657,100

1	Interdepartmental grant revenues:	
2	Total interdepartmental grants and intradepartmental	
3	transfers	9,678,100
4	ADJUSTED GROSS APPROPRIATION.....	\$ 18,922,979,000
5	Federal revenues:	
6	Total federal revenues.....	13,439,841,000
7	Social security act, temporary assistance for needy	
8	families	17,814,100
9	Special revenue funds:	
10	Total local revenues.....	85,961,700
11	Total private revenues.....	127,698,700
12	Merit award trust fund.....	105,834,700
13	Total other state restricted revenues.....	2,024,731,500
14	State general fund/general purpose.....	\$ 3,121,097,300
15	Sec. 102. DEPARTMENTWIDE ADMINISTRATION	
16	Full-time equated unclassified positions..... 6.0	
17	Full-time equated classified positions..... 190.7	
18	Director and other unclassified--6.0 FTE positions ...	\$ 385,500
19	Departmental administration and management--180.7 FTE	
20	positions	26,399,500
21	Worker's compensation program.....	5,205,700
22	Rent and building occupancy.....	10,602,500
23	Developmental disabilities council and projects--10.0	
24	FTE positions	3,038,900
25	Human trafficking intervention services.....	<u>200,000</u>
26	GROSS APPROPRIATION.....	\$ 45,832,100
27	Appropriated from:	

1	Federal revenues:	
2	Total federal revenues.....	16,096,300
3	Special revenue funds:	
4	Total private revenues.....	35,200
5	Total other state restricted revenues.....	834,500
6	State general fund/general purpose.....	\$ 28,866,100
7	Sec. 103. BEHAVIORAL HEALTH PROGRAM ADMINISTRATION	
8	AND SPECIAL PROJECTS	
9	Full-time equated classified positions..... 106.0	
10	Behavioral health program administration--105.0 FTE	
11	positions	\$ 63,352,600
12	Gambling addiction--1.0 FTE position.....	3,003,700
13	Protection and advocacy services support.....	194,400
14	Community residential and support services.....	592,100
15	Federal and other special projects.....	2,535,600
16	Family support subsidy.....	17,633,600
17	Housing and support services.....	<u>13,238,800</u>
18	GROSS APPROPRIATION.....	\$ 100,550,800
19	Appropriated from:	
20	Federal revenues:	
21	Total federal revenues.....	48,812,500
22	Social security act, temporary assistance for needy	
23	families	17,814,100
24	Special revenue funds:	
25	Total private revenues.....	1,000,000
26	Total other state restricted revenues.....	3,003,700
27	State general fund/general purpose.....	\$ 29,920,500

1	Sec. 104. BEHAVIORAL HEALTH SERVICES	
2	Full-time equated classified positions.....	9.5
3	Medicaid mental health services.....	\$ 2,365,893,200
4	Community mental health non-Medicaid services.....	117,050,400
5	Mental health services for special populations.....	8,842,800
6	Medicaid substance use disorder services.....	46,967,800
7	Civil service charges.....	1,499,300
8	Federal mental health block grant--2.5 FTE positions.	15,444,600
9	State disability assistance program substance use	
10	disorder services	2,018,800
11	Community substance use disorder prevention,	
12	education, and treatment	74,725,000
13	Children's waiver home care program.....	20,000,000
14	Nursing home PAS/ARR-OBRA--7.0 FTE positions.....	12,258,800
15	Children with serious emotional disturbance waiver...	12,647,900
16	Health homes.....	3,369,000
17	Healthy Michigan plan - behavioral health.....	310,767,700
18	Autism services.....	<u>36,769,400</u>
19	GROSS APPROPRIATION.....	\$ 3,028,254,700
20	Appropriated from:	
21	Interdepartmental grant revenues:	
22	Interdepartmental grant from the department of human	
23	services	6,340,500
24	Federal revenues:	
25	Total federal revenues.....	2,027,932,300
26	Special revenue funds:	
27	Total local revenues.....	25,475,800

1	Total other state restricted revenues	23,425,900
2	State general fund/general purpose	\$ 945,080,200
3	Sec. 105. STATE PSYCHIATRIC HOSPITALS AND FORENSIC	
4	MENTAL HEALTH SERVICES	
5	Total average population	893.0
6	Full-time equated classified positions.....	2,130.9
7	Caro Regional Mental Health Center - psychiatric	
8	hospital - adult--461.3 FTE positions.....	\$ 56,358,300
9	Average population	185.0
10	Kalamazoo Psychiatric Hospital - adult--466.1 FTE	
11	positions	64,510,900
12	Average population	189.0
13	Walter P. Reuther Psychiatric Hospital - adult--420.8	
14	FTE positions	55,849,100
15	Average population	234.0
16	Hawthorn Center - psychiatric hospital - children and	
17	adolescents--226.4 FTE positions.....	28,746,000
18	Average population	75.0
19	Center for forensic psychiatry--556.3 FTE positions ..	72,558,600
20	Average population	210.0
21	Revenue recapture.....	750,000
22	IDEA, federal special education.....	120,000
23	Special maintenance.....	332,500
24	Purchase of medical services for residents of	
25	hospitals and centers	445,600
26	Gifts and bequests for patient living and treatment	
27	environment	<u>1,000,000</u>

1	GROSS APPROPRIATION.....	\$	280,671,000
2	Appropriated from:		
3	Federal revenues:		
4	Total federal revenues.....		34,720,700
5	Special revenue funds:		
6	Total local revenues.....		19,490,600
7	Total private revenues.....		1,000,000
8	Total other state restricted revenues.....		18,878,700
9	State general fund/general purpose.....	\$	206,581,000
10	Sec. 106. PUBLIC HEALTH ADMINISTRATION		
11	Full-time equated classified positions.....		100.4
12	Public health administration--7.3 FTE positions.....	\$	1,567,800
13	Health and wellness initiatives--11.7 FTE positions ..		8,946,400
14	Vital records and health statistics--81.4 FTE		
15	positions		<u>11,763,400</u>
16	GROSS APPROPRIATION.....	\$	22,277,600
17	Appropriated from:		
18	Interdepartmental grant revenues:		
19	Interdepartmental grant from the department of human		
20	services		1,206,100
21	Federal revenues:		
22	Total federal revenues.....		3,650,800
23	Special revenue funds:		
24	Total other state restricted revenues.....		12,337,600
25	State general fund/general purpose.....	\$	5,083,100
26	Sec. 107. HEALTH POLICY		
27	Full-time equated classified positions.....		64.8

1	Certificate of need program administration--12.3 FTE		
2	positions	\$	2,781,400
3	Emergency medical services program--23.0 FTE positions		6,415,200
4	Health innovation grants		100
5	Health policy administration--24.1 FTE positions		53,106,300
6	Michigan essential health provider		3,591,300
7	Minority health grants and contracts		612,700
8	Nurse education and research program--3.0 FTE		
9	positions		1,041,500
10	Primary care services--1.4 FTE positions		4,067,500
11	Rural health services--1.0 FTE position		<u>1,555,500</u>
12	GROSS APPROPRIATION	\$	73,171,500
13	Appropriated from:		
14	Interdepartmental grant revenues:		
15	Interdepartmental grant from the department of		
16	licensing and regulatory affairs		1,041,500
17	Interdepartmental grant from the department of		
18	treasury, Michigan state hospital finance authority.		116,000
19	Federal revenues:		
20	Total federal revenues		57,987,200
21	Special revenue funds:		
22	Total private revenues		865,000
23	Total other state restricted revenues		6,561,700
24	State general fund/general purpose	\$	6,600,100
25	Sec. 108. LABORATORY SERVICES		
26	Full-time equated classified positions		100.0
27	Laboratory services--100.0 FTE positions	\$	<u>20,295,500</u>

1	GROSS APPROPRIATION.....	\$	20,295,500
2	Appropriated from:		
3	Interdepartmental grant revenues:		
4	Interdepartmental grant from the department of		
5	environmental quality		974,000
6	Federal revenues:		
7	Total federal revenues.....		2,294,400
8	Special revenue funds:		
9	Total other state restricted revenues.....		10,261,900
10	State general fund/general purpose.....	\$	6,765,200
11	Sec. 109. EPIDEMIOLOGY AND INFECTIOUS DISEASE		
12	Full-time equated classified positions.....		144.9
13	AIDS surveillance and prevention program.....	\$	1,854,100
14	Bioterrorism preparedness--52.0 FTE positions		30,077,600
15	Epidemiology administration--41.6 FTE positions		12,455,700
16	Healthy homes program--8.0 FTE positions		4,384,300
17	Immunization program--12.8 FTE positions		16,317,900
18	Newborn screening follow-up and treatment services--		
19	10.5 FTE positions		7,223,000
20	Sexually transmitted disease control program--20.0 FTE		
21	positions		6,246,900
22	Tuberculosis control and prevention.....		<u>867,000</u>
23	GROSS APPROPRIATION.....	\$	79,426,500
24	Appropriated from:		
25	Federal revenues:		
26	Total federal revenues.....		60,864,000
27	Special revenue funds:		

1	Total private revenues.....		339,000
2	Total other state restricted revenues.....		11,577,900
3	State general fund/general purpose.....	\$	6,645,600
4	Sec. 110. LOCAL HEALTH ADMINISTRATION AND GRANTS		
5	Full-time equated classified positions.....	2.0	
6	Essential local public health services.....	\$	40,886,100
7	Implementation of 1993 PA 133, MCL 333.17015.....		20,000
8	Local health services--2.0 FTE positions.....		536,100
9	Medicaid outreach cost reimbursement to local health		
10	departments		<u>9,000,000</u>
11	GROSS APPROPRIATION.....	\$	50,442,200
12	Appropriated from:		
13	Federal revenues:		
14	Total federal revenues.....		9,536,100
15	Special revenue funds:		
16	Total local revenues.....		5,150,000
17	State general fund/general purpose.....	\$	35,756,100
18	Sec. 111. CHRONIC DISEASE AND INJURY PREVENTION AND		
19	HEALTH PROMOTION		
20	Full-time equated classified positions.....	113.0	
21	AIDS prevention, testing, and care programs--47.7 FTE		
22	positions	\$	70,423,000
23	Cancer prevention and control program--13.0 FTE		
24	positions		15,005,800
25	Chronic disease control and health promotion		
26	administration--29.4 FTE positions.....		6,356,200
27	Diabetes and kidney program--8.0 FTE positions.....		3,038,100

1	Smoking prevention program--12.0 FTE positions	2,107,600
2	Violence prevention--2.9 FTE positions	<u>1,823,700</u>
3	GROSS APPROPRIATION.....	\$ 98,754,400
4	Appropriated from:	
5	Federal revenues:	
6	Total federal revenues.....	52,671,100
7	Special revenue funds:	
8	Total private revenues.....	38,778,400
9	Total other state restricted revenues.....	5,534,000
10	State general fund/general purpose.....	\$ 1,770,900
11	Sec. 112. FAMILY, MATERNAL, AND CHILDREN'S HEALTH	
12	SERVICES	
13	Full-time equated classified positions..... 69.6	
14	Childhood lead program--2.5 FTE positions.....	\$ 1,563,300
15	Dental programs--3.0 FTE positions.....	1,667,200
16	Dental program for persons with developmental	
17	disabilities	151,000
18	Family, maternal, and children's health services	
19	administration--50.1 FTE positions.....	8,437,000
20	Family planning local agreements.....	8,310,700
21	Local MCH services.....	7,018,100
22	Pregnancy prevention program.....	602,100
23	Prenatal care outreach and service delivery support--	
24	14.0 FTE positions	18,933,000
25	Special projects.....	6,289,100
26	Sudden infant death syndrome program.....	<u>321,300</u>
27	GROSS APPROPRIATION.....	\$ 53,292,800

1	Appropriated from:	
2	Federal revenues:	
3	Total federal revenues.....	42,214,500
4	Special revenue funds:	
5	Total local revenues.....	75,000
6	Total private revenues.....	874,500
7	Total other state restricted revenues.....	20,000
8	State general fund/general purpose.....	\$ 10,108,800
9	Sec. 113. WOMEN, INFANTS, AND CHILDREN FOOD AND	
10	NUTRITION PROGRAM	
11	Full-time equated classified positions.....	45.0
12	Women, infants, and children program administration	
13	and special projects--45.0 FTE positions.....	\$ 17,905,900
14	Women, infants, and children program local agreements	
15	and food costs	<u>256,285,000</u>
16	GROSS APPROPRIATION.....	\$ 274,190,900
17	Appropriated from:	
18	Federal revenues:	
19	Total federal revenues.....	213,113,000
20	Special revenue funds:	
21	Total private revenues.....	61,077,900
22	State general fund/general purpose.....	\$ 0
23	Sec. 114. CHILDREN'S SPECIAL HEALTH CARE SERVICES	
24	Full-time equated classified positions.....	46.8
25	Children's special health care services	
26	administration--44.0 FTE positions.....	\$ 5,897,900
27	Bequests for care and services--2.8 FTE positions....	1,528,200

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

1	Community services.....	39,013,900
2	Nutrition services.....	39,044,000
3	Foster grandparent volunteer program.....	2,233,600
4	Retired and senior volunteer program.....	627,300
5	Senior companion volunteer program.....	1,604,400
6	Employment assistance.....	3,500,000
7	Respite care program.....	<u>5,868,700</u>
8	GROSS APPROPRIATION.....	\$ 99,676,400
9	Appropriated from:	
10	Federal revenues:	
11	Total federal revenues.....	57,525,800
12	Special revenue funds:	
13	Total private revenues.....	520,000
14	Merit award trust fund.....	4,068,700
15	Total other state restricted revenues.....	1,400,000
16	State general fund/general purpose.....	\$ 36,161,900
17	Sec. 117. MEDICAL SERVICES ADMINISTRATION	
18	Full-time equated classified positions..... 500.5	
19	Medical services administration--440.5 FTE positions .	\$ 90,248,500
20	Healthy Michigan plan administration--36.0 FTE	
21	positions	49,342,300
22	Facility inspection contract.....	132,800
23	MIChild administration.....	3,500,000
24	Electronic health record incentive program--24.0 FTE	
25	positions	<u>144,226,200</u>
26	GROSS APPROPRIATION.....	\$ 287,449,800
27	Appropriated from:	

1	Federal revenues:	
2	Total federal revenues.....	241,588,100
3	Special revenue funds:	
4	Total local revenues.....	105,700
5	Total private revenues.....	99,800
6	Total other state restricted revenues.....	331,300
7	State general fund/general purpose.....	\$ 45,324,900
8	Sec. 118. MEDICAL SERVICES	
9	Hospital services and therapy.....	\$ 1,212,378,900
10	Hospital disproportionate share payments.....	45,000,000
11	Physician services.....	361,890,200
12	Medicare premium payments.....	408,503,400
13	Pharmaceutical services.....	297,891,800
14	Home health services.....	5,804,700
15	Hospice services.....	111,982,500
16	Transportation.....	21,888,200
17	Auxiliary medical services.....	7,268,800
18	Dental services.....	222,143,900
19	Ambulance services.....	11,000,000
20	Long-term care services.....	1,440,328,500
21	Integrated care organizations.....	454,700,100
22	Medicaid home- and community-based services waiver ...	325,318,000
23	Adult home help services.....	262,816,800
24	Personal care services.....	12,237,000
25	Program of all-inclusive care for the elderly.....	75,738,600
26	Health plan services.....	4,861,568,800
27	MIChild program.....	18,022,600

1	Federal Medicare pharmaceutical program.....	198,811,800
2	Maternal and child health.....	20,279,500
3	Healthy Michigan plan.....	3,215,577,600
4	Subtotal basic medical services program.....	13,591,151,700
5	School-based services.....	112,102,700
6	Special Medicaid reimbursement.....	388,891,700
7	Subtotal special medical services payments.....	<u>500,994,400</u>
8	GROSS APPROPRIATION.....	\$ 14,092,146,100
9	Appropriated from:	
10	Federal revenues:	
11	Total federal revenues.....	10,399,603,000
12	Special revenue funds:	
13	Total local revenues.....	35,664,600
14	Total private revenues.....	2,100,000
15	Merit award trust fund.....	101,766,000
16	Total other state restricted revenues.....	1,909,417,800
17	State general fund/general purpose.....	\$ 1,643,594,700
18	Sec. 119. INFORMATION TECHNOLOGY	
19	Information technology services and projects.....	\$ 36,715,100
20	Michigan Medicaid information system.....	<u>50,201,100</u>
21	GROSS APPROPRIATION.....	\$ 86,916,200
22	Appropriated from:	
23	Federal revenues:	
24	Total federal revenues.....	45,452,800
25	Special revenue funds:	
26	Total private revenues.....	20,000,000
27	Total other state restricted revenues.....	1,985,800

1	State general fund/general purpose.....	\$	19,477,600
2	Sec. 120. ONE-TIME BASIS ONLY APPROPRIATIONS		
3	University autism programs.....	\$	100
4	Pay for success contracts.....		100
5	Child and adolescent health services.....		100
6	Mental health commission recommendations.....		1,500,000
7	Dental clinic program.....		100
8	Drug policy initiatives.....		100
9	Hospice services.....		<u>100</u>
10	GROSS APPROPRIATION.....	\$	1,500,600
11	Appropriated from:		
12	State general fund/general purpose.....	\$	1,500,600

13

PART 1B

14

SUPPLEMENTAL LINE-ITEM APPROPRIATIONS

15

Sec. 191. There is appropriated for the department of

16

community health for the fiscal year ending September 30, 2015,

17

from the following funds:

18

DEPARTMENT OF COMMUNITY HEALTH

19

APPROPRIATION SUMMARY

20

GROSS APPROPRIATION..... \$ 361,118,400

21

Interdepartmental grant revenues:

22

Total interdepartmental grants and intradepartmental

23

transfers 0

24

ADJUSTED GROSS APPROPRIATION..... \$ 361,118,400

1	Federal revenues:		
2	Total federal revenues.....		361,118,400
3	Special revenue funds:		
4	Total local revenues.....		0
5	Total private revenues.....		0
6	Total other state restricted revenues.....		0
7	State general fund/general purpose.....	\$	0
8	Sec. 192. BEHAVIORAL HEALTH SERVICES		
9	Healthy Michigan plan - behavioral health.....	\$	<u>(10,575,200)</u>
10	GROSS APPROPRIATION.....	\$	(10,575,200)
11	Appropriated from:		
12	Federal revenues:		
13	Total federal revenues.....		(10,575,200)
14	State general fund/general purpose.....	\$	0
15	Sec. 193. MEDICAL SERVICES		
16	Healthy Michigan plan.....	\$	371,693,600
17	Subtotal basic medical services program.....		<u>371,693,600</u>
18	GROSS APPROPRIATION.....	\$	371,693,600
19	Appropriated from:		
20	Federal revenues:		
21	Total federal revenues.....		371,693,600
22	State general fund/general purpose.....	\$	0

23

PART 2

24

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2015-2016

GENERAL SECTIONS

Sec. 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 \$5,251,663,500.00 and state spending from state resources to be paid to local units of government for fiscal year 2015-2016 is \$1,126,972,500.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF COMMUNITY HEALTH

BEHAVIORAL HEALTH PROGRAM ADMINISTRATION AND SPECIAL PROJECTS

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

BEHAVIORAL HEALTH SERVICES

Medicaid mental health services.....	\$	785,127,300
Community mental health non-Medicaid services.....		117,050,400
Mental health services for special populations.....		8,842,800
Medicaid substance use disorder services.....		16,157,300
State disability assistance program substance use disorder services		2,018,000
Community substance use disorder prevention, education, and treatment		14,553,400
Children's waiver home care program.....		6,880,000
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	Essential local public health services.....	\$	34,199,500
4	Implementation of 1993 PA 133, MCL 333.17015.....		300
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	Outreach and advocacy.....	\$	2,204,000
12	Medical care and treatment.....		949,800
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	Hospital services and therapy.....	\$	2,449,500
24	Physician services.....		10,665,900
25	Dental services.....		1,202,000
26	Long-term care services.....		<u>81,530,900</u>
27	TOTAL OF PAYMENTS TO LOCAL UNITS		

1 OF GOVERNMENT..... \$ 1,126,972,500

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

5 Sec. 203. As used in this part and part 1:

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

7 (b) "CMHSP" means a community mental health services program
8 as that term is defined in section 100a of the mental health code,
9 1974 PA 258, MCL 330.1100a.

10 (c) "Current fiscal year" means the fiscal year ending
11 September 30, 2016.

12 (d) "Department" means the department of community health.

13 (e) "Director" means the director of the department.

14 (f) "DSH" means disproportionate share hospital.

15 (g) "EPSDT" means early and periodic screening, diagnosis, and
16 treatment.

17 (h) "Federal poverty level" means the poverty guidelines
18 published annually in the federal register by the United States
19 Department of Health and Human Services under its authority to
20 revise the poverty line under 42 USC 9902.

21 (i) "FTE" means full-time equated.

22 (j) "GME" means graduate medical education.

23 (k) "Health plan" means, at a minimum, an organization that
24 meets the criteria for delivering the comprehensive package of
25 services under the department's comprehensive health plan.

26 (l) "HEDIS" means healthcare effectiveness data and
27 information set.

1 (m) "HMO" means health maintenance organization.

2 (n) "IDEA" means the individuals with disabilities education
3 act, 20 USC 1400 to 1482.

4 (o) "MCH" means maternal and child health.

5 (p) "Medicare" means subchapter XVIII of the social security
6 act, 42 USC 1395 to 1395///.

7 (q) "MIChild" means the program described in section 1670.

8 (r) "PAS/ARR-OBRA" means the preadmission screening and annual
9 resident review required under the omnibus budget reconciliation
10 act of 1987, section 1919(e)(7) of the social security act, 42 USC
11 1396r.

12 (s) "PIHP" means a governmental entity designated by the
13 department as a regional entity or a specialty prepaid inpatient
14 health plan for Medicaid mental health services, services to
15 individuals with developmental disabilities, and substance use
16 disorder services. Regional entities are described in section 204b
17 of the mental health code, 1974 PA 258, MCL 330.1204b. Specialty
18 prepaid inpatient health plans are described in section 232b of the
19 mental health code, 1974 PA 258, MCL 330.1232b.

20 (t) "Temporary assistance for needy families" means part A of
21 subchapter IV of the social security act, 42 USC 601 to 619.

22 (u) "Title X" means title X of the public health service act,
23 42 USC 300 to 300a-8, that establishes grants to states for family
24 planning services.

25 (v) "Title XIX" and "Medicaid" mean subchapter XIX of the
26 social security act, 42 USC 1396 to 1396w-5.

27 Sec. 204. It is the intent of the legislature that any

1 proposal for a new program or an expansion of an existing program
2 in excess of \$1,000,000.00 initiated by the executive branch or the
3 legislature shall include, as part of the original proposal or
4 budget request, a list of benchmarks intended to measure the
5 performance or return on taxpayer investment of the program or
6 spending increase.

7 Sec. 206. (1) In addition to the funds appropriated in part 1,
8 there is appropriated an amount not to exceed \$200,000,000.00 for
9 federal contingency funds. These funds are not available for
10 expenditure until they have been transferred to another line item
11 in part 1 under section 393(2) of the management and budget act,
12 1984 PA 431, MCL 18.1393.

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

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

25 (4) In addition to the funds appropriated in part 1, there is
26 appropriated an amount not to exceed \$40,000,000.00 for private
27 contingency funds. These funds are not available for expenditure

1 until they have been transferred to another line item in part 1
2 under section 393(2) of the management and budget act, 1984 PA 431,
3 MCL 18.1393.

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

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

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

24 Sec. 210. The director and the director of the office of
25 services to the aging shall take all reasonable steps to ensure
26 businesses in deprived and depressed communities compete for and
27 perform contracts to provide services or supplies, or both. The

1 director and the director of the office of services to the aging
2 shall strongly encourage firms with which the department contracts
3 to subcontract with certified businesses in depressed and deprived
4 communities for services, supplies, or both.

5 Sec. 211. If the revenue collected by the department from fees
6 and collections exceeds the amount appropriated in part 1, the
7 revenue may be carried forward with the approval of the state
8 budget director into the subsequent fiscal year. The revenue
9 carried forward under this section shall be used as the first
10 source of funds in the subsequent fiscal year.

11 Sec. 212. (1) On or before February 1 of the current fiscal
12 year, the department shall report to the house and senate
13 appropriations subcommittees on community health, the house and
14 senate fiscal agencies, and the state budget director on the
15 detailed name and amounts of federal, restricted, private, and
16 local sources of revenue that support the appropriations in each of
17 the line items in part 1.

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

24 Sec. 213. The state departments, agencies, and commissions
25 receiving tobacco tax funds and Healthy Michigan fund revenue from
26 part 1 shall report by April 1 of the current fiscal year to the
27 senate and house appropriations committees, the senate and house

1 fiscal agencies, and the state budget director on the following:

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

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

7 (c) Eligibility criteria for program participation and maximum
8 benefit levels where applicable.

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

12 (e) Any other information considered necessary by the house of
13 representatives or senate appropriations committees or the state
14 budget director.

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

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

26 Sec. 218. The department shall include the following in its
27 annual list of proposed basic health services as required in part

1 23 of the public health code, 1978 PA 368, MCL 333.2301 to
2 333.2321:

3 (a) Immunizations.

4 (b) Communicable disease control.

5 (c) Sexually transmitted disease control.

6 (d) Tuberculosis control.

7 (e) Prevention of gonorrhoea eye infection in newborns.

8 (f) Screening newborns for the conditions listed in section
9 5431 of the public health code, 1978 PA 368, MCL 333.5431, or
10 recommended by the newborn screening quality assurance advisory
11 committee created under section 5430 of the public health code,
12 1978 PA 368, MCL 333.5430.

13 (g) Community health annex of the Michigan emergency
14 management plan.

15 (h) Prenatal care.

16 Sec. 219. (1) The department may contract with the Michigan
17 Public Health Institute for the design and implementation of
18 projects and for other public health-related activities prescribed
19 in section 2611 of the public health code, 1978 PA 368, MCL
20 333.2611. The department may develop a master agreement with the
21 Institute to carry out these purposes for up to a 3-year period.
22 The department shall report to the house and senate appropriations
23 subcommittees on community health, the house and senate fiscal
24 agencies, and the state budget director on or before January 1 of
25 the current fiscal year all of the following:

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

27 (b) The amount allocated for each project, the appropriation

1 line item from which the allocation is funded, and the source of
2 financing for each project.

3 (c) The expected project duration.

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

7 (2) On or before September 30 of the current fiscal year, the
8 department shall provide to the same parties listed in subsection
9 (1) a copy of all reports, studies, and publications produced by
10 the Michigan Public Health Institute, its subcontractors, or the
11 department with the funds appropriated in part 1 and allocated to
12 the Michigan Public Health Institute.

13 Sec. 223. The department may establish and collect fees for
14 publications, videos and related materials, conferences, and
15 workshops. Collected fees shall be used to offset expenditures to
16 pay for printing and mailing costs of the publications, videos and
17 related materials, and costs of the workshops and conferences. The
18 department shall not collect fees under this section that exceed
19 the cost of the expenditures.

20 Sec. 264. (1) Upon submission of a Medicaid waiver, a Medicaid
21 state plan amendment, or a similar proposal to the Centers for
22 Medicare and Medicaid Services, the department shall notify the
23 house and senate appropriations subcommittees on community health,
24 the house and senate fiscal agencies, and the state budget office
25 of the submission.

26 (2) The department shall provide written or verbal biannual
27 reports to the senate and house appropriations subcommittees on

1 community health, the senate and house fiscal agencies, and the
2 state budget office summarizing the status of any new or ongoing
3 discussions with the Centers for Medicare and Medicaid Services or
4 the United States Department of Health and Human Services regarding
5 potential or future Medicaid waiver applications.

6 (3) The department shall inform the senate and house
7 appropriations subcommittees on community health and the senate and
8 house fiscal agencies of any alterations or adjustments made to the
9 published plan for integrated care for individuals who are eligible
10 for both Medicare and Medicaid when the final version of the plan
11 has been submitted to the federal Centers for Medicare and Medicaid
12 Services or the United States Department of Health and Human
13 Services.

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

24 (a) The dates of each travel occurrence.

25 (b) The transportation and related costs of each travel
26 occurrence, including the proportion funded with state general
27 fund/general purpose revenues, the proportion funded with state

1 restricted revenues, the proportion funded with federal revenues,
2 and the proportion funded with other revenues.

3 Sec. 267. The department shall not take disciplinary action
4 against an employee for communicating with a member of the
5 legislature or his or her staff.

6 Sec. 270. The department shall advise the legislature of the
7 receipt of a notification from the attorney general's office of a
8 legal action in which expenses had been recovered pursuant to
9 section 106(4) of the social welfare act, 1939 PA 280, MCL 400.106,
10 or any other statute under which the department has the right to
11 recover expenses. By March 1 and September 1 of the current fiscal
12 year, the department shall submit a written report to the house and
13 senate appropriations subcommittees on community health, the house
14 and senate fiscal agencies, and the state budget office which
15 includes, at a minimum, all of the following:

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

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

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

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

23 Sec. 276. Funds appropriated in part 1 shall not be used by a
24 principal executive department, state agency, or authority to hire
25 a person to provide legal services that are the responsibility of
26 the attorney general. This prohibition does not apply to legal
27 services for bonding activities and for those outside services that

1 the attorney general authorizes.

2 Sec. 282. (1) The department shall work with the department of
3 technology, management, and budget to plan for the development of
4 an automated annual metric collection, validation, and reporting
5 system for contracts. The department shall report the status of
6 this work to the house and senate appropriations subcommittees on
7 community health and the house and senate fiscal agencies by
8 February 1 of the current fiscal year.

9 (2) It is the intent of the legislature that the automated
10 system established in subsection (1) shall be able to generate a
11 report to the house and senate appropriations subcommittees on
12 community health and the house and senate fiscal agencies that
13 presents performance metrics on all new or existing contracts at
14 renewal of \$1,000,000.00 or more funded only with state general
15 fund/general purpose or state restricted resources. The performance
16 metrics shall include, at a minimum, service delivery volumes and
17 provider or beneficiary outcomes.

18 Sec. 285. The department shall participate in a work group to
19 investigate means of minimizing fraud in the MIBridges benefits
20 programs. The members of the workgroup shall include, but are not
21 limited to, the department and the departments of human services,
22 state, and state police, and members of the house of
23 representatives and the senate. The workgroup shall, at a minimum,
24 address the following possibilities and make recommendations on the
25 implementation of any of the following items considered feasible:

26 (a) Whether the department of human services' policies
27 concerning the replacement of lost bridge cards sufficiently deter

1 improper use of those cards.

2 (b) What technologies may exist to deter the sale or other
3 improper use of bridge cards.

4 (c) Whether a state driver license or state identification
5 card might be used to replace the existing bridge cards.

6 (d) What federal policies exist that may inhibit or enhance
7 adoption of fraud minimization actions.

8 Sec. 287. Not later than November 30, the state budget office
9 shall prepare and transmit a report that provides for estimates of
10 the total general fund/general purpose appropriation lapses at the
11 close of the prior fiscal year. This report shall summarize the
12 projected year-end general fund/general purpose appropriation
13 lapses by major departmental program or program areas. The report
14 shall be transmitted to the chairpersons of the senate and house
15 appropriations committees, and the senate and house fiscal
16 agencies.

17 Sec. 288. (1) Beginning October 1 of the current fiscal year,
18 no less than 90% of a new department contract supported solely from
19 state restricted funds or general fund/general purpose funds and
20 designated in this part or part 1 for a specific entity for the
21 purpose of providing services to individuals shall be expended for
22 such services after the first year of the contract.

23 (2) The department may allow a contract to exceed the
24 limitation on administrative and services costs if it can be
25 demonstrated that an exception should be made to the provision in
26 subsection (1).

27 (3) By September 30 of the current fiscal year, the department

1 shall report to the house and senate appropriations subcommittees
2 on community health, house and senate fiscal agencies, and state
3 budget office on the rationale for all exceptions made to the
4 provision in subsection (1) and the number of contracts terminated
5 due to violations of subsection (1).

6 Sec. 290. By the first day of each month of the current fiscal
7 year, the department shall report on the status of the merger,
8 executed under Executive Order No. 2015-4, of the department of
9 community health and the department of human services to create the
10 department of health and human services. The department shall
11 provide the report to the house and senate appropriations
12 subcommittees on community health, the house and senate
13 appropriations subcommittees on human services, and the house and
14 senate fiscal agencies. The report must include, but not be limited
15 to, the current status of FTE positions, facilities in use,
16 services including restructuring or consolidation, efficiencies,
17 and estimated savings or costs associated with the merger. The
18 report must indicate changes from the prior report.

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

- 23 (a) Fiscal year-to-date expenditures by category.
24 (b) Fiscal year-to-date expenditures by appropriation unit.
25 (c) Fiscal year-to-date payments to a selected vendor,
26 including the vendor name, payment date, payment amount, and
27 payment description.

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

3 (e) Job specifications and wage rates.

4 Sec. 296. Within 14 days after the release of the executive
5 budget recommendation, the department shall cooperate with the
6 state budget office to provide the senate and house appropriations
7 chairs, the senate and house appropriations subcommittees chairs,
8 and the senate and house fiscal agencies with an annual report on
9 estimated state restricted fund balances, state restricted fund
10 projected revenues, and state restricted fund expenditures for the
11 fiscal years ending September 30, 2015 and September 30, 2016.

12 Sec. 297. Total authorized appropriations from all sources
13 under part 1 for legacy costs for the fiscal year ending September
14 30, 2016 are \$87,425,100.00. From this amount, total agency
15 appropriations for pension-related legacy costs are estimated at
16 \$49,623,700.00. Total agency appropriations for retiree health care
17 legacy costs are estimated at \$37,801,400.00.

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

22 Sec. 299. No state department or agency shall issue a request
23 for proposal (RFP) for a contract in excess of \$5,000,000.00,
24 unless the department or agency has first considered issuing a
25 request for information (RFI) or a request for qualification (RFQ)
26 relative to that contract to better enable the department or agency
27 to learn more about the market for the products or services that

1 are the subject of the RFP. The department or agency shall notify
2 the department of technology, management, and budget of the
3 evaluation process used to determine if an RFI or RFQ was not
4 necessary prior to issuing the RFP.

5 **BEHAVIORAL HEALTH SERVICES**

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

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

25 (2) The department shall immediately report to the senate and
26 house appropriations subcommittees on community health, the senate

1 and house fiscal agencies, and the state budget director if either
2 of the following occurs:

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

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

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

10 Sec. 403. (1) From the funds appropriated in part 1 for mental
11 health services for special populations, the department may require
12 each contractor to provide data and information on performance-
13 related metrics. These metrics may include, but are not limited to,
14 all of the following:

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

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

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

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

26 (e) Each contractor or subcontractor shall provide timely and
27 accurate reports regarding the number of clients served, units of

1 service provision, and ability to meet its stated goals.

2 (2) The department shall require an annual report from the
3 contractors that receive mental health services for special
4 populations funding. The annual report, due 60 days following the
5 end of the contract period, shall include specific information on
6 services and programs provided, the client base to which the
7 services and programs were provided, information on any wraparound
8 services provided, and the expenditures for those services. The
9 department shall provide the annual reports to the senate and house
10 appropriations subcommittees on community health, the senate and
11 house fiscal agencies, and the state budget office.

12 (3) The department of human services and the department shall
13 convene a workgroup to discuss and make recommendations on
14 including accreditation in the contractor specifications and
15 potentially moving toward competitive bidding. Each contractor
16 required to provide data per this section shall be invited to
17 participate in the workgroup.

18 Sec. 404. (1) Not later than May 31 of the current fiscal
19 year, the department shall provide a report on the CMHSPs, PIHPs,
20 regional entities designated by the department as PIHPs, and
21 managing entities for substance use disorders to the members of the
22 house and senate appropriations subcommittees on community health,
23 the house and senate fiscal agencies, and the state budget director
24 that includes the information required by this section.

25 (2) The report shall contain information for each CMHSP, PIHP,
26 regional entity designated by the department as a PIHP, and
27 managing entity for substance use disorders and a statewide

1 summary, each of which shall include at least the following
2 information:

3 (a) A demographic description of service recipients which,
4 minimally, shall include reimbursement eligibility, client
5 population, age, ethnicity, housing arrangements, and diagnosis.

6 (b) Per capita expenditures by client population group and
7 cultural and ethnic groups of the services area, including the deaf
8 and hard of hearing population.

9 (c) Financial information that, minimally, includes a
10 description of funding authorized; expenditures by client group and
11 fund source; and cost information by Medicaid and Healthy Michigan
12 plan service category, including administration and funds specified
13 for all outside contracts for services and products. Financial
14 information must include the amount of funding, from each fund
15 source, used to cover services and supports. Service category
16 includes all department-approved services. General fund
17 expenditures should reflect those funds used to cover uninsured
18 individuals including Medicaid spenddowns.

19 (d) Data describing service outcomes that include, but are not
20 limited to, an evaluation of consumer satisfaction, consumer
21 choice, and quality of life concerns including, but not limited to,
22 housing and employment.

23 (e) Information about access to community mental health
24 services programs that includes, but is not limited to, the
25 following:

26 (i) The number of people receiving requested services.

27 (ii) The number of people who requested services but did not

1 receive services.

2 (f) The number of second opinions requested under the code and
3 the determination of any appeals.

4 (g) An analysis of information provided by CMHSPs in response
5 to the needs assessment requirements of the mental health code,
6 1974 PA 258, MCL 330.1001 to 330.2106.

7 (h) Lapses and carryforwards during the immediately preceding
8 fiscal year for CMHSPs, PIHPs, regional entities designated by the
9 department as PIHPs, and managing entities for substance use
10 disorders.

11 (i) Information about contracts for both administrative and
12 mental health services entered into by CMHSPs, PIHPs, regional
13 entities designated by the department as PIHPs, and managing
14 entities for substance use disorders with providers and others,
15 including, but not limited to, all of the following:

16 (i) The amount of the contract, organized by type of service
17 provided.

18 (ii) Payment rates, organized by the type of service provided.

19 (iii) Administrative costs, including contract and consultant
20 costs, for services provided to CMHSPs, PIHPs, regional entities
21 designated by the department as PIHPs, and managing entities for
22 substance use disorders.

23 (j) Information on the community mental health Medicaid
24 managed care and Healthy Michigan plan programs, including, but not
25 limited to, the following:

26 (i) Expenditures by each CMHSP, PIHP, regional entity
27 designated by the department as a PIHP, and managing entity for

1 substance use disorders organized by Medicaid eligibility group,
2 including per eligible individual expenditure averages.

3 (ii) Expenditures on, and utilization of, each Medicaid and
4 Healthy Michigan plan service category by each CMHSP, PIHP,
5 regional entity designated by the department as a PIHP, and
6 managing entity for substance use disorders.

7 (iii) Performance indicator information required to be
8 submitted to the department in the contracts with CMHSPs, PIHPs,
9 regional entities designated by the department as PIHPs, and
10 managing entities for substance use disorders.

11 (k) An estimate of the number of direct care workers, and the
12 average rate of pay for those direct care workers, providing
13 services in local residential settings and the number of
14 paraprofessional and other nonprofessional direct care workers, and
15 the average rate of pay for those paraprofessional and
16 nonprofessional direct care workers, providing services in settings
17 where skill building, community living supports and training, and
18 personal care services are provided by CMHSPs, PIHPs, regional
19 entities designated by the department as PIHPs, and managing
20 entities for substance use disorders as of September 30 of the
21 prior fiscal year employed directly or through contracts with
22 provider organizations.

23 (l) Administrative expenditures of each CMHSP, PIHP, regional
24 entity designated by the department as a PIHP, and managing entity
25 for substance use disorders that includes a breakout of the salary,
26 benefits, and pension of each executive level staff and shall
27 include the director, chief executive, and chief operating officers

1 and other members identified as executive staff.

2 (3) The department shall include data reporting requirements
3 listed in subsection (2) in the annual contract with each
4 individual CMHSP, PIHP, regional entity designated by the
5 department as a PIHP, and managing entity for substance use
6 disorders.

7 (4) The department shall take all reasonable actions to ensure
8 that the data required are complete and consistent among all
9 CMHSPs, PIHPs, regional entities designated by the department as
10 PIHPs, and managing entities for substance use disorders.

11 Sec. 406. (1) The funds appropriated in part 1 for the state
12 disability assistance substance use disorder services program shall
13 be used to support per diem room and board payments in substance
14 use disorder residential facilities. Eligibility of clients for the
15 state disability assistance substance use disorder services program
16 shall include needy persons 18 years of age or older, or
17 emancipated minors, who reside in a substance use disorder
18 treatment center.

19 (2) The department shall reimburse all licensed substance use
20 disorder programs eligible to participate in the program at a rate
21 equivalent to that paid by the department of human services to
22 adult foster care providers. Programs accredited by department-
23 approved accrediting organizations shall be reimbursed at the
24 personal care rate, while all other eligible programs shall be
25 reimbursed at the domiciliary care rate.

26 Sec. 407. (1) The amount appropriated in part 1 for substance
27 use disorder prevention, education, and treatment grants shall be

1 expended to coordinate care and services provided to individuals
2 with severe and persistent mental illness and substance use
3 disorder diagnoses.

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

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

11 Sec. 408. (1) By April 1 of the current fiscal year, the
12 department shall report the following data from the prior fiscal
13 year on substance use disorder prevention, education, and treatment
14 programs to the senate and house appropriations subcommittees on
15 community health, the senate and house fiscal agencies, and the
16 state budget office:

17 (a) Expenditures stratified by department-designated community
18 mental health entity, by central diagnosis and referral agency, by
19 fund source, by subcontractor, by population served, and by service
20 type. Additionally, data on administrative expenditures by
21 department-designated community mental health entity shall be
22 reported.

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

25 (c) Number of services provided by central diagnosis and
26 referral agency, by subcontractor, and by service type.

27 Additionally, data on length of stay, referral source, and

1 participation in other state programs.

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

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

9 Sec. 410. The department shall assure that substance use
10 disorder treatment is provided to applicants and recipients of
11 public assistance through the department of human services who are
12 required to obtain substance use disorder treatment as a condition
13 of eligibility for public assistance.

14 Sec. 411. (1) The department shall ensure that each contract
15 with a CMHSP or PIHP requires the CMHSP or PIHP to implement
16 programs to encourage diversion of individuals with serious mental
17 illness, serious emotional disturbance, or developmental disability
18 from possible jail incarceration when appropriate.

19 (2) Each CMHSP or PIHP shall have jail diversion services and
20 shall work toward establishing working relationships with
21 representative staff of local law enforcement agencies, including
22 county prosecutors' offices, county sheriffs' offices, county
23 jails, municipal police agencies, municipal detention facilities,
24 and the courts. Written interagency agreements describing what
25 services each participating agency is prepared to commit to the
26 local jail diversion effort and the procedures to be used by local
27 law enforcement agencies to access mental health jail diversion

1 services are strongly encouraged.

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

12 Sec. 424. Each PIHP that contracts with the department to
13 provide services to the Medicaid population shall adhere to the
14 following timely claims processing and payment procedure for claims
15 submitted by health professionals and facilities:

16 (a) A "clean claim" as described in section 111i of the social
17 welfare act, 1939 PA 280, MCL 400.111i, shall be paid within 45
18 days after receipt of the claim by the PIHP. A clean claim that is
19 not paid within this time frame shall bear simple interest at a
20 rate of 12% per annum.

21 (b) A PIHP shall state in writing to the health professional
22 or facility any defect in the claim within 30 days after receipt of
23 the claim.

24 (c) A health professional and a health facility have 30 days
25 after receipt of a notice that a claim or a portion of a claim is
26 defective within which to correct the defect. The PIHP shall pay
27 the claim within 30 days after the defect is corrected.

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

8 Sec. 435. A county required under the provisions of the mental
9 health code, 1974 PA 258, MCL 330.1001 to 330.2106, to provide
10 matching funds to a CMHSP for mental health services rendered to
11 residents in its jurisdiction shall pay the matching funds in equal
12 installments on not less than a quarterly basis throughout the
13 fiscal year, with the first payment being made by October 1 of the
14 current fiscal year.

15 Sec. 436. Of the funds appropriated to the Detroit Wayne
16 County Mental Health Authority, \$8,900,000.00 shall be used to fund
17 mental health services at the Wayne County adult and juvenile
18 detention facilities.

19 Sec. 458. Medicaid services shall include treatment for autism
20 spectrum disorders as defined in the federally approved Medicaid
21 state plan. Such alternatives may be coordinated with the Medicaid
22 health plans and the Michigan Association of Health Plans.

23 Sec. 494. (1) Contingent upon federal approval, if a CMHSP,
24 PIHP, or subcontracting provider agency is reviewed and accredited
25 by a national accrediting entity for behavioral health care
26 services, the department, by April 1 of the current fiscal year,
27 shall consider that CMHSP, PIHP, or subcontracting provider agency

1 in compliance with state program review and audit requirements that
2 are addressed and reviewed by that national accrediting entity.

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

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

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

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

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

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

20 (4) As used in this section, "national accrediting entity"
21 means the Joint Commission, formerly known as the Joint Commission
22 on Accreditation of Healthcare Organizations, the Commission on
23 Accreditation of Rehabilitation Facilities, the Council on
24 Accreditation, the URAC, formerly known as the Utilization Review
25 Accreditation Commission, the National Committee for Quality
26 Assurance, or other appropriate entity, as approved by the
27 department.

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

4 Sec. 497. The population data used in determining the
5 distribution of substance use disorder block grant funds shall be
6 from the most recent federal census.

7 Sec. 498. For distribution of state general funds to CMHSPs,
8 if the department decides to use census data, the department shall
9 use the most recent federal decennial census data available.

10 Sec. 502. (1) The department shall continue developing an
11 outreach program on fetal alcohol syndrome services.

12 (2) The department shall explore federal grant funding to
13 address prevention services for fetal alcohol syndrome and reduce
14 alcohol consumption among pregnant women.

15 Sec. 503. The department shall notify the Michigan Association
16 of Community Mental Health Boards when developing policies and
17 procedures that will impact PIHPs or CMHSPs.

18 Sec. 504. (1) The department shall continue to work with the
19 workgroup created to make recommendations to achieve more
20 uniformity in capitation payments made to the PIHPs.

21 (2) The workgroup shall include but not be limited to
22 representatives of the department, PIHPs, and CMHSPs.

23 (3) The department shall provide the workgroup's
24 recommendations to the senate and house appropriations
25 subcommittees on community health, the senate and house fiscal
26 agencies, and the state budget director by March 1 of the current
27 fiscal year.

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

5 Sec. 506. No later than June 1 of the current fiscal year, the
6 department shall provide the house and senate appropriations
7 subcommittees on community health, the house and senate fiscal
8 agencies, and the state budget office with the most recent cost
9 data information submitted by the CMHSPs on how the funds
10 appropriated in part 1 for the community mental health services
11 non-Medicaid services line item were expended by each CMHSP. At a
12 minimum, the information must include CMHSPs general fund/general
13 purpose costs for each of the following categories: administration,
14 prevention, jail diversion and treatment services, MIChild program,
15 children's waiver home care program, children with serious
16 emotional disturbance waiver program, services provided to
17 individuals with mental illness and developmental disabilities who
18 are not eligible for Medicaid, and the Medicaid spenddown
19 population.

20 Sec. 507. (1) From the funds appropriated in part 1 for
21 behavioral health program administration, the department shall
22 establish a psychiatric residential treatment facility and
23 children's behavioral action team. These services will augment the
24 continuum of behavioral health services for high-need youth and
25 provide additional continuity of care and transition into
26 supportive community-based services.

27 (2) Outcomes and performance measures for this initiative

1 include, but are not limited to, the following:

2 (a) The rate of rehospitalization for youth served through the
3 program at 30 and 180 days.

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

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

7 Sec. 601. The department shall continue a revenue recapture
8 project to generate additional revenues from third parties related
9 to cases that have been closed or are inactive. A portion of
10 revenues collected through project efforts may be used for
11 departmental costs and contractual fees associated with these
12 retroactive collections and to improve ongoing departmental
13 reimbursement management functions.

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

21 Sec. 605. (1) The department shall not implement any closures
22 or consolidations of state hospitals, centers, or agencies until
23 CMHSPs or PIHPs have programs and services in place for those
24 individuals currently in those facilities and a plan for service
25 provision for those individuals who would have been admitted to
26 those facilities.

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

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

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

17 Sec. 606. The department may collect revenue for patient
18 reimbursement from first- and third-party payers, including
19 Medicaid and local county CMHSP payers, to cover the cost of
20 placement in state hospitals and centers. The department is
21 authorized to adjust financing sources for patient reimbursement
22 based on actual revenues earned. If the revenue collected exceeds
23 current year expenditures, the revenue may be carried forward with
24 approval of the state budget director. The revenue carried forward
25 shall be used as a first source of funds in the subsequent year.

26 Sec. 608. Effective October 1 of the current fiscal year, the
27 department, in consultation with the department of technology,

1 management, and budget, may maintain a bid process to identify 1 or
2 more private contractors to provide food service and custodial
3 services for the administrative areas at any state hospital
4 identified by the department as capable of generating savings
5 through the outsourcing of such services.

6 **PUBLIC HEALTH ADMINISTRATION**

7 Sec. 651. The department shall work with the Michigan health
8 endowment fund corporation established pursuant to section 653 of
9 the nonprofit health care corporation reform act, 1980 PA 350, MCL
10 550.1653, to explore ways to expand health and wellness programs.

11 Sec. 654. From the funds appropriated in part 1 for health and
12 wellness initiatives, \$1,000,000.00 shall be allocated for a school
13 children's healthy exercise program to promote and advance physical
14 health for school children in kindergarten through grade 8. The
15 department shall recommend model programs for sites to implement
16 that incorporate evidence-based best practices. The department
17 shall grant no less than 1/2 of the funds appropriated in part 1
18 for before- and after-school programs. The department shall
19 establish guidelines for program sites, which may include schools,
20 community-based organizations, private facilities, recreation
21 centers, or other similar sites. The program format shall encourage
22 local determination of site activities and shall encourage local
23 inclusion of youth in the decision-making regarding site
24 activities. Program goals shall include children experiencing
25 improved physical health and access to physical activity
26 opportunities, the reduction of obesity, providing a safe place to

1 play and exercise, and nutrition education. To be eligible to
2 participate, program sites shall provide a 20% match to the state
3 funding, which may be provided in full, or in part, by a
4 corporation, foundation, or private partner. The department shall
5 seek financial support from corporate, foundation, or other private
6 partners for the program or for individual program sites.

7 **HEALTH POLICY**

8 Sec. 712. From the funds appropriated in part 1 for primary
9 care services, \$250,000.00 shall be allocated to free health
10 clinics operating in the state. The department shall distribute the
11 funds equally to each free health clinic. For the purpose of this
12 appropriation, "free health clinics" means nonprofit organizations
13 that use volunteer health professionals to provide care to
14 uninsured individuals.

15 Sec. 713. The department shall continue support of
16 multicultural agencies that provide primary care services from the
17 funds appropriated in part 1.

18 Sec. 715. The department shall continue to seek means to
19 increase retention of Michigan medical school students for
20 completion of their primary care residency requirements within this
21 state and ultimately, for some period of time, to remain in this
22 state and serve as primary care physicians. The department is
23 encouraged to work with Michigan institutions of higher education.

24 Sec. 717. The department may award health innovation grants to
25 address emerging issues and encourage cutting edge advances in
26 health care including strategic partners in both the public and

1 private sectors.

2 Sec. 718. (1) From the funds appropriated in part 1 for health
3 policy administration, the department shall allocate the federal
4 state innovation model grant funding that supports implementation
5 of the health delivery system innovations detailed in this state's
6 "Reinventing Michigan's Health Care System: Blueprint for Health
7 Innovation" document. Over the next 4 years this initiative will
8 test new payment methodologies, support improved population health
9 outcomes, and support improved infrastructure for technology and
10 data sharing and reporting. The funds will be used to provide
11 financial support directly to regions participating in the model
12 test and to support statewide stakeholder guidance and technical
13 support.

14 (2) Outcomes and performance measures for the initiative under
15 subsection (1) include, but are not limited to, the following:

16 (a) Increasing the number of physician practices fulfilling
17 patient-centered medical home functions.

18 (b) Reducing inappropriate health utilization, specifically
19 reducing preventable emergency department visits, reducing the
20 proportion of hospitalizations for ambulatory sensitive conditions,
21 and reducing this state's 30-day hospital readmission rate.

22 (3) By March 1 and September 1 of the current fiscal year, the
23 department shall submit a written report to the house and senate
24 appropriations subcommittees on community health, the house and
25 senate fiscal agencies, and the state budget office on the status
26 of the program and progress made since the prior report.

1 EPIDEMIOLOGY AND INFECTIOUS DISEASE

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

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

13 LOCAL HEALTH ADMINISTRATION AND GRANTS

14 Sec. 901. The amount appropriated in part 1 for implementation
15 of the 1993 additions of or amendments to sections 9161, 16221,
16 16226, 17014, 17015, and 17515 of the public health code, 1978 PA
17 368, MCL 333.9161, 333.16221, 333.16226, 333.17014, 333.17015, and
18 333.17515, shall be used to reimburse local health departments for
19 costs incurred related to implementation of section 17015(18) of
20 the public health code, 1978 PA 368, MCL 333.17015.

21 Sec. 902. If a county that has participated in a district
22 health department or an associated arrangement with other local
23 health departments takes action to cease to participate in such an
24 arrangement after October 1 of the current fiscal year, the
25 department shall have the authority to assess a penalty from the
26 local health department's operational accounts in an amount equal

1 to no more than 6.25% of the local health department's essential
2 local public health services funding. This penalty shall only be
3 assessed to the local county that requests the dissolution of the
4 health department.

5 Sec. 904. (1) Funds appropriated in part 1 for essential local
6 public health services shall be prospectively allocated to local
7 health departments to support immunizations, infectious disease
8 control, sexually transmitted disease control and prevention,
9 hearing screening, vision services, food protection, public water
10 supply, private groundwater supply, and on-site sewage management.
11 Food protection shall be provided in consultation with the
12 department of agriculture and rural development. Public water
13 supply, private groundwater supply, and on-site sewage management
14 shall be provided in consultation with the department of
15 environmental quality.

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

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

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

23 Sec. 1103. By January 3 of the current fiscal year the
24 department shall annually issue to the legislature, and to the
25 public on the Internet, a report providing estimated public funds
26 administered by the department for family planning, sexually

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1 transmitted infection prevention and treatment, and pregnancies and
2 births, as well as demographics collected by the department as
3 voluntarily self-reported by individuals utilizing those services.
4 The department shall provide the actual expenditures by marital
5 status or, where actual expenditures are not available, shall
6 provide estimated expenditures by marital status. The department
7 may utilize the DCH-1426 application for health coverage and help
8 paying costs or any other official application for public
9 assistance for medical coverage to determine the actual or
10 estimated public expenditures based on marital status.

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

[Sec. 1107. The department shall not contract with an organization
which provides elective abortions, abortion counseling, or abortion
referrals, for services that are to be funded with state restricted or
state general fund/general purpose funds appropriated in part 1 for
family planning local agreements. An organization under contract with
the department shall not subcontract with an organization which provides
elective abortions, abortion counseling, or abortion referrals, for
services that are to be funded with state restricted or state general
fund/general purpose funds appropriated in part 1 for family planning
local agreements.]

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

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

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

8 Sec. 1136. From the funds appropriated in part 1 for prenatal
9 care outreach and service delivery support, \$50,000.00 shall be
10 allocated for a pregnancy and parenting support services program,
11 which program must promote childbirth, alternatives to abortion,
12 and grief counseling. The department shall establish a program with
13 a qualified contractor that will contract with qualified service
14 providers to provide free counseling, support, and referral
15 services to eligible women during pregnancy through 12 months after
16 birth. As appropriate, the goals for client outcomes shall include
17 an increase in client support, an increase in childbirth choice, an
18 increase in adoption knowledge, an improvement in parenting skills,
19 and improved reproductive health through abstinence education. The
20 contractor of the program shall provide for program training,
21 client educational material, program marketing, and annual service
22 provider site monitoring. The department shall submit a report to
23 the house and senate appropriations subcommittees on community
24 health and the house and senate fiscal agencies by April 1 of the
25 current fiscal year on the number of clients served.

26 Sec. 1137. From the funds appropriated in part 1 for prenatal
27 care outreach and service delivery support, not less than

1 \$500,000.00 of funding shall be allocated for evidence-based
2 programs to reduce infant mortality including nurse family
3 partnership programs. The funds shall be used for enhanced support
4 and education to nursing teams or other teams of qualified health
5 professionals, client recruitment in areas designated as
6 underserved for obstetrical and gynecological services and other
7 high-need communities, strategic planning to expand and sustain
8 programs, and marketing and communications of programs to raise
9 awareness, engage stakeholders, and recruit nurses.

10 Sec. 1138. The department shall allocate funds appropriated in
11 section 112 of part 1 for family, maternal, and children's health
12 services pursuant to section 1 of 2002 PA 360, MCL 333.1091.

13 Sec. 1139. The department shall continue to work jointly with
14 the department of human services, the Michigan state housing
15 development authority, and the joint task force established under
16 article IV of 2014 PA 252 to review housing rehabilitation, energy
17 and weatherization, and hazard abatement program policies and to
18 make recommendations for integrating and coordinating project
19 delivery with the goals of serving more families and achieving
20 better outcomes by maximizing state and federal resources. The
21 joint task force may provide recommendations to the departments.
22 Recommendations of the joint task force must give consideration to
23 best practices and cost effectiveness.

24 **WOMEN, INFANTS, AND CHILDREN FOOD AND NUTRITION PROGRAM**

25 Sec. 1151. For the women, infants, and children special
26 supplemental food and nutrition program, the department shall make

1 national brand products available if it is determined by the
2 department that the price per unit is more cost effective and
3 satisfies nutritional requirements of the federal program. The
4 determination must be made during the biannual food authorization
5 evaluation.

6 **CHILDREN'S SPECIAL HEALTH CARE SERVICES**

7 Sec. 1202. The department may do 1 or more of the following:

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

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

12 (c) Provide medical care and treatment to eligible patients
13 with hereditary coagulation defects, commonly known as hemophilia,
14 who are 21 years of age or older.

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

16 Sec. 1205. From the funds appropriated in part 1 for medical
17 care and treatment, the department is authorized to spend those
18 funds for the continued development and expansion of telemedicine
19 capacity to allow families with children in the children's special
20 health care services program to access specialty providers more
21 readily and in a more timely manner.

22 **CRIME VICTIM SERVICES COMMISSION**

23 Sec. 1302. From the funds appropriated in part 1 for justice
24 assistance grants, the department shall continue to support
25 forensic nurse examiner programs to facilitate training for

1 improved evidence collection for the prosecution of sexual assault.
2 The funds shall be used for program coordination and training.

3 **OFFICE OF SERVICES TO THE AGING**

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

8 Determining criteria shall include all of the following:

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

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

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

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

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

19 Sec. 1417. The department shall provide to the senate and
20 house appropriations subcommittees on community health, senate and
21 house fiscal agencies, and state budget director a report by March
22 30 of the current fiscal year that contains all of the following:

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

25 (b) Detail expenditure by each area agency on aging by
26 individual program and administration including both state-funded

1 resources and locally-funded resources.

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

5 **MEDICAL SERVICES ADMINISTRATION**

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

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

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

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

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

24 Sec. 1503. From the funds appropriated in part 1 for Healthy
25 Michigan plan administration, the department shall maintain an
26 accounting structure within the Michigan administrative information

1 network that will allow expenditures associated with the
2 administration of the Healthy Michigan plan to be identified.

3 **MEDICAL SERVICES**

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

9 Sec. 1603. (1) The department may establish a program for
10 individuals to purchase medical coverage at a rate determined by
11 the department.

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

15 (3) The premiums described in this section shall be classified
16 as private funds.

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

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

25 Sec. 1607. (1) An applicant for Medicaid, whose qualifying
26 condition is pregnancy, shall immediately be presumed to be

1 eligible for Medicaid coverage unless the preponderance of evidence
2 in her application indicates otherwise. The applicant who is
3 qualified as described in this subsection shall be allowed to
4 select or remain with the Medicaid participating obstetrician of
5 her choice.

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

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

25 (4) If the preponderance of evidence in an application
26 indicates that the applicant is not eligible for Medicaid, the
27 department shall refer that applicant to the nearest public health

1 clinic or similar entity as a potential source for receiving
2 pregnancy-related services.

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

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

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

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

26 (2) Notwithstanding subsection (1), medical services
27 reimbursement for hospital services provided to dual

1 Medicare/medical services recipients with Medicare part B coverage
2 only shall equal, when combined with payments for Medicare and
3 other third-party resources, if any, those amounts established for
4 medical services-only patients, including capital payments.

5 Sec. 1620. (1) For fee-for-service recipients who do not
6 reside in nursing homes, the pharmaceutical dispensing fee shall be
7 \$2.75 or the pharmacy's usual or customary cash charge, whichever
8 is less. For nursing home residents, the pharmaceutical dispensing
9 fee shall be \$3.00 or the pharmacy's usual or customary cash
10 charge, whichever is less.

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

15 Sec. 1625. The department and the contracted Medicaid health
16 plans shall work together to successfully achieve the
17 pharmaceutical formulary savings in part 1 through a mutually
18 agreed upon developmental and implementation process. By March 1 of
19 the current fiscal year, the department shall provide a report on
20 the progress of the implementation to the house and senate
21 appropriations subcommittees on community health and the house and
22 senate fiscal agencies.

23 Sec. 1629. The department shall utilize maximum allowable cost
24 pricing for generic drugs that is based on wholesaler pricing to
25 providers that is available from at least 2 wholesalers who deliver
26 in this state.

27 Sec. 1631. (1) The department shall require co-payments on

1 dental, podiatric, and vision services provided to Medicaid
2 recipients, except as prohibited by federal or state law or
3 regulation.

4 (2) Except as otherwise prohibited by federal or state law or
5 regulations, the department shall require Medicaid recipients to
6 pay not less than the following co-payments:

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

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

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

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

12 Sec. 1641. An institutional provider that is required to
13 submit a cost report under the medical services program shall
14 submit cost reports completed in full within 5 months after the end
15 of its fiscal year.

16 Sec. 1657. (1) Reimbursement for medical services to screen
17 and stabilize a Medicaid recipient, including stabilization of a
18 psychiatric crisis, in a hospital emergency room shall not be made
19 contingent on obtaining prior authorization from the recipient's
20 HMO. If the recipient is discharged from the emergency room, the
21 hospital shall notify the recipient's HMO within 24 hours of the
22 diagnosis and treatment received.

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

27 (3) Subsections (1) and (2) do not require an alteration to an

1 existing agreement between an HMO and its contracting hospitals and
2 do not require an HMO to reimburse for services that are not
3 considered to be medically necessary.

4 Sec. 1659. The following sections of this part are the only
5 ones that shall apply to the following Medicaid managed care
6 programs, including the comprehensive plan, MIChoice long-term care
7 plan, and the mental health, substance use disorder, and
8 developmentally disabled services program: 404, 411, 418, 428, 494,
9 1607, 1625, 1657, 1662, 1699, 1764, 1820, 1881, and 1888.

10 Sec. 1662. (1) The department shall assure that an external
11 quality review of each contracting HMO is performed that results in
12 an analysis and evaluation of aggregated information on quality,
13 timeliness, and access to health care services that the HMO or its
14 contractors furnish to Medicaid beneficiaries.

15 (2) The department shall require Medicaid HMOs to provide
16 EPSDT utilization data through the encounter data system, and HEDIS
17 well child health measures in accordance with the National
18 Committee for Quality Assurance prescribed methodology.

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

26 Sec. 1670. (1) The appropriation in part 1 for the MIChild
27 program is to be used to provide comprehensive health care to all

1 children under age 19 who reside in families with income at or
2 below 212% of the federal poverty level, who are uninsured and have
3 not had coverage by other comprehensive health insurance within 6
4 months of making application for MICHild benefits, and who are
5 residents of this state. The department shall develop detailed
6 eligibility criteria through the medical services administration
7 public concurrence process, consistent with the provisions of this
8 part and part 1.

9 (2) The department may provide up to 1 year of continuous
10 eligibility to children eligible for the MICHild program unless the
11 family fails to pay the monthly premium, a child reaches age 19, or
12 the status of the children's family changes and its members no
13 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
16 Medicaid and MICHild programs shall be assured of keeping their
17 current health care providers through the current prescribed course
18 of treatment for up to 1 year, subject to periodic reviews by the
19 department if the beneficiary has a serious medical condition and
20 is undergoing active treatment for that condition.

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

25 (5) The department shall contract with Medicaid health plans
26 to provide physical health services to MICHild enrollees. The
27 department may continue to obtain physical health services for

1 MIChild enrollees from health maintenance organizations and
2 preferred provider organizations currently under contract for
3 whatever duration is needed as determined by the department. The
4 department shall contractually require that health plans pay out-
5 of-network providers at the department fee schedule. The department
6 shall contract with qualified dental plans to provide dental
7 coverage for MIChild enrollees.

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

10 (7) The department may make payments on behalf of children
11 enrolled in the MIChild program from the line-item appropriation
12 associated with the program as described in the MIChild state plan
13 approved by the United States Department of Health and Human
14 Services, or from other medical services.

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

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

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

25 Sec. 1673. The department may establish premiums for MIChild
26 eligible individuals in families with income at or below 212% of
27 the federal poverty level. The monthly premiums shall be \$10.00 per

1 month.

2 Sec. 1677. The MICHild program shall provide, at a minimum,
3 all benefits available under the Michigan benchmark plan that are
4 delivered through contracted providers and consistent with federal
5 law, including, but not limited to, the following medically
6 necessary services:

7 (a) Inpatient mental health services, other than substance use
8 disorder treatment services, including services furnished in a
9 state-operated mental hospital and residential or other 24-hour
10 therapeutically planned structured services.

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

14 (c) Durable medical equipment and prosthetic and orthotic
15 devices.

16 (d) Dental services as outlined in the approved MICHild state
17 plan.

18 (e) Substance use disorder treatment services that may include
19 inpatient, outpatient, and residential substance use disorder
20 treatment services.

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

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

24 (h) Emergency ambulance services.

25 Sec. 1682. (1) In addition to the appropriations in part 1,
26 the department is authorized to receive and spend penalty money
27 received as the result of noncompliance with medical services

1 certification regulations. Penalty money, characterized as private
2 funds, received by the department shall increase authorizations and
3 allotments in the long-term care accounts.

4 (2) Any unexpended penalty money, at the end of the year,
5 shall carry forward to the following year.

6 Sec. 1692. (1) The department is authorized to pursue
7 reimbursement for eligible services provided in Michigan schools
8 from the federal Medicaid program. The department and the state
9 budget director are authorized to negotiate and enter into
10 agreements, together with the department of education, with local
11 and intermediate school districts regarding the sharing of federal
12 Medicaid services funds received for these services. The department
13 is authorized to receive and disburse funds to participating school
14 districts pursuant to such agreements and state and federal law.

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

18 (a) Finance activities within the medical services
19 administration related to this project.

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

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

25 Sec. 1693. The special Medicaid reimbursement appropriation in
26 part 1 may be increased if the department submits a medical
27 services state plan amendment pertaining to this line item at a

1 level higher than the appropriation. The department is authorized
2 to appropriately adjust financing sources in accordance with the
3 increased appropriation.

4 Sec. 1694. From the funds appropriated in part 1 for special
5 Medicaid reimbursement, \$386,700.00 of general fund/general purpose
6 revenue and any associated federal match shall be distributed for
7 poison control services to an academic health care system that
8 includes a children's hospital that has a high indigent care
9 volume.

10 Sec. 1699. (1) The department shall allocate \$45,000,000.00 in
11 DSH funding using the distribution methodology used in fiscal year
12 2003-2004.

13 (2) By September 30 of the current fiscal year, the department
14 shall report to the senate and house appropriations subcommittees
15 on community health, the senate and house fiscal agencies, and the
16 state budget office on the distribution of funding to each eligible
17 hospital.

18 Sec. 1724. The department shall allow licensed pharmacies to
19 purchase injectable drugs for the treatment of respiratory
20 syncytial virus for shipment to physicians' offices to be
21 administered to specific patients. If the affected patients are
22 Medicaid eligible, the department shall reimburse pharmacies for
23 the dispensing of the injectable drugs and reimburse physicians for
24 the administration of the injectable drugs.

25 Sec. 1730. (1) The department shall work with the department
26 of education to evaluate the feasibility of including an assessment
27 tool to promote literacy development of pregnant women and new

1 mothers in the maternal infant health program.

2 (2) By March 1 of the current fiscal year, the department
3 shall provide a report to the house and senate appropriations
4 subcommittees on the department budget, the house and senate fiscal
5 agencies, and the state budget office on the findings of the
6 feasibility study on including an assessment tool to promote
7 literacy development of pregnant women and new mothers in the
8 maternal infant health program.

9 Sec. 1735. The department shall work with ambulance providers
10 to explore the feasibility of implementing a quality assurance
11 assessment for ambulance providers.

12 Sec. 1757. The department shall direct the department of human
13 services to obtain proof from all Medicaid recipients that they are
14 legal United States citizens or otherwise legally residing in this
15 country and that they are residents of this state before approving
16 Medicaid eligibility.

17 Sec. 1764. The department shall provide a copy of the rate
18 certification and approval of rates paid to Medicaid health plans
19 and specialty prepaid inpatient health plans within 5 business days
20 after certification or approval to the house and senate
21 appropriations subcommittees on community health and the house and
22 senate fiscal agencies.

23 Sec. 1775. (1) By March 1 and September 1 of the current
24 fiscal year, the department shall report to the senate and house
25 appropriations subcommittees on community health, the senate and
26 house fiscal agencies, and the state budget office on progress in
27 implementing the waiver to implement managed care for individuals

1 who are eligible for both Medicare and Medicaid, known as MI Health
2 Link, including, but not limited to, a description of how the
3 department intends to ensure that service delivery is integrated,
4 how key components of the proposal are implemented effectively, and
5 any problems and potential solutions as identified by the ombudsman
6 described in subsection (2).

7 (2) The department shall ensure the existence of an ombudsman
8 program that is not associated with any project service manager or
9 provider to assist MI Health Link beneficiaries with navigating
10 complaint and dispute resolution mechanisms and to identify
11 problems in the demonstrations and in the complaint and dispute
12 resolution mechanisms.

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

16 Sec. 1801. From the funds appropriated in part 1 for physician
17 services and health plan services, the department shall use
18 \$33,318,800.00 in general fund/general purpose plus associated
19 federal match to continue the increase to Medicaid rates for
20 primary care services provided only by primary care providers. For
21 the purpose of this section, a primary care provider is a
22 physician, or a practitioner working under the personal supervision
23 of a physician, who is board-eligible or certified with a specialty
24 designation of family medicine, general internal medicine, or
25 pediatric medicine, or a provider who provides the department with
26 documentation of equivalency. Providers performing a service and
27 whose primary practice is as a non-primary-care subspecialty is not

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

4 Sec. 1802. From the funds appropriated in part 1, a lump-sum
5 payment shall be made to hospitals that qualified for rural
6 hospital access payments in fiscal year 2013-2014 and that provide
7 obstetrical care in the current fiscal year. The payment shall be
8 calculated as \$830.00 for each obstetrical care case payment and
9 each newborn care case payment for all such cases billed by the
10 qualified hospitals for fiscal year 2012-2013 and shall be paid
11 through the Medicaid health plan hospital rate adjustment process
12 by January 1 of the current fiscal year.

13 Sec. 1804. The department, in cooperation with the department
14 of human services and the department of military and veterans
15 affairs, shall work with the federal public assistance reporting
16 information system to identify Medicaid recipients who are veterans
17 and who may be eligible for federal veterans health care benefits
18 or other benefits.

[Sec. 1809. The department shall establish the contract performance
standards for Medicaid health plans by July 1, 2016. The determination of
performance must be based on recognized concepts such as 1-year
continuous enrollment and the HEDIS audited data.]

19 Sec. 1820. (1) In order to avoid duplication of efforts, the
20 department shall utilize applicable national accreditation review
21 criteria to determine compliance with corresponding state
22 requirements for Medicaid health plans that have been reviewed and
23 accredited by a national accrediting entity for health care
24 services.

25 (2) The department shall continue to comply with state and
26 federal law and shall not initiate an action that negatively
27 impacts beneficiary safety.

1 (3) As used in this section, "national accrediting entity"
2 means the National Committee for Quality Assurance, the URAC,
3 formerly known as the Utilization Review Accreditation Commission,
4 or other appropriate entity, as approved by the department.

5 (4) By July 1 of the current fiscal year, the department shall
6 provide a progress report to the house and senate appropriations
7 subcommittees on community health, the house and senate fiscal
8 agencies, and the state budget office on implementation of this
9 section.

10 Sec. 1837. The department shall continue, and expand where
11 appropriate, utilization of telemedicine and telepsychiatry as
12 strategies to increase access to services for Medicaid recipients
13 in medically underserved areas.

14 Sec. 1842. (1) Subject to the availability of funds, the
15 department shall adjust the hospital outpatient Medicaid
16 reimbursement rate for qualifying hospitals as provided in this
17 section. The Medicaid reimbursement rate for qualifying hospitals
18 shall be adjusted to provide each qualifying hospital with its
19 actual cost of delivering outpatient services to Medicaid
20 recipients.

21 (2) As used in this section, "qualifying hospital" means a
22 hospital that has not more than 50 staffed beds and is either
23 located outside a metropolitan statistical area or in a
24 metropolitan statistical area but within a city, village, or
25 township with a population of not more than 12,000 according to the
26 official 2010 federal decennial census and within a county with a
27 population of not more than 165,000 according to the official 2010

1 federal decennial census.

2 Sec. 1846. From the funds appropriated in part 1 for graduate
3 medical education, the department shall distribute the funds with
4 an emphasis on the following health care workforce goals:

5 (a) The encouragement of the training of physicians in
6 specialties, including primary care, that are necessary to meet the
7 future needs of residents of this state.

8 (b) The training of physicians in settings that include
9 ambulatory sites and rural locations.

10 Sec. 1861. The department shall encourage cooperation between
11 the Medicaid managed care health plans and the nonprofit entities
12 providing nonemergency transportation services to pilot a
13 nonemergency transportation system in at least 2 counties with
14 priority given to Berrien and Muskegon Counties.

15 Sec. 1862. From the funds appropriated in part 1, the
16 department shall maintain payment rates for Medicaid obstetrical
17 services at 95% of Medicare levels effective October 1, 2014.

18 Sec. 1866. (1) From the funds appropriated in part 1 for
19 hospital services and therapy, \$10,000,000.00 in general
20 fund/general purpose revenue and any associated federal match shall
21 be awarded to hospitals that meet criteria established by the
22 department for services to low-income rural residents. One of the
23 reimbursement components of the distribution formula shall be
24 assistance with labor and delivery services.

25 (2) No hospital or hospital system shall receive more than
26 10.0% of the total funding referenced in subsection (1).

27 (3) To allow hospitals to understand their rural payment

1 amounts under this section, the department shall provide hospitals
2 with the methodology for distribution under this section and
3 provide each hospital with its applicable data that are used to
4 determine the payment amounts by August 1 of the current fiscal
5 year. The department shall publish the distribution of payments for
6 the current fiscal year and the immediately preceding fiscal year.

7 (4) The department shall report to the senate and house
8 appropriations subcommittees on community health and the senate and
9 house fiscal agencies on the distribution of funds referenced in
10 subsection (1) by April 1 of the current fiscal year.

11 Sec. 1870. It is the intent of the legislature that the
12 department work in collaboration with Michigan-based medical
13 schools that choose to participate in the creation of a graduate
14 medical education consortium known as MIDocs. The purpose of MIDocs
15 is to develop freestanding residency training programs in primary
16 care and other ambulatory care-based specialties. MIDocs shall
17 design residency training programs to address physician shortage
18 needs in this state, including placing physicians post-residency in
19 underserved communities across this state. MIDocs shall give
20 special consideration to small and rural hospitals with a GME
21 program director. MIDocs' voting members will include any Michigan-
22 based university with a medical school or an affiliated faculty
23 practice physician group that is making a substantial contribution
24 to MIDocs programs. The department shall be a permanent nonvoting
25 member of MIDocs. The department, in collaboration with MIDocs
26 voting members, may also appoint nonvoting members to MIDocs to
27 represent various stakeholders. As the sponsoring institution and

1 fiduciary, MIDocs shall assure initial and continued accreditation
2 from the accreditation council for graduate medical education or
3 ACGME, financial accountability, clinical quality, and compliance.
4 The department shall require an annual report from MIDocs detailing
5 per resident costs for medical training and clinical quality
6 measures. The department shall create MIDocs no later than January
7 10, 2015. MIDocs shall provide the department with a report
8 proposing the creation of new residency programs and an actionable
9 plan for retaining consortium related students post-residency,
10 especially in underserved communities.

11 Sec. 1881. The department shall create a default eligibility
12 and enrollment determination for newborns so that newborns are
13 assigned to the same Medicaid health plan as the mother at the time
14 of birth.

15 Sec. 1886. The department shall continue to work in
16 conjunction with the workgroup established by the department of
17 human services to determine how the state can maximize federal
18 revenues for community-based and outpatient treatment services to
19 foster care children and adjudicated youths who are placed in
20 community-based treatment programs. The department shall report to
21 the senate and house appropriations subcommittees on community
22 health, the senate and house fiscal agencies, the senate and house
23 policy offices, and the state budget office by March 1 of the
24 current fiscal year on the progress in implementing the
25 recommendations of the workgroup.

26 Sec. 1888. The department shall establish contract performance
27 standards associated with the capitation withhold provisions for

1 Medicaid health plans at least 3 months in advance of the
2 implementation of those standards. The determination of whether
3 performance standards have been met shall be based primarily on
4 recognized concepts such as 1-year continuous enrollment and the
5 healthcare effectiveness data and information set, HEDIS, audited
6 data.

7 Sec. 1890. From the funds appropriated in part 1 for
8 pharmaceutical services, the department shall ensure Medicaid
9 recipients access to breast pumps to support and encourage
10 breastfeeding. The department shall adjust Medicaid policy to, at a
11 minimum, provide an individual double electric style pump to a
12 breastfeeding mother when a physician prescribes such a device
13 based on diagnosis of mother or infant. If the distribution method
14 for pumps or other equipment is a department contract with durable
15 medical equipment providers, the department shall guarantee
16 providers stock and rent to Medicaid recipients without delay or
17 undue restriction.

18 Sec. 1894. (1) From the funds appropriated in part 1 for
19 dental services, the department shall expand the healthy kids
20 dental program to children who have not yet reached the age of 9 in
21 Kent, Oakland, and Wayne Counties. This program expansion will
22 improve access to necessary dental services for Medicaid-enrolled
23 children.

24 (2) Outcomes and performance measures for the initiative under
25 subsection (1) include, but are not limited to, the following:

26 (a) The number of Medicaid-enrolled children under the age of
27 9 in Kent, Oakland, and Wayne Counties who visited the dentist in

1 the prior year.

2 (b) The number of dentists in Kent, Oakland, and Wayne
3 Counties who will accept Medicaid payment for services to children.

4 (c) The change in dental utilization in Kent, Oakland, and
5 Wayne Counties, before and after implementation.

6 (3) It is the intent of the legislature that the healthy kids
7 dental program be expanded in the fiscal year ending September 30,
8 2017 to cover additional children in Kent, Oakland, and Wayne
9 Counties.

10 Sec. 1897. (1) From the funds appropriated in part 1, the
11 department shall take steps to identify the performance of the
12 Medicaid program on all diabetes-specific performance measures as
13 measured by the National Committee for Quality Assurance and the
14 URAC, formerly known as the Utilization Review Accreditation
15 Commission. These steps shall include:

16 (a) Reviewing Medicaid claims information and data to
17 determine the performance of the Medicaid program's fee for service
18 and managed care plans for diabetes-specific and diabetes-related
19 measures as assessed by the National Committee for Quality
20 assurance and the URAC over the past 5 years.

21 (b) Comparing the claims information and data to the national
22 averages for diabetes-specific and diabetes-related measures as
23 assessed by the National Committee for Quality Assurance and the
24 URAC over the past 5 years.

25 (c) Identifying areas of strength and deficiencies for these
26 measures specific to the Medicaid program.

27 (2) Upon request, the department shall make available a report

1 on steps taken and proposed to improve National Committee for
2 Quality Assurance and URAC measure scores for all forms of diabetes
3 within the Medicaid program to the legislature.

4 Sec. 1899. From the funds appropriated in part 1 for personal
5 care services, the department shall maintain the 6% rate increase
6 for personal care services effective October 1, 2014.

7 **ONE-TIME BASIS ONLY APPROPRIATIONS**

8 Sec. 1902. (1) From the funds appropriated in part 1 for
9 university autism programs, the department shall allocate funds to
10 universities for programs to increase the number of applied
11 behavioral analysis therapists in this state.

12 (2) Outcomes and performance measures for this initiative
13 include the number of applied behavioral analysis therapists
14 trained by recipient universities.

15 Sec. 1906. (1) The department may initiate pay for success
16 pilot projects to identify and deliver services to improve outcomes
17 and lower costs for government services in this state. From the
18 funds appropriated in part 1 for pay for success contracts, the
19 department may initiate contracts with private and not-for-profit
20 vendors, selected through a competitive bid process, to implement
21 these pilot projects. Payments shall not be issued to funding
22 intermediaries or vendors until contractual performance measures
23 have been achieved and project savings have been confirmed by a
24 third-party evaluator, certified by the department, and approved by
25 the state budget director.

26 (2) Unexpended funds appropriated in part 1 for pay for

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

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

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

12 (c) The estimated cost of this work project is \$100.00.

13 (d) The estimated work project completion date is September
14 30, 2020.

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

19 (2) Outcomes and performance measures for the new initiative
20 under subsection (1) include, but are not limited to, the
21 following:

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

25 (b) A decrease in the number of residents of this state who
26 have engaged in the nonmedical use of pain relievers or engaged in
27 binge alcohol use.

1 (c) A decrease in the number of residents of this state who
2 suffered an overdose or death from the use of prescription drugs,
3 alcohol, or an illegal drug, such as heroin.

4 PART 2A
5 PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS
6 FOR FISCAL YEAR 2016-2017

7 **GENERAL SECTIONS**

8 Sec. 2001. It is the intent of the legislature to provide
9 appropriations for the fiscal year ending on September 30, 2017 for
10 the line items listed in part 1. The fiscal year 2016-2017
11 appropriations are anticipated to be the same as those for fiscal
12 year 2015-2016, except that the line items will be adjusted for
13 changes in caseload and related costs, federal fund match rates,
14 economic factors, and available revenue. These adjustments will be
15 determined after the January 2016 consensus revenue estimating
16 conference.

17 PART 2B
18 PROVISIONS CONCERNING APPROPRIATIONS
19 FOR FISCAL YEAR 2014-2015

20 **GENERAL SECTIONS**

21 Sec. 3001. Pursuant to section 30 of article IX of the state
22 constitution of 1963, total state spending from state resources

1 under part 1B for fiscal year 2014-2015 is \$0.00 and state spending
2 from state resources to be paid to local units of government for
3 fiscal year 2014-2015 is \$0.00.

4 Sec. 3002. The appropriations authorized under this part and
5 part 1B are subject to the management and budget act, 1984 PA 431,
6 MCL 18.1101 to 18.1594.

7 ARTICLE V

8 DEPARTMENT OF CORRECTIONS

9 PART 1

10 LINE-ITEM APPROPRIATIONS

11 Sec. 101. There is appropriated for the department of
12 corrections for the fiscal year ending September 30, 2016, from the
13 following funds:

14 **DEPARTMENT OF CORRECTIONS**

15 APPROPRIATION SUMMARY

16	Average population.....	44,997	
17	Full-time equated unclassified positions.....	16.0	
18	Full-time equated classified positions.....	14,174.3	
19	GROSS APPROPRIATION.....		\$ 1,966,226,000
20	Interdepartmental grant revenues:		
21	Total interdepartmental grants and intradepartmental		
22	transfers		225,000
23	ADJUSTED GROSS APPROPRIATION.....		\$ 1,966,001,000
24	Federal revenues:		
25	Total federal revenues.....		5,568,700

1	Special revenue funds:	
2	Total local revenues.....	8,533,200
3	Total private revenues.....	0
4	Total other state restricted revenues.....	42,950,700
5	State general fund/general purpose.....	\$ 1,908,948,400
6	Sec. 102. EXECUTIVE	
7	Full-time equated unclassified positions..... 16.0	
8	Full-time equated classified positions..... 20.0	
9	Unclassified positions--16.0 FTE positions.....	\$ 1,750,000
10	Executive direction--20.0 FTE positions.....	<u>4,127,100</u>
11	GROSS APPROPRIATION.....	\$ 5,877,100
12	Appropriated from:	
13	State general fund/general purpose.....	\$ 5,877,100
14	Sec. 103. PRISONER REENTRY AND COMMUNITY SUPPORT	
15	Full-time equated classified positions..... 339.4	
16	Prisoner reentry local service providers.....	\$ 13,208,600
17	Prisoner reentry MDOC programs.....	11,124,000
18	Prisoner reentry federal grants.....	250,000
19	Reentry services--67.0 FTE positions.....	14,391,700
20	Education program--272.4 FTE positions.....	35,852,400
21	Community corrections comprehensive plans and services	12,158,000
22	Felony drunk driver jail reduction and community	
23	treatment program	1,440,100
24	Residential services.....	<u>15,475,500</u>
25	GROSS APPROPRIATION.....	\$ 103,900,300
26	Appropriated from:	
27	Federal revenues:	

1	DOJ, prisoner reintegration.....	250,000
2	DED, vocational education equipment.....	152,200
3	DED-OESE, title 1.....	899,400
4	DED-OVAE, adult education.....	353,400
5	DED-OSERS.....	115,200
6	DED, youthful offender/Specter grant.....	201,900
7	Special revenue funds:	
8	Program and special equipment fund.....	11,782,900
9	State general fund/general purpose.....	\$ 90,145,300
10	Sec. 104. BUDGET AND OPERATIONS ADMINISTRATION	
11	Full-time equated classified positions.....	172.0
12	Budget and operations administration--172.0 FTE	
13	positions	\$ 21,946,100
14	New custody staff training.....	9,079,500
15	Compensatory buyout and union leave bank.....	100
16	Worker's compensation.....	16,500,000
17	Rent.....	2,349,100
18	Equipment and special maintenance.....	1,559,600
19	Administrative hearings officers.....	3,226,400
20	Judicial data warehouse user fees.....	50,000
21	Sheriffs' coordinating and training office.....	100,000
22	Prosecutorial and detainer expenses.....	5,001,000
23	County jail reimbursement program.....	<u>13,597,100</u>
24	GROSS APPROPRIATION.....	\$ 73,408,900
25	Appropriated from:	
26	Special revenue funds:	
27	Jail reimbursement program fund.....	5,900,000

1	Local corrections officer training fund.....	100,000
2	Correctional industries revolving fund.....	600,500
3	State general fund/general purpose.....	\$ 66,808,400
4	Sec. 105. FIELD OPERATIONS ADMINISTRATION	
5	Full-time equated classified positions.....	1,920.9
6	Field operations--1,887.9 FTE positions.....	\$ 208,458,800
7	Parole board operations--33.0 FTE positions.....	3,734,900
8	Parole/probation services.....	<u>940,000</u>
9	GROSS APPROPRIATION.....	\$ 213,133,700
10	Appropriated from:	
11	Special revenue funds:	
12	Local - community tether program reimbursement.....	200,900
13	Reentry center offender reimbursements.....	23,800
14	Parole and probation oversight fees.....	4,331,900
15	Parole and probation oversight fees set-aside.....	940,000
16	Tether program participant contributions.....	2,426,700
17	State general fund/general purpose.....	\$ 205,210,400
18	Sec. 106. CORRECTIONAL FACILITIES ADMINISTRATION	
19	Full-time equated classified positions.....	469.0
20	Correctional facilities administration--22.0 FTE	
21	positions.....	\$ 6,259,000
22	Prison food service.....	52,558,900
23	Transportation--208.0 FTE positions.....	23,752,200
24	Central records--53.0 FTE positions.....	5,591,800
25	Inmate legal services.....	790,900
26	Housing inmates in federal institutions.....	511,000
27	Prison store operations--63.0 FTE positions.....	5,649,200

1	Prison industries operations--123.0 FTE positions	9,977,900
2	Federal school lunch program.....	812,800
3	Leased beds and alternatives to leased beds	5,150,000
4	Cost-effective housing initiative.....	100
5	Inmate housing fund.....	<u>100</u>
6	GROSS APPROPRIATION.....	\$ 111,053,900
7	Appropriated from:	
8	Interdepartmental grant revenues:	
9	IDG-MDHS, Maxey/Woodland Center food service	225,000
10	Federal revenues:	
11	DAG-FNS, national school lunch.....	812,800
12	DOJ-BOP, federal prisoner reimbursement	411,000
13	DOJ, prison rape elimination act grant	659,500
14	SSA-SSI, incentive payment.....	268,000
15	Special revenue funds:	
16	Correctional industries revolving fund.....	9,977,900
17	Resident stores.....	5,649,200
18	State general fund/general purpose.....	\$ 93,050,500
19	Sec. 107. HEALTH CARE	
20	Full-time equated classified positions.....	1,484.9
21	Clinical and mental health services and support--	
22	1,461.9 FTE positions	\$ 209,665,900
23	Prisoner health care services.....	75,180,400
24	Vaccination program.....	691,200
25	Interdepartmental grant to human services, eligibility	
26	specialists	100,000
27	Substance abuse testing and treatment services--11.0	

1	FTE positions	21,791,300
2	Healthy Michigan plan administration--12.0 FTE	
3	positions	<u>1,076,000</u>
4	GROSS APPROPRIATION.....	\$ 308,504,800
5	Appropriated from:	
6	Federal revenues:	
7	Federal revenues and reimbursements.....	247,900
8	DOJ, office of justice programs, RSAT.....	185,400
9	Special revenue funds:	
10	Prisoner health care copayments.....	252,700
11	State general fund/general purpose.....	\$ 307,818,800
12	Sec. 108. CORRECTIONAL FACILITIES	
13	Average population	44,997
14	Full-time equated classified positions.....	9,768.1
15	Alger Correctional Facility - Munising--260.2 FTE	
16	positions	\$ 29,943,600
17	Baraga Correctional Facility - Baraga--295.8 FTE	
18	positions	34,636,600
19	Bellamy Creek Correctional Facility - Ionia--389.2 FTE	
20	positions	42,754,300
21	Earnest C. Brooks Correctional Facility - Muskegon--	
22	442.9 FTE positions	49,684,800
23	Carson City Correctional Facility - Carson City--424.4	
24	FTE positions	47,371,800
25	Central Michigan Correctional Facility - St. Louis--	
26	391.6 FTE positions	45,566,600
27	Chippewa Correctional Facility - Kincheloe--435.1 FTE	

1	positions	49,228,800
2	Cooper Street Correctional Facility - Jackson--260.1	
3	FTE positions	28,733,600
4	G. Robert Cotton Correctional Facility - Jackson--	
5	390.1 FTE positions	43,194,100
6	Detroit Detention Center--63.1 FTE positions	8,332,300
7	Detroit Reentry Center--215.6 FTE positions	26,772,500
8	Charles E. Egeler Correctional Facility - Jackson--	
9	373.7 FTE positions	43,926,700
10	Richard A. Handlon Correctional Facility - Ionia--	
11	251.7 FTE positions	29,037,900
12	Gus Harrison Correctional Facility - Adrian--441.6 FTE	
13	positions	48,151,300
14	Ionia Correctional Facility - Ionia--285.8 FTE	
15	positions	32,910,300
16	Kinross Correctional Facility - Kincheloe--323.8 FTE	
17	positions	35,662,100
18	Lakeland Correctional Facility - Coldwater--280.5 FTE	
19	positions	32,637,200
20	Macomb Correctional Facility - New Haven--294.8 FTE	
21	positions	33,853,600
22	Marquette Branch Prison - Marquette--321.7 FTE	
23	positions	38,368,400
24	Michigan Reformatory - Ionia--310.7 FTE positions	34,564,800
25	Muskegon Correctional Facility - Muskegon--205.0 FTE	
26	positions	24,325,000
27	Newberry Correctional Facility - Newberry--200.1 FTE	

1	positions	23,800,300
2	Oaks Correctional Facility - Eastlake--290.4 FTE	
3	positions	33,349,500
4	Ojibway Correctional Facility - Marenisco--203.1 FTE	
5	positions	22,938,500
6	Parnall Correctional Facility - Jackson--258.0 FTE	
7	positions	27,508,600
8	Pugsley Correctional Facility - Kingsley--209.9 FTE	
9	positions	24,354,900
10	Saginaw Correctional Facility - Freeland--274.9 FTE	
11	positions	32,184,500
12	Special alternative incarceration program (Camp	
13	Cassidy Lake)--119.0 FTE positions.....	13,431,500
14	St. Louis Correctional Facility - St. Louis--303.6 FTE	
15	positions	35,827,900
16	Thumb Correctional Facility - Lapeer--284.4 FTE	
17	positions	32,340,300
18	Womens Huron Valley Correctional Complex - Ypsilanti--	
19	501.9 FTE positions	58,003,600
20	Woodland Correctional Facility - Whitmore Lake--285.4	
21	FTE positions	32,617,900
22	Northern region administration and support--48.0 FTE	
23	positions	4,325,700
24	Southern region administration and support--132.0 FTE	
25	positions	<u>24,607,000</u>
26	GROSS APPROPRIATION.....	\$ 1,124,946,500
27	Appropriated from:	

1	Federal revenues:	
2	DOJ, state criminal alien assistance program.....	1,012,000
3	Special revenue funds:	
4	Local revenues.....	8,332,300
5	State restricted revenues and reimbursements.....	99,800
6	State general fund/general purpose.....	\$ 1,115,502,400
7	Sec. 109. INFORMATION TECHNOLOGY	
8	Information technology services and projects.....	\$ <u>25,400,800</u>
9	GROSS APPROPRIATION.....	\$ 25,400,800
10	Appropriated from:	
11	Special revenue funds:	
12	Correctional industries revolving fund.....	175,800
13	Parole and probation oversight fees set-aside.....	689,500
14	State general fund/general purpose.....	\$ 24,535,500

15 PART 2

16 PROVISIONS CONCERNING APPROPRIATIONS

17 FOR FISCAL YEAR 2015-2016

18 **GENERAL SECTIONS**

19 Sec. 201. Pursuant to section 30 of article IX of the state
 20 constitution of 1963, total state spending from state resources
 21 under part 1 for fiscal year 2015-2016 is \$1,951,899,100.00 and
 22 state spending from state resources to be paid to local units of
 23 government for fiscal year 2015-2016 is \$109,723,600.00. The
 24 itemized statement below identifies appropriations from which
 25 spending to local units of government will occur:

1	DEPARTMENT OF CORRECTIONS	
2	Field operations - assumption of county	
3	probation staff	\$ 60,402,900
4	Community corrections comprehensive plans	
5	and services	12,158,000
6	Reentry services - intensive detention reentry program	1,500,000
7	Residential services.....	15,475,500
8	County jail reimbursement program.....	13,597,100
9	Felony drunk driver jail reduction and	
10	community treatment program	1,440,100
11	Leased beds and alternatives to leased beds	<u>5,150,000</u>
12	TOTAL.....	\$ 109,723,600

13 Sec. 202. The appropriations authorized under this part and
 14 part 1 are subject to the management and budget act, 1984 PA 431,
 15 MCL 18.1101 to 18.1594.

16 Sec. 203. As used in this part and part 1:

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

21 (b) "Cost per prisoner" means the sum total of the funds
 22 appropriated under part 1 for the following, divided by the
 23 projected prisoner population in fiscal year 2015-2016:

- 24 (i) Correctional facilities.
- 25 (ii) Northern and southern region administration and support.
- 26 (iii) Clinical and mental health services and support.
- 27 (iv) Prisoner health care services.

- 1 (v) Vaccination program.
- 2 (vi) Prison food service and federal school lunch program.
- 3 (vii) Transportation.
- 4 (viii) Inmate legal services.
- 5 (ix) Correctional facilities administration.
- 6 (x) Central records.
- 7 (xi) Worker's compensation.
- 8 (xii) New custody staff training.
- 9 (xiii) Prison store operations.
- 10 (xiv) Education program.
- 11 (c) "DAG" means the United States Department of Agriculture.
- 12 (d) "DAG-FNS" means the DAG Food and Nutrition Service.
- 13 (e) "DED" means the United States Department of Education.
- 14 (f) "DED-OESE" means the DED Office of Elementary and
15 Secondary Education.
- 16 (g) "DED-OSERS" means the DED Office of Special Education and
17 Rehabilitative Services.
- 18 (h) "DED-OVAE" means the DED Office of Vocational and Adult
19 Education.
- 20 (i) "Department" or "MDOC" means the Michigan department of
21 corrections.
- 22 (j) "DOJ" means the United States Department of Justice.
- 23 (k) "DOJ-BOP" means the DOJ Bureau of Prisons.
- 24 (l) "DOJ-OJP" means the DOJ Office of Justice Programs.
- 25 (m) "Evidence-based practices" or "EBP" means a decision-
26 making process that integrates the best available research,
27 clinician expertise, and client characteristics.

1 (n) "FTE" means full-time equated.

2 (o) "GED" means general educational development certificate.

3 (p) "Goal" means the intended or projected result of a
4 comprehensive corrections plan or community corrections program to
5 reduce repeat offending, criminogenic and high-risk behaviors,
6 prison commitment rates, to reduce the length of stay in a jail, or
7 to improve the utilization of a jail.

8 (q) "IDG" means interdepartmental grant.

9 (r) "Jail" means a facility operated by a local unit of
10 government for the physical detention and correction of persons
11 charged with or convicted of criminal offenses.

12 (s) "MDCH" means the Michigan department of community health.

13 (t) "MDHS" means the Michigan department of human services.

14 (u) "MDSP" means the Michigan department of state police.

15 (v) "Medicaid benefit" means a benefit paid or payable under a
16 program for medical assistance under the social welfare act, 1939
17 PA 280, MCL 400.1 to 400.119b.

18 (w) "Objective risk and needs assessment" means an evaluation
19 of an offender's criminal history; the offender's noncriminal
20 history; and any other factors relevant to the risk the offender
21 would present to the public safety, including, but not limited to,
22 having demonstrated a pattern of violent behavior, and a criminal
23 record that indicates a pattern of violent offenses.

24 (x) "Offender eligibility criteria" means particular criminal
25 violations, state felony sentencing guidelines descriptors, and
26 offender characteristics developed by advisory boards and approved
27 by local units of government that identify the offenders suitable

1 for community corrections programs funded through the office of
2 community corrections.

3 (y) "Offender success" means that an offender has, with the
4 support of the community, intervention of the field agent, and
5 benefit of any participation in programs and treatment, made an
6 adjustment while at liberty in the community such that he or she
7 has not been sentenced to or returned to prison for the conviction
8 of a new crime or the revocation of probation or parole.

9 (z) "Offender target population" means felons or misdemeanants
10 who would likely be sentenced to imprisonment in a state
11 correctional facility or jail, who would not likely increase the
12 risk to the public safety based on an objective risk and needs
13 assessment that indicates that the offender can be safely treated
14 and supervised in the community.

15 (aa) "Offender who would likely be sentenced to imprisonment"
16 means either of the following:

17 (i) A felon or misdemeanor who receives a sentencing
18 disposition that appears to be in place of incarceration in a state
19 correctional facility or jail, according to historical local
20 sentencing patterns.

21 (ii) A currently incarcerated felon or misdemeanor who is
22 granted early release from incarceration to a community corrections
23 program or who is granted early release from incarceration as a
24 result of a community corrections program.

25 (bb) "Programmatic success" means that the department program
26 or initiative has ensured that the offender has accomplished all of
27 the following:

1 (i) Obtained employment, has enrolled or participated in a
2 program of education or job training, or has investigated all bona
3 fide employment opportunities.

4 (ii) Obtained housing.

5 (iii) Obtained a state identification card.

6 (cc) "Recidivism" means the return of an individual to prison
7 within 3 years after he or she is released either with a new
8 sentence to prison or as a technical violator of parole conditions.

9 (dd) "RSAT" means residential substance abuse treatment.

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

13 (ff) "Serious mental illness" means that term as defined in
14 section 100d(3) of the mental health code, 1974 PA 328, MCL
15 330.1100d.

16 (gg) "SSA" means the United States Social Security
17 Administration.

18 (hh) "SSA-SSI" means SSA supplemental security income.

19 Sec. 206. The department shall not take disciplinary action
20 against an employee or a prisoner for communicating with a member
21 of the legislature or his or her staff.

22 Sec. 208. The department shall use the Internet to fulfill the
23 reporting requirements of this part. This requirement may include
24 transmission of reports via electronic mail to the recipients
25 identified for each reporting requirement or it may include
26 placement of reports on an Internet or intranet site.

27 Sec. 209. Funds appropriated in part 1 shall not be used for

1 the purchase of foreign goods or services, or both, if
2 competitively priced and of comparable quality American goods or
3 services, or both, are available. Preference shall be given to
4 goods or services, or both, manufactured or provided by Michigan
5 businesses, if they are competitively priced and of comparable
6 quality. In addition, preference should be given to goods or
7 services, or both, that are manufactured or provided by Michigan
8 businesses owned and operated by veterans, if they are
9 competitively priced and of comparable quality.

10 Sec. 211. The department may charge fees and collect revenues
11 in excess of appropriations in part 1 not to exceed the cost of
12 offender services and programming, employee meals, parolee loans,
13 academic/vocational services, custody escorts, compassionate
14 visits, union steward activities, and public works programs and
15 services provided to local units of government or private nonprofit
16 organizations. The revenues and fees collected are appropriated for
17 all expenses associated with these services and activities.

18 Sec. 214. The department shall receive and retain copies of
19 all reports funded from appropriations in part 1. Federal and state
20 guidelines for short-term and long-term retention of records shall
21 be followed. The department may electronically retain copies of
22 reports unless otherwise required by federal and state guidelines.

23 Sec. 216. The department shall prepare a report on out-of-
24 state travel expenses not later than January 1 of each year. The
25 travel report shall be a listing of all travel by classified and
26 unclassified employees outside this state in the immediately
27 preceding fiscal year that was funded in whole or in part with

1 funds appropriated in the department's budget. The report shall be
2 submitted to the senate and house standing committees on
3 appropriations, the senate and house fiscal agencies, and the state
4 budget director. The report shall include the following
5 information:

6 (a) The dates of each travel occurrence.

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

12 Sec. 219. (1) Any contract for prisoner telephone services
13 entered into after the effective date of this section shall include
14 a condition that fee schedules for prisoner telephone calls,
15 including rates and any surcharges other than those necessary to
16 meet program costs, be the same as fee schedules for calls placed
17 from outside of correctional facilities.

18 (2) Revenues appropriated and collected for program and
19 special equipment funds shall be considered state restricted
20 revenue. The revenue shall be used for prisoner programming.
21 Unexpended funds remaining at the close of the fiscal year shall
22 not lapse to the general fund but shall be carried forward and be
23 available for appropriation in subsequent fiscal years.

24 (3) The department shall submit a report to the senate and
25 house appropriations subcommittees on corrections, the senate and
26 house fiscal agencies, the legislative corrections ombudsman, and
27 the state budget director by February 1 outlining revenues and

1 expenditures from program and special equipment funds. The report
2 shall include all of the following:

3 (a) Amounts expended and purpose of expenditures in the
4 immediately preceding fiscal year.

5 (b) Plans for expenditures and purpose of planned expenditures
6 during the current fiscal year.

7 (c) A review of expenditures and purpose of expenditures
8 planned for future fiscal years.

9 Sec. 220. Not later than November 30, the state budget office
10 shall prepare and transmit a report that provides for estimates of
11 the total general fund/general purpose appropriation lapses at the
12 close of the fiscal year. This report shall summarize the projected
13 year-end general fund/general purpose appropriation lapses by major
14 departmental program or program areas. The report shall be
15 transmitted to the chairpersons of the senate and house of
16 representatives standing committees on appropriations and the
17 senate and house fiscal agencies.

18 Sec. 221. The department shall cooperate with the department
19 of technology, management, and budget to maintain a searchable
20 website accessible by the public at no cost that includes, but is
21 not limited to, all of the following for the department:

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

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

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

27 (d) The number of active department employees by job

1 classification.

2 (e) Job specifications and wage rates.

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

9 (2) In addition to the funds appropriated in part 1, there is
10 appropriated an amount not to exceed \$5,000,000.00 for state
11 restricted contingency funds. These funds are not available for
12 expenditure until they have been transferred to another line item
13 in part 1 under section 393(2) of the management and budget act,
14 1984 PA 431, MCL 18.1393.

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

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

27 Sec. 229. Within 14 days after the release of the executive

1 budget recommendation, the department shall cooperate with the
2 state budget office to provide the chairpersons of the senate and
3 house appropriations committees, the chairpersons of the senate and
4 house appropriations subcommittees on corrections, and the senate
5 and house fiscal agencies with an annual report on estimated state
6 restricted fund balances, state restricted fund projected revenues,
7 and state restricted fund expenditures for the fiscal years ending
8 September 30, 2015 and September 30, 2016.

9 Sec. 230. Funds appropriated in part 1 shall not be used by
10 the department to hire a person to provide legal services that are
11 the responsibility of the attorney general. This prohibition does
12 not apply to legal services for bonding activities and for those
13 outside services that the attorney general authorizes.

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

18 Sec. 239. It is the intent of the legislature that the
19 department establish and maintain a management-to-staff ratio of
20 not more than 1 supervisor for each 8 employees at the department's
21 central office in Lansing and at both the northern and southern
22 region administration offices.

23 Sec. 246. Total authorized appropriations from all sources
24 under part 1 for legacy costs for the fiscal year ending September
25 30, 2016 are \$332,330,600.00. From this amount, total department
26 appropriations for pension-related legacy costs are estimated at
27 \$188,628,700.00. Total department appropriations for retiree health

1 care legacy costs are estimated at \$143,701,900.00.

2 Sec. 247. (1) For each new program or program expansion for
3 which funds in excess of \$500,000.00 are appropriated in part 1,
4 the department shall identify specific benchmarks intended to
5 measure the performance or return on taxpayer investment of the
6 program and its associated expenditures.

7 (2) By November 1, the department shall report the proposed
8 benchmarks to the senate and house appropriations subcommittees on
9 corrections, to the senate and house fiscal agencies, and to the
10 state budget director.

11 (3) The department shall provide an update on its progress in
12 achieving those benchmarks at an appropriations subcommittee
13 meeting called for the purpose of discussing benchmarks and their
14 status.

15 (4) It is the intent of the legislature that, beginning with
16 the budget for the fiscal year ending September 30, 2016, any
17 proposal for a new program or an expansion of an existing program
18 in excess of \$500,000.00 initiated by the executive branch or the
19 legislature shall include, as part of the original proposal or
20 budget request, a list of benchmarks intended to measure the
21 performance or return on taxpayer investment of the program or
22 spending increase.

23 **EXECUTIVE**

24 Sec. 301. For 3 years after a felony offender is released from
25 the department's jurisdiction, the department shall maintain the
26 offender's file on the offender tracking information system and

1 make it publicly accessible in the same manner as the file of the
2 current offender. However, the department shall immediately remove
3 the offender's file from the offender tracking information system
4 upon determination that the offender was wrongfully convicted and
5 the offender's file is not otherwise required to be maintained on
6 the offender tracking information system.

7 **PRISONER REENTRY AND COMMUNITY SUPPORT**

8 Sec. 401. The department shall submit 3-year and 5-year prison
9 population projection updates concurrent with submission of the
10 executive budget to the senate and house appropriations
11 subcommittees on corrections, the legislative corrections
12 ombudsman, the senate and house fiscal agencies, and the state
13 budget director. The report shall include explanations of the
14 methodology and assumptions used in developing the projection
15 updates.

16 Sec. 402. By March 1, the department shall provide a report on
17 prisoner reentry expenditures and allocations to the members of the
18 senate and house appropriations subcommittees on corrections, the
19 legislative corrections ombudsman, the senate and house fiscal
20 agencies, and the state budget director. At a minimum, the report
21 shall include information on both of the following:

22 (a) Details on prior-year expenditures, including amounts
23 spent on each project funded, itemized by service provided and
24 service provider.

25 (b) Allocations and planned expenditures for each project
26 funded and for each project to be funded, itemized by service to be

1 provided and service provider. The department shall provide an
2 amended report quarterly, if any revisions to allocations or
3 planned expenditures occurred during that quarter.

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

11 Sec. 407. (1) By June 30, the department shall place the
12 statistical report from the immediately preceding calendar year on
13 an Internet site. The statistical report shall include, but not be
14 limited to, the information as provided in the 2004 statistical
15 report.

16 (2) It is the intent of the legislature that the statistical
17 report be placed on an Internet site within 6 months after the end
18 of each calendar year.

19 Sec. 408. The department shall measure the recidivism rates of
20 offenders.

21 Sec. 410. (1) The funds included in part 1 for community
22 corrections comprehensive plans and services are to encourage the
23 development through technical assistance grants, implementation,
24 and operation of community corrections programs that enhance
25 offender success and that also may serve as an alternative to
26 incarceration in a state facility or jail. The comprehensive
27 corrections plans shall include an explanation of how the public

1 safety will be maintained, the goals for the local jurisdiction,
2 offender target populations intended to be affected, offender
3 eligibility criteria for purposes outlined in the plan, and how the
4 plans will meet the following objectives, consistent with section
5 8(4) of the community corrections act, 1988 PA 511, MCL 791.408:

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

8 (b) Improve the appropriate utilization of jail facilities,
9 the first priority of which is to open jail beds intended to house
10 otherwise prison-bound felons, and the second priority being to
11 appropriately utilize jail beds so that jail crowding does not
12 occur.

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

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

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

19 (f) Contribute to offender success.

20 (2) The award of community corrections comprehensive plans and
21 residential services funds shall be based on criteria that include,
22 but are not limited to, the prison commitment rate by category of
23 offenders, trends in prison commitment rates and jail utilization,
24 historical trends in community corrections program capacity and
25 program utilization, and the projected impact and outcome of annual
26 policies and procedures of programs on offender success, prison
27 commitment rates, and jail utilization.

1 (3) Funds awarded for residential services in part 1 shall
2 provide for a per diem reimbursement of not more than \$47.50 for
3 nonaccredited facilities, or of not more than \$48.50 for facilities
4 that have been accredited by the American Corrections Association
5 or a similar organization as approved by the department.

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

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

14 (a) The felon's sentencing guidelines recommended range upper
15 limit is more than 18 months, the felon's sentencing guidelines
16 recommended range lower limit is 12 months or less, the felon's
17 prior record variable score is 35 or more points, and the felon's
18 sentence is not for commission of a crime in crime class G or crime
19 class H or a nonperson crime in crime class F under chapter XVII of
20 the code of criminal procedure, 1927 PA 175, MCL 777.1 to 777.69.

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

24 (c) The felon was sentenced to jail for a felony committed
25 while he or she was on parole and under the jurisdiction of the
26 parole board and for which the sentencing guidelines recommended
27 range for the minimum sentence has an upper limit of more than 18

1 months.

2 (3) State reimbursement under this subsection shall be \$60.00
3 per diem per diverted offender for offenders with a presumptive
4 prison guideline score, \$50.00 per diem per diverted offender for
5 offenders with a straddle cell guideline for a group 1 crime, and
6 \$35.00 per diem per diverted offender for offenders with a straddle
7 cell guideline for a group 2 crime. Reimbursements shall be paid
8 for sentences up to a 1-year total.

9 (4) As used in this subsection:

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

19 (b) "Group 2 crime" means a crime that is not a group 1 crime,
20 including larceny, fraud, forgery, embezzlement, motor vehicle,
21 malicious destruction of property, controlled substance offense,
22 felony drunk driving, and other nonassaultive offenses.

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

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

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

16 Sec. 417. (1) By March 1, the department shall report to the
17 members of the senate and house appropriations subcommittees on
18 corrections, the legislative corrections ombudsman, the senate and
19 house fiscal agencies, and the state budget director on each of the
20 following programs from the previous fiscal year:

21 (a) The county jail reimbursement program.

22 (b) The felony drunk driver jail reduction and community
23 treatment program.

24 (c) Any new initiatives to control prison population growth
25 funded or proposed to be funded under part 1.

26 (2) For each program listed under subsection (1), the report
27 shall include information on each of the following:

1 (a) Program objectives and outcome measures, including, but
2 not limited to, the number of offenders who successfully completed
3 the program, and the number of offenders who successfully remained
4 in the community during the 3 years following termination from the
5 program.

6 (b) Expenditures by location.

7 (c) The impact on jail utilization.

8 (d) The impact on prison admissions.

9 (e) Other information relevant to an evaluation of the
10 program.

11 Sec. 418. (1) The department shall collaborate with the state
12 court administrative office on facilitating changes to Michigan
13 court rules that would require the court to collect at the time of
14 sentencing the state operator's license, state identification card,
15 or other documentation used to establish the identity of the
16 individual to be admitted to the department. The department shall
17 maintain those documents in the prisoner's personal file.

18 (2) The department shall cooperate with MDCH to create and
19 maintain a process by which prisoners can obtain their Michigan
20 birth certificates if necessary. The department shall describe a
21 process for obtaining birth certificates from other states, and in
22 situations where the prisoner's effort fails, the department shall
23 assist in obtaining the birth certificate.

24 (3) The department shall collaborate with the department of
25 military and veterans affairs to create and maintain a process by
26 which prisoners can obtain a copy of their DD Form 214 or other
27 military discharge documentation if necessary.

1 Sec. 419. (1) The department shall provide weekly electronic
2 mail reports to the senate and house appropriations subcommittees
3 on corrections, the legislative corrections ombudsman, the senate
4 and house fiscal agencies, and the state budget director on
5 prisoner populations by security levels by facility, prison
6 facility capacities, and parolee and probationer populations.

7 (2) The department shall provide monthly electronic mail
8 reports to the senate and house appropriations subcommittees on
9 corrections, the legislative corrections ombudsman, the senate and
10 house fiscal agencies, and the state budget director. The reports
11 shall include information on end-of-month prisoner populations in
12 county jails, the net operating capacity according to the most
13 recent certification report, identified by date, and end-of-month
14 data, year-to-date data, and comparisons to the prior year for the
15 following:

16 (a) Community residential program populations, separated by
17 centers and electronic monitoring.

18 (b) Parole populations.

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

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

24 (e) Prisoners classified as past their earliest release date.

25 (f) Parole board activity, including the numbers and
26 percentages of parole grants and parole denials.

27 (g) Prisoner exits, identifying transfers to community

1 placement, paroles from prisons and camps, paroles from community
2 placement, total movements to parole, prison intake, prisoner
3 deaths, prisoners discharging on the maximum sentence, and other
4 prisoner exits.

5 (h) Prison intake and returns, including probation violators,
6 new court commitments, violators with new sentences, escaper new
7 sentences, total prison intake, returns from court with additional
8 sentences, community placement returns, technical parole violator
9 returns, and total returns to prison and camp.

10 **BUDGET AND OPERATIONS ADMINISTRATION**

11 Sec. 501. From the funds appropriated in part 1 for
12 prosecutorial and detainer expenses, the department shall reimburse
13 counties for housing and custody of parole violators and offenders
14 being returned by the department from community placement who are
15 available for return to institutional status and for prisoners who
16 volunteer for placement in a county jail.

17 Sec. 502. Funds included in part 1 for the sheriffs'
18 coordinating and training office are appropriated for and may be
19 expended to defray costs of continuing education, certification,
20 recertification, decertification, and training of local corrections
21 officers, the personnel and administrative costs of the sheriffs'
22 coordinating and training office, the local corrections officers
23 advisory board, and the sheriffs' coordinating and training council
24 under the local corrections officers training act, 2003 PA 125, MCL
25 791.531 to 791.546.

26 Sec. 508. The department shall issue a report for all

1 correctional facilities to the senate and house appropriations
2 subcommittees on corrections, the senate and house fiscal agencies,
3 and the legislative corrections ombudsman by October 1 setting
4 forth the following information for each facility: its name, street
5 address, and date of construction; its current maintenance costs;
6 any maintenance planned; its current utility costs; its expected
7 future capital improvement costs; and its expected future useful
8 life.

9 **FIELD OPERATIONS ADMINISTRATION**

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

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

20 (3) Included in the appropriation in part 1 is adequate
21 funding to implement the curfew monitoring program to be
22 administered by the department. The curfew monitoring program is
23 intended to provide sentencing judges and county sheriffs in
24 coordination with local community corrections advisory boards
25 access to the state's curfew monitoring program to reduce prison
26 admissions and improve local jail utilization. The department shall

1 determine the appropriate distribution of the curfew monitor units
2 throughout the state based upon locally developed comprehensive
3 corrections plans under the community corrections act, 1988 PA 511,
4 MCL 791.401 to 791.414.

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

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

18 Sec. 611. The department shall prepare by March 1 individual
19 reports for the community reentry program, the electronic
20 monitoring program, and the special alternative to incarceration
21 program. The reports shall be submitted to the senate and house
22 appropriations subcommittees on corrections, the legislative
23 corrections ombudsman, the senate and house fiscal agencies, and
24 the state budget director. Each program's report shall include
25 information on all of the following:

26 (a) Monthly new participants by type of offender. Community
27 reentry program participants shall be categorized by reason for

1 placement. For technical rule violators, the report shall sort
2 offenders by length of time since release from prison, by the most
3 recent violation, and by the number of violations occurring since
4 release from prison.

5 (b) Monthly participant unsuccessful terminations, including
6 cause.

7 (c) Number of successful terminations.

8 (d) End month population by facility/program.

9 (e) Average length of placement.

10 (f) Return to prison statistics.

11 (g) Description of each program location or locations,
12 capacity, and staffing.

13 (h) Sentencing guideline scores and actual sentence statistics
14 for participants, if applicable.

15 (i) Comparison with prior year statistics.

16 (j) Analysis of the impact on prison admissions and jail
17 utilization and the cost effectiveness of the program.

18 Sec. 612. By April 1, the department shall provide a report to
19 the senate and house appropriations subcommittees on corrections,
20 the legislative corrections ombudsman, the senate and house fiscal
21 agencies, and the state budget director on the number of all
22 parolees returned to prison and probationers sentenced to prison
23 for either a technical violation or new sentence during the
24 preceding fiscal year. The report shall include the following
25 information for probationers, for parolees after their first
26 parole, and for parolees who have been paroled more than once:

27 (a) The numbers of parole and probation violators returned to

1 or sent to prison for a new crime with a comparison of original
2 versus new offenses by major offense type: assaultive,
3 nonassaultive, drug, and sex.

4 (b) The numbers of parole and probation violators returned to
5 or sent to prison for a technical violation and the type of
6 violation, including, but not limited to, zero gun tolerance and
7 substance abuse violations. For parole technical rule violators,
8 the report shall list violations by type, by length of time since
9 release from prison, by the most recent violation, and by the
10 number of violations occurring since release from prison.

11 (c) The educational history of those offenders, including how
12 many had a GED or high school diploma prior to incarceration in
13 prison, how many received a GED while in prison, and how many
14 received a vocational certificate while in prison.

15 (d) The number of offenders who participated in the reentry
16 program versus the number of those who did not.

17 (e) The unduplicated number of offenders who participated in
18 substance abuse treatment programs, mental health treatment
19 programs, or both, while in prison, itemized by diagnosis.

20 Sec. 615. The department shall submit a report containing a
21 list detailing the number of prisoners who have received life
22 imprisonment sentences with the possibility of parole and who are
23 currently eligible for parole to the senate and house
24 appropriations subcommittees on corrections, the senate and house
25 fiscal agencies, the legislative corrections ombudsman, and the
26 state budget director by January 1.

1 **HEALTH CARE**

2 Sec. 802. As a condition of expenditure of the funds
3 appropriated in part 1, the department shall provide the senate and
4 house of representatives appropriations subcommittees on
5 corrections, the legislative corrections ombudsman, the senate and
6 house fiscal agencies, and the state budget director with quarterly
7 reports on physical and mental health care detailing quarterly and
8 fiscal year-to-date expenditures itemized by vendor, allocations,
9 status of payments from contractors to vendors, and projected year-
10 end expenditures from accounts for prisoner health care, mental
11 health care, pharmaceutical services, and durable medical
12 equipment.

13 Sec. 803. (1) The department shall assure that all prisoners,
14 upon any health care treatment, are given the opportunity to sign a
15 release of information form designating a family member or other
16 individual to whom the department shall release records information
17 regarding a prisoner. A release of information form signed by a
18 prisoner shall remain in effect for 1 year, and the prisoner may
19 elect to withdraw or amend the release form at any time.

20 (2) The department shall assure that any such signed release
21 forms follow a prisoner upon transfer to another department
22 facility or to the supervision of a parole officer.

23 (3) The form shall be placed on an online, public website
24 managed by the department.

25 Sec. 804. The department shall report quarterly to the senate
26 and house appropriations subcommittees on corrections, the
27 legislative corrections ombudsman, the senate and house fiscal

1 agencies, and the state budget director on prisoner health care
2 utilization. The report shall include the number of inpatient
3 hospital days, outpatient visits, emergency room visits, and
4 prisoners receiving off-site inpatient medical care in the previous
5 quarter, by facility.

6 **CORRECTIONAL FACILITIES ADMINISTRATION**

7 Sec. 907. The department shall report by March 1 to the senate
8 and house appropriations subcommittees on corrections, the
9 legislative corrections ombudsman, the senate and house fiscal
10 agencies, and the state budget director on academic and vocational
11 programs. The report shall provide information relevant to an
12 assessment of the department's academic and vocational programs,
13 including, but not limited to, all of the following:

14 (a) The number of instructors and the number of instructor
15 vacancies, by program and facility.

16 (b) The number of prisoners enrolled in each program, the
17 number of prisoners completing each program, the number of
18 prisoners who fail each program, the number of prisoners who do not
19 complete each program and the reason for not completing the
20 program, the number of prisoners transferred to another facility
21 while enrolled in a program and the reason for transfer, the number
22 of prisoners enrolled who are repeating the program by reason, and
23 the number of prisoners on waiting lists for each program, all
24 itemized by facility.

25 (c) The steps the department has undertaken to improve
26 programs, track records, accommodate transfers and prisoners with

1 health care needs, and reduce waiting lists.

2 (d) The number of prisoners paroled without a high school
3 diploma and the number of prisoners paroled without a GED.

4 (e) An explanation of the value and purpose of each program,
5 for example, to improve employability, reduce recidivism, reduce
6 prisoner idleness, or some combination of these and other factors.

7 (f) An identification of program outcomes for each academic
8 and vocational program.

9 (g) An explanation of the department's plans for academic and
10 vocational programs, including plans to contract with intermediate
11 school districts for GED and high school diploma programs.

12 (h) The number of prisoners not paroled at their earliest
13 release date due to lack of a GED, and the reason those prisoners
14 have not obtained a GED.

15 Sec. 910. The department shall allow the Michigan Braille
16 transcribing fund program to operate at its current location. The
17 donation of the building by the Michigan Braille transcribing fund
18 at the G. Robert Cotton Correctional Facility in Jackson is
19 acknowledged and appreciated. The department shall continue to
20 encourage the Michigan Braille transcribing fund program to produce
21 high-quality materials for use by the visually impaired.

22 Sec. 911. By March 1, the department shall report to the
23 senate and house appropriations subcommittees on corrections, the
24 senate and house fiscal agencies, the legislative corrections
25 ombudsman, and the state budget director the number of critical
26 incidents occurring each month by type and the number and severity
27 of assaults, escape attempts, suicides, and attempted suicides

1 occurring each month at each facility during the immediately
2 preceding calendar year.

3 Sec. 912. The department shall report to the senate and house
4 appropriations subcommittees on corrections, the legislative
5 corrections ombudsman, the senate and house fiscal agencies, and
6 the state budget director by March 1 on the ratio of correctional
7 officers to prisoners for each correctional institution, the ratio
8 of shift command staff to line custody staff, and the ratio of
9 noncustody institutional staff to prisoners for each correctional
10 institution.

11 Sec. 913. (1) It is the intent of the legislature that any
12 prisoner required to complete a violence prevention program, sexual
13 offender program, or other program as a condition of parole shall
14 be transferred to a facility where that program is available in
15 order to accomplish timely completion of that program prior to the
16 expiration of his or her minimum sentence and eligibility for
17 parole. Nothing in this section should be deemed to make parole
18 denial appealable in court.

19 (2) The department shall submit a quarterly report to the
20 members of the senate and house appropriations subcommittees on
21 corrections, the senate and house fiscal agencies, the state budget
22 director, and the legislative corrections ombudsman detailing
23 enrollment in sex offender programming, assaultive offender
24 programming, violent offender programming, and thinking for change.
25 At a minimum, the report shall include the following:

26 (a) A full accounting of the number of individuals who are
27 required to complete the programming, but have not yet done so.

1 (b) The number of individuals who have reached their earliest
2 release date, but who have not completed required programming.

3 (c) A plan of action for addressing any waiting lists or
4 backlogs for programming that may exist.

5 Sec. 924. The department shall evaluate all prisoners at
6 intake for substance abuse disorders, serious developmental
7 disorders, serious mental illness, and other mental health
8 disorders. Prisoners with serious mental illness or serious
9 developmental disorders shall not be removed from the general
10 population as a punitive response to behavior caused by their
11 serious mental illness or serious developmental disorder. Due to
12 persistent high violence risk or severe disruptive behavior that is
13 unresponsive to treatment, prisoners with serious mental illness or
14 serious developmental disorders may be placed in secure residential
15 housing programs that will facilitate access to institutional
16 programming and ongoing mental health services. A prisoner with
17 serious mental illness or serious developmental disorder who is
18 confined in these specialized housing programs shall be evaluated
19 or monitored by a medical professional at a frequency of not less
20 than every 12 hours.

21 Sec. 925. By March 1, the department shall report to the
22 senate and house appropriations subcommittees on corrections, the
23 senate and house fiscal agencies, the legislative corrections
24 ombudsman, and the state budget director on the annual number of
25 prisoners in administrative segregation between October 1, 2014 and
26 September 30, 2015, and the annual number of prisoners in
27 administrative segregation between October 1, 2014 and September

1 30, 2015 who at any time during the current or prior prison term
2 were diagnosed with serious mental illness or have a developmental
3 disorder and the number of days each of the prisoners with serious
4 mental illness or a developmental disorder have been confined to
5 administrative segregation.

6 Sec. 929. From the funds appropriated in part 1, the
7 department shall do all of the following:

8 (a) Ensure that any inmate care and control staff in contact
9 with prisoners less than 18 years of age are adequately trained
10 with regard to the developmental and mental health needs of
11 prisoners less than 18 years of age. By April 1, the department
12 shall report to the senate and house appropriations subcommittees
13 on corrections, the senate and house fiscal agencies, and the state
14 budget director on the training curriculum used and the number and
15 types of staff receiving annual training under that curriculum.

16 (b) Provide appropriate placement for prisoners less than 18
17 years of age who have serious mental illness, serious emotional
18 disturbance, or a serious developmental disorder and need to be
19 housed separately from the general population. Prisoners less than
20 18 years of age who have serious mental illness, serious emotional
21 disturbance, or a serious developmental disorder shall not be
22 removed from an existing placement as a punitive response to
23 behavior caused by their serious mental illness, serious emotional
24 disturbance, or a serious developmental disorder. Due to persistent
25 high violence risk or severe disruptive behavior that is
26 unresponsive to treatment, prisoners less than 18 years of age with
27 serious emotional disturbance, serious mental illness, or serious

1 developmental disorders may be placed in secure residential housing
2 programs that will facilitate access to institutional programming
3 and ongoing mental health services. A prisoner less than 18 years
4 of age with serious mental illness, serious emotional disturbance,
5 or a serious developmental disorder who is confined in these
6 specialized housing programs shall be evaluated or monitored by a
7 medical professional at a frequency of not less than every 12
8 hours.

9 (c) Implement a specialized reentry program that recognizes
10 the needs of prisoners less than 18 years old for supervised
11 reentry.

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

21 **MISCELLANEOUS**

22 Sec. 1009. The department shall make an information packet for
23 the families of incoming prisoners available on the department's
24 website. The information packet shall be updated by February 1 of
25 each year thereafter. The packet shall provide information on
26 topics including, but not limited to: how to put money into

1 prisoner accounts, how to make phone calls or create Jpay email
 2 accounts, how to visit in person, proper procedures for filing
 3 complaints or grievances, the rights of prisoners to physical and
 4 mental health care, how to utilize the offender tracking
 5 information system (OTIS), truth-in-sentencing and how it applies
 6 to minimum sentences, the parole process, and guidance on the
 7 importance of the role of families in the reentry process. The
 8 department is encouraged to partner with external advocacy groups
 9 and actual families of prisoners in the packet-writing process to
 10 ensure that the information is useful and complete.

11 ARTICLE VI

12 DEPARTMENT OF EDUCATION

13 PART 1

14 LINE-ITEM APPROPRIATIONS

15 Sec. 101. There is appropriated for the department of
 16 education for the fiscal year ending September 30, 2016, from the
 17 following funds:

18 DEPARTMENT OF EDUCATION

19 APPROPRIATION SUMMARY

20	Full-time equated unclassified positions.....	6.0	
21	Full-time equated classified positions.....	599.5	
22	GROSS APPROPRIATION.....		\$ 303,549,800
23	Interdepartmental grant revenues:		
24	Total interdepartmental grants and intradepartmental		
25	transfers		0

1	ADJUSTED GROSS APPROPRIATION.....	\$	303,549,800
2	Federal revenues:		
3	Total federal revenues.....		212,921,900
4	Special revenue funds:		
5	Total local revenues.....		5,633,700
6	Total private revenues.....		2,033,300
7	Total other state restricted revenues.....		7,669,600
8	State general fund/general purpose.....	\$	75,291,300
9	Sec. 102. STATE BOARD OF EDUCATION/OFFICE OF THE		
10	SUPERINTENDENT		
11	Full-time equated unclassified positions.....	6.0	
12	Full-time equated classified positions.....	11.0	
13	State board of education, per diem payments.....	\$	24,400
14	Unclassified positions--6.0 FTE positions.....		807,000
15	State board/superintendent operations--11.0 FTE		
16	positions		<u>2,092,100</u>
17	GROSS APPROPRIATION.....	\$	2,923,500
18	Appropriated from:		
19	Federal revenues:		
20	Federal revenues.....		222,100
21	Special revenue funds:		
22	Private foundations.....		28,100
23	Certification fees.....		856,500
24	State general fund/general purpose.....	\$	1,816,800
25	Sec. 103. CENTRAL SUPPORT		
26	Full-time equated classified positions.....	23.6	
27	Central support operations--23.6 FTE positions.....	\$	3,614,900

1	Worker's compensation.....	28,700
2	Building occupancy charges - property management	
3	services	3,110,100
4	Training and orientation workshops.....	150,000
5	Terminal leave payments.....	<u>554,700</u>
6	GROSS APPROPRIATION.....	\$ 7,458,400
7	Appropriated from:	
8	Federal revenues:	
9	Federal revenues.....	1,659,900
10	Federal indirect funds.....	2,545,500
11	Special revenue funds:	
12	Certification fees.....	405,500
13	Teacher testing fees.....	3,900
14	Training and orientation workshop fees.....	150,000
15	State general fund/general purpose.....	\$ 2,693,600
16	Sec. 104. INFORMATION TECHNOLOGY SERVICES	
17	Information technology operations.....	\$ <u>4,179,800</u>
18	GROSS APPROPRIATION.....	\$ 4,179,800
19	Appropriated from:	
20	Federal revenues:	
21	Federal revenues.....	604,000
22	Federal indirect funds.....	1,784,500
23	Special revenue funds:	
24	Local cost sharing (schools for deaf/blind)	76,500
25	Certification fees.....	389,200
26	State general fund/general purpose.....	\$ 1,325,600
27	Sec. 105. SPECIAL EDUCATION SERVICES	

1	Full-time equated classified positions.....	47.0	
2	Special education operations--47.0 FTE positions		\$ <u>8,920,000</u>
3	GROSS APPROPRIATION.....		\$ 8,920,000
4	Appropriated from:		
5	Federal revenues:		
6	Federal revenues.....		8,440,900
7	Special revenue funds:		
8	Private foundations.....		110,100
9	Certification fees.....		44,000
10	State general fund/general purpose.....		\$ 325,000
11	Sec. 106. MICHIGAN SCHOOLS FOR THE DEAF AND BLIND		
12	Full-time equated classified positions.....	77.0	
13	Michigan schools for the deaf and blind operations--		
14	76.0 FTE positions		\$ 12,651,600
15	Camp Tuhsmeheeta--1.0 FTE position.....		295,100
16	Private gifts - blind.....		200,000
17	Private gifts - deaf.....		<u>150,000</u>
18	GROSS APPROPRIATION.....		\$ 13,296,700
19	Appropriated from:		
20	Federal revenues:		
21	Federal revenues.....		6,887,500
22	Special revenue funds:		
23	Local cost sharing (schools for deaf/blind)		5,233,000
24	Local school district service fees.....		312,500
25	Gifts, bequests, and donations.....		645,100
26	Student insurance revenue.....		218,600
27	State general fund/general purpose.....		\$ 0

1	Sec. 107. PROFESSIONAL PREPARATION SERVICES		
2	Full-time equated classified positions.....	34.0	
3	Professional preparation operations--34.0 FTE		
4	positions		\$ <u>5,662,600</u>
5	GROSS APPROPRIATION.....		\$ 5,662,600
6	Appropriated from:		
7	Federal revenues:		
8	Federal revenues.....		1,442,100
9	Special revenue funds:		
10	Certification fees.....		3,586,300
11	Teacher college review fees.....		55,300
12	Teacher testing fees.....		358,600
13	State general fund/general purpose.....		\$ 220,300
14	Sec. 108. MICHIGAN OFFICE OF GREAT START		
15	Full-time equated classified positions.....	65.0	
16	Office of great start operations--64.0 FTE positions .		\$ 22,808,600
17	Child development and care external support.....		17,735,000
18	Head start collaboration office--1.0 FTE position....		307,400
19	Child development and care public assistance.....		<u>131,503,300</u>
20	GROSS APPROPRIATION.....		\$ 172,354,300
21	Appropriated from:		
22	Federal revenues:		
23	Federal revenues.....		133,824,300
24	Special revenue funds:		
25	Private foundations.....		250,000
26	Certification fees.....		64,100
27	State general fund/general purpose.....		\$ 38,215,900

1	Sec. 109. STATE AID AND SCHOOL FINANCE SERVICES		
2	Full-time equated classified positions.....	10.5	
3	State aid and school finance operations--9.5 FTE		
4	positions		\$ 1,358,500
5	Financial independence team operations--1.0 FTE		
6	position		<u>149,500</u>
7	GROSS APPROPRIATION.....		\$ 1,508,000
8	Appropriated from:		
9	State general fund/general purpose.....		\$ 1,508,000
10	Sec. 110. AUDIT SERVICES		
11	Full-time equated classified positions.....	4.5	
12	Audit operations--4.5 FTE positions.....		\$ <u>601,800</u>
13	GROSS APPROPRIATION.....		\$ 601,800
14	Appropriated from:		
15	Federal revenues:		
16	Federal indirect funds.....		478,300
17	Special revenue funds:		
18	Certification fees.....		61,200
19	State general fund/general purpose.....		\$ 62,300
20	Sec. 111. ADMINISTRATIVE LAW SERVICES		
21	Full-time equated classified positions.....	2.0	
22	Administrative law operations--2.0 FTE positions		\$ <u>1,332,000</u>
23	GROSS APPROPRIATION.....		\$ 1,332,000
24	Appropriated from:		
25	Federal revenues:		
26	Federal revenues.....		550,300
27	Special revenue funds:		

1	Certification fees.....		685,200
2	State general fund/general purpose.....	\$	96,500
3	Sec. 112. ACCOUNTABILITY SERVICES		
4	Full-time equated classified positions.....	65.6	
5	Accountability services operations--65.6 FTE positions	\$	<u>14,616,400</u>
6	GROSS APPROPRIATION.....	\$	14,616,400
7	Appropriated from:		
8	Federal revenues:		
9	Federal revenues.....		13,441,100
10	State general fund/general purpose.....	\$	1,175,300
11	Sec. 113. SCHOOL SUPPORT SERVICES		
12	Full-time equated classified positions.....	82.6	
13	School support services operations--82.6 FTE positions	\$	15,087,200
14	Federal and private grants.....		<u>3,000,000</u>
15	GROSS APPROPRIATION.....	\$	18,087,200
16	Appropriated from:		
17	Federal revenues:		
18	Federal revenues.....		16,240,500
19	Special revenue funds:		
20	Local school district service fees.....		11,700
21	Private foundations.....		1,000,000
22	Certification fees.....		85,600
23	Commodity distribution fees.....		71,700
24	State general fund/general purpose.....	\$	677,700
25	Sec. 114. FIELD SERVICES		
26	Full-time equated classified positions.....	45.0	
27	Field services operations--45.0 FTE positions.....	\$	<u>9,174,400</u>

1	GROSS APPROPRIATION.....	\$	9,174,400
2	Appropriated from:		
3	Federal revenues:		
4	Federal revenues.....		8,874,900
5	Special revenue funds:		
6	Certification fees.....		77,000
7	State general fund/general purpose.....	\$	222,500
8	Sec. 115. EDUCATIONAL IMPROVEMENT AND INNOVATION		
9	SERVICES		
10	Full-time equated classified positions..... 59.7		
11	Educational improvement and innovation operations--		
12	59.7 FTE positions	\$	<u>9,323,400</u>
13	GROSS APPROPRIATION.....	\$	9,323,400
14	Appropriated from:		
15	Federal revenues:		
16	Federal revenues.....		6,500,600
17	Special revenue funds:		
18	Certification fees.....		556,900
19	State general fund/general purpose.....	\$	2,265,900
20	Sec. 116. CAREER AND TECHNICAL EDUCATION		
21	Full-time equated classified positions..... 27.0		
22	Career and technical education operations--27.0 FTE		
23	positions	\$	<u>4,748,800</u>
24	GROSS APPROPRIATION.....	\$	4,748,800
25	Appropriated from:		
26	Federal revenues:		
27	Federal revenues.....		3,818,600

1	State general fund/general purpose.....	\$	930,200
2	Sec. 117. LIBRARY OF MICHIGAN		
3	Full-time equated classified positions.....	33.0	
4	Library of Michigan operations--32.0 FTE positions ...	\$	4,408,800
5	Library services and technology program--1.0 FTE		
6	position		5,606,800
7	State aid to libraries.....		9,876,000
8	Michigan eLibrary.....		1,750,000
9	Renaissance zone reimbursements.....		<u>5,300,000</u>
10	GROSS APPROPRIATION.....	\$	26,941,600
11	Appropriated from:		
12	Federal revenues:		
13	IMLS, library services and technology act.....		5,606,800
14	State general fund/general purpose.....	\$	21,334,800
15	Sec. 118. SCHOOL REFORM OFFICE		
16	Full-time equated classified positions.....	12.0	
17	School reform office operations--12.0 FTE positions ..	\$	<u>2,420,900</u>
18	GROSS APPROPRIATION.....	\$	2,420,900
19	Appropriated from:		
20	State general fund/general purpose.....	\$	2,420,900

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2015-2016

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state

1 constitution of 1963, total state spending from state resources
2 under part 1 for the fiscal year ending September 30, 2016 is
3 \$82,960,900.00 and state spending from state resources to be paid
4 to local units of government for the fiscal year ending September
5 30, 2016 is \$15,176,000.00. The itemized statement below identifies
6 appropriations from which spending to local units of government
7 will occur:

8 DEPARTMENT OF EDUCATION

9	State aid to libraries.....	\$	9,876,000
10	Renaissance zone reimbursements.....		<u>5,300,000</u>
11	Total department of education.....	\$	15,176,000

12 Sec. 202. The appropriations authorized under this part and
13 part 1 are subject to the management and budget act, 1984 PA 431,
14 MCL 18.1101 to 18.1594.

15 Sec. 203. As used in this part and part 1:

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

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

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

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

23 Sec. 204. The state superintendent of public instruction shall
24 take all reasonable steps to ensure businesses in deprived and
25 depressed communities compete for and perform contracts to provide
26 services or supplies, or both. The state superintendent of public
27 instruction shall strongly encourage firms with which the

1 department contracts to subcontract with certified businesses in
2 depressed and deprived communities for services, supplies, or both.

3 Sec. 205. The departments and agencies shall use the Internet
4 to fulfill the reporting requirements of this part. This
5 requirement may include transmission of reports via electronic mail
6 to the recipients identified for each reporting requirement, or it
7 may include placement of reports on an Internet or intranet site.

8 Sec. 206. The department shall provide through the Internet
9 the state board of education agenda and all supporting documents,
10 and shall notify the state budget director and the senate and house
11 fiscal agencies that the agenda and supporting documents are
12 available on the Internet, at the time the agenda and supporting
13 documents are provided to state board of education members.

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

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

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

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

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

25 (e) Job specifications and wage rates.

26 Sec. 208. The department shall require all districts and
27 intermediate school districts to maintain complete records within

1 the personnel file of a teacher or school employee of any
2 disciplinary actions taken by the governing board against the
3 teacher or employee for sexual misconduct. The records shall not be
4 destroyed or removed from the teacher's or employee's personnel
5 file except as required by a court order.

6 Sec. 211. To the extent the state continues to identify
7 schools as meeting proficiency targets, before publishing a list of
8 schools or districts determined to have failed to make adequate
9 yearly progress as required by the no child left behind act of
10 2001, Public Law 107-110, the department shall allow a school or
11 district to appeal that determination. The department shall
12 consider and act upon the appeal within 30 days after it is
13 submitted and shall not publish the list until after all appeals
14 have been considered and decided.

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

25 Sec. 214. The department and agencies receiving appropriations
26 in part 1 shall prepare a report on out-of-state travel expenses
27 not later than January 1 of each year. The travel report shall be a

1 listing of all travel by classified and unclassified employees
2 outside this state in the immediately preceding fiscal year that
3 was funded in whole or in part with funds appropriated in the
4 department's budget. The report shall be submitted to the senate
5 and house appropriations committees, the house and senate fiscal
6 agencies, and the state budget director. The report must include
7 the following information:

8 (a) The dates of each travel occurrence.

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

14 Sec. 216. The department shall not take disciplinary action
15 against an employee who communicates truthfully and factually with
16 a member of the legislature or his or her staff.

17 Sec. 218. The department and agencies receiving appropriations
18 in part 1 shall receive and retain copies of all reports funded
19 from appropriations in part 1. Federal and state guidelines for
20 short-term and long-term retention of records shall be followed.
21 The department may electronically retain copies of reports unless
22 otherwise required by federal and state guidelines.

23 Sec. 219. (1) In addition to the funds appropriated in part 1,
24 there is appropriated an amount not to exceed \$5,000,000.00 for
25 federal contingency funds. These funds are not available for
26 expenditure until they have been transferred to another line item
27 in part 1 under section 393(2) of the management and budget act,

1 1984 PA 431, MCL 18.1393.

2 (2) In addition to the funds appropriated in part 1, there is
3 appropriated an amount not to exceed \$700,000.00 for state
4 restricted contingency funds. These funds are not available for
5 expenditure until they have been transferred to another line item
6 in part 1 under section 393(2) of the management and budget act,
7 1984 PA 431, MCL 18.1393.

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

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

20 Sec. 220. (1) The department shall provide data requested by a
21 member of the legislature, his or her staff, or the house and
22 senate fiscal agencies in a timely manner. If the department fails
23 to provide reasonably requested data within 30 days after the
24 request, the state money appropriated in part 1 for state
25 board/superintendent operations shall be reduced by 1%.

26 (2) If the department fails to provide to the legislature
27 reports and other data required by boilerplate or statute within 30

1 days after the date the information is due, the state money
2 appropriated in part 1 for state board/superintendent operations
3 shall be reduced by 1%.

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

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

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

23 Sec. 227. Within 14 days after the release of the executive
24 budget recommendation, the department shall cooperate with the
25 state budget office to provide the senate and house appropriations
26 chairs, the senate and house appropriations subcommittees
27 responsible for the department budget, respectively, and the senate

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

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

11 Sec. 231. Total authorized appropriations from all sources
12 under part 1 for legacy costs for the fiscal year ending September
13 30, 2016 is estimated at \$15,932,000.00. Total agency
14 appropriations for pension-related legacy costs are estimated at
15 \$9,042,900.00. Total agency appropriations for retiree health care
16 legacy costs are estimated at \$6,889,100.00.

17 Sec. 233. No state department or agency shall issue a request
18 for proposal (RFP) for a contract in excess of \$1,000,000.00,
19 unless the department or agency has first considered issuing a
20 request for information (RFI) or a request for qualification (RFQ)
21 relative to that contract to better enable the department or agency
22 to learn more about the market for the products or services that
23 are the subject of the future RFP. The department or agency shall
24 notify the department of technology, management, and budget of the
25 evaluation process used to determine if an RFI or RFQ was not
26 necessary prior to issuing the RFP.

27 Sec. 234. (1) For each new program or program expansion for

1 which funds in excess of \$500,000.00 are appropriated in part 1,
2 the department shall identify specific benchmarks intended to
3 measure the performance or return on taxpayer investment of the
4 program and its associated expenditures. Not later than November 1,
5 2015, the department shall report the proposed benchmarks to the
6 house and senate appropriations subcommittees for that department,
7 the house and senate fiscal agencies, and the state budget
8 director. The department shall provide an update on its progress in
9 achieving those benchmarks at an appropriations subcommittee
10 meeting called for the purpose of discussing benchmarks and their
11 status.

12 (2) Beginning with the budget for the fiscal year ending
13 September 30, 2016, any proposal for a new program or an expansion
14 of an existing program in excess of \$500,000.00 initiated by the
15 executive branch or the legislature shall include, as part of the
16 original proposal or budget request, a list of benchmarks intended
17 to measure the performance or return on taxpayer investment of the
18 program or spending increase.

19 Sec. 235. The department shall not enter into a contract
20 funded under part 1 that exceeds \$1,000,000.00 or seek a federal
21 waiver from the no child left behind act of 2001, Public Law 107-
22 110, or an amendment to the federal waiver, until after
23 notification of the content to both the house and senate
24 appropriations committees.

25 Sec. 236. From the funds appropriated in part 1, the
26 department shall compile a report that identifies the mandates
27 required of nonpublic schools. In compiling the report, the

1 department may consult with relevant statewide education
2 associations in Michigan. The report compiled by the department
3 shall indicate the type of mandate, including, but not limited to,
4 student health, student or building safety, accountability, and
5 educational requirements, and shall indicate whether a school has
6 to report on the specified mandates. The report required under this
7 section shall be completed by April 1, 2016 and transmitted to the
8 state budget director, the house and senate appropriations
9 subcommittees responsible for the department of education, and the
10 senate and house fiscal agencies not later than April 15, 2016.

11 Sec. 237. The department shall identify fund-raisers that are
12 exempt from federal nutrition standards and take any other action
13 as may be necessary for public schools in this state to be able to
14 allow fund-raising sales on school premises during school hours of
15 foods and beverages that do not meet federal nutrition standards
16 prescribed by the United States Department of Agriculture.

17 **STATE BOARD/OFFICE OF THE SUPERINTENDENT**

18 Sec. 301. (1) The appropriations in part 1 may be used for per
19 diem payments to the state board for meetings at which a quorum is
20 present or for performing official business authorized by the state
21 board. The per diem payments shall be at a rate as follows:

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

23 (b) State board of education - member other than president -
24 \$100.00 per day.

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

1 Sec. 302. From the amount appropriated in part 1 to the state
2 board of education, not more than \$35,000.00 for the fiscal year
3 ending September 30, 2016 shall be expended for in-state travel and
4 out-of-state travel directly related to the duties of the state
5 board of education.

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

7 Sec. 401. The employees at the Michigan schools for the deaf
8 and blind who work on a school year basis are considered annual
9 employees for purposes of service credits, retirement, and
10 insurance benefits.

11 Sec. 402. For each student enrolled at the Michigan schools
12 for the deaf and blind, the department shall assess the
13 intermediate school district of residence 100% of the cost of
14 operating the student's instructional program. The amount shall
15 exclude room and board related costs and the cost of weekend
16 transportation between the school and the student's home.

17 Sec. 406. (1) The Michigan schools for the deaf and blind may
18 promote its residential program as a possible appropriate option
19 for children who are deaf or hard of hearing or who are blind or
20 visually impaired. The Michigan schools for the deaf and blind
21 shall distribute information detailing its services to all
22 intermediate school districts in the state.

23 (2) Upon knowledge of or recognition by an intermediate school
24 district that a child in the district is deaf or hard of hearing or
25 blind or visually impaired, the intermediate school district shall
26 provide to the parents of the child the literature distributed by

1 the Michigan schools for the deaf and blind to intermediate school
2 districts under subsection (1).

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

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

10 Sec. 408. In addition to the funds appropriated in part 1, the
11 funds collected by the Michigan schools for the deaf and the low
12 incidence outreach program for document reproduction and services;
13 conferences, workshops, and training classes; and the use of
14 specialized equipment, facilities, and software are appropriated
15 for all expenses necessary to provide the required services. These
16 funds are available for expenditure when they are received and may
17 be carried forward into the next succeeding fiscal year.

18 **PROFESSIONAL PREPARATION SERVICES**

19 Sec. 501. From the funds appropriated in part 1 for
20 professional preparation services, the department shall maintain
21 the registry of educational personnel and certificate
22 revocation/felony conviction files.

23 Sec. 502. The department shall authorize teacher preparation
24 institutions to provide an alternative program by which up to 1/2
25 of the required student internship or student teaching credits may
26 be earned through substitute teaching. The department shall require

1 that teacher preparation institutions collaborate with school
2 districts to ensure that the quality of instruction provided to
3 student teachers is comparable to that required in a traditional
4 student teaching program.

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

9 **STATE AID AND SCHOOL FINANCE SERVICES**

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

18 **LIBRARY OF MICHIGAN**

19 Sec. 801. In addition to the funds appropriated in part 1, the
20 funds collected by the department for document reproduction and
21 services; conferences, workshops, and training classes; and the use
22 of specialized equipment, facilities, and software are appropriated
23 for all expenses necessary to provide the required services. These
24 funds are available for expenditure when they are received and may
25 be carried forward into the next succeeding fiscal year.

1 Sec. 803. It is the intent of the legislature that the library
2 of Michigan and the component programs currently within the library
3 of Michigan with the exception of the genealogical collections
4 shall be kept together in a state department.

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

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

17 **SCHOOL SUPPORT SERVICES**

18 Sec. 901. Within 10 days of the receipt of a grant
19 appropriated in the federal and private grants line item in part 1,
20 the department shall notify the house and senate chairpersons of
21 the appropriations subcommittees responsible for the department
22 budget, the house and senate fiscal agencies, and the state budget
23 director of the receipt of the grant, including the funding source,
24 purpose, and amount of the grant.

25 **MICHIGAN OFFICE OF GREAT START**

1 Sec. 1001. By November 1, 2015, the department shall submit a
2 report to the house and senate appropriations subcommittees on the
3 department of education budget and the house and senate fiscal
4 agencies on the number of eligible child care providers by type
5 receiving payment for child care services from the department on
6 October 1, 2015.

7 Sec. 1003. (1) The department shall provide the house and
8 senate appropriations subcommittees on the department budget with
9 an annual report on all funding appropriated to the early childhood
10 investment corporation (ECIC) by the state for fiscal year 2014-
11 2015. The report is due by February 15 and shall contain at least
12 the following information:

13 (a) Total funding appropriated to the early childhood
14 investment corporation by the state for fiscal year 2014-2015.

15 (b) The amount of funding for each grant awarded.

16 (c) The grant recipients.

17 (d) The activities funded by each grant.

18 (e) An analysis of each grant recipient's success in
19 addressing the development of a comprehensive system of early
20 childhood services and supports.

21 (2) All department contracts for early childhood comprehensive
22 systems planning shall be bid out through a statewide request-for-
23 proposal process.

24 **SCHOOL REFORM OFFICE**

25 Sec. 1101. (1) From the funds appropriated in part 1, the
26 department shall assure all of the following:

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

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

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

15 PART 2A

16 PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS

17 FOR FISCAL YEAR 2016-2017

18 **GENERAL SECTIONS**

19 Sec. 1201. It is the intent of the legislature to provide
20 appropriations for the fiscal year ending on September 30, 2017 for
21 the line items listed in part 1. The fiscal year 2016-2017
22 appropriations are anticipated to be the same as those for fiscal
23 year 2015-2016, except that the line items will be adjusted for
24 changes in caseload and related costs, federal fund match rates,
25 economic factors, and available revenue. These adjustments will be

1 determined after the January 2016 consensus revenue estimating
 2 conference.

3 ARTICLE VII

4 DEPARTMENT OF ENVIRONMENTAL QUALITY

5 PART 1

6 LINE-ITEM APPROPRIATIONS

7 Sec. 101. There is appropriated for the department of
 8 environmental quality for the fiscal year ending September 30,
 9 2016, from the following funds:

10 DEPARTMENT OF ENVIRONMENTAL QUALITY

11 APPROPRIATION SUMMARY

12	Full-time equated unclassified positions.....	6.0	
13	Full-time equated classified positions.....	1,221.0	
14	GROSS APPROPRIATION.....		\$ 487,912,900
15	Interdepartmental grant revenues:		
16	Total interdepartmental grants and intradepartmental		
17	transfers		9,115,300
18	ADJUSTED GROSS APPROPRIATION.....		\$ 478,797,600
19	Federal revenues:		
20	Total federal revenues.....		138,163,100
21	Special revenue funds:		
22	Total local revenues.....		0
23	Total private revenues.....		546,000
24	Total other state restricted revenues.....		305,010,800
25	State general fund/general purpose.....		\$ 35,077,700

1 FUND SOURCE SUMMARY

2	Full-time equated unclassified positions.....	6.0	
3	Full-time equated classified positions.....	1,221.0	
4	GROSS APPROPRIATION.....		\$ 487,912,900
5	Interdepartmental grant revenues:		
6	IDG, MDSP.....		1,720,100
7	IDG, MDOT - Michigan transportation fund.....		1,310,500
8	IDT, interdivisional charges.....		2,053,400
9	IDT, laboratory services.....		4,031,300
10	Total interdepartmental grants and intradepartmental		
11	transfers		9,115,300
12	ADJUSTED GROSS APPROPRIATION.....		\$ 478,797,600
13	Federal revenues:		
14	Federal funds.....		138,163,100
15	Total federal revenues.....		138,163,100
16	Special revenue funds:		
17	Private funds.....		546,000
18	Total private revenues.....		546,000
19	Air emissions fees.....		11,910,500
20	Aquatic nuisance control fund.....		897,800
21	Campground fund.....		309,300
22	Clean Michigan initiative - clean water fund.....		2,617,100
23	Clean Michigan initiative - contaminated sediment....		1,565,000
24	Clean Michigan initiative - nonpoint source.....		2,000,000
25	Clean Michigan initiative - response activities.....		1,500,000
26	Cleanup and redevelopment fund.....		19,105,000
27	Community pollution prevention fund.....		250,000

1	Electronic waste recycling fund.....	320,700
2	Environmental education fund.....	164,000
3	Environmental pollution prevention fund.....	7,824,700
4	Environmental protection bond fund.....	126,800
5	Environmental protection fund.....	2,379,800
6	Environmental response fund.....	3,719,000
7	Fees and collections.....	421,500
8	Financial instruments.....	9,347,200
9	Great Lakes protection fund.....	234,800
10	Groundwater discharge permit fees.....	1,719,500
11	Infrastructure construction fund.....	50,000
12	Land and water permit fees.....	3,150,700
13	Landfill maintenance trust fund.....	30,300
14	Medical waste emergency response fund.....	325,100
15	Metallic mining surveillance fee revenue.....	98,900
16	Mineral well regulatory fee revenue.....	217,200
17	Nonferrous metallic mineral surveillance.....	353,600
18	NPDES fees.....	4,459,100
19	Oil and gas regulatory fund.....	10,349,200
20	Orphan well fund.....	2,372,300
21	Public swimming pool fund.....	638,500
22	Public utility assessments.....	257,400
23	Public water supply fees.....	4,861,300
24	Refined petroleum fund.....	40,685,600
25	Retired engineers technical assistance fund.....	669,600
26	Revitalization revolving loan fund.....	100,700
27	Revolving loan revenue bonds.....	11,400,000

1	Sand extraction fee revenue.....	91,100
2	Scrap tire regulatory fund.....	5,066,600
3	Septage waste contingency fund.....	18,100
4	Septage waste program fund.....	520,400
5	Settlement funds.....	419,000
6	Sewage sludge land application fee.....	1,114,800
7	Small business pollution prevention revolving loan	
8	fund	162,600
9	Soil erosion and sedimentation control training fund.	167,000
10	Solid waste management fund - staff account	4,956,400
11	Stormwater permit fees.....	3,059,700
12	Strategic water quality initiatives fund.....	116,173,600
13	Underground storage tank cleanup fund.....	20,000,000
14	Wastewater operator training fees.....	579,300
15	Water analysis fees.....	2,204,200
16	Water pollution control revolving fund.....	3,667,500
17	Water quality protection fund.....	100,000
18	Water use reporting fees.....	278,300
19	Total other state restricted revenues.....	305,010,800
20	State general fund/general purpose.....	\$ 35,077,700
21	Sec. 102. EXECUTIVE OPERATIONS	
22	Full-time equated unclassified positions..... 6.0	
23	Full-time equated classified positions..... 13.0	
24	Unclassified salaries--6.0 FTE positions.....	\$ 735,600
25	Executive direction--13.0 FTE positions.....	<u>2,058,000</u>
26	GROSS APPROPRIATION.....	\$ 2,793,600
27	Appropriated from:	

1	Federal revenues:		
2	Federal funds.....		27,100
3	Special revenue funds:		
4	Environmental protection fund.....		298,100
5	Environmental response fund.....		169,300
6	Oil and gas regulatory fund.....		221,800
7	Refined petroleum fund.....		590,900
8	Settlement funds.....		11,400
9	State general fund/general purpose.....	\$	1,475,000
10	Sec. 103. OFFICE OF THE GREAT LAKES		
11	Full-time equated classified positions.....	12.0	
12	Office of the Great Lakes--12.0 FTE positions.....	\$	2,141,200
13	Coastal management grants.....		<u>1,250,000</u>
14	GROSS APPROPRIATION.....	\$	3,391,200
15	Appropriated from:		
16	Federal revenues:		
17	Federal funds.....		2,176,300
18	Special revenue funds:		
19	Great Lakes protection fund.....		213,500
20	Settlement funds.....		111,900
21	State general fund/general purpose.....	\$	889,500
22	Sec. 104. GREAT LAKES RESTORATION INITIATIVE		
23	Full-time equated classified positions.....	6.0	
24	Great Lakes restoration initiative--6.0 FTE positions	\$	<u>15,046,100</u>
25	GROSS APPROPRIATION.....	\$	15,046,100
26	Appropriated from:		
27	Federal revenues:		

1	Federal funds.....		15,046,100
2	Special revenue funds:		
3	State general fund/general purpose.....	\$	0
4	Sec. 105. DEPARTMENT SUPPORT SERVICES		
5	Full-time equated classified positions.....	34.0	
6	Central support services--34.0 FTE positions.....	\$	4,073,300
7	Accounting service center.....		1,362,200
8	Administrative hearings.....		372,200
9	Automated data processing.....		2,053,400
10	Building occupancy charges.....		4,438,600
11	Environmental support projects.....		5,000,000
12	Rent - privately owned property.....		<u>2,281,200</u>
13	GROSS APPROPRIATION.....	\$	19,580,900
14	Appropriated from:		
15	Interdepartmental grant revenues:		
16	IDG, MDSP.....		59,100
17	IDT, interdivisional charges.....		2,053,400
18	IDT, laboratory services.....		150,200
19	Special revenue funds:		
20	Air emissions fees.....		1,230,600
21	Campground fund.....		13,900
22	Cleanup and redevelopment fund.....		1,408,500
23	Electronic waste recycling fund.....		15,000
24	Environmental pollution prevention fund.....		759,700
25	Environmental response fund.....		213,400
26	Fees and collections.....		26,100
27	Financial instruments.....		7,218,700

1	Great Lakes protection fund.....	13,800
2	Groundwater discharge permit fees.....	178,900
3	Land and water permit fees.....	515,600
4	Medical waste emergency response fund.....	15,600
5	Metallic mining surveillance fee revenue.....	4,400
6	Mineral well regulatory fee revenue.....	7,800
7	Nonferrous metallic mineral surveillance.....	800
8	NPDES fees.....	217,700
9	Oil and gas regulatory fund.....	593,400
10	Orphan well fund.....	45,900
11	Public swimming pool fund.....	23,800
12	Public utility assessments.....	19,900
13	Public water supply fees.....	168,800
14	Refined petroleum fund.....	1,611,500
15	Sand extraction fee revenue.....	3,700
16	Scrap tire regulatory fund.....	154,000
17	Septage waste program fund.....	17,500
18	Settlement funds.....	36,500
19	Sewage sludge land application fee.....	117,600
20	Small business pollution prevention revolving loan	
21	fund	16,900
22	Soil erosion and sedimentation control training fund.	16,500
23	Solid waste management fund - staff account.....	298,300
24	Stormwater permit fees.....	111,600
25	Wastewater operator training fees.....	30,000
26	Water analysis fees.....	134,300
27	Water use reporting fees.....	21,500

1	State general fund/general purpose.....	\$	2,056,000
2	Sec. 106. OFFICE OF ENVIRONMENTAL ASSISTANCE		
3	Full-time equated classified positions.....		40.0
4	Office of environmental assistance--40.0 FTE positions	\$	7,233,000
5	Pollution prevention local grants.....		<u>250,000</u>
6	GROSS APPROPRIATION.....	\$	7,483,000
7	Appropriated from:		
8	Federal revenues:		
9	Federal funds.....		779,100
10	Special revenue funds:		
11	Private funds.....		359,200
12	Air emissions fees.....		134,600
13	Community pollution prevention fund.....		250,000
14	Environmental education fund.....		164,000
15	Environmental pollution prevention fund.....		1,481,700
16	Fees and collections.....		118,500
17	Retired engineers technical assistance fund.....		669,600
18	Settlement funds.....		259,200
19	Small business pollution prevention revolving loan		
20	fund		132,500
21	State general fund/general purpose.....	\$	3,134,600
22	Sec. 107. WATER RESOURCES DIVISION		
23	Full-time equated classified positions.....		316.0
24	Land and water interface permit programs--82.0 FTE		
25	positions	\$	11,439,100
26	Program direction and project assistance--27.0 FTE		
27	positions		2,972,900

1	Water withdrawal assessment program--4.0 FTE positions	611,900
2	Expedited water/wastewater permits--1.0 FTE position.	50,000
3	Fish contaminant monitoring.....	316,100
4	NPDES nonstormwater program--83.0 FTE positions.....	12,777,900
5	Surface water--86.0 FTE positions.....	15,638,200
6	Aquatic nuisance control program--6.0 FTE positions..	897,800
7	Groundwater discharge--22.0 FTE positions.....	3,157,800
8	Federal - Great Lakes remedial action plan grants....	583,800
9	Federal - nonpoint source water pollution grants.....	4,083,300
10	Water quality protection grants.....	100,000
11	Water quality and use initiative--5.0 FTE positions..	1,624,000
12	Real-time beach monitoring.....	500,000
13	Wetlands program.....	1,000,000
14	Wetland mitigation banking grants and loans.....	3,000,000
15	Contaminated lake and river sediment cleanup program.	1,565,000
16	Nonpoint source pollution prevention and control	
17	project program	<u>2,000,000</u>
18	GROSS APPROPRIATION.....	\$ 62,317,800
19	Appropriated from:	
20	Interdepartmental grant revenues:	
21	IDG, MDOT - Michigan transportation fund.....	1,225,400
22	Federal revenues:	
23	Federal funds.....	19,233,000
24	Special revenue funds:	
25	Aquatic nuisance control fund.....	897,800
26	Clean Michigan initiative fund - clean water fund....	2,617,100
27	Clean Michigan initiative fund - contaminated sediment	1,565,000

1	Clean Michigan initiative fund - nonpoint source	2,000,000
2	Environmental response fund.....	201,600
3	Groundwater discharge permit fees.....	1,446,200
4	Infrastructure construction fund.....	50,000
5	Land and water permit fees.....	2,295,900
6	NPDES fees.....	4,070,300
7	Refined petroleum fund.....	440,600
8	Sewage sludge land application fee.....	936,200
9	Soil erosion and sedimentation control training fund.	137,600
10	Stormwater permit fees.....	2,860,700
11	Strategic water quality initiatives fund.....	3,000,000
12	Wastewater operator training fees.....	276,600
13	Water pollution control revolving fund.....	809,500
14	Water quality protection fund.....	100,000
15	Water use reporting fees.....	240,500
16	State general fund/general purpose.....	\$ 17,913,800
17	Sec. 108. LAW ENFORCEMENT DIVISION	
18	Full-time equated classified positions..... 14.0	
19	Environmental investigations--14.0 FTE positions	\$ <u>2,809,200</u>
20	GROSS APPROPRIATION.....	\$ 2,809,200
21	Appropriated from:	
22	Interdepartmental grant revenues:	
23	IDT, laboratory services.....	15,700
24	Federal revenues:	
25	Federal funds.....	569,500
26	Special revenue funds:	
27	Air emissions fees.....	55,900

1	Campground fund.....	2,100
2	Cleanup and redevelopment fund.....	185,500
3	Electronic waste recycling fund.....	1,600
4	Environmental pollution prevention fund.....	106,200
5	Environmental response fund.....	40,000
6	Fees and collections.....	4,100
7	Financial instruments.....	513,600
8	Great Lakes protection fund.....	1,500
9	Groundwater discharge permit fees.....	18,700
10	Land and water permit fees.....	76,900
11	Medical waste emergency response fund.....	2,400
12	Metallic mining surveillance fee revenue.....	700
13	Mineral well regulatory fee revenue.....	1,200
14	NPDES fees.....	31,900
15	Oil and gas regulatory fund.....	85,700
16	Orphan well fund.....	7,100
17	Public swimming pool fund.....	3,700
18	Public utility assessments.....	2,000
19	Public water supply fees.....	26,200
20	Refined petroleum fund.....	360,900
21	Sand extraction fee revenue.....	600
22	Scrap tire regulatory fund.....	28,900
23	Septage waste program fund.....	2,700
24	Sewage sludge land application fee.....	12,100
25	Small business pollution prevention revolving loan	
26	fund	2,600
27	Soil erosion and sedimentation control training fund.	2,600

1	Solid waste management fund - staff account		40,400
2	Stormwater permit fees.....		17,400
3	Wastewater operator training fees.....		4,600
4	Water analysis fees.....		18,100
5	Water use reporting fees.....		3,100
6	State general fund/general purpose.....	\$	563,000
7	Sec. 109. AIR QUALITY DIVISION		
8	Full-time equated classified positions.....	189.0	
9	Air quality programs--189.0 FTE positions.....	\$	<u>26,868,000</u>
10	GROSS APPROPRIATION.....	\$	26,868,000
11	Appropriated from:		
12	Federal revenues:		
13	Federal funds.....		7,322,000
14	Special revenue funds:		
15	Air emissions fees.....		9,831,400
16	Environmental pollution prevention fund.....		1,337,000
17	Fees and collections.....		222,400
18	Oil and gas regulatory fund.....		134,600
19	Refined petroleum fund.....		3,589,900
20	State general fund/general purpose.....	\$	4,430,700
21	Sec. 110. RESOURCE MANAGEMENT DIVISION		
22	Full-time equated classified positions.....	305.0	
23	Drinking water and environmental health--106.0 FTE		
24	positions	\$	14,505,000
25	Hazardous waste management program--45.0 FTE positions		
26	Low-level radioactive waste authority--2.0 FTE		
27	positions		227,700

1	Medical waste program--2.0 FTE positions	297,200
2	Municipal assistance--29.0 FTE positions	4,724,600
3	Radiological protection program--12.0 FTE positions ..	1,939,200
4	Scrap tire regulatory program--10.0 FTE positions	1,320,200
5	Oil, gas, and mineral services--59.0 FTE positions ...	12,012,800
6	Recycling initiative--3.0 FTE positions	999,100
7	Solid waste management program--37.0 FTE positions ...	4,925,900
8	Drinking water program grants	830,000
9	Noncommunity water grants	2,000,000
10	Septage waste compliance grants	275,000
11	Strategic water quality initiative grants and loans ..	97,000,000
12	Water pollution control and drinking water revolving	
13	fund	84,993,000
14	Scrap tire grants	<u>3,500,000</u>
15	GROSS APPROPRIATION	\$ 236,345,200
16	Appropriated from:	
17	Interdepartmental grant revenues:	
18	IDG, MDSP	1,635,600
19	Federal revenues:	
20	Federal funds	85,785,900
21	Special revenue funds:	
22	Campground fund	285,000
23	Electronic waste recycling fund	297,700
24	Environmental pollution prevention fund	3,686,500
25	Fees and collections	34,000
26	Medical waste emergency response fund	297,200
27	Metallic mining surveillance fee revenue	91,100

1	Mineral well regulatory fee revenue.....	203,300
2	Nonferrous metallic mineral surveillance.....	352,500
3	Oil and gas regulatory fund.....	8,991,200
4	Orphan well fund.....	2,290,200
5	Public swimming pool fund.....	596,000
6	Public utility assessments.....	227,700
7	Public water supply fees.....	4,217,400
8	Refined petroleum fund.....	670,300
9	Revolving loan revenue bonds.....	11,400,000
10	Sand extraction fee revenue.....	84,500
11	Scrap tire regulatory fund.....	4,820,200
12	Septage waste contingency fund.....	18,100
13	Septage waste program fund.....	489,000
14	Solid waste management fund - staff account.....	4,448,700
15	Strategic water quality initiatives fund.....	98,173,600
16	Wastewater operator training fees.....	249,200
17	Water pollution control revolving fund.....	2,814,900
18	State general fund/general purpose.....	\$ 4,185,400
19	Sec. 111. REMEDIATION AND REDEVELOPMENT DIVISION	
20	Full-time equated classified positions.....	291.0
21	Contaminated site investigations, cleanup and	
22	revitalization--202.0 FTE positions.....	\$ 24,329,900
23	Federal cleanup project management--50.0 FTE positions	8,858,900
24	Laboratory services--39.0 FTE positions.....	6,082,600
25	Brownfield grants.....	1,500,000
26	Emergency cleanup actions.....	4,000,000
27	Environmental bond site reclamation program.....	126,800

1	Environmental cleanup support.....	1,840,000
2	Environmental cleanup and redevelopment program.....	15,000,000
3	Refined petroleum product cleanup program.....	20,000,000
4	Superfund cleanup.....	<u>1,000,000</u>
5	GROSS APPROPRIATION.....	\$ 82,738,200
6	Appropriated from:	
7	Interdepartmental grant revenues:	
8	IDT, laboratory services.....	3,801,400
9	Federal revenues:	
10	Federal funds.....	6,248,100
11	Special revenue funds:	
12	Private funds.....	186,800
13	Clean Michigan initiative - response activities.....	1,500,000
14	Cleanup and redevelopment fund.....	16,758,900
15	Environmental protection bond fund.....	126,800
16	Environmental protection fund.....	1,995,400
17	Environmental response fund.....	2,931,200
18	Landfill maintenance trust fund.....	30,300
19	Public water supply fees.....	302,800
20	Refined petroleum fund.....	31,777,400
21	Revitalization revolving loan fund.....	100,700
22	Strategic water quality initiatives fund.....	15,000,000
23	Water analysis fees.....	1,978,400
24	State general fund/general purpose.....	\$ 0
25	Sec. 112. UNDERGROUND STORAGE TANK AUTHORITY	
26	Full-time equated classified positions.....	1.0
27	Underground storage tank cleanup program--	1.0 FTE

1	position	\$	<u>20,000,000</u>
2	GROSS APPROPRIATION.....	\$	20,000,000
3	Appropriated from:		
4	Federal revenues:		
5	Special revenue funds:		
6	Underground storage tank cleanup fund.....		20,000,000
7	State general fund/general purpose.....	\$	0
8	Sec. 113. INFORMATION TECHNOLOGY		
9	Information technology services and projects.....	\$	<u>8,539,700</u>
10	GROSS APPROPRIATION.....	\$	8,539,700
11	Appropriated from:		
12	Interdepartmental grant revenues:		
13	IDG, MDSP.....		25,400
14	IDG, MDOT - Michigan transportation fund.....		85,100
15	IDT, laboratory services.....		64,000
16	Federal revenues:		
17	Federal funds.....		976,000
18	Special revenue funds:		
19	Air emission fees.....		658,000
20	Campground fund.....		8,300
21	Cleanup and redevelopment fund.....		752,100
22	Electronic waste recycling fund.....		6,400
23	Environmental pollution prevention fund.....		453,600
24	Environmental protection fund.....		86,300
25	Environmental response fund.....		163,500
26	Fees and collections.....		16,400
27	Financial instruments.....		1,614,900

1	Great Lakes protection fund.....	6,000
2	Groundwater discharge permit fees.....	75,700
3	Land and water permit fees.....	262,300
4	Medical waste emergency response fund.....	9,900
5	Metallic mining surveillance fee revenue.....	2,700
6	Mineral well regulatory fee revenue.....	4,900
7	Nonferrous metallic mineral surveillance.....	300
8	NPDES fees.....	139,200
9	Oil and gas regulatory fund.....	322,500
10	Orphan well fund.....	29,100
11	Public swimming pool fund.....	15,000
12	Public utility assessments.....	7,800
13	Public water supply fees.....	146,100
14	Refined petroleum fund.....	1,644,100
15	Sand extraction fee revenue.....	2,300
16	Scrap tire regulatory fund.....	63,500
17	Septage waste program fund.....	11,200
18	Sewage sludge land application fee.....	48,900
19	Small business pollution prevention revolving loan	
20	fund	10,600
21	Soil erosion and sedimentation control training fund.	10,300
22	Solid waste management fund - staff account.....	169,000
23	Stormwater permit fees.....	70,000
24	Wastewater operator training fees.....	18,900
25	Water analysis fees.....	73,400
26	Water pollution control revolving fund.....	43,100
27	Water use reporting fees.....	13,200

1 State general fund/general purpose..... \$ 429,700

2 PART 2

3 PROVISIONS CONCERNING APPROPRIATIONS

4 FOR FISCAL YEAR 2015-2016

5 GENERAL SECTIONS

6 Sec. 201. Pursuant to section 30 of article IX of the state
7 constitution of 1963, total state spending from state resources
8 under part 1 for fiscal year 2015-2016 is \$340,088,500.00 and state
9 spending from state resources to be paid to local units of
10 government for fiscal year 2015-2016 is \$3,648,500.00. The itemized
11 statement below identifies appropriations from which spending to
12 local units of government will occur:

13 GRANTS

14	Drinking water and environmental health.....	\$	1,800,000
15	Surface water quality program.....		500,000
16	Waste management programs.....		1,073,500
17	Septage waste compliance program.....		<u>275,000</u>
18	TOTAL.....	\$	3,648,500

19 Sec. 202. The appropriations authorized under this part and
20 part 1 are subject to the management and budget act, 1984 PA 431,
21 MCL 18.1101 to 18.1594.

22 Sec. 203. As used in this part and part 1:

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

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

- 1 (c) "FTE" means full-time equated.
2 (d) "IDG" means interdepartmental grant.
3 (e) "IDT" means intradepartmental transfer.
4 (f) "MDOT" means the state transportation department.
5 (g) "MDSP" means the department of state police.
6 (h) "NPDES" means national pollution discharge elimination
7 system.

8 Sec. 204. (1) For each new program or program expansion for
9 which funds in excess of \$500,000.00 are appropriated in part 1,
10 the department shall identify specific benchmarks intended to
11 measure the performance or return on taxpayer investment of the
12 program and its associated expenditures. Not later than November 1,
13 2015, the department shall report the proposed benchmarks to the
14 house and senate appropriations subcommittees for that department,
15 the house and senate fiscal agencies, and the state budget
16 director. The department shall provide an update on its progress in
17 achieving those benchmarks at an appropriations subcommittee
18 meeting called for the purpose of discussing benchmarks and their
19 status.

20 (2) It is the intent of the legislature that, beginning with
21 the budget for the fiscal year ending September 30, 2016, any
22 proposal for a new program or an expansion of an existing program
23 in excess of \$500,000.00 initiated by the executive branch or the
24 legislature shall include, as part of the original proposal or
25 budget request, a list of benchmarks intended to measure the
26 performance or return on taxpayer investment of the program or
27 spending increase.

1 Sec. 205. The departments and agencies receiving
2 appropriations in part 1 shall use the Internet to fulfill the
3 reporting requirements of this part. This requirement may include
4 transmission of reports via electronic mail to the recipients
5 identified for each reporting requirement, or it may include
6 placement of reports on an Internet or intranet site.

7 Sec. 207. The departments and agencies receiving
8 appropriations in part 1 shall receive and retain copies of all
9 reports funded from appropriations in part 1. Federal and state
10 guidelines for short-term and long-term retention of records shall
11 be followed. The department may electronically retain copies of
12 reports unless otherwise required by federal and state guidelines.

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

23 (a) The dates of each travel occurrence.

24 (b) The total transportation and related costs of each travel
25 occurrence, including the proportion funded with state general
26 fund/general purpose revenues, the proportion funded with state
27 restricted revenues, the proportion funded with federal revenues,

1 and the proportion funded with other revenues.

2 Sec. 210. Funds appropriated in part 1 shall not be used for
3 the purchase of foreign goods or services, or both, if
4 competitively priced and of comparable quality American goods or
5 services, or both, are available. Preference shall be given to
6 goods or services, or both, manufactured or provided by Michigan
7 businesses and associated subcontractors if they are competitively
8 priced and of comparable quality. In addition, preference shall be
9 given to goods or services, or both, that are manufactured or
10 provided by Michigan businesses owned and operated by veterans, if
11 they are competitively priced and of comparable quality.

12 Sec. 211. The director shall take all reasonable steps to
13 ensure businesses in deprived and depressed communities compete for
14 and perform contracts to provide services or supplies, or both. The
15 director shall strongly encourage firms with which the department
16 contracts to subcontract with certified businesses in depressed and
17 deprived communities for services, supplies, or both.

18 Sec. 212. The department shall not take disciplinary action
19 against an employee for communicating with a member of the
20 legislature or his or her staff.

21 Sec. 213. (1) Funds appropriated in part 1 shall not be used
22 by the department to promulgate a rule that will apply to a small
23 business and that will have a disproportionate economic impact on
24 small businesses because of the size of those businesses if the
25 department fails to reduce the disproportionate economic impact of
26 the rule on small businesses as provided under section 40 of the
27 administrative procedures act of 1969, 1969 PA 306, MCL 24.240.

1 (2) As used in this section:

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

4 (b) "Small business" means that term as defined under section
5 7a of the administrative procedures act of 1969, 1969 PA 306, MCL
6 24.207a.

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

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

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

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

1 until they have been transferred to another line item in part 1
2 under section 393(2) of the management and budget act, 1984 PA 431,
3 MCL 18.1393.

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

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

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

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

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

27 (d) The estimated date that site closure activities will be

1 completed.

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

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

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

8 (2) The report prepared under subsection (1) shall also
9 include all of the following:

10 (a) The status of all state-owned facilities that are on the
11 list compiled under part 201 of the natural resources and
12 environmental protection act, 1994 PA 451, MCL 324.20101 to
13 324.20142.

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

17 (c) The total amount of bonds issued for the environmental
18 protection bond program pursuant to part 193 of the natural
19 resources and environmental protection act, 1994 PA 451, MCL
20 324.19301 to 324.19306, and bonds issued pursuant to the clean
21 Michigan initiative act, 1998 PA 284, MCL 324.95101 to 324.95108.

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

24 Sec. 217. (1) The department may expend amounts remaining from
25 the current and prior fiscal year appropriations to meet funding
26 needs of legislatively approved sites for the environmental cleanup
27 and redevelopment program, the refined petroleum product cleanup

1 program, brownfield grants and loans, waterfront grants, and the
2 environmental bond site reclamation program.

3 (2) Unexpended and unencumbered amounts remaining from
4 appropriations from the environmental protection bond fund
5 contained in 2003 PA 173, 2005 PA 109, 2006 PA 343, 2011 PA 63, and
6 2012 PA 236 are appropriated for expenditure for any site listed in
7 this part and part 1 and any site listed in the public acts
8 referenced in this section.

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

16 (4) Unexpended and unencumbered amounts remaining from
17 appropriations from the refined petroleum fund activities contained
18 in 2007 PA 121, 2008 PA 247, 2009 PA 118, 2010 PA 189, 2011 PA 63,
19 2012 PA 200, 2013 PA 59, and 2014 PA 252 are appropriated for
20 expenditure for any site listed in this part and part 1 and any
21 site listed in the public acts referenced in this section.

22 (5) Unexpended and unencumbered amounts remaining from the
23 appropriations from the strategic water quality initiatives fund
24 contained in 2011 PA 50, 2011 PA 63, 2012 PA 200, 2013 PA 59, and
25 2014 PA 252 are appropriated for expenditure for any site listed in
26 this part and part 1 and any site listed in the public acts
27 referenced in this section.

1 Sec. 219. Unexpended settlement revenues at the end of the
2 fiscal year may be carried forward into the settlement fund in the
3 succeeding fiscal year up to a maximum carryforward of
4 \$2,500,000.00.

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

13 Sec. 222. Within 14 days after the release of the executive
14 budget recommendation, the department shall cooperate with the
15 state budget office to provide the senate and house appropriations
16 chairs, the senate and house appropriations subcommittee chairs,
17 and the senate and house fiscal agencies with an annual report on
18 estimated state restricted fund balances, state restricted fund
19 projected revenues, and state restricted fund expenditures for the
20 fiscal years ending September 30, 2015 and September 30, 2016.

21 Sec. 223. Part 1 provides authorizations to fund classified
22 positions during the fiscal year ending September 30, 2016. Line-
23 item appropriations include limitations on the number of payroll
24 hours to be funded, on the basis of 2,088 hours per each FTE
25 position. The department shall report the number of funded FTE
26 positions within 15 days after the effective date of this part. The
27 number of classified employees compensated through each line item

1 is limited by the authorized FTE positions indicated in part 1, as
2 adjusted for the number of reported funded FTE positions. The
3 report shall be provided to the house and senate appropriations
4 subcommittees on environmental quality and the house and senate
5 fiscal agencies.

6 Sec. 225. The department shall cooperate with the department
7 of technology, management, and budget to maintain a searchable
8 website accessible by the public at no cost that includes, but is
9 not limited to, all of the following for each department or agency:

- 10 (a) Fiscal year-to-date expenditures by category.
11 (b) Fiscal year-to-date expenditures by appropriation unit.
12 (c) Fiscal year-to-date payments to a selected vendor,
13 including the vendor name, payment date, payment amount, and
14 payment description.
15 (d) The number of active department employees by job
16 classification.
17 (e) Job specifications and wage rates.

18 Sec. 228. The department shall provide a report on the
19 customer satisfaction evaluation program and the feedback received
20 to the house and senate appropriations subcommittees on
21 environmental quality and the house and senate fiscal agencies by
22 July 1, 2016.

23 Sec. 229. The department shall provide a report on the
24 expedited permitting program to the house and senate appropriations
25 subcommittees on environmental quality and the house and senate
26 fiscal agencies by July 1, 2016.

27 Sec. 231. The department shall maintain, on a publicly

1 accessible website, a department scorecard that identifies, tracks,
2 and regularly updates key metrics that are used to monitor and
3 improve the agency's performance.

4 Sec. 234. Total authorized appropriations from all sources
5 under part 1 for legacy costs for the fiscal year ending September
6 30, 2016 are \$32,415,600.00. From this amount, total agency
7 appropriations for pension-related legacy costs are estimated at
8 \$18,399,000.00. Total agency appropriations for retiree health care
9 legacy costs are estimated at \$14,016,600.00.

10 **REMEDICATION DIVISION**

11 Sec. 301. Revenues remaining in the interdepartmental
12 transfers, laboratory services at the end of the fiscal year shall
13 carry forward into the succeeding fiscal year.

14 Sec. 302. The unexpended funds appropriated in part 1 for
15 emergency cleanup actions, the environmental cleanup and
16 redevelopment program, and the refined petroleum product cleanup
17 program are considered work project appropriations and any
18 unencumbered or unallotted funds are carried forward into the
19 succeeding fiscal year. The following is in compliance with section
20 451a(1) of the management and budget act, 1984 PA 431, MCL
21 18.1451a:

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

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

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

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

2 Sec. 303. Effective October 1, 2015, surplus funds not to
3 exceed \$1,000,000.00 in the cleanup and redevelopment trust fund
4 are appropriated to the environmental protection fund created in
5 section 503a of the natural resources and environmental protection
6 act, 1994 PA 451, MCL 324.503a.

7 Sec. 304. Effective October 1, 2015, surplus funds not to
8 exceed \$1,000,000.00 in the community pollution prevention fund
9 created in section 3f of 1976 IL 1, MCL 445.573f, are appropriated
10 to the environmental protection fund created in section 503a of the
11 natural resources and environmental protection act, 1994 PA 451,
12 MCL 324.503a.

13 Sec. 306. (1) The funds appropriated in part 1 for the refined
14 petroleum product cleanup program shall be used to fund cleanup
15 activities on the following sites:

16 Site Name	County
17 Long Lake Super Market	Alpena
18 11192 S M-43	Barry
19 Mel's Service	Bay
20 American Laundry - Benton Harbor	Berrien
21 Spencer's Cleaners	Berrien
22 Baker Oil (W. Dickman)	Calhoun
23 USA MiniMart in Sault Ste. Marie	Chippewa
24 VanSloten Shell in Rudyard	Chippewa
25 City of Davison-Mill St	Genesee
26 Flint FD Fleet Admin	Genesee
27 Flint Water Department Service Center	Genesee

1	Howard Jameson A+H Racing	Gladwin
2	Clark #1501	Jackson
3	1201 Wealthy	Kent
4	1603 Diamond	Kent
5	2555 Oak Industrial Drive	Kent
6	501 Leonard	Kent
7	857 Wealthy	Kent
8	Market 103	Lapeer
9	Clark 1457 Adrian	Lenawee
10	Blanchard Grocery	Montcalm

11 (2) The department shall provide a report to the legislature
12 on the amount actually spent at each site listed in subsection (1)
13 and give a detailed account of the work actually performed at each
14 site.

15 Sec. 309. The unexpended funds appropriated in part 1 for the
16 brownfield grant program are considered work project appropriations
17 and any unencumbered or unallotted funds are carried forward into
18 the succeeding fiscal year. The following is in compliance with
19 section 451a(1) of the management and budget act, 1984 PA 431, MCL
20 18.1451a:

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

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

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

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

26 Sec. 310. (1) Upon approval by the state budget director, the
27 department may expend from the general fund of the state an amount

House Bill No. 4102 as amended April 28, 2015

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

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

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

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

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

13 WATER RESOURCES DIVISION

14 Sec. 401. From funds appropriated in part 1, the department
15 shall conduct a study on the establishment of a statewide septic
16 code.

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

[Sec. 406. The department shall work with stakeholders to revise
the groundwater discharge permit fee structure in section 3122 prior to
September 30, 2016.]

25 AIR QUALITY DIVISION

1 Sec. 501. (1) From the increased funds appropriated in part 1
2 for the air quality program, the department shall increase the
3 funding available for compliance assistance, permitting,
4 inspections, monitoring, and enforcement of facilities that are
5 major sources of air pollution. The funding shall be used to assist
6 with assuring that this state meets national ambient air quality
7 standards and that this state is in compliance with the clean air
8 act, 42 USC 7401 to 7671q.

9 (2) From the funds appropriated in part 1 for the additional
10 air emission fee revenue enacted by the legislature for fiscal year
11 2015-2016, the department shall hire 1 FTE dedicated to oversight
12 of the air quality programs for the Upper Peninsula.

13 Sec. 502. The department shall not assess additional penalties
14 under part 55 of the natural resources and environmental protection
15 act, 1994 PA 451, MCL 324.5501 to 324.5542, for violations that
16 occurred under a previous owner unless compelled by a consent order
17 or judgment, or other legal requirement.

18 RESOURCE MANAGEMENT DIVISION

19 Sec. 603. From the funds appropriated in part 1, by December
20 31, 2015, the department shall compile and make available to the
21 public on a publicly accessible website a report containing a
22 summary document of each completed asset management plan for any
23 stormwater, asset management, or wastewater grant awarded to a
24 local unit of government to fund the development of a plan. As a
25 condition of receiving a stormwater, asset management, or
26 wastewater grant, a local unit of government shall make its asset

1 management plan available to the department upon request when
2 completed and shall retain copies of the plan that can be made
3 available to the public for a minimum of 15 years. The department
4 shall make available a summary document of each plan on a publicly
5 accessible website by September 30 of the year it was completed.
6 The summary document shall include a summary of the plan, the
7 plan's major identified assets, and contact information for the
8 local unit of government.

9 Sec. 604. Of the funds appropriated in part 1, if the balance
10 of revenue in the environmental pollution prevention fund is
11 anticipated to decline below anticipated spending levels at any
12 point during the fiscal year ending September 30, 2016,
13 appropriations other than the hazardous waste management program
14 appropriation shall be reduced.

15 **UNDERGROUND STORAGE TANK AUTHORITY**

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

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

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

25 (c) The total estimated cost of all projects is
26 \$20,000,000.00.

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

2 ARTICLE VIII

3 GENERAL GOVERNMENT

4 PART 1

5 LINE-ITEM APPROPRIATIONS

6 Sec. 101. There is appropriated for the legislature, the
7 executive, the department of attorney general, the department of
8 state, the department of treasury, the department of technology,
9 management, and budget, the department of civil service, the
10 department of civil rights, and certain state purposes related
11 thereto, for the fiscal year ending September 30, 2016, from the
12 following funds:

13 **TOTAL GENERAL GOVERNMENT**

14 APPROPRIATION SUMMARY

15	Full-time equated unclassified positions.....	44.0	
16	Full-time equated classified positions.....	7,798.2	
17	GROSS APPROPRIATION.....		\$ 4,651,210,800
18	Interdepartmental grant revenues:		
19	Total interdepartmental grants and intradepartmental		
20	transfers	742,192,600	
21	ADJUSTED GROSS APPROPRIATION.....		\$ 3,909,018,200
22	Federal revenues:		
23	Total federal revenues.....	688,424,100	
24	Special revenue funds:		
25	Total local revenues.....	17,050,900	

1	Total private revenues.....	6,283,300
2	Total other state restricted revenues.....	2,073,445,800
3	State general fund/general purpose.....	\$ 1,123,814,100
4	Sec. 102. DEPARTMENT OF ATTORNEY GENERAL	
5	(1) APPROPRIATION SUMMARY	
6	Full-time equated unclassified positions.....	6.0
7	Full-time equated classified positions.....	518.5
8	GROSS APPROPRIATION.....	\$ 91,941,600
9	Interdepartmental grant revenues:	
10	Total interdepartmental grants and intradepartmental	
11	transfers	28,533,900
12	ADJUSTED GROSS APPROPRIATION.....	\$ 63,407,700
13	Federal revenues:	
14	Total federal revenues.....	9,278,600
15	Special revenue funds:	
16	Total local revenues.....	0
17	Total private revenues.....	0
18	Total other state restricted revenues.....	17,281,700
19	State general fund/general purpose.....	\$ 36,847,400
20	(2) ATTORNEY GENERAL OPERATIONS	
21	Full-time equated unclassified positions.....	6.0
22	Full-time equated classified positions.....	518.5
23	Attorney general.....	\$ 112,500
24	Unclassified positions--5.0 FTE positions.....	735,600
25	Attorney general operations--475.5 FTE positions.....	81,501,200
26	Child support enforcement--25.0 FTE positions.....	3,434,300

1	Prosecuting attorneys coordinating council--12.0 FTE	
2	positions	2,099,500
3	Public safety initiative--1.0 FTE position.....	904,100
4	Sexual assault law enforcement--5.0 FTE positions	<u>1,700,000</u>
5	GROSS APPROPRIATION.....	\$ 90,487,200
6	Appropriated from:	
7	Interdepartmental grant revenues:	
8	IDG from MDCH, health policy.....	202,500
9	IDG from MDCH, medical services administration.....	676,400
10	IDG from MDCH, WIC.....	149,300
11	IDG from department of corrections.....	646,400
12	IDG from MDE.....	583,000
13	IDG from MDEQ.....	1,966,100
14	IDG from MDHS.....	5,806,000
15	IDG from MDIFS, financial and insurance services.....	1,187,100
16	IDG from MSF, workforce development agency.....	87,700
17	IDG from MDLARA, fireworks safety fund.....	81,200
18	IDG from MDLARA, health professions.....	2,972,600
19	IDG from MDLARA, licensing and regulation fees.....	328,500
20	IDG from MDLARA, Michigan occupational safety and	
21	health administration	105,400
22	IDG from MDLARA, remonumentation fees.....	103,900
23	IDG from MDLARA, securities fees.....	184,300
24	IDG from MDLARA, unlicensed builders.....	327,600
25	IDG from MDMVA.....	161,300
26	IDG from MDOS, children's protection registry.....	44,100
27	IDG from MDOT, comprehensive transportation fund.....	200,100

1	IDG from MDOT, state aeronautics fund.....	173,800
2	IDG from MDOT, state trunkline fund.....	2,377,300
3	IDG from MDSP, Michigan justice training fund.....	162,400
4	IDG from MDSP.....	251,800
5	IDG from MDTMB.....	453,900
6	IDG from MDTMB, civil service commission.....	299,400
7	IDG from MDTMB, risk management revolving fund.....	1,437,000
8	IDG from Michigan state housing development authority	662,200
9	IDG from treasury.....	6,727,400
10	IDG from treasury, Michigan strategic fund.....	175,200
11	Federal revenues:	
12	DAG, state administrative match grant/food stamps	134,000
13	Federal funds.....	3,081,700
14	HHS, medical assistance, medigrant.....	376,700
15	HHS-OS, state Medicaid fraud control units.....	5,567,300
16	National criminal history improvement program.....	118,900
17	Special revenue funds:	
18	Antitrust enforcement collections.....	746,400
19	Attorney general's operations fund.....	1,207,900
20	Auto repair facilities fees.....	320,500
21	Franchise fees.....	374,300
22	Game and fish protection fund.....	735,100
23	Liquor purchase revolving fund.....	1,428,300
24	Manufactured housing fees.....	245,300
25	Merit award trust fund.....	485,200
26	Michigan employment security act - administrative fund	2,193,700
27	Prisoner reimbursement.....	611,900

1	Prosecuting attorneys training fees	404,000
2	Public utility assessments	2,033,100
3	Real estate enforcement fund	98,600
4	Reinstatement fees	252,200
5	Retirement funds	1,020,000
6	Second injury fund	804,200
7	Self-insurers security fund	559,100
8	Silicosis and dust disease fund	220,800
9	State building authority revenue	118,300
10	State casino gaming fund	1,822,100
11	State lottery fund	337,800
12	Utility consumers fund	764,200
13	Waterways fund	137,000
14	Worker's compensation administrative revolving fund ..	361,700
15	State general fund/general purpose	\$ 35,393,000
16	(3) INFORMATION TECHNOLOGY	
17	Information technology services and projects	\$ <u>1,454,400</u>
18	GROSS APPROPRIATION	\$ 1,454,400
19	Appropriated from:	
20	State general fund/general purpose	\$ 1,454,400
21	Sec. 103. DEPARTMENT OF CIVIL RIGHTS	
22	(1) APPROPRIATION SUMMARY	
23	Full-time equated unclassified positions	6.0
24	Full-time equated classified positions	129.0
25	GROSS APPROPRIATION	\$ 16,128,700
26	Interdepartmental grant revenues:	

1	Total interdepartmental grants and intradepartmental		
2	transfers		286,700
3	ADJUSTED GROSS APPROPRIATION.....	\$	15,842,000
4	Federal revenues:		
5	Total federal revenues.....		2,721,700
6	Special revenue funds:		
7	Total local revenues.....		0
8	Total private revenues.....		18,700
9	Total other state restricted revenues.....		151,900
10	State general fund/general purpose.....	\$	12,949,700
11	(2) CIVIL RIGHTS OPERATIONS		
12	Full-time equated unclassified positions.....	6.0	
13	Full-time equated classified positions.....	129.0	
14	Unclassified positions--6.0 FTE positions.....	\$	644,200
15	Civil rights operations--121.0 FTE positions.....		13,660,000
16	Division on deaf and hard of hearing--6.0 FTE		
17	positions		784,300
18	Hispanic/Latino commission of Michigan--1.0 FTE		
19	position		254,800
20	Asian Pacific American affairs commission--1.0 FTE		
21	position		<u>110,900</u>
22	GROSS APPROPRIATION.....	\$	15,454,200
23	Appropriated from:		
24	Interdepartmental grant revenues:		
25	IDG from DTMB.....		286,700
26	Federal revenues:		
27	EEOC, state and local antidiscrimination agency		

1	contracts	1,192,300
2	HUD, grant.....	1,514,400
3	Special revenue funds:	
4	Private revenues.....	18,700
5	Division on deafness fund.....	93,400
6	State restricted indirect funds.....	58,500
7	State general fund/general purpose.....	\$ 12,290,200
8	(3) INFORMATION TECHNOLOGY	
9	Information technology services and projects.....	\$ <u>674,500</u>
10	GROSS APPROPRIATION.....	\$ 674,500
11	Appropriated from:	
12	Federal revenues:	
13	EEOC, state and local antidiscrimination agency	
14	contracts	15,000
15	State general fund/general purpose.....	\$ 659,500
16	Sec. 104. EXECUTIVE OFFICE	
17	(1) APPROPRIATION SUMMARY	
18	Full-time equated unclassified positions.....	10.0
19	Full-time equated classified positions.....	78.2
20	GROSS APPROPRIATION.....	\$ 5,916,100
21	Interdepartmental grant revenues:	
22	Total interdepartmental grants and intradepartmental	
23	transfers	0
24	ADJUSTED GROSS APPROPRIATION.....	\$ 5,916,100
25	Federal revenues:	
26	Total federal revenues.....	0

1	Special revenue funds:		
2	Total local revenues.....		0
3	Total private revenues.....		0
4	Total other state restricted revenues.....		0
5	State general fund/general purpose.....	\$	5,916,100
6	(2) EXECUTIVE OFFICE OPERATIONS		
7	Full-time equated unclassified positions.....	10.0	
8	Full-time equated classified positions.....	78.2	
9	Governor.....	\$	159,300
10	Lieutenant governor.....		111,600
11	Executive office--78.2 FTE positions.....		4,387,900
12	Unclassified positions--8.0 FTE positions.....		<u>1,257,300</u>
13	GROSS APPROPRIATION.....	\$	5,916,100
14	Appropriated from:		
15	State general fund/general purpose.....	\$	5,916,100
16	Sec. 105. LEGISLATURE		
17	(1) APPROPRIATION SUMMARY		
18	GROSS APPROPRIATION.....	\$	158,594,200
19	Interdepartmental grant revenues:		
20	Total interdepartmental grants and intradepartmental		
21	transfers		5,392,800
22	ADJUSTED GROSS APPROPRIATION.....	\$	153,201,400
23	Federal revenues:		
24	Total federal revenues.....		0
25	Special revenue funds:		
26	Total local revenues.....		0

1	Total private revenues.....	400,000
2	Total other state restricted revenues.....	6,179,600
3	State general fund/general purpose.....	\$ 146,621,800
4	(2) LEGISLATURE	
5	Senate.....	\$ 33,115,400
6	Senate automated data processing.....	2,579,900
7	Senate fiscal agency.....	3,687,600
8	House of representatives.....	50,930,000
9	House automated data processing.....	2,048,300
10	House fiscal agency.....	<u>3,687,600</u>
11	GROSS APPROPRIATION.....	\$ 96,048,800
12	Appropriated from:	
13	State general fund/general purpose.....	\$ 96,048,800
14	(3) LEGISLATIVE COUNCIL	
15	Legislative council.....	\$ 11,343,300
16	Legislative service bureau automated data processing .	1,391,900
17	Worker's compensation.....	147,600
18	National association dues.....	443,700
19	Legislative corrections ombudsman.....	<u>711,500</u>
20	GROSS APPROPRIATION.....	\$ 14,038,000
21	Appropriated from:	
22	Special revenue funds:	
23	Private - gifts and bequests revenues.....	400,000
24	State general fund/general purpose.....	\$ 13,638,000
25	(4) LEGISLATIVE RETIREMENT SYSTEM	
26	General nonretirement expenses.....	\$ <u>4,847,500</u>
27	GROSS APPROPRIATION.....	\$ 4,847,500

1	Appropriated from:		
2	Special revenue funds:		
3	Court fees.....		1,132,000
4	State general fund/general purpose.....	\$	3,715,500
5	(5) PROPERTY MANAGEMENT		
6	Cora Anderson building.....	\$	10,987,100
7	Farnum building and other properties.....		<u>2,742,100</u>
8	GROSS APPROPRIATION.....	\$	13,729,200
9	Appropriated from:		
10	State general fund/general purpose.....	\$	13,729,200
11	(6) STATE CAPITOL HISTORIC SITE		
12	General operations.....	\$	4,104,900
13	Restoration, renewal, and maintenance.....		<u>3,060,000</u>
14	GROSS APPROPRIATION.....	\$	7,164,900
15	Appropriated from:		
16	Special revenue funds:		
17	Capitol historic site fund.....		3,060,000
18	State general fund/general purpose.....	\$	4,104,900
19	(7) OFFICE OF THE AUDITOR GENERAL		
20	Unclassified positions.....	\$	329,400
21	Field operations.....		<u>22,436,400</u>
22	GROSS APPROPRIATION.....	\$	22,765,800
23	Appropriated from:		
24	Interdepartmental grant revenues:		
25	IDG from MDOT, comprehensive transportation fund.....		38,200
26	IDG from MDOT, Michigan transportation fund.....		309,600
27	IDG from MDOT, state aeronautics fund.....		29,700

1	IDG from MDOT, state trunkline fund.....	719,100
2	IDG, single audit act.....	2,856,000
3	IDG, commercial mobile radio system emergency	
4	telephone fund	36,100
5	IDG, contract audit administration fees.....	40,600
6	IDG, deferred compensation funds.....	53,300
7	IDG, Michigan finance authority.....	324,300
8	IDG, Michigan economic development corporation.....	94,400
9	IDG, Michigan education trust fund.....	69,400
10	IDG, Michigan justice training commission fund.....	40,100
11	IDG, Michigan strategic fund.....	165,800
12	IDG, office of retirement services.....	214,100
13	IDG, other restricted funding sources.....	372,100
14	IDG from department of human services.....	30,000
15	Special revenue funds:	
16	21st century jobs trust fund.....	94,400
17	Brownfield development fund.....	27,600
18	Clean Michigan initiative implementation bond fund...	53,400
19	Game and fish protection fund.....	30,700
20	Legislative retirement system.....	28,600
21	MDTMB, civil service commission.....	162,900
22	MDLARA, liquor purchase revolving fund.....	28,100
23	Michigan state housing development authority fees....	111,300
24	Michigan veterans' trust fund.....	34,800
25	Motor transport revolving fund.....	7,300
26	Office services revolving fund.....	9,800
27	State disbursement unit, office of child support.....	56,300

1	State services fee fund.....		1,331,300
2	Waterways fund.....		11,100
3	State general fund/general purpose.....	\$	15,385,400
4	Sec. 106. DEPARTMENT OF STATE		
5	(1) APPROPRIATION SUMMARY		
6	Full-time equated unclassified positions.....	6.0	
7	Full-time equated classified positions.....	1,587.0	
8	GROSS APPROPRIATION.....	\$	225,256,700
9	Interdepartmental grant revenues:		
10	Total interdepartmental grants and intradepartmental		
11	transfers		20,000,000
12	ADJUSTED GROSS APPROPRIATION.....	\$	205,256,700
13	Federal revenues:		
14	Total federal revenues.....		1,460,000
15	Special revenue funds:		
16	Total local revenues.....		0
17	Total private revenues.....		100
18	Total other state restricted revenues.....		186,635,100
19	State general fund/general purpose.....	\$	17,161,500
20	(2) EXECUTIVE DIRECTION		
21	Full-time equated unclassified positions.....	6.0	
22	Full-time equated classified positions.....	30.0	
23	Secretary of state.....	\$	112,500
24	Unclassified positions--5.0 FTE positions.....		613,500
25	Operations--30.0 FTE positions.....		<u>4,547,100</u>
26	GROSS APPROPRIATION.....	\$	5,273,100

1	Appropriated from:	
2	Special revenue funds:	
3	Auto repair facilities fees.....	68,700
4	Children's protection registry fund.....	270,700
5	Driver fees.....	276,000
6	Enhanced driver license and enhanced official state	
7	personal identification card fund.....	211,400
8	Expedient service fees.....	66,300
9	Parking ticket court fines.....	9,200
10	Personal identification card fees.....	32,100
11	Reinstatement fees - operator licenses.....	248,900
12	Transportation administration collection fund.....	2,488,800
13	Vehicle theft prevention fees.....	40,400
14	State general fund/general purpose.....	\$ 1,560,600
15	(3) DEPARTMENT SERVICES	
16	Full-time equated classified positions..... 156.0	
17	Operations--156.0 FTE positions.....	\$ <u>29,562,200</u>
18	GROSS APPROPRIATION.....	\$ 29,562,200
19	Appropriated from:	
20	Special revenue funds:	
21	Abandoned vehicle fees.....	481,100
22	Auto repair facilities fees.....	1,605,800
23	Driver fees.....	1,575,900
24	Driver improvement course fund.....	308,600
25	Enhanced driver license and enhanced official state	
26	personal identification card fund.....	545,200
27	Expedient service fees.....	273,600

1	Marine safety fund.....		84,200
2	Personal identification card fees.....		191,300
3	Reinstatement fees - operator licenses.....		1,287,700
4	Scrap tire fund.....		77,200
5	Transportation administration collection fund.....		21,437,500
6	Vehicle theft prevention fees.....		628,800
7	State general fund/general purpose.....	\$	1,065,300
8	(4) LEGAL SERVICES		
9	Full-time equated classified positions.....	39.0	
10	Operations--39.0 FTE positions.....	\$	<u>8,983,000</u>
11	GROSS APPROPRIATION.....	\$	8,983,000
12	Appropriated from:		
13	Special revenue funds:		
14	Auto repair facilities fees.....		1,444,200
15	Driver education provider and instructor fund.....		25,400
16	Driver fees.....		931,700
17	Driver responsibility fees.....		1,000,000
18	Enhanced driver license and enhanced official state		
19	personal identification card fund.....		90,500
20	Personal identification card fees.....		60,800
21	Reinstatement fees - operator licenses.....		713,900
22	Transportation administration collection fund.....		4,240,900
23	Vehicle theft prevention fees.....		463,800
24	State general fund/general purpose.....	\$	11,800
25	(5) CUSTOMER DELIVERY SERVICES		
26	Full-time equated classified positions.....	1,317.0	
27	Branch operations--922.0 FTE positions.....	\$	83,462,100

1	Central operations--376.0 FTE positions	47,916,300
2	Commemorative license plates--14.0 FTE positions	1,897,300
3	Motorcycle safety education administration--2.0 FTE	
4	positions	329,200
5	Motorcycle safety education grants	1,800,000
6	Credit and debit assessment services	6,000,000
7	Specialty license plates--3.0 FTE positions	750,000
8	Organ donor program	<u>129,100</u>
9	GROSS APPROPRIATION	\$ 142,284,000
10	Appropriated from:	
11	Interdepartmental grant revenues:	
12	IDG from MDOT, Michigan transportation fund	20,000,000
13	Federal revenues:	
14	Federal funds	1,460,000
15	Special revenue funds:	
16	Private funds	100
17	Abandoned vehicle fees	204,500
18	Auto repair facilities fees	1,731,600
19	Child support clearance fees	363,600
20	Credit and debit assessment service fee revenue	6,000,000
21	Driver education provider and instructor fund	49,600
22	Driver fees	25,772,300
23	Driver improvement course fund	1,246,200
24	Enhanced driver license and enhanced official state	
25	personal identification card fund	7,679,100
26	Expedient service fees	2,603,600
27	Marine safety fund	1,392,300

1	Michigan state police auto theft fund.....		123,700
2	Mobile home commission fees.....		507,500
3	Motorcycle safety fund.....		1,829,200
4	Off-road vehicle title fees.....		167,000
5	Parking ticket court fines.....		1,629,800
6	Personal identification card fees.....		2,274,700
7	Recreation passport fee revenue.....		1,000,000
8	Reinstatement fees - operator licenses.....		2,358,000
9	Snowmobile registration fee revenue.....		390,000
10	Thomas Daley gift of life fund.....		50,000
11	Transportation administration collection fund.....		59,296,800
12	Vehicle theft prevention fees.....		742,200
13	State general fund/general purpose.....	\$	3,412,200
14	(6) ELECTION REGULATION		
15	Full-time equated classified positions.....	45.0	
16	Election administration and services--45.0 FTE		
17	positions	\$	7,062,100
18	County clerk education and training fund.....		100,000
19	Fees to local units.....		109,800
20	Election machine upgrades.....		<u>100</u>
21	GROSS APPROPRIATION.....	\$	7,272,000
22	Appropriated from:		
23	Special revenue funds:		
24	Notary education and training fund.....		100,000
25	Notary fee fund.....		343,500
26	State general fund/general purpose.....	\$	6,828,500
27	(7) DEPARTMENTWIDE APPROPRIATIONS		

1	Building occupancy charges/rent	\$	9,540,700
2	Worker's compensation.....		<u>396,400</u>
3	GROSS APPROPRIATION.....	\$	9,937,100
4	Appropriated from:		
5	Special revenue funds:		
6	Auto repair facilities fees.....		133,200
7	Driver fees.....		727,400
8	Enhanced driver license and enhanced official state		
9	personal identification card fund.....		26,000
10	Parking ticket court fines.....		441,500
11	Transportation administration collection fund.....		5,890,500
12	State general fund/general purpose.....	\$	2,718,500
13	(8) INFORMATION TECHNOLOGY		
14	Information technology services and projects.....	\$	<u>21,945,300</u>
15	GROSS APPROPRIATION.....	\$	21,945,300
16	Appropriated from:		
17	Special revenue funds:		
18	Administrative order processing fee.....		11,700
19	Auto repair facilities fees.....		190,000
20	Driver fees.....		787,400
21	Enhanced driver license and enhanced official state		
22	personal identification card fund.....		269,500
23	Expedient service fees.....		1,085,100
24	Parking ticket court fines.....		87,600
25	Personal identification card fees.....		171,700
26	Reinstatement fees - operator licenses.....		592,300
27	Transportation administration collection fund.....		17,004,400

1	Vehicle theft prevention fees.....		181,000
2	State general fund/general purpose.....	\$	1,564,600
3	Sec. 107. DEPARTMENT OF TECHNOLOGY, MANAGEMENT, AND		
4	BUDGET		
5	(1) APPROPRIATION SUMMARY		
6	Full-time equated unclassified positions.....	6.0	
7	Full-time equated classified positions.....	2,828.0	
8	GROSS APPROPRIATION.....	\$	1,256,406,300
9	Interdepartmental grant revenues:		
10	Total interdepartmental grants and intradepartmental		
11	transfers		678,478,500
12	ADJUSTED GROSS APPROPRIATION.....	\$	577,927,800
13	Federal revenues:		
14	Total federal revenues.....		7,997,300
15	Special revenue funds:		
16	Total local revenues.....		3,587,700
17	Total private revenues.....		190,100
18	Total other state restricted revenues.....		95,771,900
19	State general fund/general purpose.....	\$	470,380,800
20	(2) EXECUTIVE DIRECTION		
21	Full-time equated unclassified positions.....	6.0	
22	Full-time equated classified positions.....	12.0	
23	Unclassified positions--6.0 FTE positions.....	\$	837,000
24	Executive operations--12.0 FTE positions.....		<u>2,316,500</u>
25	GROSS APPROPRIATION.....	\$	3,153,500
26	Appropriated from:		

1	Interdepartmental grant revenues:		
2	IDG from building occupancy and parking charges		218,900
3	IDG from technology user fees		1,965,500
4	Special revenue funds:		
5	Special revenue, internal service, and pension trust		
6	funds		292,900
7	State general fund/general purpose	\$	676,200
8	(3) DEPARTMENT SERVICES		
9	Full-time equated classified positions.....	714.5	
10	Administrative services--132.5 FTE positions	\$	17,570,900
11	Budget and financial management--135.0 FTE positions .		17,620,800
12	Office of the state employer--23.0 FTE positions		3,362,400
13	Design and construction services--40.0 FTE positions .		6,375,600
14	Business support services--97.0 FTE positions		11,276,700
15	Building operation services--210.0 FTE positions		91,946,300
16	Building occupancy charges, rent, and utilities		7,627,000
17	Motor vehicle fleet--35.0 FTE positions		74,181,300
18	Information technology services and projects		29,613,800
19	Bureau of labor market information and strategies--		
20	42.0 FTE positions		<u>5,376,400</u>
21	GROSS APPROPRIATION	\$	264,951,200
22	Appropriated from:		
23	Interdepartmental grant revenues:		
24	IDG from accounting service centers user charges		2,671,400
25	IDG from building occupancy and parking charges		94,034,600
26	IDG from MDLARA		100,000
27	IDG from motor transport fund		74,181,300

1	IDG from MDCH.....	481,900
2	IDG from MDHS.....	212,600
3	IDG from user fees.....	6,695,100
4	IDG from technology user fees.....	7,429,200
5	Federal revenues:	
6	Federal funds.....	4,934,700
7	Special revenue funds:	
8	Local - MPSCS subscriber and maintenance fees.....	60,100
9	Deferred compensation.....	2,600
10	Health management funds.....	2,219,200
11	MAIN user charges.....	4,434,900
12	Pension trust funds.....	7,413,800
13	Special revenue, internal service, and pension trust	
14	funds	17,115,100
15	State restricted indirect funds.....	3,392,200
16	State general fund/general purpose.....	\$ 39,572,500
17	(4) TECHNOLOGY SERVICES	
18	Full-time equated classified positions.....	1,479.5
19	Education services--29.0 FTE positions.....	\$ 4,100,200
20	Health and human services--617.5 FTE positions.....	282,038,800
21	Public protection--154.5 FTE positions.....	51,772,600
22	Resources services--146.5 FTE positions.....	19,694,900
23	Transportation services--89.5 FTE positions.....	30,831,400
24	General services--329.5 FTE positions.....	93,717,000
25	Enterprisewide information technology investment	
26	projects	12,300,000
27	General government and public safety information	

1	technology investment projects.....	30,850,000
2	Health and human services information technology	
3	investment projects	6,500,000
4	MAIN system replacement information technology	
5	investment project	18,350,000
6	Homeland security initiative/cyber security--13.0 FTE	
7	positions	9,063,500
8	Michigan public safety communication system--100.0 FTE	
9	positions	<u>39,842,400</u>
10	GROSS APPROPRIATION.....	\$ 599,060,800
11	Appropriated from:	
12	Interdepartmental grant revenues:	
13	IDG from technology user fees.....	482,154,900
14	Special revenue funds:	
15	Local - MPSCS subscriber and maintenance fees	2,209,900
16	State general fund/general purpose.....	\$ 114,696,000
17	(5) STATEWIDE APPROPRIATIONS	
18	Professional development fund - MPE, SEIU, scientific	
19	and engineering unit	\$ 150,000
20	Professional development fund - NERE.....	250,000
21	Professional development fund - UAW.....	<u>702,600</u>
22	GROSS APPROPRIATION.....	\$ 1,102,600
23	Appropriated from:	
24	Interdepartmental grant revenues:	
25	IDG from employer contributions.....	1,102,600
26	State general fund/general purpose.....	\$ 0
27	(6) SPECIAL PROGRAMS	

1	Full-time equated classified positions.....	176.0	
2	Building occupancy charges - property management		
3	services for executive/legislative building		
4	occupancy		\$ 1,096,700
5	Retirement services--162.0 FTE positions		27,209,000
6	Office of children's ombudsman--14.0 FTE positions ...		1,767,300
7	Public private partnership.....		1,500,000
8	Regional prosperity grants.....		<u>2,500,000</u>
9	GROSS APPROPRIATION.....		\$ 34,073,000
10	Appropriated from:		
11	Special revenue funds:		
12	Deferred compensation.....		2,800,000
13	Pension trust funds.....		19,164,200
14	Public private partnership investment fund.....		1,500,000
15	State general fund/general purpose.....		\$ 10,608,800
16	(7) STATE BUILDING AUTHORITY RENT		
17	State building authority rent - state agencies.....		\$ 52,265,800
18	State building authority rent - department of		
19	corrections		36,829,900
20	State building authority rent - universities.....		135,995,300
21	State building authority rent - community colleges ...		<u>29,479,600</u>
22	GROSS APPROPRIATION.....		\$ 254,570,600
23	Appropriated from:		
24	State general fund/general purpose.....		\$ 254,570,600
25	(8) CIVIL SERVICE COMMISSION		
26	Full-time equated classified positions.....	446.0	
27	Agency services--74.0 FTE positions.....		\$ 11,975,900

1	Executive direction--40.0 FTE positions	9,778,700
2	Employee benefits--16.0 FTE positions	5,667,300
3	Training.....	1,300,000
4	Human resources operations--316.0 FTE positions	35,878,600
5	Information technology services and projects	<u>3,293,600</u>
6	GROSS APPROPRIATION.....	\$ 67,894,100
7	Appropriated from:	
8	Interdepartmental grant revenues:	
9	IDG, training charges.....	1,300,000
10	IDG, 1% special funds.....	3,330,500
11	Federal revenues:	
12	Federal funds 1%.....	3,062,600
13	Special revenue funds:	
14	Local funds 1%.....	1,317,700
15	Private funds 1%.....	190,100
16	State restricted funds 1%.....	21,197,900
17	State restricted indirect funds.....	7,681,300
18	State sponsored group insurance.....	2,737,200
19	State sponsored group insurance, flexible spending	
20	accounts, and COBRA	5,820,600
21	State general fund/general purpose.....	\$ 21,256,200
22	(9) CAPITAL OUTLAY	
23	Major special maintenance, remodeling, and addition	
24	for state agencies	\$ 2,000,000
25	Enterprisewide special maintenance for state	
26	facilities	<u>28,000,000</u>
27	GROSS APPROPRIATION.....	\$ 30,000,000

1	Appropriated from:		
2	Interdepartmental grant revenues:		
3	IDG from building occupancy charges.....		2,000,000
4	State general fund/general purpose.....	\$	28,000,000
5	(10) ONE-TIME BASIS ONLY APPROPRIATIONS		
6	Technology services funding.....	\$	600,000
7	Legal services.....		<u>1,000,500</u>
8	GROSS APPROPRIATION.....	\$	1,600,500
9	Appropriated from:		
10	Interdepartmental grant revenues:		
11	IDG from technology user fees.....		600,000
12	State general fund/general purpose.....	\$	1,000,500
13	Sec. 108. DEPARTMENT OF TREASURY		
14	(1) APPROPRIATION SUMMARY		
15	Full-time equated unclassified positions.....		10.0
16	Full-time equated classified positions.....		2,657.5
17	GROSS APPROPRIATION.....	\$	2,896,967,200
18	Interdepartmental grant revenues:		
19	Total interdepartmental grants and intradepartmental		
20	transfers		9,500,700
21	ADJUSTED GROSS APPROPRIATION.....	\$	2,887,466,500
22	Federal revenues:		
23	Total federal revenues.....		666,966,500
24	Special revenue funds:		
25	Total local revenues.....		13,463,200
26	Total private revenues.....		5,674,400

1	Total other state restricted revenues	1,767,425,600
2	State general fund/general purpose	\$ 433,936,800
3	(2) EXECUTIVE DIRECTION	
4	Full-time equated unclassified positions.....	10.0
5	Full-time equated classified positions.....	24.0
6	Unclassified positions--10.0 FTE positions	\$ 1,116,000
7	Executive direction and operations--24.0 FTE positions	<u>4,978,100</u>
8	GROSS APPROPRIATION.....	\$ 6,094,100
9	Appropriated from:	
10	Federal revenues:	
11	DED-OPSE, federal lenders allowance	20,000
12	DED-OPSE, higher education act of 1965 insured loans .	45,000
13	Special revenue funds:	
14	Delinquent tax collection revenue	1,318,200
15	Michigan state housing development authority fees and	
16	charges	259,000
17	State lottery fund.....	282,500
18	State services fee fund.....	321,000
19	State general fund/general purpose	\$ 3,848,400
20	(3) DEPARTMENTWIDE APPROPRIATIONS	
21	Rent and building occupancy charges - property	
22	management services	\$ 5,937,600
23	Worker's compensation insurance premium.....	<u>36,500</u>
24	GROSS APPROPRIATION.....	\$ 5,974,100
25	Appropriated from:	
26	Special revenue funds:	
27	Delinquent tax collection revenue	2,848,200

1	State general fund/general purpose.....	\$	3,125,900
2	(4) LOCAL GOVERNMENT PROGRAMS		
3	Full-time equated classified positions.....	113.0	
4	Supervision of the general property tax law--88.0 FTE		
5	positions	\$	15,149,500
6	Property tax assessor training--4.0 FTE positions		1,031,100
7	Local finance--21.0 FTE positions.....		<u>2,565,100</u>
8	GROSS APPROPRIATION.....	\$	18,745,700
9	Appropriated from:		
10	Special revenue funds:		
11	Local - assessor training fees.....		1,031,100
12	Local - audit charges.....		808,600
13	Local - equalization study charge-backs.....		40,000
14	Local - revenue from local government.....		100,000
15	Land reutilization fund.....		1,996,200
16	Municipal finance fees.....		533,600
17	Delinquent tax collection revenue.....		1,493,200
18	State general fund/general purpose.....	\$	12,743,000
19	(5) TAX PROGRAMS		
20	Full-time equated classified positions.....	793.0	
21	Tax compliance--345.0 FTE positions.....	\$	44,826,700
22	Tax and economic policy--85.0 FTE positions.....		13,442,900
23	Tax processing--335.0 FTE positions.....		36,880,300
24	Health insurance claims fund program--15.0 FTE		
25	positions		2,029,200
26	Home heating assistance.....		3,019,000
27	Bottle act implementation.....		250,000

1	Tobacco tax enforcement--13.0 FTE positions	<u>1,475,600</u>
2	GROSS APPROPRIATION.....	\$ 101,923,700
3	Appropriated from:	
4	Interdepartmental grant revenues:	
5	IDG from MDOT, Michigan transportation fund.....	2,300,000
6	IDG from MDOT, state aeronautics fund.....	70,900
7	Federal revenues:	
8	HHS-SSA, low-income energy assistance	3,019,000
9	Special revenue funds:	
10	Bottle deposit fund.....	250,000
11	Delinquent tax collection revenue.....	70,135,700
12	Emergency 911 fund.....	155,600
13	Health insurance claims fund.....	2,029,200
14	Tobacco tax revenue.....	4,023,100
15	Waterways fund.....	105,000
16	State general fund/general purpose.....	\$ 19,835,200
17	(6) FINANCIAL AND ADMINISTRATIVE SERVICES	
18	Full-time equated classified positions..... 383.0	
19	Departmental services--89.0 FTE positions.....	\$ 9,015,800
20	Unclaimed property--29.0 FTE positions.....	4,765,800
21	Office of collections--203.0 FTE positions.....	26,084,500
22	Office of accounting services--24.0 FTE positions....	2,434,800
23	Office of financial services--38.0 FTE positions.....	<u>4,386,300</u>
24	GROSS APPROPRIATION.....	\$ 46,687,200
25	Appropriated from:	
26	Interdepartmental grant revenues:	
27	IDG, levy/warrant cost assessment fees.....	2,000,000

1	IDG, state agency collection fees.....		2,946,900
2	IDG from MDHS, title IV-D.....		763,900
3	IDG data/collection service fees.....		330,300
4	IDG from accounting service center user charges.....		482,900
5	Special revenue funds:		
6	Delinquent tax collection revenue.....		26,990,700
7	Escheats revenue.....		4,765,800
8	Justice system fund.....		418,300
9	Garnishment fees.....		2,484,000
10	State restricted indirect funds.....		272,200
11	Treasury fees.....		46,100
12	State general fund/general purpose.....	\$	5,186,100
13	(7) FINANCIAL PROGRAMS		
14	Full-time equated classified positions..... 210.5		
15	Investments--82.0 FTE positions.....	\$	20,270,400
16	Common cash and debt management--21.5 FTE positions..		1,629,300
17	Student financial assistance programs--25.5 FTE		
18	positions		2,687,100
19	Michigan finance authority - bond finance--72.5 FTE		
20	positions		38,686,200
21	John R. Justice grant program.....		287,700
22	Dual enrollment payments.....		1,005,100
23	Financial independence team--9.0 FTE positions.....		<u>2,244,100</u>
24	GROSS APPROPRIATION.....	\$	66,809,900
25	Appropriated from:		
26	Interdepartmental grant revenues:		
27	IDG, fiscal agent service fees.....		205,800

1	Federal revenues:		
2	DED-OPSE, federal lenders allowance		10,615,200
3	DED-OPSE, higher education act of 1965, insured loans		25,055,800
4	Federal - John R. Justice grant		287,700
5	Special revenue funds:		
6	Defined contribution administrative fee revenue		100,000
7	Michigan finance authority bond and loan program		
8	revenue		3,015,200
9	Michigan merit award trust fund		1,139,800
10	Retirement funds		18,717,000
11	School bond fees		835,400
12	Treasury fees		1,665,000
13	State general fund/general purpose	\$	5,173,000
14	(8) DEBT SERVICE		
15	Quality of life bond	\$	75,959,000
16	Clean Michigan initiative		63,961,000
17	Great Lakes water quality bond		<u>16,529,000</u>
18	GROSS APPROPRIATION	\$	156,449,000
19	Appropriated from:		
20	State general fund/general purpose	\$	156,449,000
21	(9) GRANTS		
22	Convention facility development distribution	\$	90,950,000
23	Senior citizen cooperative housing tax exemption		
24	program		10,020,000
25	Emergency 911 payments		27,000,000
26	Health and safety fund grants		9,000,000
27	Facility for rare isotope beams		7,300,000

1	Urban search and rescue task force.....		300,000
2	Charles H. Wright Museum of African American History .		100
3	City of Wayne recreation grant.....		100
4	Dexter Elmhurst community center.....		100
5	Wayne County Community College career technical		
6	education program		<u>100</u>
7	GROSS APPROPRIATION.....	\$	144,570,400
8	Appropriated from:		
9	Special revenue funds:		
10	Emergency 911 fund.....		27,000,000
11	Convention facility development fund.....		90,950,000
12	Health and safety fund.....		9,000,000
13	State general fund/general purpose.....	\$	17,620,400
14	(10) BUREAU OF STATE LOTTERY		
15	Full-time equated classified positions.....	183.0	
16	Lottery operations--183.0 FTE positions.....	\$	24,323,400
17	Promotion and advertising.....		18,622,000
18	Lottery information technology services and projects .		<u>5,205,500</u>
19	GROSS APPROPRIATION.....	\$	48,150,900
20	Appropriated from:		
21	Special revenue funds:		
22	State lottery fund.....		48,150,900
23	State general fund/general purpose.....	\$	0
24	(11) CASINO GAMING		
25	Full-time equated classified positions.....	141.0	
26	Michigan gaming control board.....	\$	50,000
27	Casino gaming control operations--131.0 FTE positions		25,750,800

1	Casino gaming information technology services and	
2	projects	1,979,500
3	Racing commission--10.0 FTE positions	<u>2,347,400</u>
4	GROSS APPROPRIATION.....	\$ 30,127,700
5	Appropriated from:	
6	Special revenue funds:	
7	Casino gambling agreements.....	804,100
8	Equine development fund.....	2,470,100
9	Laboratory fees.....	700,000
10	State services fee fund.....	26,153,500
11	State general fund/general purpose.....	\$ 0
12	(12) PAYMENTS IN LIEU OF TAXES	
13	Commercial forest reserve.....	\$ 3,207,700
14	Purchased lands.....	8,023,900
15	Swamp and tax reverted lands.....	<u>14,862,500</u>
16	GROSS APPROPRIATION.....	\$ 26,094,100
17	Appropriated from:	
18	Special revenue funds:	
19	Private funds.....	25,400
20	Game and fish protection fund.....	2,780,700
21	Michigan natural resources trust fund.....	1,909,100
22	Michigan state waterways fund.....	241,100
23	State general fund/general purpose.....	\$ 21,137,800
24	(13) MICHIGAN STRATEGIC FUND	
25	Full-time equated classified positions..... 403.0	
26	Administrative services--22.0 FTE positions.....	\$ 3,124,700
27	Job creation services--139.0 FTE positions.....	18,971,400

1	Pure Michigan.....	29,000,000
2	Entrepreneurship eco-system.....	25,000,000
3	Business attraction and community revitalization.....	111,100,000
4	Community ventures--7.0 FTE positions.....	9,800,000
5	Community development block grants.....	47,000,000
6	Arts and cultural program.....	10,150,000
7	Michigan film office--6.0 FTE positions.....	653,800
8	Community college skilled trades equipment program...	4,600,000
9	Skilled trades training program.....	10,000,000
10	Special programs.....	1,000,000
11	Energy programs.....	3,610,900
12	Workforce program administration--229.0 FTE positions	33,688,600
13	Workforce development programs.....	391,473,900
14	Workforce development agency rent and property	
15	management	870,500
16	Information technology services and projects.....	921,700
17	GED-to-school program.....	<u>100</u>
18	GROSS APPROPRIATION.....	\$ 700,965,600
19	Appropriated from:	
20	Federal revenues:	
21	DAG, employment and training.....	3,499,400
22	DED-OESE, GEAR-UP.....	4,730,700
23	DED-OVAE, adult education.....	20,000,000
24	DED-OVAE, basic grants to states.....	19,000,000
25	DOE-OEERE, multiple grants.....	3,794,500
26	DOL, federal funds.....	112,769,500
27	DOL-ETA, workforce investment act.....	173,988,600

1	Federal funds.....	5,940,200
2	HUD-CPD, community development block grants.....	49,773,300
3	NFAH-NEA, promotion of the arts, partnership	
4	agreements	1,050,000
5	Social security act, temporary assistance for needy	
6	families	64,898,800
7	Special revenue funds:	
8	Local revenues.....	4,433,500
9	Private - special project advances.....	250,000
10	Private - Michigan council for the arts fund.....	100,000
11	Private funds.....	5,269,000
12	Private - oil overcharge.....	30,000
13	Defaulted loan collection fees.....	149,800
14	Industry support fees.....	5,500
15	21st century jobs trust fund.....	75,000,000
16	Michigan film promotion fund.....	653,800
17	Public utility assessments.....	871,900
18	State general fund/general purpose.....	\$ 154,757,100
19	(14) REVENUE SHARING	
20	Constitutional state general revenue sharing grants ..	\$ 788,497,000
21	County revenue sharing payments.....	171,760,000
22	County incentive program.....	42,940,000
23	City, village, and township revenue sharing.....	243,040,000
24	Financially distressed cities, villages, or townships	<u>5,000,000</u>
25	GROSS APPROPRIATION.....	\$ 1,251,237,000
26	Appropriated from:	
27	Special revenue funds:	

1	Sales tax.....		1,251,237,000
2	State general fund/general purpose.....	\$	0
3	(15) MICHIGAN STRATEGIC FUND - MICHIGAN STATE		
4	HOUSING DEVELOPMENT AUTHORITY		
5	Full-time equated classified positions.....	353.0	
6	Payments on behalf of tenants.....	\$	166,860,000
7	Housing and rental assistance--347.0 FTE positions ...		57,897,100
8	Land bank fast track authority--6.0 FTE positions		5,247,800
9	Lighthouse preservation program.....		307,500
10	Rent and administrative support.....		3,847,900
11	Michigan state housing development authority		
12	technology services and projects.....		<u>3,556,700</u>
13	GROSS APPROPRIATION.....	\$	237,717,000
14	Appropriated from:		
15	Federal revenues:		
16	Federal funds.....		1,000,000
17	HUD, lower income housing assistance.....		166,860,000
18	Special revenue funds:		
19	Michigan state housing development authority fees and		
20	charges		65,301,700
21	Michigan lighthouse preservation fund.....		307,500
22	Land bank fast track act.....		297,800
23	State general fund/general purpose.....	\$	3,950,000
24	(16) STATE BUILDING AUTHORITY		
25	Full-time equated classified positions.....	4.0	
26	State building authority--4.0 FTE positions	\$	<u>711,100</u>
27	GROSS APPROPRIATION.....	\$	711,100

1	Appropriated from:		
2	Special revenue funds:		
3	State building authority revenue.....		711,100
4	State general fund/general purpose.....	\$	0
5	(17) CITY INCOME TAX ADMINISTRATION PROGRAM		
6	Full-time equated classified positions.....	50.0	
7	City income tax administration program--50.0 FTE		
8	positions	\$	<u>5,850,000</u>
9	GROSS APPROPRIATION.....	\$	5,850,000
10	Appropriated from:		
11	Special revenue funds:		
12	Local - city income tax fund.....		5,850,000
13	State general fund/general purpose.....	\$	0
14	(18) INFORMATION TECHNOLOGY		
15	Treasury operations information technology services		
16	and projects	\$	<u>28,959,700</u>
17	GROSS APPROPRIATION.....	\$	28,959,700
18	Appropriated from:		
19	Interdepartmental grant revenues:		
20	IDG from MDOT, Michigan transportation fund.....		400,000
21	Federal revenues:		
22	DED-OPSE, federal lender allowance.....		618,800
23	Special revenue funds:		
24	Local - city income tax fund.....		1,200,000
25	Delinquent tax collection revenue.....		15,644,900
26	Retirement funds.....		757,600
27	Tobacco tax revenue.....		127,500

1	State general fund/general purpose.....	\$	10,210,900
2	(19) ONE-TIME APPROPRIATIONS		
3	Personal property tax payments.....	\$	19,300,000
4	Treasury online - treasury business portal.....		<u>600,000</u>
5	GROSS APPROPRIATION.....	\$	19,900,000
6	Appropriated from:		
7	State general fund/general purpose.....	\$	19,900,000

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2015-2016

GENERAL SECTIONS

Sec. 201. (1) Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for fiscal year 2015-2016 is \$3,197,259,900.00 and state spending from state resources to be paid to local units of government for fiscal year 2015-2016 is \$1,462,891,200.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF STATE

21	Fees to local units.....	\$	109,800
22	Motorcycle safety grants.....		<u>1,162,300</u>
23	Subtotal.....	\$	1,272,100

DEPARTMENT OF TREASURY

25	Senior citizen cooperative housing tax exemption.....	\$	10,020,000
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1	Health and safety fund grants.....	9,000,000
2	Constitutional state general revenue sharing grants ..	788,497,000
3	City, village, and township revenue sharing.....	243,040,000
4	Convention facility development fund distribution....	90,950,000
5	Emergency 911 payments.....	27,000,000
6	Financially distressed cities, villages, or townships	5,000,000
7	County incentive program.....	42,940,000
8	County revenue sharing payments.....	171,760,000
9	Airport parking distribution pursuant to section 909 .	19,093,200
10	Payments in lieu of taxes.....	26,094,100
11	Personal property tax reform.....	19,300,000
12	Welfare-to-work programs.....	<u>11,224,800</u>
13	Subtotal.....	\$ <u>1,461,619,100</u>
14	TOTAL GENERAL GOVERNMENT.....	\$ 1,462,891,200

15 (2) Pursuant to section 30 of article IX of the state
16 constitution of 1963, total state spending from state sources for
17 fiscal year 2015-2016 is estimated at \$29,982,030,700.00 in the
18 2015-2016 appropriations acts and total state spending from state
19 sources paid to local units of government for fiscal year 2015-2016
20 is estimated at \$16,681,274,400.00. The state-local proportion is
21 estimated at 55.6% of total state spending from state resources.

22 (3) If payments to local units of government and state
23 spending from state sources for fiscal year 2015-2016 are different
24 than the amounts estimated in subsection (2), the state budget
25 director shall report the payments to local units of government and
26 state spending from state sources that were made for fiscal year
27 2015-2016 to the senate and house of representatives standing

1 committees on appropriations within 30 days after the final book-
2 closing for fiscal year 2015-2016.

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

6 Sec. 203. As used in this part and part 1:

7 (a) "AFSCME" means American Federation of State, County, and
8 Municipal Employees.

9 (b) "ATM" means automated teller machine.

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

12 (d) "DAG" means the United States Department of Agriculture.

13 (e) "DED" means the United States Department of Education.

14 (f) "DED-OESE" means the DED Office of Elementary and
15 Secondary Education.

16 (g) "DED-OPSE" means the DED Office of Postsecondary
17 Education.

18 (h) "DED-OVAE" means the DED Office of Vocational and Adult
19 Education.

20 (i) "DOE-OEERE" means the United States Department of Energy,
21 Office of Energy Efficiency and Renewable Energy.

22 (j) "DOL-ETA" means the United States Department of Labor,
23 Employment and Training Administration.

24 (k) "EEOC" means the United States Equal Employment
25 Opportunity Commission.

26 (l) "EPA" means the United States Environmental Protection
27 Agency.

1 (m) "FTE" means full-time equated.

2 (n) "Fund" means the Michigan strategic fund.

3 (o) "GEAR-UP" means gaining early awareness and readiness for
4 undergraduate programs.

5 (p) "GED" means a general educational development certificate.

6 (q) "GF/GP" means general fund/general purpose.

7 (r) "HAVA" means help America vote act.

8 (s) "HHS" means the United States Department of Health and
9 Human Services.

10 (t) "HHS-OS" means the HHS Office of the Secretary.

11 (u) "HHS-SSA" means the HHS Social Security Administration.

12 (v) "HUD" means the United States Department of Housing and
13 Urban Development.

14 (w) "HUD-CPD" means the United States Department of Housing
15 and Urban Development - community planning and development.

16 (x) "IDG" means interdepartmental grant.

17 (y) "JCOS" means the joint capital outlay subcommittee.

18 (z) "MAIN" means the Michigan administrative information
19 network.

20 (aa) "MCL" means the Michigan Compiled Laws.

21 (bb) "MDCH" means the Michigan department of community health.

22 (cc) "MDE" means the Michigan department of education.

23 (dd) "MDLARA" means the Michigan department of licensing and
24 regulatory affairs.

25 (ee) "MDEQ" means the Michigan department of environmental
26 quality.

27 (ff) "MDHS" means the Michigan department of human services.

1 (gg) "MDMVA" means the Michigan department of military and
2 veterans affairs.

3 (hh) "MDOT" means the Michigan department of transportation.

4 (ii) "MDSP" means the Michigan department of state police.

5 (jj) "MDTMB" means the Michigan department of technology,
6 management, and budget.

7 (kk) "MEDC" means the Michigan economic development
8 corporation, which is the public body corporate created under
9 section 28 of article VII of the state constitution of 1963 and the
10 urban cooperation act of 1967, 1967 (Ex Sess) PA 7, MCL 124.501 to
11 124.512, by contractual interlocal agreement effective April 5,
12 1999, between local participating economic development corporations
13 formed under the economic development corporations act, 1974 PA
14 338, MCL 125.1601 to 125.1636, and the Michigan strategic fund.

15 (ll) "MFA" means the Michigan finance authority.

16 (mm) "MPE" means the Michigan public employees.

17 (nn) "MSF" means the Michigan strategic fund.

18 (oo) "MSHDA" means Michigan state housing development
19 authority.

20 (pp) "NERE" means nonexclusively represented employees.

21 (qq) "NFAH-NEA" means the National Foundation of the Arts and
22 the Humanities - National Endowment for the Arts.

23 (rr) "PA" means public act.

24 (ss) "PATH" means partnership. accountability. training. hope.

25 (tt) "RFP" means a request for a proposal.

26 (uu) "SEIU" means service employees international union.

27 (vv) "WDA" means the workforce development agency.

1 (ww) "WIC" means women, infants, and children.

2 Sec. 206. The departments and agencies receiving
3 appropriations in part 1 shall cooperate with the department of
4 technology, management, and budget to maintain a searchable website
5 that is updated at least quarterly and that is accessible by the
6 public at no cost that includes, but is not limited to, all of the
7 following for each department or agency:

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

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

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

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

15 (e) Job specifications and wage rates.

16 Sec. 207. (1) For each new program or program expansion for
17 which funds in excess of \$500,000.00 are appropriated in part 1,
18 the department shall identify specific benchmarks intended to
19 measure the performance or return on taxpayer investment of the
20 program and its associated expenditures. Not later than November 1,
21 2015, the department shall report the proposed benchmarks to the
22 house and senate appropriations subcommittees for that department,
23 the house and senate fiscal agencies, and the state budget
24 director. The department shall provide an update on its progress in
25 achieving those benchmarks at an appropriations subcommittee
26 meeting called for the purpose of discussing benchmarks and their
27 status.

1 (2) It is the intent of the legislature that, beginning with
2 the budget for the fiscal year ending September 30, 2017, any
3 proposal for a new program or an expansion of an existing program
4 in excess of \$500,000.00 initiated by the executive branch or the
5 legislature shall include, as part of the original proposal or
6 budget request, a list of benchmarks intended to measure the
7 performance or return on taxpayer investment of the program or
8 spending increase.

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

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

25 Sec. 210. The director of each department and agency receiving
26 appropriations in part 1 shall take all reasonable steps to ensure
27 businesses in deprived and depressed communities compete for and

1 perform contracts to provide services or supplies, or both. Each
 2 director shall strongly encourage firms with which the department
 3 contracts to subcontract with certified businesses in depressed and
 4 deprived communities for services, supplies, or both.

5 Sec. 211. (1) Pursuant to section 352 of the management and
 6 budget act, 1984 PA 431, MCL 18.1352, which provides for a transfer
 7 of state general fund revenue into or out of the countercyclical
 8 budget and economic stabilization fund, the calculations required
 9 by section 352 of the management and budget act, 1984 PA 431, MCL
 10 18.1352, are determined as follows:

	<u>2014</u>	<u>2015</u>	<u>2016</u>
11			
12 Michigan personal income (millions).	\$402,703	\$420,019	\$438,500
13 less: transfer payments.....	<u>88,825</u>	<u>94,510</u>	<u>99,897</u>
14 Subtotal	\$313,878	\$325,509	\$338,603
15 Divided by: Detroit Consumer Price			
16 Index for 12 months ending June 30	2.210	2.225	2.254
17 Equals: real adjusted Michigan			
18 personal income.....	\$142,026	\$146,265	\$150,196
19 Percentage change.....	2.9%	3.0%	2.7%
20 Growth rate in excess of 2%?.....	0.9%	1.0%	0.7%
21 Equals: countercyclical budget and			
22 economic stabilization fund pay-in			
23 calculation for the fiscal year ending			
24 September 30, 2016 (millions).....	\$81.2	\$95.0	\$68.0
25 Growth rate less than 0%?.....	NO	NO	NO
26 Equals: countercyclical budget and			
27 economic stabilization fund pay-out			

1 calculation for the fiscal year ending
2 September 30, 2016 (millions)..... 0.0 N/A \$0.0

3 (2) Notwithstanding subsection (1), there is appropriated for
4 the fiscal year ending September 30, 2016, from general
5 fund/general purpose revenue for deposit into the countercyclical
6 budget and economic stabilization fund the sum of \$95,000,000.00.

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

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

18 Sec. 215. A department or state agency shall not take
19 disciplinary action against an employee for communicating with a
20 member of the legislature or his or her staff.

21 Sec. 216. The departments and agencies receiving
22 appropriations in part 1 shall prepare a report on out-of-state
23 travel expenses not later than January 1 of each year. The travel
24 report shall be a listing of all travel by classified and
25 unclassified employees outside this state in the immediately
26 preceding fiscal year that was funded in whole or in part with
27 funds appropriated in the department's budget. The report shall be

1 submitted to the house and senate standing committees on
2 appropriations, the house and senate fiscal agencies, and the state
3 budget director. The report shall include the following
4 information:

5 (a) The dates of each travel occurrence.

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

11 Sec. 217. General fund appropriations in part 1 shall not be
12 expended for items in cases where federal funding is available for
13 the same expenditures.

14 Sec. 219. The departments and agencies receiving
15 appropriations in part 1 shall maintain, on a publicly accessible
16 website, a department or agency scorecard that identifies, tracks,
17 and regularly updates key metrics that are used to monitor and
18 improve the department's or agency's performance.

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

26 Sec. 226. Funds appropriated in part 1 shall not be used by a
27 principal executive department, state agency, or authority to hire

1 a person to provide legal services that are the responsibility of
2 the attorney general. This prohibition does not apply to legal
3 services for bonding activities and for those activities that the
4 attorney general authorizes.

5 Sec. 227. Within 14 days after the release of the executive
6 budget recommendation, the departments and agencies receiving
7 appropriations in part 1 shall cooperate with the state budget
8 director to provide the chairs of the senate and house of
9 representatives standing committees on appropriations, the chairs
10 of the senate and house of representatives standing committees on
11 appropriations subcommittees on general government, and the senate
12 and house fiscal agencies with an annual report on estimated state
13 restricted fund balances, state restricted fund projected revenues,
14 and state restricted fund expenditures for the fiscal years ending
15 September 30, 2015 and September 30, 2016.

16 Sec. 228. Not later than November 30, the state budget office
17 shall prepare and transmit a report that provides for estimates of
18 the total GF/GP appropriation lapses at the close of the prior
19 fiscal year. This report shall summarize the projected year-end
20 GF/GP appropriation lapses by major departmental program or program
21 areas. The report shall be transmitted to the chairpersons of the
22 senate and house of representatives standing committees on
23 appropriations and the senate and house fiscal agencies.

24 Sec. 229. If the office of the auditor general has identified
25 an initiative or made a recommendation that is related to savings
26 and efficiencies in an audit report for an executive branch
27 department or agency, the department or agency shall report within

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1 6 months of the release of the audit on their efforts and progress
2 made toward achieving the savings and efficiencies identified in
3 the audit report. The report shall be submitted to the chairs of
4 the senate and house of representatives standing committees on
5 appropriations, the chairs of the senate and house of
6 representatives standing committees with jurisdiction over matters
7 relating to the department that is audited, and the senate and
8 house fiscal agencies.

9 Sec. 233. In addition to the GF/GP appropriations for special
10 maintenance, remodeling, and addition - state facilities in part 1,
11 there is also appropriated related federal and state restricted
12 funds up to the amounts that will be earned based upon the
13 initiatives undertaken with the funds in part 1. The state budget
14 director shall determine and authorize the appropriate manner for
15 implementing this section.

16 Sec. 234. In addition to the GF/GP appropriations for
17 enterprisewide information technology investments in part 1, there
18 is also appropriated related federal and state restricted funds up
19 to the amounts that will be earned based upon the initiatives
20 undertaken with the funds in part 1. The state budget director
21 shall determine and authorize the appropriate manner for
22 implementing this section.

23 [Sec. 235. (1) Within 14 days of receiving formal notification
24 from the federal government that a federal funding source of
25 \$10,000,000.00 or more will be reduced by 10% or greater, the
26 responsible department shall notify the state budget director, the house
27 and senate appropriations committees, and the house and senate fiscal

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1 agencies of the notification from the federal government.

2 (2) No later than 30 days after a notification under subsection
(1), the state budget director, in consultation with the responsible
department, shall recommend a contingency plan for the federal funding
reduction to the house and senate appropriations committees and the house
and senate fiscal agencies.]

3 **DEPARTMENT OF ATTORNEY GENERAL**

4 Sec. 301. (1) In addition to the funds appropriated in part 1,
5 there is appropriated an amount not to exceed \$1,500,000.00 for
6 federal contingency funds. These funds are not available for
7 expenditure until they have been transferred to another line item
8 in part 1 under section 393(2) of the management and budget act,
9 1984 PA 431, MCL 18.1393.

10 (2) In addition to the funds appropriated in part 1, there is
11 appropriated an amount not to exceed \$1,500,000.00 for state
12 restricted contingency funds. These funds are not available for
13 expenditure until they have been transferred to another line item
14 in part 1 under section 393(2) of the management and budget act,
15 1984 PA 431, MCL 18.1393.

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

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

1 MCL 18.1393.

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

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

14 (3) The attorney general shall perform the duties specified in
15 1846 RS 12, MCL 14.28 to 14.35, and 1919 PA 232, MCL 14.101 to
16 14.102, and as otherwise provided by law.

17 Sec. 303. The attorney general may sell copies of the biennial
18 report in excess of the 350 copies that the attorney general may
19 distribute on a gratis basis. Gratis copies shall not be provided
20 to members of the legislature. Electronic copies of biennial
21 reports shall be made available on the department of attorney
22 general's website. The attorney general shall sell copies of the
23 report at not less than the actual cost of the report and shall
24 deposit the money received into the general fund.

25 Sec. 304. The department of attorney general is responsible
26 for the legal representation for state of Michigan state employee
27 worker's disability compensation cases. The risk management

1 revolving fund revenue appropriation in part 1 is to be satisfied
2 by billings from the department of attorney general for the actual
3 costs of legal representation, including salaries and support
4 costs.

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

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

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

1 antitrust, securities fraud, and consumer protection or class
2 action enforcement cases.

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

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

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

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

23 Sec. 309. From the prisoner reimbursement funds appropriated
24 in part 1, the department may spend up to \$611,900.00 on activities
25 related to the state correctional facility reimbursement act, 1935
26 PA 253, MCL 800.401 to 800.406. In addition to the funds
27 appropriated in part 1, if the department collects in excess of

1 \$1,131,000.00 in gross annual prisoner reimbursement receipts
2 provided to the general fund, the excess, up to a maximum of
3 \$1,000,000.00, is appropriated to the department of attorney
4 general and may be spent on the representation of the department of
5 corrections and its officers, employees, and agents, including, but
6 not limited to, the defense of litigation against the state, its
7 departments, officers, employees, or agents in civil actions filed
8 by prisoners.

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

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

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

25 Sec. 315. Total authorized appropriations from all sources
26 under part 1 for legacy costs for the fiscal year ending September
27 30, 2016 are \$17,778,100.00. From this amount, total agency

1 appropriations for pension-related legacy costs are estimated at
2 \$10,007,000.00. Total agency appropriations for retiree health care
3 legacy costs are estimated at \$7,771,100.00.

4 Sec. 316. From the funds appropriated in part 1 for sexual
5 assault law enforcement efforts, the department shall use the funds
6 for testing of backlogged sexual assault kits across the state. The
7 purpose of this initiative is to eliminate all county sexual
8 assault kit backlogs by the end of the fiscal year, assist local
9 prosecutors with investigations and prosecutions of viable cases,
10 and provide victim services. The department of attorney general
11 shall provide a detailed work and spending plan outlining
12 anticipated litigation action and expenditures resulting from
13 findings of the sexual assault kit testing. The spending plan shall
14 be transmitted to the state budget office, the senate and house
15 fiscal agencies, and the senate and house of representatives
16 standing committees on appropriations subcommittees on general
17 government. The appropriation shall not be available for
18 expenditure until the work plan is approved by the state budget
19 director. The state budget office shall notify the senate and house
20 of representatives standing committees on appropriations
21 subcommittees on general government at least 15 days prior to
22 release of the funds.

23 Sec. 320. The department of attorney general shall provide a
24 detailed work and spending plan for the appropriation in part 1 for
25 sexual assault prosecutions outlining the anticipated litigation
26 action and expenditures resulting from findings of the rape kit
27 testing results discovered by Michigan state police upon the

1 closure of the Detroit crime lab. The spending plan shall be
2 transmitted to the state budget office, the senate and house fiscal
3 agencies, and the senate and house of representatives standing
4 committees on appropriations subcommittees on general government.
5 The appropriation shall not be available for expenditure until the
6 work plan is approved by the state budget director. The state
7 budget office shall notify the senate and house of representatives
8 standing committees on appropriations subcommittees on general
9 government at least 15 days prior to release of the funds.

10 **DEPARTMENT OF CIVIL RIGHTS**

11 Sec. 401. (1) In addition to the funds appropriated in part 1,
12 there is appropriated an amount not to exceed \$2,000,000.00 for
13 federal contingency funds. These funds are not available for
14 expenditure until they have been transferred to another line item
15 in part 1 under section 393(2) of the management and budget act,
16 1984 PA 431, MCL 18.1393.

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

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

26 (a) Developing and presenting training for employers on equal

1 employment opportunity law and procedures.

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

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

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

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

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

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

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

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

24 Sec. 404. (1) The department of civil rights shall prepare and
25 transmit a detailed report that includes, but is not limited to,
26 the following information for the most recent fiscal year:

27 (a) A detailed description of the department operations.

1 (b) A detailed description of all subunits within the
2 department, including FTE positions associated with each subunit,
3 responsibilities of each subunit, and all revenues and expenditures
4 for each subunit.

5 (c) The number of complaints by type of complaint.

6 (d) The average cost of, and time expended, investigating
7 complaints.

8 (e) The percentage of complaints that are meritorious and
9 worthy of investigation or settlement and the percentage of
10 complaints that have no merit.

11 (f) A listing of amounts awarded to claimants.

12 (g) Expenditures associated with complaint investigation and
13 enforcement.

14 (h) A listing of complaint investigations closed per FTE
15 position for each of the past 5 years.

16 (i) A listing of complaint evaluations completed per FTE
17 position for each of the past 5 years.

18 (j) Productivity projections for the current fiscal year,
19 including investigations closed per FTE, complaint evaluations
20 completed per FTE, and average time expended investigating
21 complaints.

22 (2) The report required under subsection (1) shall be posted
23 online and transmitted electronically not later than November 30 to
24 the state budget director, the chairpersons of the senate and house
25 of representatives standing committees on appropriations, the
26 senate and house appropriations subcommittees on general
27 government, and the senate and house fiscal agencies.

1 Sec. 405. The department of civil rights shall notify the
2 office of the state budget, senate and house of representatives
3 standing committees on appropriations, and senate and house fiscal
4 agencies prior to submitting a report or complaint to the United
5 States commission on civil rights or other federal departments.

6 Sec. 410. Total authorized appropriations from all sources
7 under part 1 for legacy costs for the fiscal year ending September
8 30, 2016 are \$2,997,500.00. From this amount, total agency
9 appropriations for pension-related legacy costs are estimated at
10 \$1,701,400.00. Total agency appropriations for retiree health care
11 legacy costs are estimated at \$1,296,100.00.

12 LEGISLATURE

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

16 Sec. 601. (1) Funds appropriated in part 1 to an entity within
17 the legislative branch shall not be expended or transferred to
18 another account without written approval of the authorized agent of
19 the legislative entity. If the authorized agent of the legislative
20 entity notifies the state budget director of its approval of an
21 expenditure or transfer before the year-end book-closing date for
22 that legislative entity, the state budget director shall
23 immediately make the expenditure or transfer. The authorized
24 legislative entity agency shall be designated by the speaker of the
25 house of representatives for house entities, the senate majority
26 leader for senate entities, and the legislative council for

1 legislative council entities.

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

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

11 Sec. 603. The appropriation contained in part 1 for national
12 association dues is to be distributed by the legislative council.

13 Sec. 604. (1) The appropriation in part 1 to the Michigan
14 state capitol historic site includes funds to operate the
15 legislative parking facilities in the capitol area. The Michigan
16 state capitol commission shall establish rules regarding the
17 operation of the legislative parking facilities.

18 (2) The Michigan state capitol commission shall collect a fee
19 from state employees and the general public using certain
20 legislative parking facilities. The revenues received from the
21 parking fees shall be allocated by the Michigan state capitol
22 commission.

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

1 the Michigan manual.

2 Sec. 606. The appropriations in part 1 to the legislative
3 branch, for property management, shall be used to purchase
4 equipment and services for building maintenance in order to ensure
5 a safe and productive work environment. These funds are designated
6 as work project appropriations and shall not lapse at the end of
7 the fiscal year, and shall continue to be available for expenditure
8 until the project has been completed. The total cost is estimated
9 at \$500,000.00, and the tentative completion date is September 30,
10 2020.

11 Sec. 607. The appropriations in part 1 to the legislative
12 branch, for automated data processing, shall be used to purchase
13 equipment, software, and services in order to support and implement
14 data processing requirements and technology improvements. These
15 funds are designated as work project appropriations and shall not
16 lapse at the end of the fiscal year, and shall continue to be
17 available for expenditure until the project has been completed. The
18 total cost is estimated at \$500,000.00, and the tentative
19 completion date is September 30, 2020.

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

27 Sec. 615. Total authorized appropriations from all sources

1 under part 1 for legacy costs for the fiscal year ending September
2 30, 2016 are \$28,034,000.00. From this amount, total agency
3 appropriations for pension-related legacy costs are estimated at
4 \$15,465,300.00. Total agency appropriations for retiree health care
5 legacy costs are estimated at \$12,568,700.00.

6 **LEGISLATIVE AUDITOR GENERAL**

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

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

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

23 (3) The auditor general shall compile an annual report
24 regarding the number of contracts entered into with certified
25 minority- and women-owned and operated accounting firms, and
26 accounting firms owned and operated by persons with disabilities.

1 The auditor general shall deliver the report to the state budget
2 director and the senate and house of representatives standing
3 committees on appropriations subcommittees on general government by
4 November 1 of each year.

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

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

20 **DEPARTMENT OF STATE**

21 Sec. 701. (1) In addition to the funds appropriated in part 1,
22 there is appropriated an amount not to exceed \$2,000,000.00 for
23 federal contingency funds. These funds are not available for
24 expenditure until they have been transferred to another line item
25 in part 1 under section 393(2) of the management and budget act,
26 1984 PA 431, MCL 18.1393.

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

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

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

19 Sec. 703. From the funds appropriated in part 1, the
20 department of state shall sell copies of records including, but not
21 limited to, records of motor vehicles, off-road vehicles,
22 snowmobiles, watercraft, mobile homes, personal identification
23 cardholders, drivers, and boat operators and shall charge \$8.00 per
24 record sold only as authorized in section 208b of the Michigan
25 vehicle code, 1949 PA 300, MCL 257.208b, section 7 of 1972 PA 222,
26 MCL 28.297, and sections 80130, 80315, 81114, and 82156 of the
27 natural resources and environmental protection act, 1994 PA 451,

1 MCL 324.80130, 324.80315, 324.81114, and 324.82156. The revenue
2 received from the sale of records shall be credited to the
3 transportation administration collection fund created under section
4 810b of the Michigan vehicle code, 1949 PA 300, MCL 257.810b.

5 Sec. 704. From the funds appropriated in part 1, the secretary
6 of state may enter into agreements with the department of
7 corrections for the manufacture of vehicle registration plates 15
8 months before the registration year in which the registration
9 plates will be used.

10 Sec. 705. (1) The department of state may accept gifts,
11 donations, contributions, and grants of money and other property
12 from any private or public source to underwrite, in whole or in
13 part, the cost of a departmental publication that is prepared and
14 disseminated under the Michigan vehicle code, 1949 PA 300, MCL
15 257.1 to 257.923. A private or public funding source may receive
16 written recognition in the publication and may furnish a traffic
17 safety message, subject to departmental approval, for inclusion in
18 the publication. The department may reject a gift, donation,
19 contribution, or grant. The department may furnish copies of a
20 publication underwritten, in whole or in part, by a private source
21 to the underwriter at no charge.

22 (2) The department of state may sell and accept paid
23 advertising for placement in a departmental publication that is
24 prepared and disseminated under the Michigan vehicle code, 1949 PA
25 300, MCL 257.1 to 257.923. The department may charge and receive a
26 fee for any advertisement appearing in a departmental publication
27 and shall review and approve the content of each advertisement. The

1 department may refuse to accept advertising from any person or
2 organization. The department may furnish a reasonable number of
3 copies of a publication to an advertiser at no charge.

4 (3) Pending expenditure, the funds received under this section
5 shall be deposited in the Michigan department of state publications
6 fund created by section 211 of the Michigan vehicle code, 1949 PA
7 300, MCL 257.211. Funds given, donated, or contributed to the
8 department from a private source are appropriated and allocated for
9 the purpose for which the revenue is furnished. Funds granted to
10 the department from a public source are allocated and may be
11 expended upon receipt. The department shall not accept a gift,
12 donation, contribution, or grant if receipt is conditioned upon a
13 commitment of state funding at a future date. Revenue received from
14 the sale of advertising is appropriated and may be expended upon
15 receipt.

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

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

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

27 (b) A listing of the expenditures made from the amounts

1 received by the department as reported in subdivision (a).

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

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

8 (6) In addition to copies delivered without charge as the
9 secretary of state considers necessary, the department of state may
10 sell copies of manuals and other publications regarding the sale,
11 ownership, or operation or regulation of motor vehicles, with
12 amendments, at prices to be established by the secretary of state.
13 As used in this subsection, the term "manuals and other
14 publications" includes videos and proprietary electronic
15 publications. All funds received from sales of these manuals and
16 other publications shall be credited to the Michigan department of
17 state publications fund.

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

24 Sec. 708. From the funds appropriated in part 1, the
25 department of state shall use available balances at the end of the
26 state fiscal year to provide payment to the department of state
27 police in the amount of \$332,000.00 for the services provided by

1 the traffic accident records program as first appropriated in 1990
2 PA 196 and 1990 PA 208.

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

8 Sec. 710. (1) Commemorative and specialty license plate fee
9 revenue collected by the department of state and deposited into the
10 transportation administration collection fund created in section
11 810b of the Michigan vehicle code, 1949 PA 300, MCL 257.810b, is
12 authorized for expenditure up to the amount of revenue collected
13 but not to exceed the amount appropriated to the department of
14 state in part 1 to administer commemorative and specialty license
15 plate programs.

16 (2) Commemorative and specialty license plate fee revenue
17 collected by the department of state and deposited in the
18 transportation administration collection fund created in section
19 810b of the Michigan vehicle code, 1949 PA 300, MCL 257.810b, in
20 addition to the amount appropriated in part 1 to the department of
21 state, shall remain in the transportation administration collection
22 fund created in section 810b of the Michigan vehicle code, 1949 PA
23 300, MCL 257.810b, and be available for future appropriation.

24 Sec. 711. Collector plate and fund-raising registration plate
25 revenues collected by the department of state are appropriated and
26 allotted for distribution to the recipient university or public or
27 private agency overseeing a state-sponsored goal when received.

1 Distributions shall occur on a quarterly basis or as otherwise
2 authorized by law. Any revenues remaining at the end of the fiscal
3 year shall not lapse to the general fund but shall remain available
4 for distribution to the university or agency in the next fiscal
5 year.

6 Sec. 712. The department of state may produce and sell copies
7 of a training video designed to inform registered automotive repair
8 facilities of their obligations under Michigan law. The price shall
9 not exceed the cost of production and distribution. The money
10 received from the sale of training videos shall revert to the
11 department of state and be placed in the auto repair facility
12 account.

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

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

26 (3) Funds received under this section, including grants from
27 state and federal agencies, shall not lapse to the general fund at

1 the end of the fiscal year but shall remain available for
2 expenditure for the purposes described in this section.

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

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

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

17 Sec. 714. (1) Except as otherwise provided under subsection
18 (2), at least 180 days before closing a branch office or
19 consolidating a branch office and at least 60 days before
20 relocating a branch office, the department of state shall inform
21 members of the senate and house of representatives standing
22 committees on appropriations and legislators who represent affected
23 areas regarding the details of the proposal. The information
24 provided shall be in written form and include all analyses done
25 regarding criteria for changes in the location of branch offices,
26 including, but not limited to, branch transactions, revenue, and
27 the impact on citizens of the affected area. The impact on citizens

1 shall include information regarding additional distance to branch
2 office locations resulting from the plan. The written notice
3 provided by the department of state shall also include detailed
4 estimates of costs and savings that will result from the overall
5 changes made to the branch office structure and the same level of
6 detail regarding costs for new leased facilities and expansions of
7 current leased space.

8 (2) If the consolidation of a branch office is with another
9 branch office that is located within the same local unit of
10 government or the relocation of a branch office is to another
11 location that is located within the same local unit of government,
12 the department of state is not required to provide the notification
13 or written information described in subsection (1).

14 (3) As used in this section, "local unit of government" means
15 a city, village, township, or county.

16 Sec. 715. (1) Any service assessment collected by the
17 department of state from the user of a credit or debit card under
18 section 3 of 1995 PA 144, MCL 11.23, may be used by the department
19 for necessary expenses related to that service and may be remitted
20 to a credit or debit card company, bank, or other financial
21 institution.

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

1 the department for service assessments.

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

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

10 Sec. 716b. The department of state shall provide a report that
11 calculates the total amount of funds expended for the business
12 application modernization project to date from the inception of the
13 program. The report shall contain information on the original start
14 and completion dates for the project, the original cost to complete
15 the project, and a listing of all revisions to project completion
16 dates and costs. The report shall include the total amount of funds
17 paid to the state by the contract provider for penalties. The
18 report shall be submitted to the senate and house of
19 representatives standing committees on appropriations, the senate
20 and house fiscal agencies, and the state budget director by January
21 1.

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

1 donation, or contribution.

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

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

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

16 Sec. 721. From the funds appropriated in part 1, the
17 department of state may collect ATM commission fees from companies
18 that have ATMs located in secretary of state branch offices. The
19 commission received from the use of these ATMs shall be credited to
20 the transportation administration collection fund created under
21 section 810b of the Michigan vehicle code, 1949 PA 300, MCL
22 257.810b.

23 Sec. 722. The department shall participate in a workgroup to
24 investigate means of minimizing fraud in the MIBridges benefits
25 programs. The members of the workgroup shall include, but are not
26 limited to, the department and the departments of community health,
27 human services, and state police and members of the house of

1 representatives and the senate. The workgroup shall, at a minimum,
2 address the following possibilities and make recommendations on the
3 implementation of any of the following items considered feasible:

4 (a) Whether the department of human services' policies
5 concerning the replacement of lost bridge cards sufficiently deter
6 improper use of those cards.

7 (b) What technologies may exist to deter the sale or other
8 improper use of bridge cards.

9 (c) Whether a state driver license or state identification
10 card might be used to replace the existing bridge cards.

11 (d) What federal policies exist that may inhibit or enhance
12 adoption of fraud minimization actions.

13 Sec. 725. Total authorized appropriations from all sources
14 under part 1 for legacy costs for the fiscal year ending September
15 30, 2016 are \$31,253,000.00. From this amount, total agency
16 appropriations for pension-related legacy costs are estimated at
17 \$17,739,100.00. Total agency appropriations for retiree health care
18 legacy costs are estimated at \$13,513,900.00.

19 **DEPARTMENT OF TECHNOLOGY, MANAGEMENT, AND BUDGET**

20 Sec. 801. (1) In addition to the funds appropriated in part 1,
21 there is appropriated an amount not to exceed \$4,000,000.00 for
22 federal contingency funds. These funds are not available for
23 expenditure until they have been transferred to another line item
24 in part 1 under section 393(2) of the management and budget act,
25 1984 PA 431, MCL 18.1393.

26 (2) In addition to the funds appropriated in part 1, there is

1 appropriated an amount not to exceed \$8,000,000.00 for state
2 restricted contingency funds. These funds are not available for
3 expenditure until they have been transferred to another line item
4 in part 1 under section 393(2) of the management and budget act,
5 1984 PA 431, MCL 18.1393.

6 (3) In addition to the funds appropriated in part 1, there is
7 appropriated an amount not to exceed \$150,000.00 for local
8 contingency funds. These funds are not available for expenditure
9 until they have been transferred to another line item in part 1
10 under section 393(2) of the management and budget act, 1984 PA 431,
11 MCL 18.1393.

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

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

27 Sec. 803. (1) The department of technology, management, and

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

8 (2) The department of technology, management, and budget may
9 receive and expend funds in addition to those authorized by part 1
10 for real estate, architectural, design, and engineering services
11 provided specifically to other principal executive departments or
12 state agencies, the legislative branch, or the judicial branch.

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

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

23 Sec. 804. (1) The source of financing in part 1 for statewide
24 appropriations shall be funded by assessments against longevity and
25 insurance appropriations throughout state government in a manner
26 prescribed by the department of technology, management, and budget.
27 Funds shall be used as specified in joint labor/management

1 agreements or through the coordinated compensation hearings
2 process. Any deposits made under this subsection and any
3 unencumbered funds are restricted revenues, may be carried over
4 into the succeeding fiscal years, and are appropriated.

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

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

19 Sec. 806. In addition to the funds appropriated in part 1 to
20 the department of technology, management, and budget, the
21 department may receive and expend funds from other principal
22 executive departments and state agencies to implement
23 administrative leave bank transfer provisions as may be specified
24 in joint labor/management agreements. The amounts may also be
25 transferred to other principal executive departments and state
26 agencies under the joint agreement and any amounts transferred
27 under the joint agreement are authorized for receipt and

1 expenditure by the receiving principal executive department or
2 state agency. Any amounts received by the department of technology,
3 management, and budget under this section and intended, under the
4 joint labor/management agreements, to be available for use beyond
5 the close of the fiscal year and any unencumbered funds may be
6 carried over into the succeeding fiscal year.

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

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

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

25 Sec. 808a. (1) The department of technology, management, and
26 budget in conjunction with the state budget office shall not charge
27 building occupancy rates to a state department or agency for

1 unoccupied space if the department or agency has submitted a notice
2 to the department of technology, management, and budget and the
3 state budget office to vacate the property at least 12 months prior
4 to the date to vacate. If the state department or agency does not
5 vacate the property by the end of the notification date, the state
6 department or agency shall be charged building occupancy rates for
7 that space for time the space is occupied beyond the 12-month
8 notice date to vacate.

9 (2) The department of technology, management, and budget in
10 conjunction with the state budget office shall require state
11 departments or agencies to pay building occupancy rates when moving
12 into a building managed by the department of technology,
13 management, and budget at the beginning of the start of the fiscal
14 year immediately following building occupancy.

15 Sec. 809. On a quarterly basis, the department of technology,
16 management, and budget shall notify the chairpersons of the senate
17 and house of representatives standing committees on appropriations
18 and the chairpersons of the senate and house of representatives
19 standing committees on appropriations subcommittees on general
20 government on any revisions that increase or decrease current
21 contracts by more than \$500,000.00 for computer software
22 development, hardware acquisition, or quality assurance.

23 Sec. 810. The department of technology, management, and budget
24 shall maintain an Internet website that contains notice of all
25 invitations for bids and requests for proposals over \$50,000.00
26 issued by the department or by any state agency operating under
27 delegated authority. The department shall not accept an invitation

1 for bid or request for proposal in less than 14 days after the
2 notice is made available on the Internet website, except in
3 situations where it would be in the best interest of the state and
4 documented by the department. In addition to the requirements of
5 this section, the department may advertise the invitations for bids
6 and requests for proposals in any manner the department determines
7 appropriate, in order to give the greatest number of individuals
8 and businesses the opportunity to make bids or requests for
9 proposals.

10 Sec. 811. The department of technology, management, and budget
11 may receive and expend funds from the Vietnam veterans memorial
12 monument fund as provided in the Michigan Vietnam veterans memorial
13 act, 1988 PA 234, MCL 35.1051 to 35.1057. Funds are appropriated
14 and allocated when received and may be expended upon receipt.

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

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

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

8 (3) Pursuant to the department of technology, management, and
9 budget's authority under sections 213 and 215 of the management and
10 budget act, 1984 PA 431, MCL 18.1213 and 18.1215, the department
11 shall maintain a plan regarding the operation of the motor vehicle
12 fleet. The plan shall include the number of vehicles assigned to,
13 or authorized for use by, state departments and agencies, efforts
14 to reduce travel expenditures, the number of cars in the motor
15 vehicle fleet, the number of miles driven by fleet vehicles, and
16 the number of gallons of fuel consumed by fleet vehicles. The plan
17 shall include a calculation of the amount of state motor vehicle
18 fuel taxes that would have been incurred by fleet vehicles if fleet
19 vehicles were required by law to pay motor fuel taxes. The plan
20 shall include a description of fleet garage operations, the goods
21 sold and services provided by the fleet garage, the cost to operate
22 the fleet garage, the number of fleet garage locations, and the
23 number of employees assigned to each fleet garage. The plan may be
24 adjusted during the fiscal year based on needs and cost savings to
25 achieve the maximum value and efficiency from the state motor
26 fleet. Within 60 days after the close of the fiscal year, the
27 department shall provide a report to the senate and house of

1 representatives standing committees on appropriations and the
2 senate and house fiscal agencies detailing the current plan and
3 changes made to the plan during the fiscal year.

4 (4) The department of technology, management, and budget may
5 charge state agencies for fuel cost increases that exceed \$3.04 per
6 gallon of unleaded gasoline. The department shall notify state
7 agencies, in writing or by electronic mail, at least 30 days before
8 implementing additional charges for fuel cost increases. Revenues
9 received from these charges are appropriated upon receipt.

10 (5) In order to reduce costs and maintain quality, it is the
11 intent of the legislature that, excluding the fleet of motor
12 vehicles for the department of state police, when economically
13 feasible, the department of technology, management, and budget will
14 prioritize the utilization of remanufactured parts as the primary
15 means of maintenance and repair for the state of Michigan's fleet
16 of motor vehicles.

17 (6) The state budget director, upon notification to the senate
18 and house of representatives standing committees on appropriations,
19 may adjust spending authorization and the IDG from motor transport
20 fund in the department of technology, management, and budget in
21 order to ensure that the appropriations for motor vehicle fleet in
22 the department budget equal the expenditures for motor vehicle
23 fleet in the budgets for all executive branch agencies.

24 Sec. 814. The department of technology, management, and budget
25 shall develop a plan regarding the use of the funds appropriated in
26 part 1 for the enterprisewide information technology investment
27 projects. The plan shall include, but not be limited to, a

1 description of proposed information technology investment projects,
2 the time frame for completion of the information technology
3 investment projects, the proposed cost of the information
4 technology investment projects, the number of employees assigned to
5 implement each information technology investment project, the
6 contracts entered into for each information technology investment
7 project, and any other information the department deems necessary.
8 The plan shall be distributed to the senate and house of
9 representatives standing committees on appropriations subcommittees
10 on general government, as well as the senate and house fiscal
11 agencies on a quarterly basis. The submitted plan shall also
12 include anticipated spending reductions or overages for each of the
13 proposed information technology investment projects. The department
14 of technology, management, and budget shall notify the senate and
15 house of representatives standing committees on appropriations
16 subcommittees on general government and the senate and house fiscal
17 agencies when a project funded under an information technology
18 investment project line item in part 1 is expected to require a
19 transfer of dollars from another project in excess of \$500,000.00.

20 Sec. 816. An RFP issued for the purpose of privatization shall
21 include all factors used in evaluating and determining price.

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

27 Sec. 818. In addition to the funds appropriated in part 1, the

1 department of technology, management, and budget may receive and
2 expend money from the Michigan law enforcement officers memorial
3 monument fund as provided in the Michigan law enforcement officers
4 memorial act, 2004 PA 177, MCL 28.781 to 28.787.

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

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

14 Sec. 821. The department of technology, management, and budget
15 shall annually update the office space consolidation project plan,
16 including the use of the funds appropriated pursuant to
17 2012 PA 200 for the space consolidation fund. By February 15, the
18 department shall report to the senate and house of representatives
19 committees on appropriations subcommittees on general government
20 and the senate and house fiscal agencies on the revised plan and
21 plan implementation. The report shall include, but is not limited
22 to, the description of the proposed office space to be
23 consolidated, the time frame for completion of the office space
24 consolidation, the proposed itemized cost of the office space
25 consolidation, the number of employees assigned to implement the
26 office space consolidation, the contracts entered into for the
27 office space consolidation, information on completed projects,

1 anticipated savings, savings achieved, and any other information
2 the department deems necessary.

3 Sec. 822. The department of technology, management, and budget
4 shall compile a report by January 1 pertaining to the salaries of
5 unclassified employees, as well as gubernatorial appointees, within
6 all state departments and agencies. The report shall enumerate each
7 unclassified employee and gubernatorial appointee and his or her
8 annual salary individually. The report shall be distributed to the
9 chairs of the senate and house of representatives standing
10 committees on appropriations subcommittees on general government,
11 as well as the senate and house fiscal agencies and be made
12 available electronically and posted online.

13 Sec. 822b. (1) A public-private partnership investment fund is
14 created in MDTMB. Subject to subsections (2) and (3), public-
15 private partnership investments shall include, but are not limited
16 to, all of the following:

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

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

21 (c) Financial and investment incentive opportunities.

22 (d) Infrastructure construction, maintenance, and operation.

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

25 (2) Public-private investments shall not include projects,
26 consultant expenses, staff effort, or any other activity related to
27 the development, financing, construction, operation, or

1 implementation of the Detroit River International Crossing or any
2 successor project unless the project is approved by the legislature
3 and signed into law.

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

7 (4) Investment development revenue, including a portion of the
8 proceeds from the sale of any public-private partnership investment
9 designated in subsection (1), shall be deposited into the fund
10 created in subsection (1) and shall be available for
11 administration, development, financing, marketing, and operating
12 expenditures associated with public-private partnerships, unless
13 otherwise provided by law. Public-private partnership investments
14 authorized in subsection (1) are authorized for public or private
15 operation or sale consistent with state law. Expenditures from the
16 fund are authorized for investment purposes as designated in
17 subsection (1) to enhance the marketable value of each investment.
18 The unencumbered balance remaining in the fund at the end of the
19 fiscal year may be carried forward for appropriation in future
20 years.

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

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

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

3 (6) MDTMB shall monitor the revenue deposited in the public-
4 private partnership investment fund created in subsection (1). If
5 the revenue in the fund is insufficient to pay the amount
6 appropriated in part 1 for public-private partnership investment,
7 then MDTMB shall propose a legislative transfer to fund the line
8 from the appropriations in part 1.

9 Sec. 822c. The funds appropriated in part 1 shall not be used
10 to support any staff effort, projects, consultant expenses, or any
11 other activity related to the development, financing, construction,
12 operation, or implementation of the Detroit River International
13 Crossing or any successor project unless the project is approved by
14 the legislature and signed into law.

15 Sec. 822d. By December 31, 2015, the department shall provide
16 a report to the senate and house appropriations subcommittees on
17 general government and the senate and house fiscal agencies that
18 identifies fee and rate schedules to be used by state departments
19 and agencies for services, including information technology,
20 provided by the department during fiscal year 2016-2017. The report
21 shall also identify changes from fees and rates charged in fiscal
22 year 2015-2016 and include an explanation of the factors that
23 justify each fee and rate increase.

24 Sec. 822e. Total authorized appropriations from all sources
25 under part 1 for legacy costs for the fiscal year ending September
26 30, 2016 are \$76,448,100.00. From this amount, total agency
27 appropriations for pension-related legacy costs are estimated at

1 \$43,360,600.00. Total agency appropriations for retiree health care
2 legacy costs are estimated at \$33,087,500.00.

3 Sec. 822f. (1) The funds appropriated in part 1 for the
4 regional prosperity initiative are to be used as competitive grants
5 to eligible regional planning organizations qualifying for funding
6 as a regional prosperity collaborative, a regional prosperity
7 council, or a regional prosperity board. A regional planning
8 organization may not qualify for funding under more than 1 category
9 in the same state fiscal year. As used in this section:

10 (a) "Eligible regional planning organization" means any of the
11 following:

12 (i) An existing regional planning commission created pursuant
13 to 1945 PA 281, MCL 125.11 to 125.25.

14 (ii) An existing regional economic development commission
15 created pursuant to 1966 PA 46, MCL 125.1231 to 125.1237.

16 (iii) An existing metropolitan area council formed pursuant to
17 the metropolitan councils act, 1989 PA 292, MCL 124.651 to 124.729.

18 (iv) A Michigan metropolitan planning organization established
19 pursuant to the moving ahead for progress in the 21st century act,
20 Public Law 112-141.

21 (b) "Open meetings act" means the open meetings act, 1976 PA
22 267, MCL 15.261 to 15.275.

23 (c) "Regional prosperity board" means a regional body with
24 representation from private, public, and nonprofit entities engaged
25 in joint decision-making practices for the purpose of creating a
26 phase three: regional prosperity plan.

27 (d) "Regional prosperity collaborative" means any committee

1 developed by a regional planning organization or a metropolitan
2 planning organization that serves to bring organizational
3 representation together from private, public, and nonprofit
4 entities within a region for the purpose of creating a phase one:
5 regional prosperity plan.

6 (e) "Regional prosperity council" means a regional body with
7 representation from private, public, and nonprofit entities with
8 shared administrative services and an executive governing entity,
9 as demonstrated by a formal local agreement or agreements for the
10 purpose of creating a phase two: regional prosperity plan.

11 (2) Regional planning organizations may qualify to receive not
12 more than \$250,000.00 of incentive-based funding as a regional
13 prosperity collaborative subject to meeting all of the following
14 requirements:

15 (a) The regional prosperity collaborative has created a phase
16 one: regional prosperity plan, as follows:

17 (i) The regional prosperity collaborative must include
18 regional representatives from adult education, workforce
19 development, community development, economic development,
20 transportation, and higher education organizations.

21 (ii) The plan is required, at a minimum, to include a 5-year
22 plan focused on economic growth and vitality for the region, as
23 well as a performance dashboard and measurable annual goals to
24 support the 5-year plan.

25 (iii) The 5-year plan shall address regional strategies
26 related to adult education, workforce development, economic
27 development, transportation, higher education, and business

1 development.

2 (iv) The regional prosperity collaborative shall adopt the
3 plan by a minimum 2/3 majority vote of its members.

4 (b) The regional prosperity collaborative adheres to
5 accountability and transparency measures required in the open
6 meetings act.

7 (c) The regional prosperity collaborative convenes monthly
8 meetings, open to the public, to consider and discuss issues
9 leading to a common vision of economic prosperity for the region,
10 including, but not limited to, community development, economic
11 development, talent, and infrastructure opportunities.

12 (d) The regional prosperity collaborative makes available on
13 the grant recipient's publicly accessible Internet site pertinent
14 documents, including, but not limited to, monthly meeting agendas,
15 minutes of monthly meetings, voting records, and the regional
16 prosperity plan and performance dashboard.

17 (e) The regional prosperity collaborative keeps a status
18 report detailing the spending associated with previous regional
19 prosperity initiative grants. Organizations that have successfully
20 received grant awards in previous fiscal years shall be required to
21 make available to the department and on a publicly accessible
22 Internet site information regarding the use of those grant dollars.

23 (3) Regional planning organizations eligible to receive a
24 payment as a regional prosperity collaborative under subsection (2)
25 may qualify to receive a 1-time grant of not more than \$75,000.00
26 to produce a plan to transform the regional prosperity
27 collaborative into a regional prosperity council or regional

1 prosperity board, including necessary local formal agreements, to
2 make recommendations that eliminate duplicative efforts and
3 administrative functions, and to leverage resources through
4 cooperation, collaboration, and consolidations of organizations or
5 programs throughout the region. Plans produced to transform the
6 regional prosperity collaborative into a regional prosperity
7 council or regional prosperity board shall be made available on the
8 grant recipient's publicly accessible Internet site.

9 (4) Regional planning organizations may qualify to receive not
10 more than \$375,000.00 of incentive-based funding as a regional
11 prosperity council subject to meeting all of the following
12 requirements:

13 (a) The regional prosperity council has created a phase two:
14 regional prosperity plan, as follows:

15 (i) The regional prosperity council must include regional
16 representatives from adult education, workforce development,
17 community development, economic development, transportation, and
18 higher education organizations.

19 (ii) The regional prosperity council shall identify
20 opportunities for shared administrative services and decision-
21 making among the private, public, and nonprofit entities within the
22 region and shall continue collaboration with regional prosperity
23 council members, including, but not limited to, representatives
24 from adult education providers, workforce development agencies,
25 community development agencies, economic development agencies,
26 transportation service providers, and higher education
27 institutions.

1 (iii) The plan is required to include, but is not limited to,
2 all of the following:

3 (A) A status report of the approved 5-year plan.

4 (B) The addition of a 10-year plan for the region which builds
5 upon prior work and is focused on economic growth and vitality in
6 the region.

7 (C) A prioritized list of regional projects.

8 (D) A performance dashboard with measurable annual goals.

9 (iv) The regional prosperity council shall adopt the plan by a
10 minimum 2/3 vote of its members.

11 (b) The regional prosperity council adheres to accountability
12 and transparency measures required in the open meetings act.

13 (c) The regional prosperity council convenes monthly meetings,
14 open to the public, to consider and discuss issues leading to a
15 common vision of economic prosperity for the region, including, but
16 not limited to, community development, economic development,
17 talent, and infrastructure opportunities.

18 (d) The regional prosperity council makes available on the
19 grant recipient's publicly accessible Internet site pertinent
20 documents, including, but not limited to, monthly meeting agendas,
21 minutes of monthly meetings, voting records, and the regional
22 prosperity plan and performance dashboard.

23 (e) The regional prosperity council keeps a status report
24 detailing the spending associated with previous regional prosperity
25 initiative grants. Organizations that have successfully received
26 grant awards in previous fiscal years shall be required to make
27 available to the department and on a publicly accessible Internet

1 site information regarding the use of those grant dollars.

2 (5) Regional planning organizations eligible to receive a
3 payment as a regional prosperity council under subsection (4) may
4 qualify to receive a 1-time grant of not more than \$75,000.00 to
5 produce a plan to transform the regional prosperity council into a
6 regional prosperity board, including a singular private/public
7 governance structure that comports with federal guidelines for
8 governance under the workforce investment act, Public Law 105-220,
9 the moving ahead for progress in the 21st century act, Public Law
10 112-141, the economic development administration and Appalachian
11 regional development reform act of 1998, Public Law 105-393, and
12 recommendations to eliminate duplicative efforts, administrative
13 functions, and leverage resources through cooperation,
14 collaboration, and consolidations of organizations or programs
15 throughout the region.

16 (6) Regional planning organizations may qualify to receive not
17 more than \$500,000.00 of incentive-based funding as a regional
18 prosperity board subject to meeting all of the following
19 requirements:

20 (a) The regional prosperity board has created a phase three:
21 regional prosperity plan, as follows:

22 (i) The regional prosperity board, at a minimum, must
23 demonstrate the consolidation of regional metropolitan planning
24 organization boards, state designated regional planning agency
25 boards, workforce development boards, and federally designated
26 economic development districts within a region.

27 (ii) The regional prosperity board shall create a regional

1 services recommendations report prioritizing the list of state-
2 funded services and programs provided to the region, and
3 recommendations for state-regional partnerships to support the
4 adopted regional prosperity plan.

5 (iii) The plan is required to include a status report of the
6 approved 10-year plan for the creation of an updated regional
7 prosperity plan.

8 (iv) The regional prosperity board shall adopt the plan by a
9 minimum 2/3 vote of its members.

10 (b) The regional prosperity board adheres to accountability
11 and transparency measures required in the open meetings act.

12 (c) The regional prosperity board convenes monthly meetings,
13 open to the public, to consider and discuss issues leading to a
14 common vision of economic prosperity for the region, including, but
15 not limited to, community development, economic development,
16 talent, and infrastructure opportunities.

17 (d) The regional prosperity board makes available on the grant
18 recipient's publicly accessible Internet site pertinent documents,
19 including, but not limited to, monthly meeting agendas, minutes of
20 monthly meetings, voting records, and the regional prosperity plan
21 and performance dashboard.

22 (7) Regional planning organizations eligible to receive a
23 payment as a regional prosperity board under subsection (6) may
24 qualify to receive not more than \$125,000.00, to implement the
25 prioritized regional prosperity plan projects.

26 (8) Regional planning organizations eligible to receive a
27 payment as a regional prosperity collaborative, board, or council

1 may partner with other eligible regional planning organizations to
2 submit joint applications. In the instance of a joint application,
3 1 regional planning organization shall be utilized as the overall
4 applicant. The department may award a joint application award of no
5 greater than the sum of potential application dollars which would
6 have otherwise been available through individual applications.

7 (9) The department shall develop an application process and
8 method of grant distribution for the regional prosperity
9 initiative. Funding applications from regional planning
10 organizations shall be due to the department by December 1, 2015.
11 The department shall notify regional planning organizations of
12 grant application status by January 1, 2016. The department shall
13 ensure that processes are established to verify that qualifying
14 regional planning organizations meet the requirements under
15 subsections (2), (3), (4), (5), (6), and (7), as applicable.

16 (10) Unexpended funds appropriated in part 1 for the regional
17 prosperity initiative are designated as work project
18 appropriations, and any unencumbered or unallotted funds shall not
19 lapse at the end of the fiscal year and shall be available for
20 expenditure for regional prosperity initiative projects under this
21 section until the projects have been completed. The following is in
22 compliance with section 451a of the management and budget act, 1984
23 PA 431, MCL 18.1451a:

24 (a) The purpose of the projects is to provide incentive-based
25 grants to recipients under this section.

26 (b) The projects will be accomplished by grants to qualified
27 regional planning organizations.

1 (c) The total estimated cost of all projects is \$2,500,000.00.

2 (d) The estimated completion date is September 30, 2020.

3 **INFORMATION TECHNOLOGY**

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

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

24 (3) Funds accepted by the department of technology,
25 management, and budget under subsection (1) are appropriated and
26 allotted when received and may be expended upon approval of the

1 state budget director. The state budget office shall notify the
2 senate and house of representatives standing committees on
3 appropriations subcommittees on general government and the senate
4 and house fiscal agencies within 10 days after the approval is
5 given.

6 Sec. 824. The department of technology, management, and budget
7 may enter into agreements to supply spatial information and
8 technical services to other principal executive departments, state
9 agencies, local units of government, and other organizations. The
10 department of technology, management, and budget may receive and
11 expend funds in addition to those authorized in part 1 for
12 providing information and technical services, publications, maps,
13 and other products. The department of technology, management, and
14 budget may expend amounts received for salaries, supplies, and
15 equipment necessary to provide informational products and technical
16 services. Prior to December 1 of each year, the department shall
17 provide a report to the senate and house of representatives
18 standing committees on appropriations subcommittees on general
19 government, detailing the sources of funding and expenditures made
20 under this section.

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

25 Sec. 826. When used in this part and part 1, "information
26 technology services" means services involving all aspects of
27 managing and processing information, including, but not limited to,

1 all of the following:

2 (a) Application and mobile development and maintenance.

3 (b) Desktop computer support and management.

4 (c) Cyber security.

5 (d) Social media.

6 (e) Mainframe computer support and management.

7 (f) Server support and management.

8 (g) Local area network support and management, including, but
9 not limited to, wired and wireless network build-out, support, and
10 management.

11 (h) Information technology project management.

12 (i) Information technology planning and budget management.

13 (j) Telecommunication services, infrastructure, and support.

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

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

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

24 (4) The department of technology, management, and budget shall
25 provide a report to the senate and house of representatives
26 standing committees on appropriations, the senate and house fiscal
27 agencies, and the state budget director on April 15 and on October

1 15, indicating the amount of revenue collected under this section
2 and expended for support and maintenance of the Michigan public
3 safety communications system for the immediately preceding 6-month
4 period. Any deposits made under this section and unencumbered funds
5 are restricted revenues and shall be carried forward into
6 succeeding fiscal years.

7 Sec. 828. The department of technology, management, and budget
8 shall submit a report for the immediately preceding fiscal year
9 ending September 30 to the senate and house of representatives
10 standing committees on appropriations subcommittees on general
11 government and the senate and house fiscal agencies by March 1. The
12 report shall include the following:

13 (a) The total amount of funding appropriated for information
14 technology services and projects, by funding source, for all
15 principal executive departments and agencies.

16 (b) A listing of the expenditures made from the amounts
17 received by the department of technology, management, and budget as
18 reported in subdivision (a).

19 Sec. 829. The department of technology, management, and budget
20 shall provide a report that analyzes and makes recommendations on
21 the life-cycle of information technology hardware and software. The
22 report shall be submitted to the senate and house of
23 representatives standing committees on appropriations subcommittees
24 on general government and the senate and house fiscal agencies by
25 March 1.

26 Sec. 830. By December 31, the department shall provide a
27 report that lists all information technology-related change orders

1 and follow-on contracts, greater than \$50,000.00, whether they are
2 bid, exercise options, or no-bid, and the amount of each change
3 order or contract extension contract entered into by the department
4 to the senate and house of representatives standing committees on
5 appropriations subcommittees on general government, the senate and
6 house fiscal agencies, and the state budget director.

7 Sec. 831. (1) The information, communications, and technology
8 innovation fund, established pursuant to 2011 PA 63, 2012 PA 200,
9 and 2013 PA 59, shall be administered by the department of
10 technology, management, and budget for the purpose of providing a
11 revolving, self-sustaining resource for financing information,
12 communications, and technology innovation projects. From the funds
13 appropriated to the information, communications, and technology
14 innovation fund by 2011 PA 63, 2012 PA 200, and 2013 PA 59, or
15 received by the information, communications, and technology
16 innovation fund under subsections (2) and (3), the department of
17 technology, management, and budget may issue loans to state
18 agencies, local units of government, colleges and universities in
19 this state, school districts, other public entities that provide
20 public sector services, and nonprofit organizations that provide
21 public sector services, as determined by the department of
22 technology, management, and budget in support of information,
23 communications, and technology innovation projects.

24 (2) In addition to funds appropriated by 2011 PA 63, 2012 PA
25 200, and 2013 PA 59, the information, communications, and
26 technology innovation fund may accept contributions, gifts,
27 bequests, devises, grants, and donations.

1 (3) In addition to the funds appropriated by 2011 PA 63, 2012
2 PA 200, and 2013 PA 59, money received by the department of
3 technology, management, and budget as repayment of information,
4 communications, and technology innovation project loans, or other
5 reimbursement or revenue received by the department of technology,
6 management, and budget as a result of information, communications,
7 and technology innovation project loans, interest earned on that
8 money, or subsection (2) revenue, shall be deposited in the
9 information, communications, and technology innovation fund and is
10 appropriated for information, communications, and technology
11 innovation fund projects described in subsection (1). At the close
12 of the fiscal year, any unencumbered funds remaining in the
13 information, communications, and technology innovation fund shall
14 remain in the fund and be carried forward into the succeeding
15 fiscal year.

16 (4) This section is not effective if legislation is enacted
17 that creates and provides for the administration and use of the
18 information, communications, and technology innovation fund.

19 Sec. 832. (1) The department of technology, management, and
20 budget shall inform the senate and house appropriations
21 subcommittees on general government and the senate and house fiscal
22 agencies within 30 days of any potential or actual penalties
23 assessed by the federal government for failure of the Michigan
24 child support enforcement system to achieve certification by the
25 federal government.

26 (2) If potential penalties are assessed by the federal
27 government, the department of technology, management, and budget

1 shall submit a report to the senate and house appropriations
2 subcommittees on general government and the senate and house fiscal
3 agencies within 90 days specifying the department's plans to avoid
4 actual penalties and ensure federal certification of the Michigan
5 child support enforcement system.

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

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

20 Sec. 834. (1) Revenue collected from licenses issued under the
21 antenna site management project shall be deposited into the antenna
22 site management revolving fund created for this purpose in the
23 department of technology, management, and budget. The department
24 may receive and expend money from the fund for costs associated
25 with the antenna site management project, including the cost of a
26 third-party site manager. Any excess revenue remaining in the fund
27 at the close of the fiscal year shall be proportionately

1 transferred to the appropriate state restricted funds as designated
2 in statute or by constitution.

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

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

14 **STATE BUILDING AUTHORITY RENT**

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

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

1 **CIVIL SERVICE COMMISSION**

2 Sec. 850. (1) In accordance with section 5 of article XI of
3 the state constitution of 1963, all restricted funds shall be
4 assessed a sum not less than 1% of the total aggregate payroll paid
5 from those funds for financing the civil service commission on the
6 basis of actual 1% restricted sources total aggregate payroll of
7 the classified service for the preceding fiscal year. This
8 includes, but is not limited to, restricted funds appropriated in
9 part 1 of any appropriations act. Unexpended 1% appropriated funds
10 shall be returned to each 1% fund source at the end of the fiscal
11 year.

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

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

21 Sec. 851. Except where specifically appropriated for this
22 purpose, financing from restricted sources shall be credited to the
23 civil service commission. For restricted sources of funding within
24 the general fund that have the legislative authority for carryover,
25 if current spending authorization or revenues are insufficient to
26 accept the charge, the shortage shall be taken from carryforward
27 balances of that funding source. Restricted revenue sources that do

1 not have carryforward authority shall be utilized to satisfy
2 commission operating deducts first and civil service obligations
3 second. General fund dollars are appropriated for any shortfall,
4 pursuant to approval by the state budget director.

5 Sec. 852. The appropriation in part 1 to the civil service
6 commission, for state-sponsored group insurance, flexible spending
7 accounts, and COBRA, represents amounts, in part, included within
8 the various appropriations throughout state government for the
9 current fiscal year to fund the flexible spending account program
10 included within the civil service commission. Deposits against
11 state-sponsored group insurance, flexible spending accounts, and
12 COBRA for the flexible spending account program shall be made from
13 assessments levied during the current fiscal year in a manner
14 prescribed by the civil service commission. Unspent employee
15 contributions to the flexible spending accounts may be used to
16 offset administrative costs for the flexible spending account
17 program, with any remaining balance of unspent employee
18 contributions to be lapsed to the general fund.

19 **CAPITAL OUTLAY**

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

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

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

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

26 (d) "Director" means the director of the department of

1 technology, management, and budget.

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

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

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

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

11 Sec. 861. Each capital outlay project authorized in this part
12 and part 1 or any previous capital outlay act shall comply with the
13 procedures required by the management and budget act, 1984 PA 431,
14 MCL 18.1101 to 18.1594.

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

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

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

25 (b) The balance remaining in each account.

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

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

1 construction.

2 (e) The appropriations history for the project.

3 (f) The professional service contractor.

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

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

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

9 (3) Before the end of each fiscal year, the department shall
10 report the following for each project by a state agency,
11 university, or community college that is authorized for planning
12 but is not yet authorized for construction:

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

14 (b) Whether a program statement is approved.

15 (c) Whether schematics are approved by the department.

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

17 (e) The name of the professional service contractor.

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

20 Sec. 864. The appropriations in part 1 for capital outlay
21 shall be carried forward at the end of the fiscal year consistent
22 with the provisions of section 248 of the management and budget
23 act, 1984 PA 431, MCL 18.1248.

24 Sec. 865. (1) A site preparation economic development fund is
25 created in the department. As used in this section, "economic
26 development sites" means those state-owned sites declared as
27 surplus property pursuant to section 251 of the management and

1 budget act, 1984 PA 431, MCL 18.1251, that would provide economic
2 benefit to the area or to the state. The MEDC board and the state
3 budget director shall determine whether or not a specific state-
4 owned site qualifies for inclusion in the fund created under this
5 subsection.

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

16 (3) A cash advance in an amount of not more than
17 \$25,000,000.00 is authorized from the general fund to the site
18 preparation economic development fund.

19 (4) An annual report shall be transmitted to the senate and
20 house of representatives standing committees on appropriations not
21 later than December 31 of each year. This report shall detail both
22 of the following:

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

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

27 Sec. 866. For the state building authority financed

1 construction authorization in part 1, the legislature hereby
2 determines that the leasing of the facility from the authority is
3 for a public purpose as authorized under 1964 PA 183, MCL 830.411
4 to 830.425. The legislature approves and authorizes the lease and
5 conveyance of property to the state building authority, the state
6 building authority acquiring the facility and leasing it to the
7 state and the educational institution, as applicable, and the
8 governor and secretary of state executing the lease for and on
9 behalf of the state pursuant to the requirements of 1964 PA 183,
10 MCL 830.411 to 830.425. Per the requirements of the lease, the
11 legislature also agrees to appropriate annually sufficient amounts
12 to pay the rent as obligated pursuant to the lease.

13 Sec. 867. Proceeds from the sale of the Farnum Building shall
14 be subsequently appropriated to the department in accordance with
15 any legislation enacted that authorizes the sale of that property.
16 If the net proceeds from the sale of the Farnum Building are less
17 than the \$7,000,000.00 authorized for senate relocation costs in
18 section 896 of article VIII of 2014 PA 252, an amount equal to the
19 difference between the net sale proceeds and \$7,000,000.00 shall be
20 appropriated by the legislature to the department.

21 **CAPITAL OUTLAY - UNIVERSITIES AND COMMUNITY COLLEGES**

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

24 (2) State support is directed towards the remodeling and
25 additions, special maintenance, or construction of certain
26 community college buildings. The community college shall obtain or

1 provide for site acquisition and initial main utility installation
2 to operate the facility. Funding shall be composed of local and
3 state shares and not more than 50% of a capital outlay project, not
4 including a lump-sum special maintenance project or remodeling and
5 addition project, for a community college shall be appropriated
6 from state and federal funds, unless otherwise appropriated by the
7 legislature.

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

26 (4) The community college shall take the steps necessary to
27 secure available federal construction and equipment money for

1 projects funded for construction in this part and part 1 if an
2 application was not previously made. If there is a reasonable
3 expectation that a prior year unfunded application may receive
4 federal money in a subsequent year, the college shall take whatever
5 action necessary to keep the application active.

6 Sec. 874. If university and community college matching
7 revenues are received in an amount less than the appropriations for
8 capital projects contained in this part and part 1, the state funds
9 shall be reduced in proportion to the amount of matching revenue
10 received.

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

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

23 ONE-TIME APPROPRIATIONS

24 Sec. 891. The department of technology, management, and budget
25 shall report quarterly to the senate and house appropriations
26 subcommittees on general government and the senate and house fiscal

1 agencies on legal services fund expenditures. The report shall
2 itemize expenditures by case, purpose, and department involved.

3 **DEPARTMENT OF TREASURY**

4 **OPERATIONS**

5 Sec. 901. (1) In addition to the funds appropriated in part 1,
6 there is appropriated an amount not to exceed \$1,000,000.00 for
7 federal contingency funds. These funds are not available for
8 expenditure until they have been transferred to another line item
9 in part 1 under section 393(2) of the management and budget act,
10 1984 PA 431, MCL 18.1393.

11 (2) In addition to the funds appropriated in part 1, there is
12 appropriated an amount not to exceed \$10,000,000.00 for state
13 restricted contingency funds. These funds are not available for
14 expenditure until they have been transferred to another line item
15 in part 1 under section 393(2) of the management and budget act,
16 1984 PA 431, MCL 18.1393.

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

23 (4) In addition to the funds appropriated in part 1, there is
24 appropriated an amount not to exceed \$40,000.00 for private
25 contingency funds. These funds are not available for expenditure
26 until they have been transferred to another line item in part 1

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

3 Sec. 902. (1) Amounts needed to pay for interest, fees,
4 principal, mandatory and optional redemptions, arbitrage rebates as
5 required by federal law, and costs associated with the payment,
6 registration, trustee services, credit enhancements, and issuing
7 costs in excess of the amount appropriated to the department of
8 treasury in part 1 for debt service on notes and bonds that are
9 issued by the state under sections 14, 15, and 16 of article IX of
10 the state constitution of 1963 as implemented by 1967 PA 266, MCL
11 17.451 to 17.455, are appropriated.

12 (2) In addition to the amount appropriated to the department
13 of treasury for debt service in part 1, there is appropriated an
14 amount for fiscal year cash-flow borrowing costs to pay for
15 interest on interfund borrowing made under 1967 PA 55, MCL 12.51 to
16 12.53.

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

26 Sec. 902a. The department of treasury shall notify the senate
27 and house of representatives standing committees on appropriations,

1 the senate and house fiscal agencies, and the state budget office
2 not more than 30 days after a refunding or restructuring bond issue
3 is sold. The notification shall compare the annual debt service
4 prior to the refinancing or restructuring, the annual debt service
5 after the refinancing or restructuring, the change in the principal
6 and interest over the duration of the debt, and the projected
7 change in the present value of the debt service due to the
8 refinancing and restructuring.

9 Sec. 903. (1) From the funds appropriated in part 1, the
10 department of treasury may contract with private collection
11 agencies and law firms to collect taxes and other accounts due this
12 state. In addition to the amounts appropriated in part 1 to the
13 department of treasury, there are appropriated amounts necessary to
14 fund collection costs and fees not to exceed 25% of the collections
15 or 2.5% plus operating costs, whichever amount is prescribed by
16 each contract. The appropriation to fund collection costs and fees
17 for the collection of taxes or other accounts due this state are
18 from the fund or account to which the revenues being collected are
19 recorded or dedicated. However, if the taxes collected are
20 constitutionally dedicated for a specific purpose, the
21 appropriation of collection costs and fees are from the general
22 purpose account of the general fund.

23 (2) From the funds appropriated in part 1, the department of
24 treasury may contract with private collections agencies and law
25 firms to collect defaulted student loans and other accounts due the
26 Michigan guaranty agency. In addition to the amounts appropriated
27 in part 1 to the department of treasury, there are appropriated

1 amounts necessary to fund collection costs and fees not to exceed
2 24.34% of the collection or a lesser amount as prescribed by the
3 contract. The appropriation to fund collection costs and fees for
4 the auditing and collection of defaulted student loans due the
5 Michigan guaranty agency is from the fund or account to which the
6 revenues being collected are recorded or dedicated.

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

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

26 (2) In addition to the funds appropriated in part 1 from the
27 retirement funds to the department of treasury, there is

1 appropriated from retirement funds an amount sufficient to pay for
2 the services of money managers, investment advisors, investment
3 consultants, custodians, and other outside professionals, the state
4 treasurer considers necessary to prudently manage the retirement
5 funds' investment portfolios. The state treasurer shall report
6 annually to the senate and house of representatives standing
7 committees on appropriations and the state budget office concerning
8 the performance of each portfolio by investment advisor.

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

13 (2) The appropriations under subsection (1) shall be funded by
14 restricting revenues from common cash interest earnings and
15 investment earnings in an amount sufficient to record these
16 expenditures.

17 Sec. 905. A revolving fund known as the municipal finance fee
18 fund is created in the department of treasury. Fees are established
19 under the revised municipal finance act, 2001 PA 34, MCL 141.2101
20 to 141.2821, and the fees collected shall be credited to the
21 municipal finance fee fund and may be carried forward for future
22 appropriation.

23 Sec. 906. (1) The department of treasury shall charge for
24 audits as permitted by state or federal law or under contractual
25 arrangements with local units of government, other principal
26 executive departments, or state agencies. A report detailing audits
27 performed and audit charges for the immediately preceding fiscal

1 year shall be submitted to the state budget director and the senate
2 and house fiscal agencies not later than November 30.

3 (2) A revolving fund known as the audit charges fund is
4 created in the department of treasury. The contractual charges
5 collected shall be credited to the audit charges fund and may be
6 carried forward for future appropriation.

7 Sec. 907. A revolving fund known as the assessor certification
8 and training fund is created in the department of treasury. The
9 assessor certification and training fund shall be used to organize
10 and operate a property assessor certification and training program.
11 Each participant certified and trained shall pay to the department
12 of treasury examination fees not to exceed \$50.00 per examination
13 and certification fees not to exceed \$175.00. Training courses
14 shall be offered in assessment administration. Each participant
15 shall pay a fee to cover the expenses incurred in offering the
16 optional programs to certified assessing personnel and other
17 individuals interested in an assessment career opportunity. The
18 fees collected shall be credited to the assessor certification and
19 training fund.

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

26 Sec. 909. Revenue from the airport parking tax act, 1987 PA
27 248, MCL 207.371 to 207.383, is appropriated and shall be

1 distributed under section 7a of the airport parking tax act, 1987
2 PA 248, MCL 207.377a.

3 Sec. 910. The disbursement by the department of treasury from
4 the bottle deposit fund to dealers as required by section 3c(2) of
5 1976 IL 1, MCL 445.573c, is appropriated.

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

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

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

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

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

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

27 (2) Of the funds appropriated in part 1 to the department of

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

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

14 Sec. 915. Pursuant to section 61 of the Michigan campaign
15 finance act, 1976 PA 388, MCL 169.261, there is appropriated from
16 the general fund to the state campaign fund an amount equal to the
17 amounts designated for tax year 2014. Except as otherwise provided
18 in this section, the amount appropriated shall not revert to the
19 general fund and shall remain in the state campaign fund. Any
20 amounts remaining in the state campaign fund in excess of
21 \$10,000,000.00 on December 31 shall revert to the general fund.

22 Sec. 916. The department of treasury may make available to
23 interested entities otherwise unavailable customized unclaimed
24 property listings of nonconfidential information in its possession.
25 The charge for this information is as follows: 1 to 100,000 records
26 at 2.5 cents per record and 100,001 or more records at .5 cents per
27 record. The revenue received from this service shall be deposited

1 to the appropriate revenue account or fund. The department shall
2 submit an annual report on or before June 1 to the state budget
3 director and the senate and house of representatives standing
4 committees on appropriations that states the amount of revenue
5 received from the sale of information.

6 Sec. 917. (1) There is appropriated for write-offs and
7 advances an amount equal to total write-offs and advances for
8 departmental programs, but not to exceed current year
9 authorizations that would otherwise lapse to the general fund.

10 (2) The department of treasury shall submit a report for the
11 immediately preceding fiscal year to the state budget director and
12 the senate and house fiscal agencies not later than November 30
13 stating the amounts appropriated for write-offs and advances under
14 subsection (1).

15 Sec. 918. In addition to funds appropriated in part 1, the
16 department of treasury may receive and expend funds for conducting
17 tax orientation workshops and seminars. Funds received may not
18 exceed costs incurred in conducting the workshops and seminars.

19 Sec. 919. (1) From funds appropriated in part 1, the
20 department of treasury may contract with private auditing firms to
21 audit for and collect unclaimed property due this state in
22 accordance with the uniform unclaimed property act, 1995 PA 29, MCL
23 567.221 to 567.265. In addition to the amounts appropriated in part
24 1 to the department of treasury, there are appropriated amounts
25 necessary to fund auditing and collection costs and fees not to
26 exceed 12% of the collections, or a lesser amount as prescribed by
27 the contract. The appropriation to fund collection costs and fees

1 for the auditing and collection of unclaimed property due this
2 state is from the fund or account to which the revenues being
3 collected are recorded or dedicated.

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

11 (3) It is the intent of the legislature that contingency fee
12 unclaimed property audits be eliminated for Michigan-based
13 businesses.

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

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

24 Sec. 926. Unexpended appropriations of the John R. Justice
25 grant program are designated as work project appropriations and
26 shall not lapse at the end of the fiscal year and shall continue to
27 be available for expenditure until the project has been completed.

1 The following is in compliance with section 451a of the management
2 and budget act, 1984 PA 431, MCL 18.1451a:

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

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

7 (c) The total estimated cost of the project is \$287,700.00.

8 (d) The tentative completion date is September 30, 2017.

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

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

25 Sec. 930. (1) The department of treasury shall provide
26 accounts receivable collections services to other principal
27 executive departments and state agencies under 1927 PA 375, MCL

1 14.131 to 14.134. The department of treasury shall deduct a fee
2 equal to the cost of collections from all receipts except
3 unrestricted general fund collections. Fees shall be credited to a
4 restricted revenue account and appropriated to the department of
5 treasury to pay for the cost of collections. The department of
6 treasury shall maintain accounting records in sufficient detail to
7 enable the respective accounts to be reimbursed periodically for
8 fees deducted that are determined by the department of treasury to
9 be surplus to the actual cost of collections.

10 (2) The department of treasury shall submit a report for the
11 immediately preceding fiscal year to the state budget director and
12 the senate and house fiscal agencies not later than November 30
13 stating the principal executive departments and state agencies
14 served, funds collected, and costs of collection under subsection
15 (1).

16 Sec. 931. (1) The appropriation in part 1 to the department of
17 treasury for treasury fees shall be assessed against all restricted
18 funds that receive common cash earnings or other investment income.
19 Treasury fees include all costs, including administrative overhead,
20 relating to the investment of each restricted fund. The fee
21 assessed against each restricted fund will be based on the size of
22 the restricted fund (the absolute value of the average daily cash
23 balance plus the market value of investments in the prior fiscal
24 year) and the level of effort necessary to maintain the restricted
25 fund as required by each department. The department of treasury
26 shall provide a report to the state budget director, the senate and
27 house of representatives standing committees on appropriations

1 subcommittees on general government, and the senate and house
2 fiscal agencies by November 30 of each year identifying the fees
3 assessed against each restricted fund and the methodology used for
4 assessment.

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

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

18 Sec. 934. (1) The department of treasury may expend revenues
19 received under the hospital finance authority act, 1969 PA 38, MCL
20 331.31 to 331.84, the shared credit rating act, 1985 PA 227, MCL
21 141.1051 to 141.1076, the higher education facilities authority
22 act, 1969 PA 295, MCL 390.921 to 390.934, the Michigan public
23 educational facilities authority, Executive Reorganization Order
24 No. 2002-3, MCL 12.192, the Michigan tobacco settlement finance
25 authority act, 2005 PA 226, MCL 129.261 to 129.279, the land bank
26 fast track act, 2003 PA 258, MCL 124.751 to 124.774, part 505 of
27 the natural resources and environmental protection act, 1994 PA

1 451, MCL 324.50501 to 324.50522, the state housing development
2 authority act of 1966, 1966 PA 346, MCL 125.1401 to 125.1499c, and
3 the Michigan finance authority, Executive Reorganization Order No.
4 2010-2, MCL 12.194, for necessary salaries, wages, supplies,
5 contractual services, equipment, worker's compensation insurance
6 premiums, grants to the civil service commission and state
7 employees' retirement fund, and other expenses as allowed under
8 those acts.

9 (2) The department of treasury shall report by January 31 to
10 the senate and house appropriations subcommittees, the senate and
11 house fiscal agencies, and the state budget director on the amount
12 and purpose of expenditures made under subsection (1) from funds
13 received in addition to those appropriated in part 1. The report
14 shall also include a listing of reimbursement of revenue, if any.
15 The report shall cover the 2014-2015 fiscal year.

16 Sec. 935. The funds appropriated in part 1 for dual enrollment
17 payments for an eligible student enrolled in a state-approved
18 nonpublic school shall be distributed as provided under the
19 postsecondary enrollment options act, 1996 PA 160, MCL 388.511 to
20 388.524, and the career and technical preparation act, 2000 PA 258,
21 MCL 388.1901 to 388.1913, in a form and manner as determined by the
22 department of treasury.

23 Sec. 944. If the department hires a pension plan consultant
24 using any of the funds appropriated in part 1, the department shall
25 annually forward any report provided to the department by that
26 consultant to the senate and house of representatives standing
27 committees on appropriations subcommittees on general government,

1 the senate and house fiscal agencies, and the state budget
2 director.

3 Sec. 945. The assessment and certification division of the
4 department of treasury shall conduct a review of local unit
5 assessment administration practices, procedures, and records, also
6 known as the audit of minimal assessing requirements, in at least 1
7 assessment jurisdiction per county.

8 Sec. 946. Revenue collected in the convention facility
9 development fund is appropriated and shall be distributed under
10 sections 8 and 9 of the state convention facility development act,
11 1985 PA 106, MCL 207.628 and 207.629.

12 Sec. 947. Financial independence teams shall cooperate with
13 the office of fiscal responsibility to coordinate and streamline
14 efforts in identifying and addressing fiscal emergencies in school
15 districts and intermediate school districts.

16 Sec. 948. (1) From the funds appropriated in part 1, the
17 department of treasury may contract with private agencies to
18 prevent the disbursement of fraudulent tax refunds. In addition to
19 the amounts appropriated in part 1 to the department of treasury,
20 there is appropriated amounts necessary to pay contract costs or
21 fund operations designed to reduce fraudulent income tax refund
22 payments not to exceed \$1,600,000.00 of the refunds identified as
23 potentially fraudulent and for which payment of the refund is
24 denied. The appropriation to fund fraud prevention efforts are from
25 the fund or account to which the revenues being collected are
26 recorded or dedicated.

27 (2) The department of treasury shall submit a report for the

1 immediately preceding fiscal year ending September 30 to the state
2 budget director and the senate and house of representatives
3 standing committees on appropriations not later than November 30
4 stating the number of refund claims denied due to the fraud
5 prevention operations, the amount of refunds denied, the costs of
6 the fraud prevention operations, and other pertinent information
7 relating to determining whether this authority should be continued.

8 Sec. 949. Total authorized appropriations from all sources
9 under part 1 for legacy costs for the fiscal year ending September
10 30, 2016 are \$46,551,300.00. From this amount, total agency
11 appropriations for pension-related legacy costs are estimated at
12 \$26,422,100.00. Total agency appropriations for retiree health care
13 legacy costs are estimated at \$20,129,200.00.

14 Sec. 949a. (1) From the increased funds appropriated in part 1
15 for personal property tax payments, the department shall establish
16 personal property tax payments in the current fiscal year. The
17 purpose of these increased funds is to continue payment to
18 municipalities for lost debt and tax increment financing personal
19 property taxes as required by the local community stabilization
20 authority act, 2014 PA 86, MCL 123.1341 to 123.1362.

21 (2) The department shall identify specific outcomes and
22 performance measures for this initiative, including, but not
23 limited to, the treasury's ability to establish the technical and
24 administrative support needed to ensure the payment information
25 provided to local community stabilization authorities is accurate
26 and timely.

27 Sec. 949b. (1) From the increased funds appropriated in part 1

1 for the city income tax administration program, the department
2 shall establish the city income tax administration program in the
3 current year. The purpose of this new program is to minimalize
4 revenue loss through improved accuracy of e-filed returns.

5 (2) The department shall identify specific outcomes and
6 performance measures for this initiative, including, but not
7 limited to, the treasury's ability to track and reduce fraudulent
8 returns by expanding compliance and enforcement services. This will
9 benefit Michigan's cities by allowing the taxpayer to e-file the
10 city return as part of the state return.

11 Sec. 949c. (1) From the increased funds appropriated in part 1
12 for treasury operations information technology services and
13 projects, the department shall increase treasury operations
14 information technology services and projects in the current fiscal
15 year. The purpose of this increase is to establish a treasury
16 online business portal to allow businesses online access to do
17 electronic business tax registration, tax returns, and tax
18 payments.

19 (2) The department shall identify specific outcomes and
20 performance measures for this initiative, including, but not
21 limited to, the number of businesses taking advantage of the
22 opportunity for electronic business tax registration,
23 authentication of taxpayers, and tax filing.

24 Sec. 949d. (1) From the increased funds appropriated in part 1
25 for financial review commission, the department shall expand
26 financial review commission efforts in the current fiscal year. The
27 purpose of this expansion is to provide ongoing costs associated

1 with the operation of the commission.

2 (2) The department shall identify specific outcomes and
3 performance measures for this initiative, including, but not
4 limited to, the department's ability to perform critical fiscal
5 review to ensure the city of Detroit does not reenter distress
6 following its exit from bankruptcy.

7 Sec. 949e. From the increased funds appropriated in part 1 for
8 the state essential services assessment program, the department
9 shall establish the state essential services assessment program in
10 the current year. The purpose of the new program will provide
11 treasury the ability to collect the new state essential services
12 assessment which is a phased-in replacement of locally collected
13 personal property taxes on eligible manufacturing personal
14 property.

15 Sec. 949f. Revenue from the tobacco products tax act, 1993 PA
16 327, MCL 205.421 to 205.436, related to counties with a 2000
17 population of more than 2,000,000 is appropriated and shall be
18 distributed under section 12(4)(d) of the tobacco products tax act,
19 1993 PA 327, MCL 205.432.

20 Sec. 949g. From the funds appropriated in part 1 for urban
21 search and rescue task force, \$300,000.00 shall be expended to
22 support the urban search and rescue task force. In distributing
23 funds under this section, the department shall require the task
24 force to provide to the department the following information:

25 (a) A final year-end report providing information on all
26 revenue received by source and expenditures by categories, with the
27 funds distributed to the task force under section 703(9) of article

1 XVI of 2013 PA 59 discretely presented.

2 (b) Detail on the proposed expenditure of the funds
3 distributed under this section.

4 (c) A final year-end report providing information on all
5 revenue received by source and expenditures by categories, with the
6 funds distributed under this section discretely presented.

7 **REVENUE SHARING**

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

17 Sec. 952. (1) The funds appropriated in part 1 for city,
18 village, and township revenue sharing are for grants to cities,
19 villages, and townships such that, subject to fulfilling the
20 requirements under subsection (3), each city, village, or township
21 with a population below 600,000 as of the 2010 federal decennial
22 census is eligible to receive 100% of its eligible payment under
23 section 952 of article VIII of 2014 PA 252. A city, village, or
24 township with a population greater than 600,000 as of the 2010
25 federal decennial census is eligible to receive 95.870812% of its
26 eligible payment under section 952 of article VIII of 2014 PA 252.
27 For purposes of this subsection, any city, village, or township

1 that completely merges with another city, village, or township will
2 be treated as a single entity, such that when determining the
3 payment received under section 952 of article VIII of 2014 PA 252
4 for the combined single entity, the amount each of the merging
5 local units received under section 952 of article VIII of 2014 PA
6 252 is summed. For purposes of this subsection, population is
7 determined in the same manner as under section 3 of the Glenn Steil
8 state revenue sharing act of 1971, 1971 PA 140, MCL 141.903. In
9 addition, any city or village that according to the 2010 federal
10 decennial census is determined to have population in more than 1
11 county shall be treated as a single entity when determining the
12 payment received under section 952 of article VIII of 2014 PA 252.

13 (2) The funds appropriated in part 1 for the county incentive
14 program are to be used for grants to counties such that each county
15 is eligible to receive an amount equal to the amount by which the
16 balance in its revenue sharing reserve fund under section 44a of
17 the general property tax act, 1893 PA 206, MCL 211.44a, for the
18 county's most recent fiscal year that ends prior to the January 1
19 of the state's fiscal year is less than the amount calculated under
20 section 44a(14) of the general property tax act, 1893 PA 206, MCL
21 211.44a, for the county fiscal year that begins in the state's
22 fiscal year. The amount calculated under this subsection shall be
23 adjusted as necessary to reflect partial county fiscal years and
24 prorated based on the total amount appropriated for distribution to
25 all eligible counties. Except as otherwise provided under this
26 subsection, payments under this subsection will be distributed to
27 an eligible county subject to the county's fulfilling the

1 requirements under subsection (3).

2 (3) For purposes of accountability and transparency, each
3 eligible city, village, township, or county shall certify by
4 December 1, or the first day of a payment month, that it has
5 produced a citizen's guide of its most recent local finances,
6 including a recognition of its unfunded liabilities; a performance
7 dashboard; a debt service report containing a detailed listing of
8 its debt service requirements, including, at a minimum, the
9 issuance date, issuance amount, type of debt instrument, a listing
10 of all revenues pledged to finance debt service by debt instrument,
11 and a listing of the annual payment amounts until maturity; and a
12 projected budget report, including, at a minimum, the current
13 fiscal year and a projection for the immediately following fiscal
14 year. The projected budget report shall include revenues and
15 expenditures and an explanation of the assumptions used for the
16 projections. Each eligible city, village, township, or county shall
17 include in any mailing of general information to its citizens the
18 Internet website address location for its citizen's guide,
19 performance dashboard, debt service report, and projected budget
20 report or the physical location where these documents are available
21 for public viewing in the city, village, township, or county
22 clerk's office. Each city, village, township, and county applying
23 for a payment under this subsection shall submit a copy of the
24 citizen's guide, a copy of the performance dashboard, a copy of the
25 debt service report, and a copy of the projected budget report to
26 the department of treasury. The department of treasury shall
27 develop detailed guidance for a city, village, township, or county

1 to follow to meet the requirements of this subsection. The detailed
2 guidance shall be posted on the department of treasury website and
3 distributed to cities, villages, townships, and counties by October
4 1.

5 (4) City, village, and township revenue sharing payments and
6 county incentive program payments are subject to the following
7 conditions:

8 (a) The city, village, township, or county shall certify to
9 the department that it has met the required criteria for subsection
10 (3) and submitted the required citizen's guide, performance
11 dashboard, debt service report, and projected budget report as
12 required by subsection (3). A department of treasury review of the
13 citizen's guide, dashboard, or reports is not required in order for
14 a city, village, township, or county to receive a payment under
15 subsection (1) or (2). The department shall develop a certification
16 process and method for cities, villages, townships, and counties to
17 follow.

18 (b) Subject to subdivisions (c), (d), and (e), if a city,
19 village, township, or county meets the requirements of subsection
20 (3), the city, village, township, or county shall receive its full
21 potential payment under this section.

22 (c) Cities, villages, and townships eligible to receive a
23 payment under subsection (1) shall receive 1/6 of their eligible
24 payment on the last business day of October, December, February,
25 April, June, and August. Payments under subsection (1) shall be
26 issued to cities, villages, and townships until the specified due
27 date for subsection (3). After the specified due date for

1 subsection (3), payments shall be made to a city, village, or
2 township only if that city, village, or township has complied with
3 subdivision (a).

4 (d) Payments under subsection (2) shall be issued to counties
5 until the specified due date for subsection (3). After the
6 specified due date for subsection (3), payments shall be made to a
7 county only if that county has complied with subdivision (a).

8 (e) If a city, village, township, or county does not provide
9 the required certification or fails to submit the required
10 citizen's guide, performance dashboard, debt service report, and
11 projected budget report by the first day of a payment month, the
12 city, village, township, or county shall forfeit the payment in
13 that payment month.

14 (f) Any city, village, township, or county that falsifies
15 certification documents shall forfeit any future city, village, and
16 township revenue sharing payments or county incentive program
17 payments and shall repay to this state all payments it has received
18 under this section.

19 (g) City, village, and township revenue sharing payments and
20 county incentive program payments under this section shall be
21 distributed on the last business day of October, December,
22 February, April, June, and August.

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

26 (i) Payments distributed under this section to counties may be
27 withheld in the amount of arrears due from the county if a county

1 is more than 3 months delinquent in maintaining county child care
2 fund or state ward board and care chargeback obligations pursuant
3 to section 5 of the youth rehabilitation services act of 1974, 1974
4 PA 150, MCL 803.305, section 117a of the social welfare act of
5 1939, 1939 PA 280, MCL 400.117a, or section 117c of the social
6 welfare act of 1939, 1939 PA 280, MCL 400.117c. A county shall be
7 deemed delinquent upon notification from the state.

8 (5) The unexpended funds appropriated in part 1 for city,
9 village, and township revenue sharing and the county incentive
10 program shall be available for expenditure under the program for
11 financially distressed cities, villages, or townships after the
12 approval of transfers by the legislature pursuant to section 393(2)
13 of the management and budget act, 1984 PA 431, MCL 18.1393.

14 Sec. 955. (1) The funds appropriated in part 1 for county
15 revenue sharing shall be distributed by the department to eligible
16 counties pursuant to the Glenn Steil state revenue sharing act of
17 1971, 1971 PA 140, MCL 141.901 to 141.921.

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

21 Sec. 956. (1) The funds appropriated in part 1 for financially
22 distressed cities, villages, and townships shall be granted by the
23 department of treasury to cities, villages, and townships that have
24 1 or more conditions that indicate probable financial distress, as
25 determined by the department of treasury. A city, village, or
26 township with 1 or more conditions that indicate probable financial
27 distress may apply in a manner determined by the department of

1 treasury for a grant to pay for specific projects or services that
2 move the city, village, or township toward financial stability.
3 Grants are to be used for specific projects or services that move
4 the city, village, or township toward financial stability. The
5 city, village, or township may use, but is not limited to using,
6 the grants under this section to make payments to reduce unfunded
7 accrued liability; to repair or replace critical infrastructure and
8 equipment owned or maintained by the city, village, or township; to
9 reduce debt obligations; or for costs associated with a transition
10 to shared services with another jurisdiction. The department of
11 treasury shall award no more than \$2,000,000.00 to any city,
12 village, or township under this section.

13 (2) The department of treasury shall provide a report to the
14 senate and house of representatives appropriations subcommittees on
15 general government, the senate and house fiscal agencies, and the
16 state budget office by September 30. The report shall include a
17 list by grant recipient of the date each grant was approved, the
18 amount of the grant, and a description of the project or projects
19 that will be paid by the grant.

20 (3) The unexpended funds appropriated in part 1 for
21 financially distressed cities, villages, and townships are
22 designated as a work project appropriation, and any unencumbered or
23 unallotted funds shall not lapse at the end of the fiscal year and
24 shall be available for expenditure for projects under this section
25 until the projects have been completed. The following is in
26 compliance with section 451a of the management and budget act, 1984
27 PA 431, MCL 18.1451a:

1 (a) The purpose of the project is to provide assistance to
2 financially distressed cities, villages, and townships under this
3 section.

4 (b) The projects will be accomplished by grants to cities,
5 villages, and townships approved by the department of treasury.

6 (c) The total estimated cost of all projects is \$5,000,000.00.

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

8 **LOTTERY**

9 Sec. 960. In addition to the funds appropriated in part 1 to
10 the bureau of state lottery, there is appropriated from state
11 lottery fund revenues the amount necessary for, and directly
12 related to, implementing and operating lottery games under the
13 McCauley-Traxler-Law-Bowman-McNeely lottery act, 1972 PA 239, MCL
14 432.1 to 432.47, and activities under the Traxler-McCauley-Law-
15 Bowman bingo act, 1972 PA 382, MCL 432.101 to 432.120, including
16 expenditures for contractually mandated payments for vendor
17 commissions, contractually mandated payments for instant tickets
18 intended for resale, the contractual costs of providing and
19 maintaining the online system communications network, and incentive
20 and bonus payments to lottery retailers.

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

24 **CASINO GAMING**

25 Sec. 971. From the revenue collected by the Michigan gaming
26 control board regarding the total annual assessment of each casino
27 licensee, \$2,000,000.00 is appropriated and shall be deposited in

1 the compulsive gaming prevention fund as described in section
2 12a(5) of the Michigan gaming control and revenue act, 1996 IL 1,
3 MCL 432.212a.

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

8 (2) A local revenue sharing board described in subsection (1)
9 shall comply with the open meetings act, 1976 PA 267, MCL 15.261 to
10 15.275, and the freedom of information act, 1976 PA 442, MCL 15.231
11 to 15.246.

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

20 (4) A local revenue sharing board described in subsection (1)
21 shall comply with all applicable provisions of any agreement
22 authorized by the Indian gaming regulatory act, Public Law 100-497,
23 in which the local revenue sharing board is referenced, including,
24 but not limited to, the disbursement of tribal casino payments
25 received under applicable provisions of the tribal-state class III
26 gaming compact in which those funds are received.

27 (5) The director of the department of state police and the

1 executive director of the Michigan gaming control board are
2 authorized to assist the local revenue sharing boards in
3 determining allocations to be made to local public safety
4 organizations.

5 (6) The Michigan gaming control board shall submit a report by
6 September 30 to the senate and house of representatives standing
7 committees on appropriations and the state budget director on the
8 receipts and distribution of revenues by local revenue sharing
9 boards.

10 Sec. 974. If revenues collected in the state services fee fund
11 are less than the amounts appropriated from the fund, available
12 revenues shall be used to fully fund the appropriation in part 1
13 for casino gaming regulation activities before distributions are
14 made to other state departments and agencies. If the remaining
15 revenue in the fund is insufficient to fully fund appropriations to
16 other state departments or agencies, the shortfall shall be
17 distributed proportionally among those departments and agencies.

18 Sec. 976. The executive director of the Michigan gaming
19 control board may pay rewards of not more than \$5,000.00 to a
20 person who provides information that results in the arrest and
21 conviction on a felony or misdemeanor charge for a crime that
22 involves the horse racing industry. A reward paid pursuant to this
23 section shall be paid out of the appropriation in part 1 for the
24 racing commission.

25 Sec. 977. All appropriations from the Michigan agriculture
26 equine industry development fund, except for the racing commission
27 and laboratory analysis program appropriations, shall be reduced

1 proportionately if revenues to the Michigan agriculture equine
2 industry development fund decline during the fiscal year ending
3 September 30, 2016 to a level lower than the amount appropriated in
4 part 1.

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

1 Sec. 979. In addition to the funds appropriated in part 1, the
2 Michigan gaming control board may receive and expend state lottery
3 fund revenue in an amount not to exceed \$4,000,000.00 for necessary
4 expenses incurred in the licensing and regulation of millionaire
5 parties pursuant to Executive Order No. 2012-4. In accordance with
6 section 8 of the Traxler-McCauley-Law-Bowman bingo act, 1972 PA
7 382, MCL 432.108, the amount of necessary expenses shall not exceed
8 the amount of revenue received under that act. The Michigan gaming
9 control board shall provide a report to the senate and house of
10 representatives appropriations subcommittees on general government,
11 the senate and house fiscal agencies, and the state budget office
12 by April 15. The report shall include, but not be limited to, total
13 expenditures related to the licensing and regulating of millionaire
14 parties, steps taken to ensure charities are receiving revenue due
15 to them, progress on promulgating rules to ensure compliance with
16 the Traxler-McCauley-Law-Bowman bingo act, 1972 PA 382, MCL 432.101
17 to 432.120, and any enforcement actions taken.

18 **MICHIGAN STRATEGIC FUND - HOUSING AND COMMUNITY DEVELOPMENT**

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

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

1 development authority.

2 Sec. 984. In addition to the funds appropriated in part 1, the
3 funds collected by state historic preservation programs for
4 document reproduction and services and application fees are
5 appropriated for all expenses necessary to provide the required
6 services. These funds are available for expenditure when they are
7 received and may be carried forward into the succeeding fiscal
8 year.

9 Sec. 985. In addition to the amounts appropriated in part 1,
10 the land bank fast track authority may expend revenues received
11 under the land bank fast track act, 2003 PA 258, MCL 124.751 to
12 124.774, for the purposes authorized by the act, including, but not
13 limited to, the acquisition, lease, management, demolition,
14 maintenance, or rehabilitation of real or personal property,
15 payment of debt service for notes or bonds issued by the authority,
16 and other expenses to clear or quiet title property held by the
17 authority.

18 **MICHIGAN STRATEGIC FUND**

19 Sec. 1001. (1) In addition to the funds appropriated in part
20 1, there is appropriated an amount not to exceed \$20,000,000.00 for
21 federal contingency funds. These funds are not available for
22 expenditure until they have been transferred to another line item
23 in part 1 under section 393(2) of the management and budget act,
24 1984 PA 431, MCL 18.1393.

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

1 expenditure until they have been transferred to another line item
2 in part 1 under section 393(2) of the management and budget act,
3 1984 PA 431, MCL 18.1393.

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

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

16 Sec. 1005. In addition to the appropriations in part 1, Travel
17 Michigan may receive and expend private revenue related to the use
18 of "Pure Michigan" and all other copyrighted slogans and images.
19 This revenue may come from the direct licensing of the name and
20 image or from the royalty payments from various merchandise sales.
21 Revenue collected is appropriated for the marketing of the state as
22 a travel destination. The funds are available for expenditure when
23 they are received by the department of treasury. The fund shall
24 provide a report that lists the revenues by source received from
25 the use of "Pure Michigan" and all other copyrighted slogans and
26 images. The report shall provide a detailed list of expenditures of
27 revenues received under this section. The report shall be provided

1 to the appropriations subcommittees on general government, the
2 fiscal agencies, and the state budget office by June 1.

3 Sec. 1007. (1) The fund shall provide reports to the relevant
4 subcommittees, the state budget director, and the fiscal agencies
5 concerning the activities of the MEDC grants and investment
6 programs financed from the fund using investment, Indian gaming
7 revenues, or other revenues. The report shall provide a list of
8 individual grants, loans, and investments made from the fund or by
9 the MEDC from the funds appropriated in part 1 and shall include
10 the name of the recipient, the amount awarded to the recipient, and
11 the purpose of the grant. The activities report shall also include,
12 but not be limited to, the following programs funded in part 1:

13 (a) Travel Michigan, including any expenditures authorized
14 under section 89b of the Michigan strategic fund act, 1984 PA 270,
15 MCL 125.2089b, to supplement the Michigan promotion program. The
16 report shall include the number of commercials produced, the
17 markets in which media buys have been made, any web-based products
18 that were created with these funds and identify the geographical
19 market locations and recreational activities used in Michigan
20 tourism promotion material.

21 (b) Business attraction, retention, and growth, including any
22 expenditures authorized under section 89b of the Michigan strategic
23 fund act, 1984 PA 270, MCL 125.2089b, to supplement the Michigan
24 business marketing program. The report shall include the number of
25 commercials produced, the markets in which media buys have been
26 made, and any web-based products that were created as a result of
27 this appropriation.

- 1 (c) Business services.
- 2 (d) Community development block grants.
- 3 (e) MSF administration.
- 4 (f) Renaissance zones.
- 5 (g) 21st century investment program.
- 6 (h) Business and clean air ombudsman.
- 7 (i) Michigan business development program.
- 8 (j) Community revitalization program.
- 9 (k) Film incentives.
- 10 (l) Any other programs of the fund.

11 (2) As a condition of the expenditure of funds appropriated in
12 part 1 for business attraction and community revitalization and
13 film incentives, the fund shall submit a report to the chairpersons
14 of the senate and house of representatives standing committees on
15 appropriations, the chairpersons of the senate and house of
16 representatives standing committees on appropriations subcommittees
17 on general government, the senate and house fiscal agencies, and
18 the state budget office that provides performance metrics for the
19 Michigan business development program, community revitalization
20 program, and film incentives. The report shall include, but is not
21 limited to, all of the following for funds appropriated in 2011 PA
22 63, 2012 PA 200, 2013 PA 59, and 2014 PA 252:

- 23 (a) Total verified jobs created compared to total committed
24 jobs.
- 25 (b) Total actual private investment compared to total
26 projected private investment.
- 27 (c) An estimate of the return on investment to the state as a

1 result of the incentives.

2 (d) A listing of projects previously awarded incentives that
3 were revoked and the reason for revocation.

4 (e) A listing of projects that had incentive contracts amended
5 by the fund or MEDC. The listing shall include a detailed listing
6 of the amendments made to the contract.

7 (3) The reports in subsections (1) and (2) shall be submitted
8 by February 15. The report for each program in subsection (1)(a)
9 through (l) shall include details on all revenue sources, actual
10 expenditures, and number of FTEs for that program for the previous
11 fiscal year.

12 Sec. 1008. As a condition of receiving funds under part 1, any
13 interlocal agreement entered into by the fund shall include
14 language which states that if a local unit of government has a
15 contract or memorandum of understanding with a private economic
16 development agency, the MEDC will work cooperatively with that
17 private organization in that local area.

18 Sec. 1009. (1) Of the funds appropriated to the fund or
19 through grants to the MEDC, no funds shall be expended for the
20 purchase of options on land or the purchase of land unless at least
21 1 of the following conditions applies:

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

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

26 (2) Consideration may be given to purchases where the proposed
27 use of the land is consistent with a regional land use plan, will

1 result in the redevelopment of an economically distressed area, can
2 be supported by existing infrastructure, and will not cause shifts
3 in population away from the area's population centers.

4 (3) As used in this section, "economically distressed area"
5 means an area in a city, village, or township that has been
6 designated as blighted; a city, village, or township that shows
7 negative population change from 1970 and a poverty rate and
8 unemployment rate greater than the statewide average; or an area
9 certified as a neighborhood enterprise zone under the neighborhood
10 enterprise zone act, 1992 PA 147, MCL 207.771 to 207.786.

11 Sec. 1010. As a condition for receiving funds in part 1, not
12 later than February 15, the fund shall provide a report for the
13 immediately preceding fiscal year on the jobs for Michigan
14 investment fund, created in section 88h of the Michigan strategic
15 fund act, 1984 PA 270, MCL 125.2088h. The report shall be submitted
16 to the chairpersons of the senate and house of representatives
17 standing committees on appropriations, the chairpersons of the
18 senate and house of representatives standing committees on
19 appropriations subcommittees on general government, the senate and
20 house fiscal agencies, and the state budget office. The report
21 shall include, but is not limited to, all of the following:

22 (a) A detailed listing of revenues, by fund source, to the
23 jobs for Michigan investment fund. The listing shall include the
24 manner and reason for which the funds were appropriated to the jobs
25 for Michigan investment fund.

26 (b) A detailed listing of expenditures, by project, from the
27 jobs for Michigan investment fund.

1 (c) A fiscal year-end balance of the jobs for Michigan
2 investment fund.

3 Sec. 1011. (1) From the appropriations in part 1 to the fund
4 and granted or transferred to the MEDC, any unexpended or
5 unencumbered balance shall be disposed of in accordance with the
6 requirements in the management and budget act, 1984 PA 431, MCL
7 18.1101 to 18.1594, unless carryforward authorization has been
8 otherwise provided for.

9 (2) Any encumbered funds shall be used for the same purposes
10 for which funding was originally appropriated in this part and part
11 1.

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

15 (a) The freedom of information act, 1976 PA 442, MCL 15.231 to
16 15.246.

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

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

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

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

24 Sec. 1013. As a condition for receiving the appropriations in
25 part 1, any staff of the MEDC involved in private fund-raising
26 activities shall not be party to any decisions regarding the
27 awarding of grants, incentives, or tax abatements from the fund,

1 the MEDC, or the Michigan economic growth authority.

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

8 (2) The fund shall provide an annual report on the status of
9 this fund which includes information that details the awards made.
10 The report shall be provided to the appropriations subcommittees on
11 general government, the fiscal agencies, and the state budget
12 office by February 15.

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

25 Sec. 1024. From the funds appropriated in part 1 for business
26 attraction and community revitalization, not less than
27 \$20,000,000.00 shall be granted by the fund board for brownfield

1 redevelopment and historic preservation projects under the
2 community revitalization program authorized by chapter 8C of the
3 Michigan strategic fund act, 1984 PA 270, MCL 125.2090 to
4 125.2090d.

5 Sec. 1031. The fund shall report to the senate and house of
6 representatives appropriations subcommittees on general government,
7 the senate and house fiscal agencies, and the state budget office
8 by April 15 on the spending plan for the line items for
9 entrepreneurship eco-system and business attraction and community
10 revitalization. If the spending plan for the fiscal year is changed
11 after that date, the fund shall notify the report recipients listed
12 previously within 10 business days.

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

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

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

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

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

1 367 of the income tax act of 1967, 1967 PA 281.

2 (e) Any tax credits provided for film and digital media
3 production under the Michigan economic growth authority act, 1995
4 PA 24, MCL 207.801 to 207.810.

5 (f) Loans to an eligible production company or film and
6 digital media private equity fund authorized under section 88d(3),
7 (4), and (5) of the Michigan strategic fund act, 2005 PA 225, MCL
8 125.2088d.

9 (g) Any spending or activities supported by the appropriations
10 in part 1 for film incentives.

11 (2) The report shall include all of the following information:

12 (a) For each tax credit, the number of contracts signed, the
13 projected expenditures qualifying for the credit, and the estimated
14 value of the credits. For loans, the number of loans made under
15 each section, the interest rate of those loans, the loan amount,
16 the percent of the projected budget of each production financed by
17 those loans, and the estimated interest earnings from the loan. For
18 each film incentive awarded, including any program to support and
19 promote a qualified facility and other film infrastructure as
20 defined in section 29h of the Michigan strategic fund act, 1984 PA
21 270, MCL 125.2029h, the total funding awarded for each of the
22 following:

23 (i) Direct production expenditures.

24 (ii) Michigan personnel expenditures.

25 (iii) Crew personnel expenditures.

26 (iv) Qualified personnel expenditures.

27 (v) Postproduction expenditures.

1 (vi) Qualified facility or infrastructure expenditures.

2 (vii) Spending for program administration.

3 (b) For credits authorized under section 455 of the Michigan
4 business tax act, 2007 PA 36, MCL 208.1455, for productions
5 completed by December 31, the expenditures of each production
6 eligible for the credit that has filed a request for certificate of
7 completion with the film office, broken down into expenditures for
8 goods, services, or salaries and wages and showing separately
9 expenditures in each local unit of government, including
10 expenditures for personnel, whether or not they were made to a
11 Michigan entity, and whether or not they were taxable under the
12 laws of this state. For loans, the report shall include the number
13 of loans that have been fully repaid, with principal and interest
14 shown separately, and the number of loans that are delinquent or in
15 default, and the amount of principal that is delinquent or is in
16 default.

17 (c) For each of the tax credit incentives, loan incentives,
18 and film incentives listed in subsection (1), a breakdown for each
19 project or production showing each of the 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
23 of the incentive, on a full-time equated basis.

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

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

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

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

7 (4) Any information not disclosed due to the provisions of
8 section 455(6), 457(6), or 459(6) of the Michigan business tax act,
9 2007 PA 36, MCL 208.1455, 208.1457, and 208.1459, shall be
10 presented at the lowest level of aggregation that would no longer
11 describe the commercial and financial operations or intellectual
12 property of the company.

13 Sec. 1033. The Michigan film office shall report to the
14 chairpersons of the senate and house of representatives standing
15 committees on appropriations subcommittees on general government
16 and the senate and house fiscal agencies on the status of the film
17 incentives approved under section 29h of the Michigan strategic
18 fund act, 1984 PA 270, MCL 125.2029h, not later than 30 days
19 following the end of each quarter of the fiscal year. The report
20 shall include all of the following:

21 (a) Direct and indirect economic impacts in this state
22 attributable to the assistance.

23 (b) Direct and indirect job creation in this state
24 attributable to the assistance.

25 (c) Direct and indirect private investment in this state
26 attributable to the assistance.

27 (d) The name of each eligible production company and the

1 amount of each incentive disbursed for each state certified
2 qualified production.

3 Sec. 1033b. For funds appropriated in part 1 from the general
4 fund/general purpose revenue and used for the purpose of the
5 Michigan strategic fund - film incentive program, the applicable
6 percentage of the state certified qualified production expenditures
7 provided in section 29h(3)(d) of the Michigan strategic fund act,
8 1984 PA 270, MCL 125.2029h, shall be determined based on the
9 effective date of the agreement.

10 Sec. 1034. Each business incubator or accelerator that
11 received an award from the fund shall maintain and update a
12 dashboard of indicators to measure the effectiveness of the
13 business incubator and accelerator programs. Indicators shall
14 include the direct jobs created, new companies launched as a direct
15 result of business incubator or accelerator involvement, businesses
16 expanded as a direct result of business incubator or accelerator
17 involvement, direct investment in client companies, private equity
18 financing obtained by client companies, grant funding obtained by
19 client companies, and other measures developed by the recipient
20 business incubators and accelerators in conjunction with the MEDC.
21 Dashboard indicators shall be reported for the prior fiscal year
22 and cumulatively, if available. Each recipient shall submit a copy
23 of their dashboard indicators to the fund by March 1. The fund
24 shall transmit the local reports to the senate and house of
25 representatives appropriations subcommittees on general government,
26 the senate and house fiscal agencies, and the state budget office
27 by March 15.

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

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

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

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

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

24 (2) The appropriation in part 1 for arts and cultural program
25 shall not be used for the administration of the grant program.

26 Sec. 1036. (1) The general fund/general purpose funds
27 appropriated in part 1 to the fund for the programs listed below

1 shall be transferred to the specific funds designated by statute
2 for those programs as follows:

3 (a) The business attraction and community revitalization funds
4 shall be transferred to the 21st century jobs trust fund per
5 section 90b(3) of the Michigan strategic fund act, 1984 PA 270, MCL
6 125.2090b.

7 (b) The film incentives program funds shall be transferred to
8 the Michigan film promotion fund established in the Michigan
9 strategic fund act, 1984 PA 270, MCL 125.2029d.

10 (2) Funds transferred to the 21st century jobs trust fund or
11 Michigan film promotion fund under subsection (1) are appropriated
12 and available for allocation as authorized in the Michigan
13 strategic fund act, 1984 PA 270, MCL 125.2001 to 125.2094.

14 Sec. 1039. The fund shall provide a report by February 15 to
15 the senate and house of representatives standing committees on
16 appropriations subcommittees on general government, the state
17 budget director, and the fiscal agencies on the status of the
18 skilled trades training program funded in part 1. The report shall
19 include the following:

20 (a) The number of awardees participating in the program and
21 the names of those awardees organized by major industry group.

22 (b) The amount of funding received by each awardee under the
23 program.

24 (c) Amount of funding leveraged from each awardee or other
25 funding source for each awardee project.

26 (d) Training models established by each awardee.

27 (e) The number of individuals enrolled in a skilled trades

1 training program by awardee.

2 (f) The number of individuals who completed the program and
3 were hired by awardee.

4 (g) The number of applications received and the number of
5 applications approved for each region.

6 Sec. 1039b. As a condition of receiving funds in part 1 for
7 the skilled trades training program, the fund shall administer the
8 program as follows:

9 (a) The fund shall work cooperatively with grantees to
10 maximize the amount of funds from part 1 that are available for
11 direct training.

12 (b) The fund and workforce development partners, including
13 regional Michigan Works! agencies, shall collaborate and work
14 cooperatively to prioritize and streamline the expenditure of the
15 funds appropriated in part 1. The fund shall ensure that the
16 skilled trades training program provides a collaborative statewide
17 network of workforce and employee skill development partners that
18 addresses the employee talent needs throughout the state.

19 (c) The fund shall ensure that grants are distributed for
20 individual skill enhancement for employees of Michigan businesses.
21 Funds shall not be distributed to program and process centered
22 training organization employers.

23 (d) The fund shall develop program goals and detailed guidance
24 for prospective participants to follow to qualify under the
25 program. The program goals and detailed guidance shall be posted on
26 the fund website and distributed to local Michigan Works! agencies
27 by October 1. Periodic assessments of employer and employee needs

1 shall be evaluated on a regional basis, and the fund shall identify
2 solutions and goals to be implemented to satisfy those needs. The
3 fund shall notify the senate and house of representatives standing
4 committees on appropriations, the senate and house of
5 representatives standing committees on appropriations subcommittees
6 on general government, the senate and house fiscal agencies, and
7 the state budget office on any program goal, solution, or guidance
8 changes not fewer than 14 days prior to the finalization and
9 publication of the changes. Revenues received by the fund for the
10 skilled trades training program are appropriated and may be
11 expended for purposes of the program.

12 (e) Up to \$5,000,000.00 of the funds may be expended to match
13 federal funds when a Michigan company has utilized its favored
14 status designation from the investing in manufacturing communities
15 partnership to receive an award from the federal government.
16 Advance Michigan is the multijurisdictional collaborative working
17 with this partnership. The intent of Advance Michigan is to assist
18 businesses in securing federal funding opportunities and provide
19 matching funds in support of advancing Michigan as a global center
20 for advanced automotive manufacturing. The intent of these funds
21 will involve improving and increasing the skill level of employees
22 in skilled trades in the automotive industry and the manufacturing
23 processes within the changing manufacturing environment.

24 Sec. 1040. As a condition of receiving funds in part 1, the
25 fund shall utilize MAIN, or a successor MDTMB-administered
26 administrative information system used across state government, as
27 an appropriation and expenditure reporting system to track all

1 financial transactions with individual vendors, contractual
2 partners, grantees, recipients of business incentives, and
3 recipients of other economic assistance. Encumbrances and
4 expenditures shall be reported in a timely manner.

5 Sec. 1041. From the funds appropriated in part 1 for business
6 attraction and community revitalization, the fund shall request the
7 transfer by the state treasurer of not more than 60% of the funds
8 prior to April 1.

9 Sec. 1042. For the funds appropriated in part 1 for business
10 attraction and community revitalization, the fund shall report
11 quarterly on the amount of funds considered appropriated, pre-
12 encumbered, encumbered, and expended. The report shall also include
13 a listing of appropriations for business attraction and community
14 revitalization, or a predecessor, in 2011 PA 63, 2012 PA 200, 2013
15 PA 59, and 2014 PA 252, that were considered appropriated, pre-
16 encumbered, encumbered, or expended that have lapsed back to the
17 fund for any purpose. The report shall be submitted to the
18 chairpersons of the senate and house of representatives standing
19 committees on appropriations, the chairpersons of the senate and
20 house of representatives standing committees on appropriations
21 subcommittees on general government, the senate and house fiscal
22 agencies, and the state budget office.

23 Sec. 1045. Total authorized appropriations from all sources
24 under part 1 for legacy costs for the fiscal year ending September
25 30, 2016 are \$18,468,200.00. From this amount, total agency
26 appropriations for pension-related legacy costs are estimated at
27 \$10,482,500.00. Total agency appropriations for retiree health care

1 legacy costs are estimated at \$7,985,700.00.

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

5 (2) The fund shall compile information received from community
6 colleges on North American Indian tuition waivers granted pursuant
7 to 1976 PA 174, MCL 390.1251 to 390.1253, and shall submit this
8 compilation to the house and senate appropriations subcommittees on
9 community colleges, the fiscal agencies, and the state budget
10 director by March 1.

11 (3) The fund shall compile information received from community
12 colleges on the number and types of associate degrees and other
13 certificates awarded during the previous fiscal year and shall
14 submit this compilation to the house and senate appropriations
15 subcommittees on community colleges, the fiscal agencies, and the
16 state budget director by March 1.

17 (4) The fund shall place the reports required in this section
18 on a publicly available website.

19 Sec. 1052. The fund shall provide a report to the senate and
20 house of representatives appropriations general government
21 subcommittees, the senate and house fiscal agencies, and the state
22 budget director no later than April 15, 2016 on the status of
23 projects by award recipient in an annual report to the legislature
24 as required in the Michigan strategic fund act, 1984 PA 270, MCL
25 125.2001 to 125.2094.

26 Sec. 1054. From the funds appropriated in part 1 for workforce
27 programs subgrantees, the fund may allocate funding for grants to

1 nonprofit organizations that offer programs to workforce investment
2 act of 1998, 29 USC 2801 to 2945, or the workforce innovation and
3 opportunity act 29 USC 3101 to 3361, eligible youth focusing on
4 entrepreneurship, apprenticeship, work-readiness skills, job
5 shadowing, and financial literacy. Organizations eligible for
6 funding under this section must have the capacity to provide
7 similar programs in urban areas, as determined by the United States
8 bureau of the census according to the most recent federal decennial
9 census. Additionally, programs eligible for funding under this
10 section must include the participation of local business partners.
11 The fund shall develop other appropriate eligibility requirements
12 to ensure compliance with applicable federal rules and regulations.

13 Sec. 1057. From the appropriations in part 1 for
14 entrepreneurship eco-system, the fund board may allocate funding
15 for the aerospace supplier development program. Any funds allocated
16 by the fund board to the aerospace supplier development program
17 managed by the Michigan aerospace manufacturer's association shall
18 be used to support the following business development services:

19 (a) Develop robust supplier-OEM networks using an innovative
20 aggregate demand model (ADM).

21 (b) Facilitate the adoption of digital manufacturing and
22 modeling, simulation and analysis (MSA) for aerospace suppliers.

23 (c) Advance aerospace workforce development.

24 (d) Host funding and investment strategy meetings for
25 aerospace suppliers.

26 (e) Mentor disadvantaged suppliers.

27 (f) Provide internship programs to retain Michigan trained

1 engineers for Michigan located aerospace companies.

2 **MICHIGAN STRATEGIC FUND - WORKFORCE DEVELOPMENT**

3 Sec. 1060. The fund shall administer the PATH training program
4 in accordance with the requirements of section 407(d) of title IV
5 of the social security act, 42 USC 607, the state social welfare
6 act, 1939 PA 280, MCL 400.1 to 400.119b, and all other applicable
7 laws and regulations.

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

14 Sec. 1063. (1) In addition to the funds appropriated in part
15 1, any unencumbered and unrestricted federal workforce investment
16 act of 1998, 29 USC 2801 to 2945, workforce innovation and
17 opportunity act, 29 USC 3101 to 3361, or trade adjustment
18 assistance funds available from prior fiscal years are appropriated
19 for the purposes originally intended.

20 (2) The fund shall report by February 1 to the subcommittees,
21 the fiscal agencies, and the state budget office on the amount by
22 fiscal year of federal workforce investment act of 1998, 29 USC
23 2801 to 2945, workforce innovation and opportunity act, 29 USC 3101
24 to 3361, funds appropriated under this section.

25 Sec. 1064. As a condition of receiving the funds appropriated
26 in part 1 for workforce program administration and workforce
27 development programs, the fund shall provide a report by September

1 30 to the senate and house of representatives standing committees
2 on appropriations subcommittees on general government, the state
3 budget director, and the senate and house fiscal agencies on the
4 status of each discrete workforce development agency program
5 supported by funds appropriated in part 1 for workforce program
6 administration and workforce development programs. The status
7 report shall include, at a minimum, actual revenues received by the
8 fund source and funds appropriated for each discrete workforce
9 development program area.

10 Sec. 1068. (1) Of the funds appropriated in part 1 for the
11 workforce training programs, the fund shall provide a report by
12 February 15 to the senate and house of representatives standing
13 committees on appropriations subcommittees on general government,
14 the state budget director, and the fiscal agencies on the status of
15 the workforce training programs. The report shall include the
16 following:

17 (a) The amount of funding allocated to each Michigan Works!
18 agency and the total funding allocated to the workforce training
19 programs statewide by fund source.

20 (b) The number of participants enrolled in education or
21 training programs by each Michigan Works! agency.

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

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

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

1 institutions.

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

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

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

8 (i) The number of participants who secured employment in
9 Michigan within 1 year of completing a training program.

10 (j) The number of participants who completed a training
11 program and secured employment in a field related to their
12 training.

13 (k) The average wage earned by participants who completed a
14 training program and secured employment within 1 year.

15 (2) Data collection for the report shall be for the prior
16 fiscal year.

17 Sec. 1069. (1) The funds appropriated in part 1 for the GED-
18 to-school program are for the purpose of funding the cost of GED
19 testing and certification as provided by this section. The
20 workforce development agency shall administer a Michigan GED-to-
21 school program, which shall cover the cost of providing the GED
22 test free of charge to individuals who meet all of the following
23 requirements:

24 (a) The individual has not previously been administered a GED
25 test free of charge under this section.

26 (b) The individual meets at least 1 of the following
27 requirements:

1 (i) Prior to taking the GED test, the individual successfully
2 completed a WDA-approved GED preparation program.

3 (ii) Prior to taking the GED test, the individual completes
4 the official GED practice test and the individual's score indicates
5 that he or she is likely to pass.

6 (2) A WDA-approved GED preparation program shall include all
7 of the following:

8 (a) Instructional and tutorial assistance.

9 (b) GED test practice.

10 (c) Required attendance at program instructional sessions.

11 (d) A curriculum that prepares students for opportunities in
12 postsecondary education and the job market.

13 (e) Information on potential postsecondary and career
14 pathways.

15 (f) Counseling on preparing for and applying to college.

16 (g) Personal and job readiness skills development.

17 (h) Comprehensive information on college costs and financial
18 aid.

19 (i) College and career assessments.

20 (j) Computer-based instruction, practice, or remediation.

21 (3) By January 1, 2016, the workforce development agency shall
22 post online an announcement of the Michigan GED-to-school program,
23 minimum standards for GED preparation program approval, and
24 approval procedures.

25 (4) By April 1, 2016, the workforce development agency shall
26 do all of the following:

27 (a) Develop procedures consistent with this section under

1 which individuals can take the GED test without charge.

2 (b) Provide program information for educators and students on
3 the workforce development agency website, including explanations of
4 the procedures developed under subdivisions (a) and (b), and
5 contact information for questions about the program.

6 (c) Provide an estimate of the full-year cost of the program
7 to the senate and house appropriations subcommittees on general
8 government, the senate and house fiscal agencies, and the state
9 budget director.

10 (5) By September 30, 2016, the workforce development agency
11 shall report to the senate and house appropriations subcommittees
12 on general government, the senate and house fiscal agencies, and
13 the state budget director on utilization of the GED incentive
14 program, including numbers of GED certifications issued by
15 location, year-to-date expenditures, and numbers of participants
16 qualifying under subsection (1)(b)(i) or (ii), or both.

17 (6) The unexpended funds appropriated in part 1 and in article
18 VIII of 2014 PA 252 for the GED-to-school program are designated as
19 a work project appropriation, and any unencumbered or unallotted
20 funds shall not lapse at the end of the fiscal year and shall be
21 available for expenditures for projects under this section until
22 the projects have been completed. The following is in compliance
23 with section 451a of the management and budget act, 1984 PA 431,
24 MCL 18.1451a:

25 (a) The purpose of the project is to fund the cost of GED
26 testing and certification for certain individuals as provided by
27 this section.

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

3 (c) The total estimated cost of the project is \$500,100.00.

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

5 Sec. 1071. (1) From the funds appropriated in part 1 for
6 business attraction and community revitalization, the MSF shall
7 continue with strategic investments that create jobs and support
8 community redevelopment to grow Michigan's economy.

9 (2) The Michigan strategic fund shall identify specific
10 outcomes and performance metrics for this initiative, including,
11 but not limited to, the following:

12 (a) Monthly total jobs.

13 (b) Private investment for community projects.

14 **STATE BUILDING AUTHORITY**

15 Sec. 1101. (1) Subject to section 242 of the management and
16 budget act, 1984 PA 431, MCL 18.1242, and upon the approval of the
17 state building authority, the department may expend from the
18 general fund of the state during the fiscal year an amount to meet
19 the cash flow requirements of those state building authority
20 projects solely for lease to a state agency identified in both part
21 1 and this section, and for which state building authority bonds or
22 notes have not been issued, and for the sole acquisition by the
23 state building authority of equipment and furnishings for lease to
24 a state agency as permitted by 1964 PA 183, MCL 830.411 to 830.425,
25 for which the issuance of bonds or notes is authorized by a
26 legislative appropriation act that is effective for the fiscal year

1 ending September 30, 2015. Any general fund advances for which
2 state building authority bonds have not been issued shall bear an
3 interest cost to the state building authority at a rate not to
4 exceed that earned by the state treasurer's common cash fund during
5 the period in which the advances are outstanding and are repaid to
6 the general fund of the state.

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

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

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

25 Sec. 1102. (1) State building authority funding to finance
26 construction or renovation of a facility that collects revenue in
27 excess of money required for the operation of that facility shall

1 not be released to a university or community college unless the
2 institution agrees to reimburse that excess revenue to the state
3 building authority. The excess revenue shall be credited to the
4 general fund to offset rent obligations associated with the
5 retirement of bonds issued for that facility. The auditor general
6 shall annually identify and present an audit of those facilities
7 that are subject to this section. Costs associated with the
8 administration of the audit shall be charged against money
9 recovered pursuant to this section.

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

14 Sec. 1103. The state building authority shall provide to the
15 JCOS and senate and house fiscal agencies a report relative to the
16 status of construction projects associated with state building
17 authority bonds as of September 30 of each year, on or before
18 October 15, or not more than 30 days after a refinancing or
19 restructuring bond issue is sold. The report shall include, but is
20 not limited to, the following:

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

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

26 (c) A list of all projects authorized for construction or
27 identified in an appropriations act for which approval of

1 schematic/preliminary plans or total authorized cost is pending
 2 that have state building authority bonds identified as a source of
 3 financing.

4 **REVENUE STATEMENT**

5 Sec. 1201. Pursuant to section 18 of article V of the state
 6 constitution of 1963, fund balances and estimates are presented in
 7 the following statement:

8 BUDGET RECOMMENDATIONS BY OPERATING FUNDS

9 (Amounts in millions)

10 Fiscal Year 2015-2016

		Beginning			
		Available	Estimated	Ending	
	<u>Fund</u>	<u>Balance</u>	<u>Revenue</u>	<u>Balance</u>	
11					
12					
13					
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				
25	trust	0115	3.5	3.5	3.5

1	State trunkline	0116	0.0	809.6	0.0
2	Michigan state waterways	0117	5.4	26.6	4.3
3	Blue Water Bridge	0118	0.0	24.0	0.0
4	Michigan transportation	0119	0.0	1,981.3	0.0
5	Comprehensive transportation	0120	5.1	267.3	0.0
6	School aid	0122	455.1	14,338.7	119.8
7	Game and fish protection trust	0124	0.0	16.6	0.0
8	State park improvement	0125	4.7	55.7	4.1
9	Forest development	0126	7.7	35.9	6.9
10	Michigan natural resources				
11	trust	0129	27.4	33.7	32.1
12	Michigan state parks endowment	0130	12.5	48.4	10.2
13	Safety education and training	0131	5.2	9.8	3.8
14	Bottle deposit	0136	10.8	13.3	3.3
15	State construction code	0138	1.0	13.0	4.4
16	Children's trust	0139	1.5	3.1	1.8
17	State casino gaming	0140	0.7	0.2	0.9
18	Michigan nongame fish and				
19	wildlife	0143	0.4	0.5	0.3
20	Michigan merit award trust	0154	75.7	100.2	75.0
21	Outdoor recreation legacy	0162	0.4	2.6	0.3
22	Off-road vehicle account	0163	4.6	6.7	4.1
23	Snowmobile account	0164	4.5	9.9	3.3
24	Silicosis dust disease				
25	and logging	0870	1.4	0.7	0.9
26	Utility consumer representation	0893	2.1	1.2	1.9
27	TOTALS		\$1,745.8	\$54,062.9	\$934.2

PART 2A

PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS

FOR FISCAL YEAR 2016-2017

GENERAL SECTIONS

Sec. 1301. It is the intent of the legislature to provide appropriations for the fiscal year ending on September 30, 2017 for the line items listed in part 1. The fiscal year 2016-2017 appropriations are anticipated to be the same as those for fiscal year 2015-2016, except that the line items will be adjusted for changes in caseload and related costs, federal fund match rates, economic factors, and available revenue. These adjustments will be determined after the January 2016 consensus revenue estimating conference.

ARTICLE X

DEPARTMENT OF HUMAN SERVICES

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the department of human services for the fiscal year ending September 30, 2016, from the following funds:

DEPARTMENT OF HUMAN SERVICES

APPROPRIATION SUMMARY

Full-time equated classified positions.....	12,037.9
Full-time equated unclassified positions.....	3.0
Total full-time equated positions.....	12,040.9

1	GROSS APPROPRIATION.....	\$ 5,721,385,100
2	Interdepartmental grant revenues:	
3	Total interdepartmental grants and intradepartmental	
4	transfers	24,260,300
5	ADJUSTED GROSS APPROPRIATION.....	\$ 5,697,124,800
6	Federal revenues:	
7	Social security act, temporary assistance for needy	
8	families	514,809,500
9	Capped federal revenues.....	583,619,500
10	Federal supplemental security income.....	8,588,600
11	Total other federal revenues.....	3,432,519,200
12	Special revenue funds:	
13	Total private revenues.....	26,356,900
14	Total local revenues.....	45,441,300
15	Total other state restricted revenues.....	117,333,400
16	State general fund/general purpose.....	\$ 968,456,400
17	Sec. 102. DEPARTMENTWIDE ADMINISTRATION	
18	Total full-time equated positions.....	690.5
19	Full-time equated unclassified positions.....	3.0
20	Full-time equated classified positions.....	687.5
21	Unclassified salaries--3.0 FTE positions.....	\$ 451,000
22	Central administration--274.5 FTE positions.....	28,460,000
23	Contractual services, supplies, and materials.....	12,680,800
24	Demonstration projects staff--7.0 FTE positions.....	100
25	Demonstration projects program.....	6,805,000
26	Office of inspector general--130.0 FTE positions.....	13,236,300
27	AFC, children's welfare and day care licensure staff--	

1	276.0 FTE positions	25,611,100
2	AFC, children's welfare and day care licensure program	8,884,000
3	State office of administrative hearings and rules	8,353,900
4	Travel.....	9,208,900
5	Rent and state office facilities.....	46,771,900
6	Worker's compensation.....	2,461,300
7	Terminal pay and other employee costs.....	<u>10,320,200</u>
8	GROSS APPROPRIATION.....	\$ 173,244,500
9	Appropriated from:	
10	Interdepartmental grant revenues:	
11	IDG from department of education.....	14,668,900
12	Federal revenues:	
13	Social security act, temporary assistance for needy	
14	families	23,539,700
15	Capped federal revenues.....	23,770,200
16	Total other federal revenues.....	47,801,500
17	Special revenue funds:	
18	Total private revenues.....	3,806,800
19	Total local revenues.....	16,400
20	Total other state restricted revenues.....	5,400
21	State general fund/general purpose.....	\$ 59,635,600
22	Sec. 103. CHILD SUPPORT ENFORCEMENT	
23	Full-time equated classified positions..... 185.7	
24	Child support enforcement operations staff--179.7 FTE	
25	positions	\$ 17,982,600
26	Child support enforcement operations program.....	3,928,000
27	Legal support contracts.....	113,359,100

1	Child support incentive payments.....	24,409,600
2	State disbursement unit staff--6.0 FTE positions.....	816,000
3	State disbursement unit program.....	<u>7,264,700</u>
4	GROSS APPROPRIATION.....	\$ 167,760,000
5	Appropriated from:	
6	Federal revenues:	
7	Capped federal revenues.....	1,735,000
8	Total other federal revenues.....	142,479,400
9	State general fund/general purpose.....	\$ 23,545,600
10	Sec. 104. COMMUNITY SERVICES AND OUTREACH	
11	Full-time equated classified positions.....	46.6
12	Bureau of community services and outreach staff--16.0	
13	FTE positions.....	\$ 1,587,600
14	Bureau of community services and outreach program....	478,000
15	Community services block grant.....	25,840,000
16	Weatherization assistance.....	16,340,000
17	Homeless programs.....	14,721,900
18	Domestic violence prevention and treatment staff--14.6	
19	FTE positions.....	1,133,400
20	Domestic violence prevention and treatment program...	14,593,700
21	Rape prevention and services staff--0.5 FTE position.	50,900
22	Rape prevention and services program.....	5,021,400
23	Child advocacy centers staff--0.5 FTE position.....	50,900
24	Child advocacy centers program.....	1,949,100
25	Michigan community service commission staff--15.0 FTE	
26	positions.....	1,120,800
27	Michigan community service commission program.....	<u>10,473,100</u>

1	GROSS APPROPRIATION.....	\$	93,360,800
2	Appropriated from:		
3	Federal revenues:		
4	Social security act, temporary assistance for needy		
5	families		11,223,100
6	Capped federal revenues.....		66,215,400
7	Total private revenues.....		44,100
8	Compulsive gambling prevention fund.....		1,040,500
9	Sexual assault victims' treatment fund.....		3,000,000
10	Child advocacy centers fund.....		2,000,000
11	State general fund/general purpose.....	\$	9,837,700
12	Sec. 105. ADULT PROTECTIVE AND SUPPORT SERVICES		
13	Full-time equated classified positions..... 443.0		
14	Guardian contract.....	\$	540,200
15	Adult services policy and administration staff--18.0		
16	FTE positions		900,100
17	Adult services policy and administration program.....		1,379,300
18	Elder law of Michigan MiCAFE contract.....		350,000
19	Elder abuse prosecuting attorney.....		300,000
20	Adult services field staff--425.0 FTE positions.....		<u>43,807,400</u>
21	GROSS APPROPRIATION.....	\$	47,277,000
22	Appropriated from:		
23	Federal revenues:		
24	Capped federal revenues.....		17,558,800
25	Total other federal revenues.....		14,561,300
26	State general fund/general purpose.....	\$	15,156,900
27	Sec. 106. CHILD WELFARE SERVICES		

1	Full-time equated classified positions.....	3,835.2	
2	Children's services administration--166.0 FTE		
3	positions		\$ 18,637,200
4	Title IV-E compliance and accountability office--4.0		
5	FTE positions		412,000
6	Child welfare institute staff--45.0 FTE positions		4,698,100
7	Child welfare institute program.....		2,989,300
8	Child welfare field staff - caseload compliance--		
9	2,511.0 FTE positions		225,483,300
10	Child welfare field staff - noncaseload compliance--		
11	320.0 FTE positions		32,881,200
12	Education planners--15.0 FTE positions		1,485,300
13	Peer coaches--45.5 FTE positions.....		5,567,700
14	Child welfare first line supervisors--578.0 FTE		
15	positions		70,618,000
16	Second line supervisors and technical staff--54.0 FTE		
17	positions		8,650,900
18	Permanency resource managers--28.0 FTE positions		3,095,400
19	Contractual services, supplies, and materials.....		9,274,000
20	Settlement monitor.....		1,885,800
21	Foster care payments.....		189,048,900
22	Guardianship assistance program.....		8,807,000
23	Child care fund.....		181,448,900
24	Child care fund administration staff--6.2 FTE		
25	positions		760,300
26	Child care fund administration program.....		27,800
27	Adoption subsidies.....		238,884,600

1	Adoption support services staff--10.0 FTE positions ..	896,200
2	Adoption support services program.....	25,997,400
3	Youth in transition staff--4.5 FTE positions	475,700
4	Youth in transition program.....	14,431,200
5	Child welfare medical/psychiatric evaluations	8,735,500
6	Psychotropic oversight.....	618,200
7	Performance based funding implementation--3.0 FTE	
8	positions	1,272,100
9	Serious emotional disturbance mental health services .	6,340,500
10	Interstate compact.....	179,600
11	Strong families/safe children.....	12,350,100
12	Family preservation and prevention services	
13	administration staff--9.0 FTE positions.....	951,800
14	Family preservation and prevention services	
15	administration program	311,300
16	Child abuse and neglect - children's justice act	
17	staff--1.0 FTE position	101,700
18	Child abuse and neglect - children's justice act	
19	program	517,400
20	Children's trust fund staff--12.0 FTE positions	899,400
21	Children's trust fund program.....	2,222,700
22	Attorney general contract.....	4,224,900
23	Prosecuting attorney contracts.....	2,561,700
24	Child protection.....	873,900
25	Child protection and permanency staff--23.0 FTE	
26	positions	1,066,900
27	Child protection and permanency program.....	11,323,800

1	Family reunification program.....	6,240,200
2	Family preservation and prevention services programs .	1,000,000
3	Families first.....	<u>16,476,600</u>
4	GROSS APPROPRIATION.....	\$ 1,124,724,500
5	Appropriated from:	
6	Interdepartmental grant revenues:	
7	IDG from department of education.....	89,100
8	Federal revenues:	
9	Social security act, temporary assistance for needy	
10	families	276,216,200
11	Capped federal revenues.....	111,988,000
12	Total other federal revenues.....	257,438,100
13	Special revenue funds:	
14	Private - collections.....	2,452,400
15	Local funds - county chargeback.....	16,517,200
16	Children's trust fund.....	2,076,900
17	State general fund/general purpose.....	\$ 457,946,600
18	Sec. 107. JUVENILE JUSTICE SERVICES	
19	Full-time equated classified positions.....	181.0
20	W.J. Maxey Training School staff--69.0 FTE positions .	\$ 8,416,400
21	W.J. Maxey Training School program.....	1,079,500
22	Bay Pines Center staff--42.0 FTE positions	4,265,100
23	Bay Pines Center program.....	558,000
24	Shawono Center staff--42.0 FTE positions	4,443,900
25	Shawono Center program.....	464,300
26	County juvenile officers.....	3,904,300
27	Community support services staff--3.0 FTE positions ..	303,900

1	Community support services program.....	1,794,000
2	Juvenile justice administration and maintenance	
3	staff--22.0 FTE positions	2,092,600
4	Juvenile justice administration and maintenance	
5	program	1,499,200
6	Juvenile accountability block grant staff--0.5 FTE	
7	position	50,900
8	Juvenile accountability block grant program.....	1,230,400
9	Committee on juvenile justice administration staff--	
10	2.5 FTE position	247,900
11	Committee on juvenile justice administration program .	95,600
12	Committee on juvenile justice grants.....	3,000,000
13	In-home community care.....	400,000
14	Juvenile justice vision 20/20.....	<u>100</u>
15	GROSS APPROPRIATION.....	\$ 33,846,100
16	Appropriated from:	
17	Federal revenues:	
18	Capped federal revenues.....	5,886,400
19	Special revenue funds:	
20	Local funds - state share education funds.....	2,189,900
21	Local funds - county chargeback.....	9,248,900
22	State general fund/general purpose.....	\$ 16,520,900
23	Sec. 108. FIELD OPERATIONS AND SUPPORT SERVICES	
24	Full-time equated classified positions..... 6,063.5	
25	Public assistance field staff--4,693.5 FTE positions .	\$ 463,295,300
26	Contractual services, supplies, and materials.....	17,224,900
27	Healthy Michigan plan administration.....	13,961,300

1	Medical/psychiatric evaluations	1,420,100
2	Donated funds positions staff--538.0 FTE positions ...	58,802,600
3	Donated funds positions program.....	1,345,000
4	Training and program support staff--17.0 FTE positions	1,774,900
5	Training and program support program.....	272,800
6	Volunteer services and reimbursement.....	942,400
7	Field policy and administration staff--66.0 FTE	
8	positions	8,252,000
9	Field policy and administration program.....	142,000
10	Nutrition education--2.0 FTE positions	23,036,600
11	Employment and training support services.....	4,219,100
12	Michigan rehabilitation services staff--526.0 FTE	
13	positions	52,895,600
14	Michigan rehabilitation services program.....	92,959,800
15	Independent living.....	4,788,600
16	Wage employment verification reporting.....	847,300
17	Electronic benefit transfer.....	8,509,000
18	Administrative support workers--221.0 FTE positions ..	<u>12,453,700</u>
19	GROSS APPROPRIATION.....	\$ 767,143,000
20	Appropriated from:	
21	Interdepartmental grant revenues:	
22	IDG from department of corrections.....	100,000
23	IDG from department of education.....	7,503,700
24	Federal revenues:	
25	Social security act, temporary assistance for needy	
26	families	132,010,900
27	Capped federal revenues.....	134,257,100

1	Federal supplemental security income.....		8,588,600
2	Total other federal revenues.....		240,674,500
3	Special revenue funds:		
4	Local funds.....		10,934,300
5	Local vocational rehabilitation match.....		6,534,600
6	Private funds - donated funds.....		18,199,000
7	Private - gifts, bequeaths, and donations.....		1,854,600
8	Rehabilitation service fees.....		1,442,000
9	Second injury fund.....		149,400
10	State general fund/general purpose.....	\$	204,894,300
11	Sec. 109. DISABILITY DETERMINATION SERVICES		
12	Full-time equated classified positions.....	587.4	
13	Disability determination operations staff--583.3 FTE		
14	positions	\$	78,646,900
15	Disability determination operations program.....		30,773,000
16	Retirement disability determination staff--4.1 FTE		
17	positions		449,000
18	Retirement disability determination program.....		<u>142,200</u>
19	GROSS APPROPRIATION.....	\$	110,011,100
20	Appropriated from:		
21	Interdepartmental grant revenues:		
22	IDG from DTMB - office of retirement services.....		763,800
23	Federal revenues:		
24	Total federal revenues.....		106,009,400
25	State general fund/general purpose.....	\$	3,237,900
26	Sec. 110. PUBLIC ASSISTANCE		
27	Full-time equated classified positions.....	8.0	

1	Family independence program.....	\$	137,870,300
2	State disability assistance payments.....		9,894,400
3	Food assistance program benefits.....		2,561,003,400
4	State supplementation.....		63,135,000
5	State supplementation administration.....		2,381,100
6	Low-income home energy assistance program.....		174,951,600
7	Michigan energy assistance program staff--1.0 FTE		
8	position		449,000
9	Michigan energy assistance program.....		49,551,000
10	Food bank council of Michigan.....		1,795,000
11	Multicultural integration funding.....		2,765,500
12	Indigent burial.....		4,400,000
13	Emergency services local office allocations.....		11,008,500
14	Refugee assistance program staff--7.0 FTE positions ..		816,900
15	Refugee assistance program.....		<u>27,149,700</u>
16	GROSS APPROPRIATION.....	\$	3,047,171,400
17	Appropriated from:		
18	Federal revenues:		
19	Social security act, temporary assistance for needy		
20	families		57,176,200
21	Capped federal revenues.....		203,105,100
22	Total other federal revenues.....		2,555,511,000
23	Special revenue funds:		
24	Child support collections.....		14,745,600
25	Low-income energy assistance fund.....		50,000,000
26	Supplemental security income recoveries.....		5,763,600
27	Merit award trust fund.....		30,100,000

1	Public assistance recoupment revenue	7,010,000
2	State general fund/general purpose	\$ 123,759,900
3	Sec. 111. INFORMATION TECHNOLOGY	
4	Information technology services and projects	\$ 114,969,100
5	Child support automation	<u>41,877,600</u>
6	GROSS APPROPRIATION	\$ 156,846,700
7	Appropriated from:	
8	Interdepartmental grant revenues:	
9	IDG from department of education	1,134,800
10	Federal revenues:	
11	Social security act, temporary assistance for needy	
12	families	14,643,400
13	Capped federal revenues	19,103,500
14	Total other federal revenues	68,044,000
15	State general fund/general purpose	\$ 53,921,000

16 PART 2
 17 PROVISIONS CONCERNING APPROPRIATIONS
 18 FOR FISCAL YEAR 2015-2016

19 **GENERAL SECTIONS**

20 Sec. 201. Pursuant to section 30 of article IX of the state
 21 constitution of 1963, total state spending from state resources
 22 under part 1 for fiscal year 2015-2016 is \$1,085,789,800.00 and
 23 state spending from state resources to be paid to local units of
 24 government for fiscal year 2015-2016 is \$101,973,200.00. The

1 itemized statement below identifies appropriations from which
2 spending to local units of government will occur:

3 DEPARTMENT OF HUMAN SERVICES

4	Child care fund.....	\$	97,822,200
5	County juvenile officers.....		3,100,000
6	State disability assistance payments.....		1,039,300
7	Family independence program.....		11,700
8	TOTAL.....	\$	<u>101,973,200</u>

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

12 Sec. 203. As used in this part and part 1:

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

14 (b) "Current fiscal year" means the fiscal year ending
15 September 30, 2016.

16 (c) "Department" means the department of human services.

17 (d) "Director" means the director of the department of human
18 services.

19 (e) "FTE" means full-time equated.

20 (f) "IDG" means interdepartmental grant.

21 (g) "MiCAFE" means Michigan's coordinated access to food for
22 the elderly.

23 (h) "PATH" means partnership. accountability. training. hope.

24 (i) "Previous fiscal year" means the fiscal year ending
25 September 30, 2015.

26 (j) "Settlement" means the settlement agreement entered in the
27 case of Dwayne B. v Snyder, docket no. 2:06-cv-13548 in the United

1 States district court for the eastern district of Michigan.

2 (k) "Temporary assistance for needy families" or "TANF" or
3 "title IV-A" means part A of title IV of the social security act,
4 42 USC 601 to 619.

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

7 (m) "Title IV-E" means part E of title IV of the social
8 security act, 42 USC 670 to 679c.

9 Sec. 204. The civil service commission shall bill departments
10 and agencies at the end of the first fiscal quarter for the 1%
11 charge authorized by section 5 of article XI of the state
12 constitution of 1963. Payments shall be made for the total amount
13 of the billing by the end of the second fiscal quarter.

14 Sec. 205. Pursuant to section 1b of the social welfare act,
15 1939 PA 280, MCL 400.1b, the department shall treat part 1 and this
16 part as a time-limited addendum to the social welfare act, 1939 PA
17 280, MCL 400.1 to 400.119b.

18 Sec. 206. (1) For each new program or program expansion for
19 which funds in excess of \$500,000.00 are appropriated in part 1,
20 the department shall identify specific benchmarks intended to
21 measure the performance or return on taxpayer investment of the
22 program and its associated expenditures. Both of the following
23 apply to the benchmarks:

24 (a) By November 1, 2015, the department shall report the
25 proposed benchmarks to the house and senate appropriations
26 subcommittees on the department budget, the house and senate fiscal
27 agencies, and the state budget director.

1 (b) The department shall provide an update on its progress in
2 achieving the benchmarks at an appropriations subcommittee meeting
3 called for the purpose of discussing benchmarks and their status.

4 (2) It is the intent of the legislature that, beginning with
5 the budget for the fiscal year ending September 30, 2016, any
6 proposal for a new program or an expansion of an existing program
7 in excess of \$500,000.00 initiated by the executive branch or the
8 legislature will include, as part of the original proposal or
9 budget request, a list of benchmarks intended to measure the
10 performance or return on taxpayer investment of the program or
11 spending increase.

12 Sec. 207. (1) Sanctions, suspensions, conditions for
13 provisional license status, and other penalties shall not be more
14 stringent for private service providers than for public entities
15 performing equivalent or similar services.

16 (2) Neither the department nor private service providers or
17 licensees shall be granted preferential treatment or considered
18 automatically to be in compliance with administrative rules based
19 on whether they have collective bargaining agreements with direct
20 care workers. Private service providers or licensees without
21 collective bargaining agreements shall not be subjected to
22 additional requirements or conditions of licensure based on their
23 lack of collective bargaining agreements.

24 Sec. 208. Unless otherwise specified, the department shall use
25 the Internet to fulfill the reporting requirements of this part.
26 This requirement shall include transmission of reports via
27 electronic mail to the recipients identified for each reporting

1 requirement, and it shall include placement of reports on the
2 Internet.

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

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

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

26 (2) The department's ability to satisfy appropriation fund
27 sources in part 1 shall not be limited to collections and accruals

1 pertaining to services provided in the current fiscal year, but
2 shall also include reimbursements, refunds, adjustments, and
3 settlements from prior years.

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

12 Sec. 214. On a quarterly basis, the department shall report on
13 the number of FTEs in pay status by type of staff.

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

22 Sec. 217. The departments and agencies receiving
23 appropriations in part 1 shall prepare a report on out-of-state
24 travel expenses not later than January 1 of each year. The travel
25 report shall be a listing of all travel by classified and
26 unclassified employees outside this state in the immediately
27 preceding fiscal year that was funded in whole or in part with

1 funds appropriated in the department's budget. The report shall be
2 submitted to the house and senate appropriations committees, the
3 house and senate fiscal agencies, and the state budget director.

4 The report shall include the following information:

5 (a) The dates of each travel occurrence.

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

11 Sec. 218. From the funds appropriated in part 1 for travel
12 reimbursements to employees, the department shall allocate up to
13 \$100,000.00 toward reimbursing counties for the out-of-pocket
14 travel costs of the local county department board members and
15 county department directors to attend 1 meeting per year of the
16 Michigan County Social Services Association.

17 Sec. 219. The department shall cooperate with the department
18 of technology, management, and budget to maintain a searchable
19 website accessible by the public at no cost that includes, but is
20 not limited to, all of the following for each department or 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,
24 including the vendor name, payment date, payment amount, and
25 payment description.

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

1 (e) Job specifications and wage rates.

2 Sec. 220. The department shall ensure that faith-based
3 organizations are able to apply and compete for services, programs,
4 or contracts that they are qualified and suitable to fulfill. The
5 department shall not disqualify faith-based organizations solely on
6 the basis of the religious nature of their organization or their
7 guiding principles or statements of faith.

8 Sec. 221. If the revenue collected by the department from
9 private and local sources exceeds the amount spent from amounts
10 appropriated in part 1, the revenue may be carried forward, with
11 approval from the state budget director, into the subsequent fiscal
12 year.

13 Sec. 222. (1) The department shall provide written
14 notification to the chairpersons of the senate and house
15 appropriations subcommittees on the budget for the department of
16 any policy changes at least 30 days before the implementation date.

17 (2) The department shall make the entire policy and procedures
18 manual available and accessible to the public via the department
19 website.

20 (3) The department shall report no later than April 1 of the
21 current fiscal year on each specific policy change made to
22 implement a public act affecting the department that took effect
23 during the prior calendar year to the house and senate
24 appropriations subcommittees on the budget for the department, the
25 joint committee on administrative rules, and the senate and house
26 fiscal agencies. The department shall attach each policy bulletin
27 issued during the prior calendar year to this report.

1 Sec. 229. Unless already provided in the previous fiscal year,
2 the department shall submit to the senate and house appropriations
3 subcommittees on the department budget, the senate and house fiscal
4 agencies, the senate and house policy offices, and the state budget
5 office by March 1 of the current fiscal year a report on the
6 recommendations of the workgroup on aligning spending on Michigan
7 Works! job readiness programs with the declining family
8 independence program caseload. The report shall include, but is not
9 limited to, the proposed amount of TANF funding provided to
10 Michigan Works!

11 Sec. 234. The department shall include specific outcome and
12 performance reporting requirements in the interagency agreement
13 with the Michigan strategic fund for TANF funding to provide job
14 readiness and welfare-to-work programming. TANF funding provided to
15 the Michigan strategic fund in the current fiscal year is
16 contingent on compliance with the data and reporting requirements
17 described in this section. The interagency agreement must require
18 the Michigan strategic fund to provide all of the following items
19 by December 1 of the current fiscal year for the previous year:

20 (a) An itemized spending report on TANF funding, including all
21 of the following:

22 (i) Direct services to clients.

23 (ii) Administrative expenditures.

24 (b) The number of family independence program (FIP) clients
25 served through the TANF funding, including all of the following:

26 (i) The number and percentage who obtained employment through
27 Michigan Works!

1 (ii) The number and percentage who fulfilled their TANF work
2 requirement through other job readiness programming.

3 (iii) Average TANF spending per client.

4 (iv) The number and percentage of clients who were referred to
5 Michigan Works! but did not receive a job or job readiness
6 placement and the reasons why.

7 Sec. 240. The department shall notify the house and senate
8 appropriations subcommittees on the department budget, the house
9 and senate fiscal agencies, and the house and senate policy offices
10 of any changes to a child welfare master contract not less than 30
11 days before the change takes effect.

12 Sec. 250. Amounts appropriated in part 1 for information
13 technology may be designated as work projects and carried forward
14 to support technology projects under the direction of the
15 department of technology, management, and budget. Funds designated
16 in this manner are not available for expenditure until approved as
17 work projects under section 451a of the management and budget act,
18 1984 PA 431, MCL 18.1451a.

19 Sec. 264. The department shall not take disciplinary action
20 against an employee for communicating with a member of the
21 legislature or his or her staff.

22 Sec. 265. Within 14 days after the release of the executive
23 budget recommendation, the department shall cooperate with the
24 state budget office to provide the senate and house appropriations
25 chairs, the senate and house appropriations subcommittees chairs,
26 and the senate and house fiscal agencies with an annual report on
27 estimated state restricted fund balances, state restricted fund

1 projected revenues, and state restricted fund expenditures for the
2 fiscal years ending September 30, 2015 and September 30, 2016.

3 Sec. 274. (1) The department, in collaboration with the state
4 budget office, shall submit to the house and senate appropriations
5 subcommittees on the department budget, the house and senate fiscal
6 agencies, and the house and senate policy offices 1 week after the
7 governor submits to the legislature the budget for the ensuing
8 fiscal year a report on spending and revenue projections for each
9 of the capped federal funds listed below. The report shall contain
10 actual spending and revenue in the previous fiscal year, spending
11 and revenue projections for the current fiscal year as enacted, and
12 spending and revenue projections within the executive budget
13 proposal for the fiscal year beginning October 1, 2015 for each
14 individual line item for the department budget. The report shall
15 also include federal funds transferred to other departments. The
16 capped federal funds shall include, but not be limited to, all of
17 the following:

18 (a) TANF.

19 (b) Title XX social services block grant.

20 (c) Title IV-B part I child welfare services block grant.

21 (d) Title IV-B part II promoting safe and stable families
22 funds.

23 (e) Low-income home energy assistance program.

24 (2) By February 15 of the current fiscal year, the department
25 shall prepare an annual report of its efforts to identify
26 additional TANF maintenance of effort sources and rationale for any
27 increases or decreases from all of the following, but not limited

1 to:

2 (a) Other departments.

3 (b) Local units of government.

4 (c) Private sources.

5 Sec. 279. (1) All master contracts relating to human services
6 shall be performance-based contracts that employ a client-centered
7 results-oriented process that is based on measurable performance
8 indicators and desired outcomes and includes the annual assessment
9 of the quality of services provided.

10 (2) By February 1 of the current fiscal year, the department
11 shall provide the senate and house appropriations subcommittees on
12 the department budget, the senate and house fiscal agencies and
13 policy offices, and the state budget office a report detailing
14 measurable performance indicators, desired outcomes, and an
15 assessment of the quality of services provided by the department
16 during the previous fiscal year.

17 Sec. 284. (1) In addition to the funds appropriated in part 1,
18 there is appropriated an amount not to exceed \$200,000,000.00 for
19 federal contingency funds. These funds are not available for
20 expenditure until they have been transferred to another line item
21 in part 1 under section 393(2) of the management and budget act,
22 1984 PA 431, MCL 18.1393. These funds shall not be made available
23 to increase TANF authorization.

24 (2) In addition to the funds appropriated in part 1, there is
25 appropriated an amount not to exceed \$5,000,000.00 for state
26 restricted contingency funds. These funds are not available for
27 expenditure until they have been transferred to another line item

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

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

9 (4) In addition to the funds appropriated in part 1, there is
10 appropriated an amount not to exceed \$20,000,000.00 for private
11 contingency funds. These funds are not available for expenditure
12 until they have been transferred to another line item in part 1
13 under section 393(2) of the management and budget act, 1984 PA 431,
14 MCL 18.1393.

15 Sec. 290. Any public advertisement for state assistance shall
16 also inform the public of the welfare fraud hotline operated by the
17 department.

18 Sec. 292. By the first day of each month of the current fiscal
19 year, the department shall report on the status of the merger,
20 executed under Executive Order No. 2015-4, of the department of
21 community health and the department of human services to create the
22 department of health and human services. The report shall be
23 provided to the house and senate appropriations subcommittees on
24 community health, the house and senate appropriations subcommittees
25 on human services, and the house and senate fiscal agencies. The
26 report shall include, but not be limited to, the current status of
27 FTE positions, facilities in use, services including restructuring

1 or consolidation, efficiencies, and estimated savings or costs
2 associated with the merger. The report shall indicate changes from
3 the prior report.

4 Sec. 296. Not later than November 30, the state budget office
5 shall prepare and transmit a report that provides for estimates of
6 the total general fund/general purpose appropriation lapses at the
7 close of the prior fiscal year. This report shall summarize the
8 projected year-end general fund/general purpose appropriation
9 lapses by major departmental program or program areas. The report
10 shall be transmitted to the chairpersons of the senate and house
11 appropriations committees and the senate and house fiscal agencies.

12 Sec. 297. Total authorized appropriations from all sources
13 under part 1 for legacy costs for the fiscal year ending September
14 30, 2016 is \$271,619,000.00. From this amount, total agency
15 appropriations for pension-related legacy costs are estimated at
16 \$154,170,400.00. Total agency appropriations for retiree health
17 care legacy costs are estimated at \$117,448,600.00.

18 Sec. 298. By March 1 of the current fiscal year, the
19 department shall provide to the senate and house appropriations
20 subcommittees on the department budget, the senate and house fiscal
21 agencies, and the senate and house policy offices an annual report
22 on the supervisor-to-staff ratio by department divisions and
23 subdivisions.

24 Sec. 299. The department shall maintain, on a publicly
25 accessible website, a department scorecard that identifies, tracks,
26 and regularly updates key metrics that are used to monitor and
27 improve the department's performance.

1 **DEPARTMENTWIDE ADMINISTRATION**

2 Sec. 307. (1) From the funds appropriated in part 1 for
3 demonstration projects, \$400,000.00 shall be distributed as
4 provided in subsection (2). The amount distributed under this
5 subsection shall not exceed 50% of the total operating expenses of
6 the program described in subsection (2), with the remaining 50%
7 paid by local United Way organizations and other nonprofit
8 organizations and foundations.

9 (2) Funds distributed under subsection (1) shall be
10 distributed to Michigan 2-1-1, a nonprofit corporation organized
11 under the laws of this state that is exempt from federal income tax
12 under section 501(c)(3) of the internal revenue code, 26 USC
13 501(c)(3), and whose mission is to coordinate and support a
14 statewide 2-1-1 system. Michigan 2-1-1 shall use the funds only to
15 fulfill the Michigan 2-1-1 business plan adopted by Michigan 2-1-1
16 in January 2005.

17 (3) Michigan 2-1-1 shall refer to the department any calls
18 received reporting fraud, waste, or abuse of state-administered
19 public assistance.

20 (4) Michigan 2-1-1 shall report annually to the department and
21 the house and senate standing committees with primary jurisdiction
22 over matters relating to human services and telecommunications on
23 2-1-1 system performance, including, but not limited to, call
24 volume by community health and human service needs and unmet needs
25 identified through caller data and customer satisfaction metrics.

26 Sec. 310. It is the intent of the legislature that the
27 department shall work with youth-oriented nonprofit organizations

1 to provide mentoring programming for children of incarcerated
2 parents and other at-risk children.

3 Sec. 315. The department, in conjunction with the department
4 of community health, organizations representing disabled and
5 elderly adults, representatives of assisted living facilities, and
6 the legislature, shall conduct a workgroup that explores licensing
7 standards and practices and performance measures for facilities
8 providing adult assisted living services in order to ensure safe,
9 adequately supervised, and protective environments for those
10 individuals and families seeking assisted living services.

11 Sec. 316. From the funds appropriated in part 1 for terminal
12 leave payouts and other employee costs, the department shall not
13 spend in excess of its annual gross appropriation unless it
14 identifies and requests a legislative transfer from another
15 budgetary line item supporting administrative costs, as provided by
16 section 393(2) of the management and budget act, 1984 PA 431, MCL
17 18.1393.

18 Sec. 317. (1) From the additional funds appropriated in part 1
19 for child care licensure from the interdepartmental grant from the
20 department of education, the department shall increase the number
21 of child care licensing consultants and staff. The purpose of the
22 additional staff is to increase the number of monitoring visits to
23 applicants for a child care license and those who are licensed to
24 ensure the health and safety of children in early learning settings
25 across the state.

26 (2) By February 1 of the current fiscal year, the department
27 shall submit a report to the senate and house appropriations

1 subcommittees on the department budget, the senate and house fiscal
2 agencies, and the senate and house policy offices detailing the
3 improvements that the child care licensure program has achieved due
4 to the increased number of child care licensing consultants who
5 were hired with the additional funds appropriated in part 1 for
6 child care licensure.

7 **ADULT PROTECTIVE AND SUPPORT SERVICES**

8 Sec. 401. (1) All funds appropriated in part 1 for independent
9 living shall be used to support centers for independent living in
10 delivering mandated independent living core services in compliance
11 with federal rules and regulations for the centers, by existing
12 centers for independent living to serve underserved areas, and for
13 projects to build the capacity of centers for independent living to
14 deliver independent living services. Applications for the funds
15 shall be reviewed in accordance with criteria and procedures
16 established by the department. Funds shall be used in a manner
17 consistent with the state plan for independent living. Services
18 provided should assist people with disabilities to move toward
19 self-sufficiency, including support for accessing transportation
20 and health care, obtaining employment, community living, nursing
21 home transition, information and referral services, education,
22 youth transition services, veterans, and stigma reduction
23 activities.

24 (2) The Michigan centers for independent living shall provide
25 a report by March 1 of the current fiscal year to the house and
26 senate appropriations subcommittees on the department budget, the

1 house and senate fiscal agencies, the house and senate policy
2 offices, and the state budget office on direct customer and system
3 outcomes and performance measures.

4 Sec. 402. The Michigan rehabilitation services shall work
5 collaboratively with the bureau of services for blind persons,
6 service organizations, and government entities to identify
7 qualified match dollars to maximize use of available federal
8 vocational rehabilitation funds.

9 Sec. 403. The department shall provide quarterly status
10 reports by February 1, May 1, August 1, and November 1 to the house
11 and senate appropriations subcommittees on the department budget,
12 the house and senate fiscal agencies, and house and senate policy
13 offices on the efforts taken to remedy and improve the deficiencies
14 found in the most recent auditor general report of Michigan
15 rehabilitation services. The reports shall include all of the
16 following items:

17 (a) Reductions and changes in administration costs and
18 staffing.

19 (b) Service delivery plans and implementation steps achieved.

20 (c) Reorganization plans and implementation steps achieved.

21 (d) Plans to integrate Michigan rehabilitative services
22 programs into other services provided by the department.

23 (e) Quarterly expenditures by major spending category.

24 (f) Employment and job retention rates from both Michigan
25 rehabilitation services and its nonprofit partners.

26 (g) Success rate of each district in achieving the program
27 goals.

1 Sec. 405. It is the intent of the legislature that Michigan
2 rehabilitation services shall not implement an order of selection
3 for vocational and rehabilitative services.

4 Sec. 420. (1) From the funds appropriated in part 1, the
5 department shall contract with the Prosecuting Attorneys
6 Association of Michigan to provide the support and services
7 necessary to increase the capability of the state's prosecutors,
8 adult protective service system, and criminal justice system to
9 effectively identify, investigate, and prosecute elder abuse and
10 financial exploitation.

11 (2) By March 1 of the current fiscal year, the department
12 shall provide a report on the efficacy of the contract to the state
13 budget office, the house and senate appropriations subcommittees on
14 the department budget, the house and senate fiscal agencies, and
15 the house and senate policy offices.

16 Sec. 423. From the funds appropriated in part 1 for elder law
17 of Michigan MiCAFE contract, the department shall allocate not less
18 than \$350,000.00 to the Elder Law of Michigan MiCAFE to assist this
19 state's elderly population to participate in the food assistance
20 program. Of the \$350,000.00 allocated under this section, the
21 department shall use \$175,000.00, which are general fund/general
22 purpose funds, as state matching funds for not less than
23 \$175,000.00 in United States Department of Agriculture funding to
24 provide outreach program activities, such as eligibility screen and
25 information services, as part of a statewide food assistance
26 hotline.

27 Sec. 425. From the funds appropriated in part 1, the

1 department shall provide individuals not more than \$500.00 for
2 vehicle repairs, including any repairs done in the previous 12
3 months. However, the department may in its discretion pay for
4 repairs up to \$900.00. Payments under this section shall include
5 the combined total of payments made by the department and work
6 participation program.

7 **CHILD WELFARE SERVICES**

8 Sec. 501. (1) A goal is established that not more than 27% of
9 all children in foster care at any given time during the current
10 fiscal year will have been in foster care for 24 months or more.

11 (2) By March 1 of the current fiscal year, the department
12 shall provide to the senate and house appropriations subcommittees
13 on the department budget, the senate and house fiscal agencies, the
14 senate and house policy offices, and the state budget office a
15 report describing the steps that will be taken to achieve the
16 specific goal established in this section and on the percentage of
17 children who currently are in foster care and who have been in
18 foster care a total of 24 or more months.

19 Sec. 502. From the funds appropriated in part 1 for foster
20 care, the department shall provide 50% reimbursement to Indian
21 tribal governments for foster care expenditures for children who
22 are under the jurisdiction of Indian tribal courts and who are not
23 otherwise eligible for federal foster care cost sharing.

24 Sec. 503. (1) In accordance with the final report of the
25 Michigan child welfare performance-based funding task force issued
26 in response to section 503 of article X of 2013 PA 59, the

1 department shall continue to develop actuarially sound case rates
2 for necessary out-of-home child welfare services that achieve
3 permanency by the department and private child placing agencies in
4 a prospective payment system under a performance-based funding
5 model.

6 (2) A prospective rate payment system for private agencies
7 that includes funding for adoption incentive payments is the
8 recommended funding model. The full cost prospective rate payment
9 system will identify and cover contractual costs, paid through the
10 case rate developed by an actuary.

11 (3) If not received in the previous fiscal year, the
12 department shall provide a report on the cost analysis of the
13 performance-based funding model to the senate and house
14 appropriations subcommittees on the department budget.

15 (4) In accordance with the final report of the Michigan child
16 welfare performance-based funding task force issued in response to
17 section 503 of article X of 2013 PA 59, the department shall
18 implement a 5-year independent, third-party evaluation of the
19 performance-based funding model. The evaluator shall be selected
20 through a competitive process by a rating committee that includes,
21 but is not limited to, representatives from the department and
22 private child placing agencies.

23 (5) The department shall create a readiness model with input
24 from private child welfare agencies, counties, and courts that
25 gives direction to self-identified counties and the department
26 regarding county participation before any further expansion of the
27 performance-based funding model.

1 (6) For phase II, the department shall only phase the
2 implementation of the performance-based funding model into
3 additional counties where the department, private child welfare
4 agencies, the county, and the court operating within that county
5 have agreed to implement the performance-based funding model.

6 (7) The department, in conjunction with members from both the
7 house of representatives and senate, private child placing
8 agencies, the courts, and counties shall implement the fiscal year
9 2014-2015 recommendations that are described in the workgroup
10 report that was provided in section 503 of article X of 2013 PA 59
11 to establish a performance-based funding for public and private
12 child welfare services providers. The department shall provide a
13 quarterly report on the status of the performance-based contracting
14 model to the senate and house appropriations subcommittees on the
15 department budget, the senate and house standing committees on
16 families and human services, and the senate and house fiscal
17 agencies and policy offices.

18 Sec. 505. By March 1 of the current fiscal year, the
19 department and Wayne County shall provide to the senate and house
20 appropriations committees on the department budget, the senate and
21 house fiscal agencies and policy offices, and the state budget
22 office a report for youth served in the previous fiscal year and in
23 the first quarter of the current fiscal year outlining the number
24 of youth served within each juvenile justice system, the type of
25 setting for each youth, performance outcomes, and financial costs
26 or savings.

27 Sec. 507. The department's ability to satisfy appropriation

1 deducts in part 1 for foster care private collections shall not be
2 limited to collections and accruals pertaining to services provided
3 only in the current fiscal year but may include revenues collected
4 during the current fiscal year for services provided in prior
5 fiscal years.

6 Sec. 508. (1) In addition to the amount appropriated in part 1
7 for children's trust fund grants, money granted or money received
8 as gifts or donations to the children's trust fund created by 1982
9 PA 249, MCL 21.171 to 21.172, is appropriated for expenditure.

10 (2) The department and the child abuse neglect and prevention
11 board shall collaborate to ensure that administrative delays are
12 avoided and the local grant recipients and direct service providers
13 receive money in an expeditious manner. The department and board
14 shall make available the children's trust fund contract funds to
15 grantees within 31 days of the start date of the funded project.

16 Sec. 511. The department shall provide quarterly reports to
17 the senate and house appropriations subcommittees on the department
18 budget, the senate and house standing committees on families and
19 human services, and the senate and house fiscal agencies and policy
20 offices on the number and percentage of children who received
21 timely health examinations after entry into foster care and the
22 number and percentage of children entering foster care who received
23 a required mental health examination after entry into foster care.

24 Sec. 513. (1) The department shall not expend funds
25 appropriated in part 1 to pay for the direct placement by the
26 department of a child in an out-of-state facility unless all of the
27 following conditions are met:

1 (a) There is no appropriate placement available in this state
2 as determined by the department interstate compact office.

3 (b) An out-of-state placement exists that is nearer to the
4 child's home than the closest appropriate in-state placement as
5 determined by the department interstate compact office.

6 (c) The out-of-state facility meets all of the licensing
7 standards of this state for a comparable facility.

8 (d) The out-of-state facility meets all of the applicable
9 licensing standards of the state in which it is located.

10 (e) The department has done an on-site visit to the out-of-
11 state facility, reviewed the facility records, reviewed licensing
12 records and reports on the facility, and believes that the facility
13 is an appropriate placement for the child.

14 (2) The department shall not expend money for a child placed
15 in an out-of-state facility without approval of the deputy director
16 for children's services. The department shall notify the
17 appropriate state agency in that state including the name of the
18 out-of-state provider who accepted the placement.

19 (3) The department shall submit an annual report to the state
20 court administrative office, the house and senate appropriations
21 subcommittees on the department budget, the house and senate fiscal
22 agencies, and the house and senate policy offices on the number of
23 Michigan children residing in out-of-state facilities at the time
24 of the report, the total cost and average per diem cost of these
25 out-of-state placements to this state, and a list of each such
26 placement arranged by the Michigan county of residence for each
27 child.

1 Sec. 514. The department shall make a comprehensive report
2 concerning children's protective services (CPS) to the legislature,
3 including the senate and house policy offices and the state budget
4 director, by January 1 of the current fiscal year, that shall
5 include all of the following:

6 (a) Statistical information including, at a minimum, all of
7 the following:

8 (i) The total number of reports of child abuse or neglect
9 investigated under the child protection law, 1975 PA 238, MCL
10 722.621 to 722.638, and the number of cases classified under
11 category I or category II and the number of cases classified under
12 category III, category IV, or category V.

13 (ii) Characteristics of perpetrators of child abuse or neglect
14 and the child victims, such as age, relationship, race, and
15 ethnicity and whether the perpetrator exposed the child victim to
16 drug activity, including the manufacture of illicit drugs, that
17 exposed the child victim to substance abuse, a drug house, or
18 methamphetamine.

19 (iii) The mandatory reporter category in which the individual
20 who made the report fits, or other categorization if the individual
21 is not within a group required to report under the child protection
22 law, 1975 PA 238, MCL 722.621 to 722.638.

23 (iv) The number of cases that resulted in the separation of
24 the child from the parent or guardian and the period of time of
25 that separation, up to and including termination of parental
26 rights.

27 (v) For the reported complaints of child abuse or neglect by

1 teachers, school administrators, and school counselors, the number
2 of cases classified under category I or category II and the number
3 of cases classified under category III, category IV, or category V.

4 (vi) For the reported complaints of child abuse or neglect by
5 teachers, school administrators, and school counselors, the number
6 of cases that resulted in separation of the child from the parent
7 or guardian and the period of time of that separation, up to and
8 including termination of parental rights.

9 (b) New policies related to children's protective services
10 including, but not limited to, major policy changes and court
11 decisions affecting the children's protective services system
12 during the immediately preceding 12-month period.

13 (c) The information contained in the report required under
14 section 8d(5) of the child protection law, 1975 PA 238, MCL
15 722.628d, on cases classified under category III.

16 (d) The department policy, or changes to the department
17 policy, regarding children who have been exposed to the production
18 or manufacture of methamphetamines.

19 Sec. 515. By March 1, 2016, the department shall submit a
20 report to the senate and house appropriations subcommittees on the
21 department budget, the senate and house fiscal agencies, the senate
22 and house policy offices, and the state budget office that provides
23 an update on the privatization of child welfare services in Kent
24 County as described in section 515 of article X of 2013 PA 59 and
25 includes all of the following:

26 (a) Costs or savings that resulted from the program.

27 (b) Gaps in funding.

1 (c) Program successes.

2 (d) Challenges and barriers to a successful implementation.

3 Sec. 519. The department shall permit any private agency that
4 has an existing contract with this state to provide foster care
5 services to be also eligible to provide treatment foster care
6 services.

7 Sec. 522. (1) From the funds appropriated in part 1 for youth
8 in transition, the department shall allocate \$750,000.00 for
9 college scholarships through the fostering futures scholarship
10 program in the Michigan education trust to youths who were in
11 foster care because of child abuse or neglect and are attending a
12 college located in this state. Of the funds appropriated, 100%
13 shall be used to fund scholarships for the youths described in this
14 section.

15 (2) Not later than March 1 of the current fiscal year, the
16 department shall provide a report to the house and senate
17 appropriations subcommittees on the department budget, the house
18 and senate fiscal agencies, and the house and senate policy offices
19 that includes the number of youths who received scholarships and
20 the amount of each scholarship, and the total amount of funds spent
21 or encumbered in the current fiscal year.

22 Sec. 523. (1) By February 15 of the current fiscal year, the
23 department shall report on the families first, family
24 reunification, and families together building solutions family
25 preservation programs to the senate and house appropriations
26 subcommittees on the department budget, the senate and house fiscal
27 agencies, the senate and house policy offices, and the state budget

1 office. The report shall contain all of the following for each
2 program:

3 (a) The average cost per recipient served.

4 (b) Measurable performance indicators.

5 (c) Desired outcomes or results and goals that can be measured
6 on an annual basis, or desired results for a defined number of
7 years.

8 (d) Monitored results.

9 (e) Innovations that may include savings or reductions in
10 administrative costs.

11 (2) From the funds appropriated in part 1 for youth in
12 transition and domestic violence prevention and treatment, the
13 department is authorized to make allocations of TANF funds only to
14 agencies that report necessary data to the department for the
15 purpose of meeting TANF eligibility reporting requirements.

16 Sec. 524. As a condition of receiving funds appropriated in
17 part 1 for strong families/safe children, counties must submit the
18 service spending plan to the department by October 1 of the current
19 fiscal year for approval. The department shall approve the service
20 spending plan within 30 calendar days after receipt of a properly
21 completed service spending plan.

22 Sec. 525. The department shall implement the same on-site
23 evaluation processes for privately operated child welfare and
24 juvenile justice residential facilities as is used to evaluate
25 state-operated facilities. Penalties for noncompliance shall be the
26 same for privately operated child welfare and juvenile justice
27 residential facilities and state-operated facilities.

1 Sec. 526. From the funds appropriated in part 1 for foster
2 care payments and related administrative costs, the department may
3 implement the federally approved title IV-E child welfare waiver
4 demonstration project. As required under the waiver, any savings
5 resulting from the demonstration project must be quantified and
6 reinvested into child welfare programming.

7 Sec. 532. (1) The department, in collaboration with
8 representatives of private child and family agencies, shall revise
9 and improve the annual licensing review process and the annual
10 contract compliance review process for child placing agencies and
11 child caring institutions. The improvement goals shall be safety
12 and care for children. Improvements to the review process shall be
13 directed toward alleviating administrative burdens so that agency
14 resources may be focused on children. The revision shall include
15 identification of duplicative staff activities and information
16 sought from child placing agencies and child caring institutions in
17 the annual review process. The department shall report to the
18 senate and house appropriations subcommittees on the department
19 budget, the senate and house fiscal agencies and policy offices,
20 and the state budget director on or before January 15 of the
21 current fiscal year on the findings of the annual licensing review.

22 (2) The department shall conduct licensing reviews no more
23 than once every 2 years for child placing agencies and child caring
24 institutions that are nationally accredited and have no outstanding
25 violations.

26 Sec. 533. (1) The department shall make payments to child
27 placing facilities for in-home and out-of-home care services and

1 adoption services within 30 days of receiving all necessary
2 documentation from those agencies.

3 (2) The department shall provide a report on the status of the
4 implementation and operation of this section by February 15 of the
5 current fiscal year.

6 Sec. 534. The department shall report to the senate and house
7 appropriations subcommittees on the department budget, the senate
8 and house fiscal agencies, the senate and house policy offices, and
9 the state budget office by November 1 of the current fiscal year a
10 report on the planning, implementation, and operation, regardless
11 of the current operational status, of the statewide automated child
12 welfare information system. The report shall include, but not be
13 limited to, all of the following:

14 (a) Areas where implementation went as planned.

15 (b) The number of known issues.

16 (c) The average number of help tickets submitted per day.

17 (d) Any additional overtime or other staffing costs to address
18 known issues and volume of help tickets.

19 (e) Any contract revisions to address known issues and volume
20 of help tickets.

21 (f) Other strategies undertaken to improve implementation.

22 Sec. 540. If a physician or psychiatrist who is providing
23 services to state or court wards placed in a residential facility
24 submits a formal request to the department to change the
25 psychotropic medication of a ward, the department shall, if the
26 ward is a state ward, make a determination on the proposed change
27 within 7 business days after the request or, if the ward is a

1 temporary court ward, seek parental consent within 7 business days
2 after the request. If parental consent is not provided within 7
3 business days, the department shall petition the court on the
4 eighth business day.

5 Sec. 546. (1) From the funds appropriated in part 1 for foster
6 care payments and from child care fund, the department shall pay
7 providers of foster care services not less than a \$37.00
8 administrative rate.

9 (2) From the funds appropriated in part 1 for foster care
10 payments and from child care fund, the department shall pay
11 providers of general independent living services not less than a
12 \$28.00 administrative rate.

13 (3) From the funds appropriated in part 1, the department
14 shall pay providers of independent living plus services statewide
15 per diem rates for staff-supported housing and host-home housing
16 based on proposals submitted in response to a solicitation for
17 pricing. The independent living plus program provides staff-
18 supported housing and services for foster youth ages 16 through 19
19 who, because of their individual needs and assessments, are not
20 initially appropriate for general independent living foster care.

21 (4) From the funds appropriated in part 1, the department
22 shall pay providers of foster care services an additional \$3.00
23 administrative rate, provided that section 117a of the social
24 welfare act, 1939 PA 280, MCL 400.117a, is amended to eliminate the
25 county match rate for the additional administrative rate provided
26 in this subsection. Payments under this subsection shall be made,
27 not less than, on a monthly basis.

1 (5) If required by the federal government to meet title IV-E
2 requirements, providers of foster care services shall submit
3 quarterly expenditure reports to the department to identify actual
4 costs of providing foster care services.

5 (6) From the funds appropriated in part 1, the department
6 shall provide an increase to each private provider of residential
7 services, if section 117a of the social welfare act, 1939 PA 280,
8 MCL 400.117a, is amended to eliminate the county match rate for the
9 additional rate provided in this section.

10 Sec. 547. From the funds appropriated in part 1 for the
11 guardianship assistance program, the department shall pay a minimum
12 rate that is not less than the approved age-appropriate payment
13 rates for youth placed in family foster care.

14 Sec. 562. The department shall provide time and travel
15 reimbursements for foster parents who transport a foster child to
16 parent-child visitations. As part of the foster care parent
17 contract, the department shall provide written confirmation to
18 foster parents that states that the foster parents have the right
19 to request these reimbursements for all parent-child visitations.
20 The department shall provide these reimbursements within 60 days of
21 receiving a request for eligible reimbursements from a foster
22 parent.

23 Sec. 563. The department shall submit to the senate and house
24 appropriations subcommittees on the department budget, the senate
25 and house fiscal agencies, the senate and house policy offices, and
26 the state budget office by March 1 of the current fiscal year a
27 report on the number and percentage of department employees who had

1 a satisfactory performance evaluation and the number and percentage
2 of department employees who had an unsatisfactory performance
3 evaluation.

4 Sec. 564. (1) The department shall develop a clear policy for
5 parent-child visitations. The local county offices, caseworkers,
6 and supervisors shall meet a 50% success rate, after accounting for
7 factors outside of the caseworker's control.

8 (2) Per the court-ordered number of required meetings between
9 caseworkers and parent, the caseworkers shall achieve a success
10 rate of 65%, after accounting for factors outside of the
11 caseworker's control.

12 (3) By November 1 of the current fiscal year, the department
13 shall provide to the senate and house appropriations subcommittees
14 on the department budget, the senate and house fiscal agencies, and
15 the senate and house policy offices an annual report on the
16 percentage of success rate for parent-child visitations and court-
17 ordered required meetings between caseworkers referenced in
18 subsections (1) and (2) for the previous year.

19 Sec. 567. (1) The caseworker or supervisor who is assigned to
20 a foster care case is responsible for completing a medical passport
21 for the cases assigned to him or her. If a child in foster care is
22 transferred to a new placement or returned to his or her parent's
23 or guardian's home, the medical passport and any school records in
24 the caseworker's or supervisor's possession must be transferred
25 within 2 weeks from the date of placement or return to the home.

26 (2) The department shall submit to the senate and house
27 appropriations subcommittees on the department budget, the senate

1 and house fiscal agencies, the senate and house policy offices, and
2 the state budget office by March 1 of the current fiscal year a
3 report on the items described in subsection (1), including the
4 following:

5 (a) The percentage of medical passports that were properly
6 filled out.

7 (b) From the total medical passports transferred, the
8 percentage that transferred within 2 weeks from the date of
9 placement or return to the home.

10 (c) From the total school records, the percentage that
11 transferred within 2 weeks from the date of placement or return to
12 the home.

13 Sec. 568. (1) From the funds appropriated in part 1 for
14 adoption subsidies, the department shall pay a minimum adoption
15 subsidy rate that is not less than 95% of the rate that was or
16 would have been provided for the adoptee in family foster care at
17 the time of the adoption. This rate includes the determination of
18 care rate that was paid or would have been paid to the adoptive
19 parent for the adoptee in a family foster care placement, and this
20 amount shall be increased to reflect any increase in the standard
21 age appropriate foster care rate.

22 (2) "Determination of care rate" as described in this section
23 means a supplemental payment to the standard age appropriate foster
24 care rate that may be justified when extraordinary care or expense
25 is required. The supplemental payment is based on 1 or more of the
26 following case situations where additional care is required of the
27 foster care provider or adoptive parent or an additional expense

1 exists:

2 (a) Physically disabled children for whom the adoptive parent
3 must provide measurably greater supervision and care.

4 (b) Children with special psychological or psychiatric needs
5 that require extra time and measurably greater amounts of care and
6 attention by the adoptive parent.

7 (c) Children requiring special diets that are more expensive
8 than a normal diet and that require extra time and effort by the
9 adoptive parent to obtain or prepare.

10 (d) Children whose severe acting-out or antisocial behavior
11 requires a measurably greater amount of care and attention of the
12 adoptive parent.

13 (3) The department shall, on a separate form, allow an
14 adoptive parent to sign a certification that he or she rejects a
15 support subsidy.

16 (4) If this section conflicts with state statute enacted
17 subsequent to this part, the state statute controls.

18 Sec. 569. The department shall reimburse private child placing
19 agencies that complete adoptions at the rate according to the date
20 on which the petition for adoption and required support
21 documentation was accepted by the court and not according to the
22 date the court's order placing for adoption was entered.

23 Sec. 574. (1) From the funds appropriated in part 1 for foster
24 care payments, \$2,500,000.00 is allocated to support performance-
25 based contracts with child placing agencies to facilitate the
26 licensure of relative caregivers as foster parents. Agencies shall
27 receive \$2,300.00 for each facilitated licensure if completed

1 within 180 days after a child's placement or, if a waiver was
2 previously approved, 180 days from the application date. If the
3 facilitated licensure, or approved waiver, is completed after 180
4 days, the agency shall receive up to \$2,300.00. The agency
5 facilitating the licensure would retain the placement and continue
6 to provide case management services for at least 50% of the newly
7 licensed cases for which the placement was appropriate to the
8 agency. Up to 50% of the newly licensed cases would have direct
9 foster care services provided by the department.

10 (2) From the funds appropriated for foster care payments,
11 \$375,000.00 is allocated to support family incentive grants to
12 private and community-based foster care service providers to assist
13 with home improvements or payment for physical exams for applicants
14 needed by foster families to accommodate foster children.

15 Sec. 583. By February 1 of the current fiscal year, the
16 department shall provide to the senate and house appropriations
17 subcommittees on the department budget, the senate and house
18 standing committees on families and human services, the senate and
19 house fiscal agencies and policy offices, and the state budget
20 office a report that includes:

21 (a) The number and percentage of foster parents that dropped
22 out of the program in the previous fiscal year and the reasons the
23 foster parents left the program and how those figures compare to
24 prior fiscal years.

25 (b) The number and percentage of foster parents successfully
26 retained in the previous fiscal year and how those figures compare
27 to prior fiscal years.

1 Sec. 585. The department shall make available at least 1 pre-
2 service training class each month in which new caseworkers for
3 private foster care and adoption agencies can enroll.

4 Sec. 587. (1) From the funds appropriated in part 1 to in-home
5 community care programs including the funds designated as 1-time
6 basis only, \$650,000.00 shall be used to expand or create new in-
7 home care and community-based juvenile justice services to rural
8 counties through a grant-making process. Counties that received
9 funds for the purpose described in section 587 of article X of 2013
10 PA 59 are not eligible to receive the funds in this section. The
11 department shall expend the full amount of funds for the purpose
12 described in this section by September 1 of the current fiscal
13 year.

14 (2) By March 1 of the current fiscal year, the department
15 shall submit a report that describes the program expansion and
16 expenditures in detail to the senate and house appropriations
17 subcommittees on the department budget, the senate and house fiscal
18 agencies, and the senate and house policy offices.

19 Sec. 588. (1) Concurrently with public release, the department
20 shall transmit all reports from the court-appointed settlement
21 monitor, including, but not limited to, the needs assessment and
22 period outcome reporting, to the state budget office, the senate
23 and house appropriations subcommittees on the department budget,
24 and the senate and house fiscal agencies, without revision.

25 (2) The department shall report quarterly to the state budget
26 office, the senate and house appropriations subcommittees on the
27 department budget, and the senate and house fiscal agencies, on the

1 number of children enrolled in the guardianship assistance and
2 foster care - children with serious emotional disturbance waiver
3 programs.

4 Sec. 589. (1) From the funds appropriated in part 1 for child
5 care fund, the department shall pay 100% of the administrative rate
6 for all new cases referred to providers of foster care services
7 beginning on October 1, 2013.

8 (2) On a monthly basis, the department shall report on the
9 number of all foster care cases administered by the department and
10 all foster care cases administered by private providers.

11 **PUBLIC ASSISTANCE**

12 Sec. 601. Whenever a client agrees to the release of his or
13 her name and address to the local housing authority, the department
14 shall request from the local housing authority information
15 regarding whether the housing unit for which vrending has been
16 requested meets applicable local housing codes. Vrending shall be
17 terminated for those units that the local authority indicates in
18 writing do not meet local housing codes until such time as the
19 local authority indicates in writing that local housing codes have
20 been met.

21 Sec. 602. The department shall establish a policy to conduct a
22 full evaluation of an individual's assistance needs if the
23 individual has applied for disability more than 1 time within a 1-
24 year period.

25 Sec. 603. By November 1 of the current fiscal year, the
26 department shall provide to the senate and house appropriations

1 subcommittees on the department budget, the senate and house fiscal
2 agencies, the senate and house policy offices, and the state budget
3 office a report on the maximizing Medicaid claim workgroup findings
4 and the steps taken to implement the action plan developed by the
5 workgroup.

6 Sec. 604. (1) The department shall operate a state disability
7 assistance program. Except as provided in subsection (3), persons
8 eligible for this program shall include needy citizens of the
9 United States or aliens exempted from the supplemental security
10 income citizenship requirement who are at least 18 years of age or
11 emancipated minors meeting 1 or more of the following requirements:

12 (a) A recipient of supplemental security income, social
13 security, or medical assistance due to disability or 65 years of
14 age or older.

15 (b) A person with a physical or mental impairment which meets
16 federal supplemental security income disability standards, except
17 that the minimum duration of the disability shall be 90 days.
18 Substance abuse alone is not defined as a basis for eligibility.

19 (c) A resident of an adult foster care facility, a home for
20 the aged, a county infirmary, or a substance abuse treatment
21 center.

22 (d) A person receiving 30-day postresidential substance abuse
23 treatment.

24 (e) A person diagnosed as having acquired immunodeficiency
25 syndrome.

26 (f) A person receiving special education services through the
27 local intermediate school district.

1 (g) A caretaker of a disabled person who meets the
2 requirements specified in subdivision (a), (b), (e), or (f).

3 (2) Applicants for and recipients of the state disability
4 assistance program shall be considered needy if they:

5 (a) Meet the same asset test as is applied for the family
6 independence program.

7 (b) Have a monthly budgetable income that is less than the
8 payment standards.

9 (3) Except for a person described in subsection (1)(c) or (d),
10 a person is not disabled for purposes of this section if his or her
11 drug addiction or alcoholism is a contributing factor material to
12 the determination of disability. "Material to the determination of
13 disability" means that, if the person stopped using drugs or
14 alcohol, his or her remaining physical or mental limitations would
15 not be disabling. If his or her remaining physical or mental
16 limitations would be disabling, then the drug addiction or
17 alcoholism is not material to the determination of disability and
18 the person may receive state disability assistance. Such a person
19 must actively participate in a substance abuse treatment program,
20 and the assistance must be paid to a third party or through vendor
21 payments. For purposes of this section, substance abuse treatment
22 includes receipt of inpatient or outpatient services or
23 participation in alcoholics anonymous or a similar program.

24 Sec. 605. The level of reimbursement provided to state
25 disability assistance recipients in licensed adult foster care
26 facilities shall be the same as the prevailing supplemental
27 security income rate under the personal care category.

1 Sec. 606. County department offices shall require each
2 recipient of family independence program and state disability
3 assistance who has applied with the social security administration
4 for supplemental security income to sign a contract to repay any
5 assistance rendered through the family independence program or
6 state disability assistance program upon receipt of retroactive
7 supplemental security income benefits.

8 Sec. 607. (1) The department's ability to satisfy
9 appropriation deductions in part 1 for state disability
10 assistance/supplemental security income recoveries and public
11 assistance recoupment revenues shall not be limited to recoveries
12 and accruals pertaining to state disability assistance, or family
13 independence assistance grant payments provided only in the current
14 fiscal year, but may include revenues collected during the current
15 year that are prior year related and not a part of the department's
16 accrued entries.

17 (2) The department may use supplemental security income
18 recoveries to satisfy the deduct in any line in which the revenues
19 are appropriated, regardless of the source from which the revenue
20 is recovered.

21 Sec. 608. Adult foster care facilities providing domiciliary
22 care or personal care to residents receiving supplemental security
23 income or homes for the aged serving residents receiving
24 supplemental security income shall not require those residents to
25 reimburse the home or facility for care at rates in excess of those
26 legislatively authorized. To the extent permitted by federal law,
27 adult foster care facilities and homes for the aged serving

1 residents receiving supplemental security income shall not be
2 prohibited from accepting third-party payments in addition to
3 supplemental security income provided that the payments are not for
4 food, clothing, shelter, or result in a reduction in the
5 recipient's supplemental security income payment.

6 Sec. 609. The state supplementation level under the
7 supplemental security income program for the personal care/adult
8 foster care and home for the aged categories shall not be reduced
9 during the current fiscal year. The legislature shall be notified
10 not less than 30 days before any proposed reduction in the state
11 supplementation level.

12 Sec. 610. (1) In developing good cause criteria for the state
13 emergency relief program, the department shall grant exemptions if
14 the emergency resulted from unexpected expenses related to
15 maintaining or securing employment.

16 (2) For purposes of determining housing affordability
17 eligibility for state emergency relief, a group is considered to
18 have sufficient income to meet ongoing housing expenses if their
19 total housing obligation does not exceed 75% of their total net
20 income.

21 (3) State emergency relief payments shall not be made to
22 individuals who have been found guilty of fraud in regard to
23 obtaining public assistance.

24 (4) State emergency relief payments shall not be made
25 available to persons who are out-of-state residents or illegal
26 immigrants.

27 (5) State emergency relief payments for rent assistance shall

1 be distributed directly to landlords and shall not be added to
2 Michigan bridge cards.

3 Sec. 611. The state supplementation level under the
4 supplemental security income program for the living independently
5 or living in the household of another categories shall not exceed
6 the minimum state supplementation level as required under federal
7 law or regulations.

8 Sec. 613. (1) The department shall provide reimbursements for
9 the final disposition of indigent persons. The reimbursements shall
10 include the following:

11 (a) The maximum allowable reimbursement for the final
12 disposition is \$800.00.

13 (b) The adult burial with services allowance is \$720.00.

14 (c) The adult burial without services allowance is \$485.00.

15 (d) The infant burial allowance is \$165.00.

16 (2) It is the intent of the legislature that this charge limit
17 reflect a total increase of \$20.00 per case in payments to funeral
18 directors for funeral goods and services over the payment rate in
19 place for the previous fiscal year. In addition, reimbursement for
20 a cremation permit fee of up to \$75.00 and for mileage at the
21 standard rate will also be made available for an eligible
22 cremation. The reimbursements under this section shall take into
23 consideration religious preferences that prohibit cremation.

24 Sec. 615. Except as required by federal law or regulations,
25 funds appropriated in part 1 shall not be used to provide public
26 assistance to a person who is an illegal alien. This section shall
27 not prohibit the department from entering into contracts with food

1 banks, emergency shelter providers, or other human services
2 agencies who may, as a normal part of doing business, provide food
3 or emergency shelter.

4 Sec. 616. The department shall require retailers that
5 participate in the electronic benefits transfer program to charge
6 no more than \$2.50 in fees for cash back as a condition of
7 participation.

8 Sec. 617. The department shall prepare a report on the number
9 and percentage of public assistance recipients, categorized by type
10 of assistance received, who were no longer eligible for assistance
11 because of their status in the law enforcement information network
12 and provide the report by February 15 of the current fiscal year to
13 the senate and house appropriations subcommittees on the department
14 budget, the senate and house standing committees on families and
15 human services, and the senate and house fiscal agencies and policy
16 offices.

17 Sec. 619. (1) Subject to subsection (2), the department shall
18 exempt from the denial of title IV-A assistance and food assistance
19 benefits under 21 USC 862a any individual who has been convicted of
20 a felony that included the possession, use, or distribution of a
21 controlled substance, after August 22, 1996, provided that the
22 individual is not in violation of his or her probation or parole
23 requirements. Benefits shall be provided to such individuals as
24 follows:

25 (a) A third-party payee or vendor shall be required for any
26 cash benefits provided.

27 (b) An authorized representative shall be required for food

1 assistance receipt.

2 (2) Subject to federal approval, an individual is not entitled
3 to the exemption in this section if the individual was convicted in
4 2 or more separate cases of a felony that included the possession,
5 use, or distribution of a controlled substance after August 22,
6 1996.

7 Sec. 620. (1) The department shall make a determination of
8 Medicaid eligibility not later than 90 days if disability is an
9 eligibility factor. For all other Medicaid applicants, including
10 patients of a nursing home, the department shall make a
11 determination of Medicaid eligibility within 45 days of
12 application.

13 (2) The department shall report on May 1 and November 1 of the
14 current fiscal year to the senate and house appropriations
15 subcommittees on the department budget, the senate and house
16 standing committees on families and human services, and the senate
17 and house fiscal agencies and policy offices on the average
18 Medicaid eligibility standard of promptness for each of the
19 required standards of promptness under subsection (1) and for
20 medical review team reviews achieved statewide and at each local
21 office.

22 Sec. 625. The department may contract with the legal services
23 association of Michigan to provide assistance to individuals who
24 have applied for or wish to apply for SSI or other federal
25 disability benefits. The legal services association of Michigan
26 shall provide a list of new clients accepted to the department to
27 verify that services have been provided to department clients. The

1 legal services association of Michigan and the department shall
2 work together to develop release forms to share information in
3 appropriate cases. The legal services association of Michigan shall
4 provide quarterly reports indicating cases opened, cases closed,
5 level of services provided on closed cases, and case outcomes on
6 closed cases.

7 Sec. 643. As a condition of receipt of federal TANF funds,
8 homeless shelters and human services agencies shall collaborate
9 with the department to obtain necessary TANF eligibility
10 information on families as soon as possible after admitting a
11 family to the homeless shelter. From the funds appropriated in part
12 1 for homeless programs, the department is authorized to make
13 allocations of TANF funds only to the agencies that report
14 necessary data to the department for the purpose of meeting TANF
15 eligibility reporting requirements. Homeless shelters or human
16 services agencies that do not report necessary data to the
17 department for the purpose of meeting TANF eligibility reporting
18 requirements will not receive reimbursements which exceed the per
19 diem amount they received in fiscal year 2000. The use of TANF
20 funds under this section should not be considered an ongoing
21 commitment of funding.

22 Sec. 645. An individual or family is considered homeless, for
23 purposes of eligibility for state emergency relief, if living
24 temporarily with others in order to escape domestic violence. For
25 purposes of this section, domestic violence is defined and verified
26 in the same manner as in the department's policies on good cause
27 for not cooperating with child support and paternity requirements.

1 Sec. 653. From the funds appropriated in part 1 for food
2 assistance, an individual who is the victim of domestic violence
3 and does not qualify for any other exemption may be exempt from the
4 3-month in 36-month limit on receiving food assistance under 7 USC
5 2015. This exemption can be extended an additional 3 months upon
6 demonstration of continuing need.

7 Sec. 654. The department shall notify recipients of food
8 assistance program benefits that their benefits can be spent with
9 their bridge cards at many farmers' markets in the state. The
10 department shall also notify recipients about the Double Up Food
11 Bucks program that is administered by the Fair Food Network.
12 Recipients shall receive information about the Double Up Food Bucks
13 program, including information that when the recipient spends
14 \$20.00 at participating farmers' markets through the program, the
15 recipient can receive an additional \$20.00 to buy Michigan produce.

16 Sec. 655. Within 14 days after the spending plan for low-
17 income home energy assistance program is approved by the state
18 budget office, the department shall provide the spending plan,
19 including itemized projected expenditures, to the chairpersons of
20 the senate and house appropriations subcommittees on the department
21 budget, the senate and house fiscal agencies, and the senate and
22 house policy offices.

23 Sec. 660. From the funds appropriated in part 1 for food bank
24 funding, the department is authorized to make allocations of TANF
25 funds only to the agencies that report necessary data to the
26 department for the purpose of meeting TANF eligibility reporting
27 requirements. The agencies that do not report necessary data to the

1 department for the purpose of meeting TANF eligibility reporting
2 requirements will not receive allocations in excess of those
3 received in fiscal year 2000. The use of TANF funds under this
4 section should not be considered an ongoing commitment of funding.

5 Sec. 669. The department shall allocate \$2,680,000.00 for the
6 annual clothing allowance. The allowance shall be granted to all
7 eligible children in a family independence program group that does
8 not include an adult.

9 Sec. 672. (1) The department's office of inspector general
10 shall report to the senate and house of representatives
11 appropriations subcommittees on the department budget, the senate
12 and house fiscal agencies, and the senate and house policy offices
13 by February 15 of the current fiscal year on department efforts to
14 reduce inappropriate use of Michigan bridge cards. The department
15 shall provide information on the number of recipients of services
16 who used their electronic benefit transfer card inappropriately and
17 the current status of each case, the number of recipients whose
18 benefits were revoked, whether permanently or temporarily, as a
19 result of inappropriate use, and the number of retailers that were
20 fined or removed from the electronic benefit transfer program for
21 permitting inappropriate use of the cards.

22 (2) As used in this section, "inappropriate use" means not
23 used to meet a family's ongoing basic needs, including food,
24 clothing, shelter, utilities, household goods, personal care items,
25 and general incidentals.

26 Sec. 673. (1) The department shall conduct a workgroup to
27 investigate means of minimizing fraud in the MIBridges benefits

1 programs. The members of the workgroup shall include, but are not
2 limited to, the departments of state, community health, and state
3 police, and members of the house of representatives and the senate.
4 The workgroup shall, at a minimum, address the following
5 possibilities and make recommendations on the implementation of any
6 of the following items considered feasible:

7 (a) Whether the department's policies concerning the
8 replacement of lost bridge cards sufficiently deter improper use of
9 those cards.

10 (b) What technologies may exist to deter the sale or other
11 improper use of bridge cards.

12 (c) Whether a state driver license or state identification
13 card might be used to replace the existing bridge cards.

14 (d) What federal policies exist that may inhibit or enhance
15 adoption of fraud minimization actions.

16 (2) By February 1, 2016, the department shall provide to the
17 senate and house appropriations subcommittees on the department
18 budget, the senate and house fiscal agencies, the senate and house
19 policy offices, and the state budget office a report on the
20 workgroup findings. The report shall include a draft request for
21 information to implement any recommended proposals, an action plan
22 for implementation of any proposed changes, and an estimate of the
23 costs that may be incurred and benefits that may be gained from the
24 adoption of recommended workgroup suggestions.

25 Sec. 677. (1) The department shall establish a state goal for
26 the percentage of family independence program cases involved in
27 employment activities. The percentage established shall not be less

1 than 50%. The goal for long-term employment shall be 15% of cases
2 for 6 months or more.

3 (2) On a monthly basis, the department shall report to the
4 senate and house appropriations subcommittees on the department
5 budget, the senate and house fiscal agencies and policy offices,
6 and the state budget director on the number of cases referred to
7 partnership. accountability. training. hope. (PATH), the current
8 percentage of family independence program cases involved in PATH
9 employment activities, an estimate of the current percentage of
10 family independence program cases that meet federal work
11 participation requirements on the whole, and an estimate of the
12 current percentage of the family independence program cases that
13 meet federal work participation requirements for those cases
14 referred to PATH.

15 (3) The department shall submit to the senate and house
16 appropriations subcommittees on the department budget, the senate
17 and house fiscal agencies, the senate and house policy offices, and
18 the state budget office a quarterly report that includes all of the
19 following:

20 (a) The number and percentage of nonexempt family independence
21 program recipients who are employed.

22 (b) The average and range of wages of employed family
23 independence program recipients.

24 (c) When data become available, the number and percentage of
25 employed family independence program recipients who remain employed
26 for 6 months or more.

27 Sec. 686. (1) The department shall ensure that program policy

1 requires caseworkers to confirm that individuals presenting
2 personal identification issued by another state seeking assistance
3 through the family independence program, food assistance program,
4 state disability assistance program, or medical assistance program
5 are not receiving benefits from any other state.

6 (2) The department shall require caseworkers to confirm the
7 address provided by any individual seeking family independence
8 program benefits or state disability assistance benefits.

9 (3) The department shall prohibit individuals with property
10 assets assessed at a value higher than \$200,000.00 from accessing
11 assistance through department-administered programs, unless such a
12 prohibition would violate federal rules and guidelines.

13 (4) The department shall require caseworkers to obtain an up-
14 to-date telephone number during the eligibility determination or
15 redetermination process for individuals seeking medical assistance
16 benefits. On a monthly basis, the department shall provide the
17 department of community health an updated list of telephone numbers
18 for medical assistance recipients.

19 Sec. 687. (1) The department shall, on a quarterly basis by
20 February 1, May 1, August 1, and November 1, compile and make
21 available on its website all of the following information about the
22 family independence program, state disability assistance, the food
23 assistance program, Medicaid, and state emergency relief:

24 (a) The number of applications received.

25 (b) The number of applications approved.

26 (c) The number of applications denied.

27 (d) The number of applications pending and neither approved

1 nor denied.

2 (e) The number of cases opened.

3 (f) The number of cases closed.

4 (g) The number of cases at the beginning of the quarter and
5 the number of cases at the end of the quarter.

6 (2) The information provided under subsection (1) shall be
7 compiled and made available for the state as a whole and for each
8 county and reported separately for each program listed in
9 subsection (1).

10 (3) The department shall, on a quarterly basis by February 1,
11 May 1, August 1, and November 1, compile and make available on its
12 website the family independence program information listed as
13 follows:

14 (a) The number of new applicants who successfully met the
15 requirements of the 21-day assessment period for PATH.

16 (b) The number of new applicants who did not meet the
17 requirements of the 21-day assessment period for PATH.

18 (c) The number of cases sanctioned because of the school
19 truancy policy.

20 (d) The number of cases closed because of the 48-month and 60-
21 month lifetime limits.

22 (e) The number of first-, second-, and third-time sanctions.

23 (f) The number of children ages 0-5 living in FIP-sanctioned
24 households.

25 (4) The department shall notify the state budget office, the
26 senate and house appropriations subcommittees on the department
27 budget, the senate and house fiscal agencies, and the senate and

1 house policy offices when the reports required in this section are
2 made available on the department's website.

3 Sec. 695. (1) From the funds appropriated in part 1 for
4 multicultural integration funding, the department may require each
5 contractor to provide data and information on performance-related
6 metrics. These metrics may include, but are not limited to, all of
7 the following:

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

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

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

16 (d) Each contractor or subcontractor shall ensure their
17 ability to leverage private dollars to strengthen and maximize
18 service provision.

19 (e) Each contractor or subcontractor shall provide timely and
20 accurate reports regarding the number of clients served, units of
21 service provision, and ability to meet their stated goals.

22 (2) The department shall require an annual report from the
23 contractors that receive multicultural integration funding. The
24 annual report, due 60 days following the end of the contract
25 period, shall include specific information on services and programs
26 provided, the client base to which the services and programs were
27 provided, information on any wraparound services provided, and the

1 expenditures for those services. The department shall provide the
2 annual reports to the senate and house appropriations subcommittees
3 on the department budget, the senate and house fiscal agencies, and
4 the state budget office.

5 (3) The department of community health and the department
6 shall convene a workgroup to discuss and make recommendations on
7 including accreditation in the contractor specifications and
8 potentially moving toward competitive bidding. Each contractor
9 required to provide data per this section shall be invited to
10 participate in the workgroup if so convened.

11 **JUVENILE JUSTICE SERVICES**

12 Sec. 706. Counties shall be subject to 50% chargeback for the
13 use of alternative regional detention services, if those detention
14 services do not fall under the basic provision of section 117e of
15 the social welfare act, 1939 PA 280, MCL 400.117e, or if a county
16 operates those detention services programs primarily with
17 professional rather than volunteer staff.

18 Sec. 707. In order to be reimbursed for child care fund
19 expenditures, counties are required to submit department-developed
20 reports to enable the department to document potential federally
21 claimable expenditures. This requirement is in accordance with the
22 reporting requirements specified in section 117a(7) of the social
23 welfare act, 1939 PA 280, MCL 400.117a.

24 Sec. 708. (1) As a condition of receiving funds appropriated
25 in part 1 for the child care fund line item, by December 15 of the
26 current fiscal year, counties shall have an approved service

1 spending plan for the current fiscal year. Counties must submit the
2 service spending plan to the department by October 1 of the current
3 fiscal year for approval. The department shall approve within 30
4 calendar days after receipt a properly completed service plan that
5 complies with the requirements of the social welfare act, 1939 PA
6 280, MCL 400.1 to 400.119b, and shall notify a county within 30
7 days after approval that its service plan was approved.

8 (2) The department shall submit a report to the house and
9 senate appropriations subcommittees on the department budget, the
10 house and senate fiscal agencies, and the house and senate policy
11 offices by February 15 of the current fiscal year on the number of
12 counties that fail to submit a service spending plan by October 1
13 and the number of service spending plans not approved by December
14 15.

15 Sec. 711. Unless already provided in the previous fiscal year,
16 the department shall submit the behavioral health study of juvenile
17 justice facilities operated or contracted for by the state not
18 later than June 30 of the current fiscal year to the senate and
19 house appropriations subcommittees on human services, the senate
20 and house fiscal agencies and policy offices, and the state budget
21 director.

22 Sec. 719. The department shall notify the legislature at least
23 30 days before closing or making any change in the status,
24 including the licensed bed capacity and operating bed capacity, of
25 a state juvenile justice facility.

26 Sec. 721. If the demand for placements at state-operated
27 juvenile justice residential facilities exceeds capacity, the

1 department shall not increase the available occupancy or services
2 at the facilities, and shall post a request for proposals for a
3 contract with not less than 1 private provider of residential
4 services for juvenile justice youth to be a residential facility of
5 last resort.

6 **LOCAL OFFICE SERVICES**

7 Sec. 750. (1) The department shall maintain out-stationed
8 eligibility specialists in community-based organizations, community
9 mental health agencies, nursing homes, and hospitals unless a
10 community-based organization, community mental health agency,
11 nursing home, or hospital requests that the program be discontinued
12 at its facility.

13 (2) From the funds appropriated in part 1 for donated funds
14 positions, the department shall enter into a contract with any
15 agency that places a request for a donated funds position and is
16 able and eligible under federal law to provide the required
17 matching funds for federal funding, as determined by federal
18 statute and regulations. If the department denies a request, the
19 department shall provide to the agency that made the request the
20 federal statute or regulation that requires the denial. If the
21 department does not provide the statute or regulation to the
22 agency, the department shall grant the request for the donated
23 funds position.

24 (3) A contract for an eligibility specialist position must
25 include, but not be limited to, the following performance metrics:

26 (a) Meeting a standard of promptness for processing

1 applications for Medicaid and other public assistance programs
2 under state law.

3 (b) Meeting required standards for error rates in determining
4 programmatic eligibility as determined by the department.

5 (4) The department shall only fill additional donated funds
6 positions after a new contract has been signed. That position shall
7 also be abolished when the contract expires or is terminated.

8 Sec. 751. (1) From the funds appropriated in part 1 for
9 Healthy Michigan plan administration, the department, in
10 conjunction with the department of community health, shall
11 establish and maintain an accounting structure within the Michigan
12 administrative information network that will allow expenditures
13 associated with the administration of the Healthy Michigan plan to
14 be identified.

15 (2) The department shall submit to the senate and house
16 appropriations subcommittees on the department budget, the senate
17 and house fiscal agencies, the senate and house policy offices, and
18 the state budget office a quarterly report on the implementation
19 status of the Healthy Michigan call center that includes all of the
20 following information:

21 (a) Call volume during the prior quarter.

22 (b) Percentage of calls resolved through the Healthy Michigan
23 plan call center.

24 (c) Percentage of calls transferred to a local department
25 office or other office for resolution.

26 (d) Number of Medicaid applications completed by the Healthy
27 Michigan call center staff and submitted on behalf of clients.

1 Sec. 752. (1) The department shall maintain out-stationed
2 eligibility specialists in community-based organizations, community
3 mental health agencies, nursing homes, and hospitals unless a
4 community-based organization, community mental health agency,
5 nursing home, or hospital requests that the program be discontinued
6 at its facility.

7 (2) From the funds appropriated in part 1 for donated funds
8 positions, the department shall enter into a contract with any
9 agency that requests a donated funds position and is able and
10 eligible under federal law to provide the required matching funds
11 for federal funding, as determined by federal statute and
12 regulations. Beginning in fiscal year 2016, the department is
13 authorized to increase the total number of donated funds positions
14 by 200 FTEs. The purpose of these positions will be to address
15 client service needs in adult placement and independent living
16 settings, federally qualified health clinics, hospitals with a high
17 degree of uncompensated care, and employer-based sites. If the
18 department denies a request for donated funds positions, the
19 department shall provide to the agency that made the request the
20 federal statute or regulation that supports the denial. If there is
21 no federal statute or regulation that supports the denial, the
22 department shall grant the request for the donated funds position.

23 (3) A contract for a donated funds position must include, but
24 not be limited to, the following performance metrics:

25 (a) Meeting standards of promptness for processing
26 applications for Medicaid and other public assistance programs
27 under state law.

1 (b) Meeting required standards for error rates in determining
2 programmatic eligibility as determined by the department.

3 (4) The department shall only fill additional donated funds
4 positions after a new contract has been signed. That position shall
5 also be abolished when the contract expires or is terminated.

6 **CHILD SUPPORT ENFORCEMENT**

7 Sec. 901. (1) The appropriations in part 1 assume a total
8 federal child support incentive payment of \$26,500,000.00.

9 (2) From the federal money received for child support
10 incentive payments, \$12,000,000.00 shall be retained by the state
11 and expended for child support program expenses.

12 (3) From the federal money received for child support
13 incentive payments, \$14,500,000.00 shall be paid to the counties
14 based on each county's performance level for each of the federal
15 performance measures as established in 45 CFR 305.2.

16 (4) If the child support incentive payment to the state from
17 the federal government is greater than \$26,500,000.00, then 100% of
18 the excess shall be retained by the state and is appropriated until
19 the total retained by the state reaches \$15,397,400.00.

20 (5) If the child support incentive payment to the state from
21 the federal government is greater than the amount needed to satisfy
22 the provisions identified in subsections (1), (2), (3), and (4),
23 the additional funds shall be subject to appropriation by the
24 legislature.

25 (6) If the child support incentive payment to the state from
26 the federal government is less than \$26,500,000.00, then the state

1 and county share shall each be reduced by 50% of the shortfall.

2 Sec. 909. (1) If statewide retained child support collections
3 exceed \$38,300,000.00, 75% of the amount in excess of
4 \$38,300,000.00 is appropriated to legal support contracts. This
5 excess appropriation may be distributed to eligible counties to
6 supplement and not supplant county title IV-D funding.

7 (2) Each county whose retained child support collections in
8 the current fiscal year exceed its fiscal year 2004-2005 retained
9 child support collections, excluding tax offset and financial
10 institution data match collections in both the current year and
11 fiscal year 2004-2005, shall receive its proportional share of the
12 75% excess.

13 Sec. 910. (1) If title IV-D-related child support collections
14 are escheated, the state budget director is authorized to adjust
15 the sources of financing for the funds appropriated in part 1 for
16 legal support contracts to reduce federal authorization by 66% of
17 the escheated amount and increase general fund/general purpose
18 authorization by the same amount. This budget adjustment is
19 required to offset the loss of federal revenue due to the escheated
20 amount being counted as title IV-D program income in accordance
21 with federal regulations at 45 CFR 304.50.

22 (2) The department shall notify the chairs of the house and
23 senate appropriations subcommittees on the department budget and
24 the house and senate fiscal agencies within 15 days of the
25 authorization adjustment in subsection (1).

ARTICLE XI

DEPARTMENT OF INSURANCE AND FINANCIAL SERVICES

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the department of insurance and financial services for the fiscal year ending September 30, 2016, from the following funds:

DEPARTMENT OF INSURANCE AND FINANCIAL SERVICES

APPROPRIATION SUMMARY

10	Full-time equated unclassified positions.....	6.0		
11	Full-time equated classified positions.....	337.0		
12	GROSS APPROPRIATION.....		\$	65,057,700
13	Interdepartmental grant revenues:			
14	Total interdepartmental grants and intradepartmental			
15	transfers			707,600
16	ADJUSTED GROSS APPROPRIATION.....		\$	64,350,100
17	Federal revenues:			
18	Total federal revenues.....			2,000,000
19	Special revenue funds:			
20	Total other state restricted revenues.....			62,200,100
21	State general fund/general purpose.....		\$	150,000
22	Sec. 102. DEPARTMENT SERVICES			
23	Full-time equated unclassified positions.....	6.0		
24	Full-time equated classified positions.....	23.0		
25	Unclassified salaries--6.0 FTE positions.....		\$	728,300
26	Executive director programs--4.0 FTE positions.....			1,084,300
27	Department services--19.0 FTE positions.....			3,802,100

1	Property management.....		869,300
2	Worker's compensation.....		5,200
3	Administrative hearings.....		182,500
4	Information technology services and projects.....		<u>2,185,900</u>
5	GROSS APPROPRIATION.....	\$	8,857,600
6	Appropriated from:		
7	Special revenue funds:		
8	Bank fees.....		782,900
9	Captive insurance regulatory and supervision fund....		1,800
10	Consumer finance fees.....		395,200
11	Credit union fees.....		1,004,700
12	Deferred presentment service transaction fees.....		520,700
13	Insurance bureau fund.....		3,409,400
14	Insurance continuing education fees.....		81,400
15	Insurance licensing and regulation fees.....		1,766,400
16	MBLSLA fund.....		744,300
17	Multiple employer welfare arrangement.....		800
18	State general fund/general purpose.....	\$	150,000
19	Sec. 103. INSURANCE AND FINANCIAL SERVICES		
20	REGULATION		
21	Full-time equated classified positions.....	314.0	
22	Insurance evaluation--54.0 FTE positions.....		\$ 12,732,300
23	Insurance rates and forms--30.0 FTE positions.....		5,840,400
24	Financial institutions evaluation--132.0 FTE positions		23,810,300
25	Regulatory compliance, market conduct, and licensing--		
26	34.0 FTE positions		5,350,300
27	Consumer services and protection--64.0 FTE positions .		<u>8,466,800</u>

1	GROSS APPROPRIATION.....	\$	56,200,100
2	Appropriated from:		
3	Interdepartmental grant revenues:		
4	IDG - LARA, for debt management		707,600
5	Federal revenues:		
6	Federal revenues.....		2,000,000
7	Special revenue funds:		
8	Bank fees.....		6,357,700
9	Captive insurance regulatory and supervision fund....		279,000
10	Consumer finance fees.....		4,122,000
11	Credit union fees.....		7,647,300
12	Deferred presentment service transaction fees		3,086,200
13	Insurance bureau fund.....		20,148,000
14	Insurance continuing education fees.....		1,060,600
15	Insurance licensing and regulation fees.....		6,354,100
16	MBLSLA fund.....		4,357,000
17	Multiple employer welfare arrangement.....		80,600
18	State general fund/general purpose.....	\$	0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2015-2016

GENERAL SECTIONS

Sec. 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

1 spending from state resources to be paid to local units of
2 government for fiscal year 2015-2016 is \$0.00.

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

6 Sec. 203. As used in this part and part 1:

7 (a) "Department" means the department of insurance and
8 financial services.

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

10 (c) "Fiscal agencies" means the Michigan house fiscal agency
11 and Michigan senate fiscal agency.

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

13 (e) "IDG" means interdepartmental grant.

14 (f) "LARA" means the department of licensing and regulatory
15 affairs.

16 (g) "MBLSLA fund" means the restricted account established in
17 section 8 of the mortgage brokers, lenders, and servicers licensing
18 act, 1987 PA 173, MCL 445.1658.

19 (h) "Subcommittees" means all members of the subcommittees of
20 the house and senate appropriations committees with jurisdiction
21 over the budget for the department.

22 Sec. 205. (1) For each new program or program expansion for
23 which funds in excess of \$500,000.00 are appropriated in part 1,
24 the department shall identify specific benchmarks intended to
25 measure the performance or return on taxpayer investment of the
26 program and its associated expenditures. Not later than November 1,
27 the department shall report the proposed benchmarks to the house

1 and senate appropriations subcommittees for that department, the
2 house and senate fiscal agencies, and the state budget director.
3 The department shall provide an update on its progress in achieving
4 those benchmarks at an appropriations subcommittee meeting called
5 for the purpose of discussing benchmarks and their status.

6 (2) It is the intent of the legislature that any proposal for
7 a new program or an expansion of an existing program in excess of
8 \$500,000.00 initiated by the executive branch or the legislature
9 shall include, as part of the original proposal or budget request,
10 a list of benchmarks intended to measure the performance or return
11 on taxpayer investment of the program or spending increase.

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

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

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

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

14 Sec. 215. The department shall not take disciplinary action
15 against an employee for communicating with a member of the
16 legislature or his or her staff.

17 Sec. 216. Not later than November 30, the state budget office
18 shall prepare and transmit a report that provides for estimates of
19 the total general fund/general purpose appropriation lapses at the
20 close of the prior fiscal year. This report must summarize the
21 projected year-end general fund/general purpose appropriation
22 lapses by major departmental program or program areas. The report
23 shall be transmitted to the chairpersons of the senate and house
24 appropriations committees and the fiscal agencies.

25 Sec. 218. The departments and agencies receiving
26 appropriations in this part and part 1 shall prepare a report on
27 out-of-state travel expenses not later than January 1 of each year.

1 The travel report must list all travel by classified and
2 unclassified employees outside this state in the immediately
3 preceding fiscal year that was funded in whole or in part with
4 funds appropriated in the department's budget. The report shall be
5 submitted to the house and senate appropriations committees, the
6 fiscal agencies, and the state budget director. The report must
7 include the following information:

8 (a) The dates of each travel occurrence.

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

14 Sec. 219. No later than April 1, the department shall submit
15 to the subcommittees and the fiscal agencies a report pertaining to
16 the following information:

17 (a) The amount, in square footage, of office space paid for
18 with the appropriation in this part and part 1 for both state-owned
19 and leased office space, respectively, during the previous fiscal
20 year.

21 (b) The amount, in square footage, of office space actually
22 utilized by the department for both state-owned and leased office
23 space, respectively, during the previous fiscal year.

24 (c) The amount of office space the department estimates will
25 be utilized during the current and subsequent fiscal years.

26 Sec. 221. Funds appropriated in this part and part 1 shall not
27 be used by a principal executive department, state agency, or

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

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

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

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

23 (4) In addition to the funds appropriated in part 1, there is
24 appropriated an amount not to exceed \$200,000.00 for private
25 contingency funds. These funds are not available for expenditure
26 until they have been transferred to another line item in part 1
27 under section 393(2) of the management and budget act, 1984 PA 431,

1 MCL 18.1393.

2 Sec. 228. Unless prohibited by law, the department may accept
3 credit card or other electronic means of payment for licenses,
4 fees, or permits.

5 Sec. 229. The department shall maintain, on a publicly
6 accessible website, a department scorecard that identifies, tracks,
7 and regularly updates key metrics that are used to monitor and
8 improve the department's performance.

9 Sec. 231. The department shall cooperate with the department
10 of technology, management, and budget to maintain a searchable
11 website accessible by the public at no cost that includes, but is
12 not limited to, all of the following for each department or 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,
16 including the vendor name, payment date, payment amount, and
17 payment description.

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

20 (e) Job specifications and wage rates.

21 Sec. 232. The department shall not develop or produce any
22 television or radio productions.

23 Sec. 234. Within 14 days after the release of the executive
24 budget recommendation, the department shall cooperate with the
25 state budget office to provide the senate and house appropriations
26 chairs, the subcommittees chairs, and the fiscal agencies with an
27 annual report on estimated state restricted fund balances, state

1 restricted fund projected revenues, and state restricted fund
2 expenditures for the immediately preceding and current fiscal
3 years.

4 Sec. 235. Total authorized appropriations from all sources
5 under this part and part 1 for legacy costs for the fiscal year
6 ending September 30, 2016 is \$9,998,900.00. From this amount, total
7 agency appropriations for pension-related legacy costs are
8 estimated at \$5,675,400.00. Total agency appropriations for retiree
9 health care legacy costs are estimated at \$4,323,500.00.

10 Sec. 245. The department, in conjunction with the department
11 of community health, shall establish an accounting structure within
12 the Michigan administrative information network that will allow
13 expenditures associated with the administration of the Healthy
14 Michigan plan to be identified.

15 Sec. 246. The amount appropriated from the general fund in
16 part 1 for executive director program may only be expended to
17 comply with reporting requirements regarding the Healthy Michigan
18 plan under section 105d(9) of the social welfare act, 1939 PA 280,
19 MCL 400.105d.

20 INSURANCE AND FINANCIAL SERVICES REGULATION

21 Sec. 310. (1) No later than February 1, the department shall
22 submit a report to the subcommittees and the fiscal agencies
23 providing the following information:

24 (a) The amounts expended, by fund source, by the department to
25 support the economic development of the insurance or financial
26 industries during the preceding fiscal year.

1 (b) The number of full-time equated positions utilized by the
2 department to support the economic development of the insurance or
3 financial industries during the preceding fiscal year.

4 (c) A detailed, 2-year plan for departmental activities to
5 support the economic development of the insurance or financial
6 industries.

7 (2) For purposes of subsection (1), "economic development"
8 includes any activities to encourage, promote, or advocate for the
9 expansion, retention, or attraction of business or nonprofit
10 entities engaged in or involved with the insurance or financial
11 industries.

12 Sec. 391. In addition to the funds appropriated in part 1, the
13 funds collected by the department in connection with a
14 conservatorship under section 32 of the mortgage brokers, lenders,
15 and servicers licensing act, 1987 PA 173, MCL 445.1682, and funds
16 collected by the department from corporations being liquidated
17 under the insurance code of 1956, 1956 PA 218, MCL 500.100 to
18 500.8302, shall be appropriated for all expenses necessary to
19 provide for the required services. Funds are available for
20 expenditure when they are received by the department of treasury
21 and shall not lapse to the general fund at the end of the fiscal
22 year.

23 AUTISM COVERAGE

24 Sec. 802. (1) Each fiscal year, if expenditures are made from
25 the autism coverage fund, created by section 7 of the autism
26 coverage reimbursement act, 2012 PA 101, MCL 550.1837, the

1 department shall produce a report that contains all of the
2 following information on the autism coverage reimbursement program,
3 established by section 5 of the autism coverage reimbursement act,
4 2012 PA 101, MCL 550.1835, for the fiscal year:

5 (a) The total number of claims for reimbursement approved and
6 the number approved within each county, based on the provider's
7 location.

8 (b) The total amount expended from the autism coverage fund
9 for reimbursements and the amount for each carrier receiving
10 reimbursement.

11 (c) The average age of patients receiving diagnosis or
12 treatment for which claims for reimbursement are approved.

13 (2) By October 31 following the end of the fiscal year, the
14 department shall provide the report required under subsection (1)
15 to the subcommittees, the fiscal agencies, and the state budget
16 director.

17 ARTICLE XII

18 JUDICIARY

19 PART 1

20 LINE-ITEM APPROPRIATIONS

21 Sec. 101. There is appropriated for the judiciary for the
22 fiscal year ending September 30, 2016, from the following funds:

23 **JUDICIARY**

24 APPROPRIATION SUMMARY

25 Full-time equated exempted positions..... 489.0

1	GROSS APPROPRIATION.....	\$	283,401,300
2	Interdepartmental grant revenues:		
3	Total interdepartmental grants and intradepartmental		
4	transfers		2,362,900
5	ADJUSTED GROSS APPROPRIATION.....	\$	281,038,400
6	Federal revenues:		
7	Total federal revenues.....		6,428,600
8	Special revenue funds:		
9	Total local revenues.....		7,229,000
10	Total private revenues.....		942,900
11	Total other state restricted revenues.....		84,245,700
12	State general fund/general purpose.....	\$	182,192,200
13	Sec. 102. SUPREME COURT		
14	Full-time equated exempted positions.....		246.0
15	Supreme court administration--92.0 FTE positions.....	\$	13,338,700
16	Judicial institute--13.0 FTE positions.....		2,159,100
17	State court administrative office--61.0 FTE positions		11,832,000
18	Judicial information systems--22.0 FTE positions.....		3,057,700
19	Direct trial court automation support--44.0 FTE		
20	positions		7,229,000
21	Foster care review board--10.0 FTE positions.....		1,285,900
22	Community dispute resolution--3.0 FTE positions.....		2,366,800
23	Other federal grants.....		275,100
24	Drug treatment courts.....		10,958,000
25	Mental health courts and diversion services--1.0 FTE		
26	position		5,334,700
27	Veterans courts.....		500,000

1	Swift and sure sanctions program.....	3,000,000
2	Next generation Michigan court system.....	<u>4,116,000</u>
3	GROSS APPROPRIATION.....	\$ 65,453,000
4	Appropriated from:	
5	Interdepartmental grant revenues:	
6	IDG from department of state police.....	1,500,000
7	IDG from department of corrections.....	50,000
8	IDG from state police - Michigan justice training fund	339,200
9	Federal revenues:	
10	DOJ, victims assistance programs.....	56,500
11	DOJ, drug court training and evaluation.....	300,000
12	DOT, national highway traffic safety administration..	2,203,500
13	HHS, access and visitation grant.....	612,200
14	HHS, children's justice grant.....	229,400
15	HHS, court improvement project.....	1,290,500
16	HHS, title IV-D child support program.....	1,009,700
17	HHS, title IV-E foster care program.....	386,500
18	Other federal grant revenues.....	275,100
19	Special revenue funds:	
20	Local - user fees.....	7,229,000
21	Private.....	188,100
22	Private - interest on lawyers trust accounts.....	258,600
23	Private - state justice institute.....	413,600
24	Community dispute resolution fund.....	2,366,800
25	Court of appeals filing/motion fees.....	1,641,800
26	Law exam fees.....	639,100
27	Drug court fund.....	1,920,500

1	Miscellaneous revenue.....		270,600
2	Justice system fund.....		566,800
3	State court fund.....		377,100
4	State general fund/general purpose.....	\$	41,328,400
5	Sec. 103. COURT OF APPEALS		
6	Full-time equated exempted positions.....	175.0	
7	Court of appeals operations--175.0 FTE positions.....	\$	<u>22,606,900</u>
8	GROSS APPROPRIATION.....	\$	22,606,900
9	Appropriated from:		
10	State general fund/general purpose.....	\$	22,606,900
11	Sec. 104. BRANCHWIDE APPROPRIATIONS		
12	Full-time equated exempted positions.....	4.0	
13	Branchwide appropriations--4.0 FTE positions.....	\$	<u>8,550,400</u>
14	GROSS APPROPRIATION.....	\$	8,550,400
15	Appropriated from:		
16	State general fund/general purpose.....	\$	8,550,400
17	Sec. 105. JUSTICES' AND JUDGES' COMPENSATION		
18	Full-time judges positions.....	593.0	
19	Supreme court justices' salaries--7.0 justices.....	\$	1,152,300
20	Court of appeals judges' salaries--27.0 judges.....		4,087,900
21	District court judges' state base salaries--243.0		
22	judges.....		22,489,200
23	District court judicial salary standardization.....		11,111,000
24	Probate court judges' state base salaries--103.0		
25	judges.....		9,627,900
26	Probate court judicial salary standardization.....		4,669,600
27	Circuit court judges' state base salaries--213.0		

1	judges	20,064,100
2	Circuit court judicial salary standardization.....	9,739,200
3	Judges' retirement system defined contributions.....	4,425,800
4	OASI, social security.....	<u>5,736,600</u>
5	GROSS APPROPRIATION.....	\$ 93,103,600
6	Appropriated from:	
7	Special revenue funds:	
8	Court fee fund.....	2,988,100
9	State general fund/general purpose.....	\$ 90,115,500
10	Sec. 106. JUDICIAL AGENCIES	
11	Full-time equated exempted positions..... 7.0	
12	Judicial tenure commission--7.0 FTE positions.....	\$ <u>1,115,200</u>
13	GROSS APPROPRIATION.....	\$ 1,115,200
14	Appropriated from:	
15	State general fund/general purpose.....	\$ 1,115,200
16	Sec. 107. INDIGENT DEFENSE - CRIMINAL	
17	Full-time equated exempted positions..... 57.0	
18	Appellate public defender program--51.0 FTE positions	\$ 7,857,800
19	Michigan indigent defense commission--6.0 FTE	
20	positions	<u>996,700</u>
21	GROSS APPROPRIATION.....	\$ 8,854,500
22	Appropriated from:	
23	Interdepartmental grant revenues:	
24	IDG from state police - Michigan justice training fund	473,700
25	Federal revenues:	
26	Other federal grant revenues.....	65,200
27	Special revenue funds:	

1	Private - interest on lawyers trust accounts		82,600
2	Miscellaneous revenue		132,900
3	State general fund/general purpose	\$	8,100,100
4	Sec. 108. INDIGENT CIVIL LEGAL ASSISTANCE		
5	Indigent civil legal assistance	\$	<u>7,937,000</u>
6	GROSS APPROPRIATION	\$	7,937,000
7	Appropriated from:		
8	Special revenue funds:		
9	State court fund		7,937,000
10	State general fund/general purpose	\$	0
11	Sec. 109. TRIAL COURT OPERATIONS		
12	Court equity fund reimbursements	\$	60,815,700
13	Judicial technology improvement fund		4,815,000
14	Drug case-flow program		250,000
15	Drunk driving case-flow program		3,300,000
16	Juror compensation reimbursement		<u>6,600,000</u>
17	GROSS APPROPRIATION	\$	75,780,700
18	Appropriated from:		
19	Special revenue funds:		
20	Court equity fund		50,440,000
21	Judicial technology improvement fund		4,815,000
22	Drug fund		250,000
23	Drunk driving fund		3,300,000
24	Juror compensation fund		6,600,000
25	State general fund/general purpose	\$	10,375,700

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2015-2016

GENERAL SECTIONS

Sec. 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 \$266,437,900.00 and state spending from state resources to be paid to local units of government for fiscal year 2015-2016 is \$135,829,400.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

JUDICIARY

SUPREME COURT

State court administrative office.....	\$	511,900
Drug treatment courts.....		10,658,000
Mental health courts and diversion services.....		5,222,800
Veterans courts.....		500,000
Swift and sure sanctions program.....		2,900,000
Next generation Michigan court system.....		4,116,000

TRIAL COURT OPERATIONS

Court equity fund reimbursements.....	\$	60,815,700
Judicial technology improvement fund.....		4,815,000
Drunk driving case-flow program.....		3,300,000
Drug case-flow program.....		250,000
Juror compensation reimbursement.....		6,600,000

JUSTICES' AND JUDGES' COMPENSATION

District court judicial salary standardization.....	\$	11,111,000
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1	Probate court judges' state base salaries	9,627,900
2	Probate court judicial salary standardization	4,669,600
3	Circuit court judicial salary standardization	9,739,200
4	Grant to OASI contribution fund, employers share,	
5	social security	<u>992,300</u>
6	TOTAL.....	\$ 135,829,400

7 Sec. 202. (1) The appropriations authorized under this part
8 and part 1 are subject to the management and budget act, 1984 PA
9 431, MCL 18.1101 to 18.1594.

10 (2) Funds appropriated in part 1 to an entity within the
11 judicial branch shall not be expended or transferred to another
12 account without written approval of the authorized agent of the
13 judicial entity. If the authorized agent of the judicial entity
14 notifies the state budget director of its approval of an
15 expenditure or transfer, the state budget director shall
16 immediately make the expenditure or transfer. The authorized
17 judicial entity agent shall be designated by the chief justice of
18 the supreme court.

19 Sec. 203. As used in this part and part 1:

20 (a) "DOJ" means the United States Department of Justice.

21 (b) "DOT" means the United States Department of
22 Transportation.

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

24 (d) "HHS" means the United States Department of Health and
25 Human Services.

26 (e) "IDG" means interdepartmental grant.

27 (f) "OASI" means old age survivor's insurance.

1 (g) "Title IV-D" means the part of the federal social security
2 act, 42 USC 301 to 1397mm, pertaining to the child support
3 enforcement program.

4 (h) "Title IV-E" means the part of the federal social security
5 act, 42 USC 301 to 1397mm, pertaining to the foster care program.

6 Sec. 204. The judicial branch shall not take disciplinary
7 action against an employee for communicating with a member of the
8 legislature or his or her staff.

9 Sec. 205. It is the intent of the legislature that judges who
10 are presiding over a hearing on a foster care case shall publicly
11 acknowledge and request the input of the foster parent or foster
12 parents during the hearing.

13 Sec. 207. If the judicial branch makes any changes to a foster
14 care family service plan before its finalization, it is the intent
15 of the legislature that the presiding judge provide an explanation
16 for any changes to that plan in the court record.

17 Sec. 208. The reporting requirements of this part shall be
18 completed with the approval of, and at the direction of, the
19 supreme court, except as otherwise provided in this part. The
20 judicial branch shall use the Internet to fulfill the reporting
21 requirements of this part. This may include transmission of reports
22 via electronic mail to the recipients identified for each reporting
23 requirement, or it may include placement of reports on an Internet
24 or intranet site.

25 Sec. 209. (1) If funds become available in part 1 for juvenile
26 justice vision 20/20, the state court administrative office shall
27 implement the information technology services and projects

1 described in subsection (2).

2 (2) The state court administrative office shall use the funds
3 described in subsection (1) to implement a data exchange for use by
4 circuit and probate courts, private juvenile justice agencies, and
5 the state court administrative office under the guidance of
6 appropriate data sharing agreements that tracks statistical and
7 demographic data on juveniles referred to the family division of
8 the circuit court, otherwise known as the juvenile courts, after
9 successful implementation and evaluation of the existing pilot
10 database in Ottawa, Kalamazoo, Kent, Ionia, and Berrien Counties.

11 (3) It is the intent of the legislature that the purpose of
12 the project is to implement a new juvenile justice data sharing
13 model that will track data on juveniles referred to the courts. The
14 project will be accomplished by local court staff, state employees,
15 contracts with private vendors, and juvenile justice stakeholders.
16 The total estimated cost of the project is \$5,550,000.00. The
17 tentative completion date is September 30, 2019. The data exchange
18 shall be compatible with the Michigan statewide automated child
19 welfare information system.

20 (4) If funding becomes available for the project, the state
21 court administrative office shall submit a report by March 1 to the
22 senate and house appropriations subcommittees on judiciary, the
23 senate and house fiscal agencies, the senate and house policy
24 offices, and the state budget office on the status of the
25 implementation items described in subsections (1) and (2) should
26 funding become available.

27 Sec. 212. The judicial branch shall receive and retain copies

1 of all reports funded from appropriations in part 1. Federal and
2 state guidelines for short-term and long-term retention of records
3 shall be followed. The judicial branch may electronically retain
4 copies of reports unless otherwise required by federal and state
5 guidelines.

6 Sec. 214. Funds appropriated in part 1 shall not be used for
7 the purchase of foreign goods or services, or both, if
8 competitively priced and of comparable quality American goods or
9 services, or both, are available. Preference shall be given to
10 goods or services, or both, manufactured or provided by Michigan
11 businesses, if they are competitively priced and of comparable
12 quality. In addition, preference shall be given to goods or
13 services, or both, that are manufactured or provided by Michigan
14 businesses owned and operated by veterans, if they are
15 competitively priced and of comparable quality.

16 Sec. 215. Not later than January 1 of each year, the state
17 court administrative office shall prepare a report on out-of-state
18 travel listing all travel by judicial branch employees outside this
19 state in the immediately preceding fiscal year that was funded in
20 whole or in part with funds appropriated in the budget for the
21 judicial branch. The report shall be submitted to the senate and
22 house of representatives standing committees on appropriations, the
23 senate and house fiscal agencies, and the state budget director.
24 The report shall include the following information:

25 (a) The dates of each travel occurrence.

26 (b) The transportation and related costs of each travel
27 occurrence, including the proportion funded with state general

1 fund/general purpose revenues, the proportion funded with state
2 restricted revenues, the proportion funded with federal revenues,
3 and the proportion funded with other revenues.

4 Sec. 219. Not later than November 30, the state budget office
5 shall prepare and transmit a report that provides for estimates of
6 the total general fund/general purpose appropriation lapses at the
7 close of the prior fiscal year. This report shall summarize the
8 projected year-end general fund/general purpose appropriation
9 lapses by major program or program areas. The report shall be
10 transmitted to the chairpersons of the senate and house
11 appropriations committees and the senate and house fiscal agencies.

12 Sec. 221. From the funds appropriated in part 1, the judicial
13 branch shall maintain a searchable website accessible by the public
14 at no cost that includes all expenditures made by the judicial
15 branch within a fiscal year. The posting shall include the purpose
16 for which each expenditure is made. The judicial branch shall not
17 provide financial information on its website under this section if
18 doing so would violate a federal or state law, rule, regulation, or
19 guideline that establishes privacy or security standards applicable
20 to that financial information.

21 Sec. 222. Within 14 days after the release of the executive
22 budget recommendation, the judicial branch shall cooperate with the
23 state budget office to provide the chairpersons of the senate and
24 house appropriations committees, the chairpersons of the senate and
25 house appropriations subcommittees on judiciary, and the senate and
26 house fiscal agencies with an annual report on estimated state
27 restricted fund balances, state restricted fund projected revenues,

1 and state restricted fund expenditures for the fiscal years ending
2 September 30, 2015 and September 30, 2016.

3 Sec. 223. The judiciary shall maintain, on a publicly
4 accessible website, a scorecard that identifies, tracks, and
5 regularly updates key metrics that are used to monitor and improve
6 the judiciary's performance.

7 Sec. 224. Total authorized appropriations from all sources
8 under part 1 for legacy costs for the fiscal year ending September
9 30, 2016 are \$13,723,300.00. From this amount, total appropriations
10 for judiciary pension-related legacy costs are estimated at
11 \$7,772,600.00. Total appropriations for judiciary retiree health
12 care legacy costs are estimated at \$5,950,700.00.

13 Sec. 225. (1) For each new program or program expansion for
14 which funds in excess of \$500,000.00 are appropriated in part 1,
15 the judiciary shall identify specific benchmarks intended to
16 measure the performance or return on taxpayer investment of the
17 program and its associated expenditures.

18 (2) By November 1, the judiciary shall report the proposed
19 benchmarks to the senate and house appropriations subcommittees on
20 judiciary, to the senate and house fiscal agencies, and to the
21 state budget director.

22 (3) The judiciary shall provide an update on its progress in
23 achieving those benchmarks at an appropriations subcommittee
24 meeting called for the purpose of discussing benchmarks and their
25 status.

26 (4) It is the intent of the legislature that, beginning with
27 the budget for the fiscal year ending September 30, 2016, any

1 proposal for a new program or an expansion of an existing program
2 in excess of \$500,000.00 initiated by the executive branch or the
3 legislature shall include, as part of the original proposal or
4 budget request, a list of benchmarks intended to measure the
5 performance or return on taxpayer investment of the program or
6 spending increase.

7 **JUDICIAL BRANCH**

8 Sec. 301. From the funds appropriated in part 1, the direct
9 trial court automation support program of the state court
10 administrative office shall recover direct and overhead costs from
11 trial courts by charging for services rendered. The fee shall cover
12 the actual costs incurred to the direct trial court automation
13 support program in providing the service, including development of
14 future versions of case management systems.

15 Sec. 302. Funds appropriated within the judicial branch shall
16 not be expended by any component within the judicial branch without
17 the approval of the supreme court.

18 Sec. 303. Of the amount appropriated in part 1 for the
19 judicial branch, \$511,900.00 is allocated for circuit court
20 reimbursement under section 3 of 1978 PA 16, MCL 800.453, and for
21 costs associated with the court of claims.

22 Sec. 306. The supreme court and the state court administrative
23 office shall continue to maintain, as a priority, the assisting of
24 local trial courts in improving the collection of judgments.

25 Sec. 307. From the funds appropriated in part 1 for mental
26 health courts and diversion services, \$1,730,000.00 is intended to

1 address the recommendations of the mental health diversion council.

2 Sec. 308. If sufficient funds are not available from the court
3 fee fund to pay judges' compensation, the difference between the
4 appropriated amount from that fund for judges' compensation and the
5 actual amount available after the amount appropriated for trial
6 court reimbursement is made shall be appropriated from the state
7 general fund for judges' compensation.

8 Sec. 309. By April 1, the state court administrative office
9 shall provide a report on drug treatment, mental health, and
10 veterans court programs in this state. The report shall include
11 information on the number of each type of program that has been
12 established, the number of program participants in each
13 jurisdiction, and the impact of the programs on offender criminal
14 involvement and recidivism. The report shall be submitted to the
15 senate and house appropriations subcommittees on judiciary, the
16 senate and house fiscal agencies, and the state budget director.

17 Sec. 311. (1) The funds appropriated in part 1 for drug
18 treatment courts as that term is defined in section 1060 of the
19 revised judicature act of 1961, 1961 PA 236, MCL 600.1060, shall be
20 administered by the state court administrative office to operate
21 drug treatment court programs. A drug treatment court shall be
22 responsible for handling cases involving substance abusing
23 nonviolent offenders through comprehensive supervision, testing,
24 treatment services, and immediate sanctions and incentives. A drug
25 treatment court shall use all available county and state personnel
26 involved in the disposition of cases including, but not limited to,
27 parole and probation agents, prosecuting attorneys, defense

1 attorneys, and community corrections providers. The funds may be
2 used in connection with other federal, state, and local funding
3 sources.

4 (2) From the funds appropriated in part 1, the chief justice
5 shall allocate sufficient funds for the judicial institute to
6 provide in-state training for those identified in subsection (1),
7 including training for new drug treatment court judges.

8 (3) For drug treatment court grants, consideration for
9 priority may be given to those courts where higher instances of
10 substance abuse cases are filed.

11 (4) The judiciary shall receive \$1,500,000.00 in Byrne formula
12 grant funding as an interdepartmental grant from the department of
13 state police to be used for expansion of drug treatment courts, to
14 assist in avoiding prison bed space growth for nonviolent offenders
15 in collaboration with the department of corrections.

16 Sec. 312. From the funds appropriated in part 1, the state
17 court administrator shall produce a statistical report regarding
18 the implementation of the parental rights restoration act, 1990 PA
19 211, MCL 722.901 to 722.908, as it pertains to minors seeking a
20 court-issued waiver of parental consent. The state court
21 administrative office shall report the total number of petitions
22 filed and the total number of petitions granted under that act.

23 Sec. 317. Funds appropriated in part 1 shall not be used for
24 the permanent assignment of state-owned vehicles to justices or
25 judges or any other judicial branch employee. This section does not
26 preclude the use of state-owned motor pool vehicles for state
27 business in accordance with approved guidelines.

1 Sec. 320. (1) From the funds appropriated in part 1 for the
2 swift and sure sanctions program, created under section 3 of
3 chapter XIA of the code of criminal procedure, 1927 PA 175, MCL
4 771A.3, the state court administrative office shall administer a
5 program to distribute grants to qualifying courts in accordance
6 with the objectives and requirements of the probation swift and
7 sure sanctions act, chapter XIA of the code of criminal procedure,
8 1927 PA 175, MCL 771A.1 to 771A.8. Of the \$3,000,000.00 designated
9 for the program, not more than \$100,000.00 shall be available to
10 the state court administrative office to pay for employee costs
11 associated with the administration of the program funds. Courts
12 interested in participating in the swift and sure sanctions program
13 may apply to the state court administrative office for a portion of
14 the funds appropriated in part 1 under this section.

15 (2) By April 1, the state court administrative office shall
16 provide a report on the courts that receive funding under the swift
17 and sure sanctions program described in subsection (1) to the
18 senate and house appropriations subcommittees on judiciary, the
19 senate and house fiscal agencies, and the state budget director.
20 The report shall include all of the following:

21 (a) The number of offenders who participate in the program.

22 (b) The criminal history of offenders who participate in the
23 program.

24 (c) The recidivism rate of offenders who participate in the
25 program, including the rate of return to jail, prison, or both.

26 (d) A detailed description of the establishment and parameters
27 of the program.

1 (3) As used in this section, "program" means a swift and sure
2 sanctions program described in subsection (1).

3 Sec. 321. It is the intent of the legislature that the
4 judicial branch support a statewide legal self-help Internet
5 website and local nonprofit self-help centers that use the
6 statewide website to provide assistance to individuals representing
7 themselves in civil legal proceedings. The state court
8 administrative office shall summarize the costs of maintaining the
9 website, provide statistics on the number of people visiting the
10 website, and provide information on content usage, form completion,
11 and user feedback. By March 1, the state court administrative
12 office shall report this information for the preceding fiscal year
13 to the senate and house appropriations subcommittees on judiciary,
14 the senate and house fiscal agencies, and the state budget
15 director.

16 Sec. 322. If Byrne formula grant funding is awarded to the
17 state appellate defender, the state appellate defender office may
18 receive and expend Byrne formula grant funds in an amount not to
19 exceed \$250,000.00 as an interdepartmental grant from the
20 department of state police. If the appellate defender appointed
21 under section 3 of the appellate defender act, 1978 PA 620, MCL
22 780.713, receives federal grant funding from the United States
23 Department of Justice in excess of the amount appropriated in part
24 1, the office of appellate defender may receive and expend grant
25 funds in an amount not to exceed \$300,000.00 as other federal
26 grants.

27 Sec. 322a. If Byrne formula grant funding is awarded to the

1 Michigan indigent defense commission, the Michigan indigent defense
2 commission may receive and expend Byrne formula grant funds in an
3 amount not to exceed \$250,000.00 as an interdepartmental grant from
4 the department of state police. The Michigan indigent defense
5 commission, created under section 5 of the Michigan indigent
6 defense commission act, 2013 PA 93, MCL 780.985, may receive and
7 expend federal grant funding from the United States Department of
8 Justice in an amount not to exceed \$300,000.00 as other federal
9 grants.

10 PART 2A

11 PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS

12 FOR FISCAL YEAR 2016-2017

13 GENERAL SECTIONS

14 Sec. 1201. It is the intent of the legislature to provide
15 appropriations for the fiscal year ending on September 30, 2017 for
16 the line items listed in part 1. The fiscal year 2016-2017
17 appropriations are anticipated to be the same as those for fiscal
18 year 2015-2016, except that the line items will be adjusted for
19 changes in caseload and related costs, federal fund match rates,
20 economic factors, and available revenue. These adjustments will be
21 determined after the January 2016 consensus revenue estimating
22 conference.

23 ARTICLE XIII

DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. The amounts listed in this part are appropriated for the department of licensing and regulatory affairs, subject to the conditions set forth in part 2, for the fiscal year ending September 30, 2016, from the funds identified in this part. The following is a summary of the appropriations in this part:

DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS

APPROPRIATION SUMMARY

Full-time equated unclassified positions.....	57.5		
Full-time equated classified positions.....	2,805.3		
GROSS APPROPRIATION.....		\$	539,296,200
Interdepartmental grant revenues:			
Total interdepartmental grants and intradepartmental transfers			16,279,900
ADJUSTED GROSS APPROPRIATION.....		\$	523,016,300
Federal revenues:			
Total federal revenues.....			200,388,700
Special revenue funds:			
Total local revenues.....			679,000
Total private revenues.....			311,300
Total other state restricted revenues.....			298,742,500
State general fund/general purpose.....		\$	22,894,800
Sec. 102. DEPARTMENTAL ADMINISTRATION			
Full-time equated unclassified positions.....	57.5		
Full-time equated classified positions.....	123.0		

1	Unclassified salaries--57.5 FTE positions	\$	4,840,200
2	Executive director programs--32.0 FTE positions		4,614,200
3	Administrative services--78.0 FTE positions		8,944,600
4	Office of regulatory reinvention--4.0 FTE positions ..		482,600
5	Office of reinventing performance in Michigan--6.0 FTE		
6	positions		700,000
7	FOIA coordination--2.0 FTE positions		302,900
8	Local community stabilization authority--1.0 FTE		
9	position		150,000
10	Property management		16,710,800
11	Information technology services and projects		41,417,900
12	Worker's compensation		<u>591,600</u>
13	GROSS APPROPRIATION	\$	78,754,800
14	Appropriated from:		
15	Interdepartmental grant revenues:		
16	IDG-DIFS, accounting services		150,000
17	IDG - reinventing performance in Michigan		525,000
18	Federal revenues:		
19	DOL, multiple grants for safety and health		992,400
20	DOL-ETA, employment and training administration		4,200
21	DOL-ETA, unemployment insurance		30,309,300
22	Federal revenues		2,212,700
23	Title XVIII Medicare		1,165,600
24	Title XIX Medicaid		21,700
25	Title XIX Medicaid, facility certification fees		687,000
26	Special revenue funds:		
27	Local stabilization authority contract		150,000

1	Aboveground storage tank fees.....	145,500
2	Accountancy enforcement fund.....	67,000
3	Asbestos abatement fund.....	179,600
4	Boiler inspection fund.....	630,800
5	Builder enforcement fund.....	98,800
6	Construction code fund.....	1,609,400
7	Contingent fund, penalty and interest account.....	28,400
8	Corporation fees.....	8,097,900
9	Elevator fees.....	683,400
10	Fire alarm fees.....	5,300
11	Fire safety standard and enforcement fund.....	1,100
12	Fire service fees.....	771,800
13	Fireworks safety fund.....	93,600
14	Health professions regulatory fund.....	2,672,200
15	Health systems fees.....	438,900
16	Licensing and regulation fund.....	3,035,800
17	Liquor license revenue.....	300,000
18	Liquor purchase revolving fund.....	7,046,300
19	Michigan medical marihuana fund.....	917,600
20	Mobile home code fund.....	603,900
21	Motor carrier fees.....	464,300
22	Nurse professional fund.....	36,900
23	PMECSEMA fund.....	217,700
24	Private occupational school license fees.....	164,000
25	Property development fees.....	6,000
26	Public utility assessments.....	3,840,700
27	Radiological health fees.....	296,200

1	Real estate appraiser education fund.....	6,400
2	Real estate education fund.....	15,200
3	Real estate enforcement fund.....	9,900
4	Restructuring mechanism assessments.....	11,000
5	Safety education and training fund.....	1,372,700
6	Second injury fund.....	395,000
7	Securities fees.....	4,594,100
8	Securities investor education and training fund.....	14,400
9	Security business fund.....	3,100
10	Self-insurers security fund.....	255,900
11	Silicosis and dust disease fund.....	173,500
12	Survey and remonumentation fund.....	142,000
13	Tax tribunal fund.....	1,631,400
14	Unarmed combat fund.....	12,800
15	Underground storage tank fees.....	355,200
16	Utility consumer representation fund.....	52,900
17	Worker's compensation administrative revolving fund..	99,800
18	State general fund/general purpose.....	\$ 938,500
19	Sec. 103. PUBLIC SERVICE COMMISSION	
20	Full-time equated classified positions.....	184.0
21	Public service commission--184.0 FTE positions.....	\$ <u>29,624,000</u>
22	GROSS APPROPRIATION.....	\$ 29,624,000
23	Appropriated from:	
24	Federal revenues:	
25	DOE-OEERE, multiple grants.....	56,700
26	DOT, gas pipeline safety.....	1,219,900
27	Special revenue funds:	

1	Motor carrier fees.....		2,510,000
2	Public utility assessments.....		25,286,500
3	Restructuring mechanism assessments.....		550,900
4	State general fund/general purpose.....	\$	0
5	Sec. 104. LIQUOR CONTROL COMMISSION		
6	Full-time equated classified positions.....	143.0	
7	Management support services--28.0 FTE positions.....	\$	4,361,200
8	Liquor licensing and enforcement--115.0 FTE positions.....		<u>15,089,200</u>
9	GROSS APPROPRIATION.....	\$	19,450,400
10	Appropriated from:		
11	Special revenue funds:		
12	Direct shipper enforcement revolving fund.....		124,500
13	Liquor license fee enhancement fund.....		75,000
14	Liquor license revenue.....		6,339,100
15	Liquor purchase revolving fund.....		12,911,800
16	State general fund/general purpose.....	\$	0
17	Sec. 105. OCCUPATIONAL REGULATION		
18	Full-time equated classified positions.....	805.9	
19	Bureau of fire services--80.0 FTE positions.....	\$	11,414,500
20	Bureau of construction codes--176.0 FTE positions....		21,767,000
21	Detroit demolition permit assistance.....		800,000
22	Corporations, securities, and commercial licensing		
23	bureau--178.0 FTE positions.....		26,818,100
24	Bureau of health care services--351.9 FTE positions..		59,284,100
25	Medical marihuana program--20.0 FTE positions.....		<u>4,228,800</u>
26	GROSS APPROPRIATION.....	\$	124,312,500
27	Appropriated from:		

1	Interdepartmental grant revenues:	
2	IDG-DCH, inspection contract	100,000
3	Federal revenues:	
4	Clinical lab improvement	401,500
5	DOT.....	60,000
6	Federal revenues.....	1,255,300
7	FEMA.....	28,000
8	Title XVIII Medicare.....	11,814,200
9	Title XIX Medicaid.....	718,700
10	Title XIX Medicaid, facility certification fees	8,272,900
11	Special revenue funds:	
12	Private - civil monetary penalties.....	199,500
13	Aboveground storage tank fees.....	447,200
14	Accountancy enforcement fund.....	404,300
15	Boiler inspection fund.....	3,756,800
16	Builder enforcement fund.....	478,300
17	Construction code fund.....	8,440,000
18	Corporation fees.....	6,916,900
19	Elevator fees.....	4,780,500
20	Fire alarm fees.....	125,400
21	Fire safety standard and enforcement fund.....	40,000
22	Fire service fees.....	2,452,400
23	Fireworks safety fund.....	682,900
24	Health professions regulatory fund.....	23,491,300
25	Health systems fees.....	3,309,300
26	Licensing and regulation fund.....	11,386,500
27	Liquor purchase revolving fund.....	1,185,700

1	Michigan medical marihuana fund.....		4,228,800
2	Mobile home code fund.....		2,982,300
3	Nurse professional fund.....		1,937,200
4	PMECSEMA fund.....		1,821,300
5	Private occupational school license fees.....		817,600
6	Property development fees.....		318,100
7	Real estate appraiser education fund.....		63,200
8	Real estate education fund.....		340,600
9	Real estate enforcement fund.....		696,400
10	Securities fees.....		4,918,700
11	Securities investor education and training fund.....		999,900
12	Security business fund.....		340,100
13	Survey and remonumentation fund.....		837,200
14	Unarmed combat fund.....		137,000
15	Underground storage tank fees.....		2,518,500
16	State general fund/general purpose.....	\$	10,608,000
17	Sec. 106. EMPLOYMENT SERVICES		
18	Full-time equated classified positions.....	1,316.4	
19	Workers' compensation agency--56.0 FTE positions.....		\$ 7,745,500
20	Insurance funds administration--23.0 FTE positions...		5,236,300
21	Compensation supplement fund.....		1,820,000
22	First responder presumed coverage fund.....		100
23	Unemployment insurance agency--852.0 FTE positions...		119,667,900
24	Bureau of services for blind persons--113.0 FTE		
25	positions		25,011,000
26	Bureau of employment relations--22.0 FTE positions...		4,117,800
27	Career tech and skilled trades training program.....		15,600,000

1	Michigan occupational safety and health	
2	administration--197.0 FTE positions.....	28,660,200
3	Radiation safety section--21.4 FTE positions.....	3,437,000
4	Wage and hour program--32.0 FTE positions.....	<u>3,658,300</u>
5	GROSS APPROPRIATION.....	\$ 214,954,100
6	Appropriated from:	
7	Federal revenues:	
8	DOL, multiple grants for safety and health.....	11,695,100
9	DOL-ETA, employment and training administration.....	840,500
10	DOL-ETA, unemployment insurance.....	96,019,700
11	Federal revenues.....	18,279,800
12	Mammography quality standards.....	764,900
13	Special revenue funds:	
14	Local revenues.....	529,000
15	Private revenues.....	111,800
16	Asbestos abatement fund.....	1,016,800
17	Contingent fund, penalty and interest account.....	38,407,700
18	Corporation fees.....	8,455,400
19	Michigan business enterprise program fund.....	562,000
20	Radiological health fees.....	2,672,100
21	Safety education and training fund.....	9,554,100
22	Second injury fund.....	2,814,600
23	Securities fees.....	8,484,500
24	Self-insurers security fund.....	1,337,100
25	Silicosis and dust disease fund.....	1,084,600
26	Worker's compensation administrative revolving fund..	2,462,800
27	State general fund/general purpose.....	\$ 9,861,600

1	Sec. 107. MICHIGAN ADMINISTRATIVE HEARING SYSTEM	
2	Full-time equated classified positions.....	233.0
3	Michigan administrative hearing system--215.0 FTE	
4	positions	\$ 38,678,000
5	Michigan compensation appellate commission--18.0 FTE	
6	positions	<u>4,546,700</u>
7	GROSS APPROPRIATION.....	\$ 43,224,700
8	Appropriated from:	
9	Interdepartmental grant revenues:	
10	IDG revenues - administrative hearings and rules	15,504,900
11	Federal revenues:	
12	DOL-ETA, unemployment insurance.....	4,213,500
13	Federal revenues - administrative hearings and rules .	9,355,100
14	Special revenue funds:	
15	State restricted revenues - administrative hearings	
16	and rules	12,783,100
17	Worker's compensation administrative revolving fund..	333,200
18	State general fund/general purpose.....	\$ 1,034,900
19	Sec. 108. DEPARTMENT GRANTS	
20	Fire protection grants.....	\$ 9,273,900
21	Firefighter training grants.....	1,000,000
22	Liquor law enforcement grants.....	7,200,000
23	Medical marihuana operation and oversight grants	3,000,000
24	Remonumentation grants.....	7,300,000
25	Subregional libraries state aid.....	451,800
26	Utility consumer representation.....	<u>750,000</u>
27	GROSS APPROPRIATION.....	\$ 28,975,700

1	Appropriated from:	
2	Special revenue funds:	
3	Fire protection fund.....	8,500,000
4	Fireworks safety fund.....	1,000,000
5	Liquor license revenue.....	7,200,000
6	Liquor purchase revolving fund.....	773,900
7	Michigan medical marihuana fund.....	3,000,000
8	Survey and remonumentation fund.....	7,300,000
9	Utility consumer representation fund.....	750,000
10	State general fund/general purpose.....	\$ 451,800

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2015-2016

GENERAL SECTIONS

Sec. 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 \$321,637,300.00 and state spending from state resources to be paid to local units of government for fiscal year 2015-2016 is \$28,225,700.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS

23	Fire protection grants.....	\$ 9,273,900
24	Firefighter training grants.....	1,000,000
25	Liquor law enforcement grants.....	7,200,000

1	Medical marihuana operation and oversight grants	3,000,000
2	Remonumentation grants	7,300,000
3	Subregional libraries state aid	<u>451,800</u>
4	Total department of licensing and regulatory	
5	affairs	\$ 28,225,700

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

9 Sec. 203. As used in this part and part 1:

10 (a) "DCH" means the department of community health.

11 (b) "Department" means the department of licensing and
12 regulatory affairs.

13 (c) "DIFS" means the department of insurance and financial
14 services.

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

16 (e) "DOE-OEERE" means the United States Department of Energy,
17 Office of Energy Efficiency and Renewable Energy.

18 (f) "DOL" means the United States Department of Labor.

19 (g) "DOL-ETA" means the United States Department of Labor,
20 Employment and Training Administration.

21 (h) "DOT" means the United States Department of
22 Transportation.

23 (i) "FEMA" means Federal Emergency Management Agency.

24 (j) "Fiscal agencies" means Michigan house fiscal agency and
25 Michigan senate fiscal agency.

26 (k) "FOIA" means the freedom of information act, 1976 PA 442,
27 MCL 15.231 to 15.246.

1 (l) "FTE" means full-time equated.

2 (m) "IDG" means interdepartmental grant.

3 (n) "PMECSEMA" means pain management education and controlled
4 substances electronic monitoring and antidiversion.

5 (o) "Subcommittees" means all members of the subcommittees of
6 the house and senate appropriations committees with jurisdiction
7 over the budget for the department.

8 Sec. 205. (1) For each new program or program expansion for
9 which funds in excess of \$500,000.00 are appropriated in part 1,
10 the department shall identify specific benchmarks intended to
11 measure the performance or return on taxpayer investment of the
12 program and its associated expenditures. Not later than November 1,
13 the department shall report the proposed benchmarks to the house
14 and senate appropriations subcommittees for that department, the
15 house and senate fiscal agencies, and the state budget director.
16 The department shall provide an update on its progress in achieving
17 those benchmarks at an appropriations subcommittee meeting called
18 for the purpose of discussing benchmarks and their status.

19 (2) It is the intent of the legislature that any proposal for
20 a new program or an expansion of an existing program in excess of
21 \$500,000.00 initiated by the executive branch or the legislature
22 shall include, as part of the original proposal or budget request,
23 a list of benchmarks intended to measure the performance or return
24 on taxpayer investment of the program or spending increase.

25 Sec. 208. The departments and agencies receiving
26 appropriations in part 1 shall use the Internet to fulfill the
27 reporting requirements of this part. This requirement may include

1 transmission of reports via electronic mail to the recipients
2 identified for each reporting requirement, or it may include
3 placement of reports on an Internet or intranet site.

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

14 Sec. 210. The director shall take all reasonable steps to
15 ensure businesses in deprived and depressed communities compete for
16 and perform contracts to provide services or supplies, or both. The
17 director shall strongly encourage firms with which the department
18 contracts to subcontract with certified businesses in depressed and
19 deprived communities for services, supplies, or both.

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

26 Sec. 215. The department shall not take disciplinary action
27 against an employee for communicating with a member of the

1 legislature or his or her staff.

2 Sec. 216. Not later than November 30, the state budget office
3 shall prepare and transmit a report that provides for estimates of
4 the total general fund/general purpose appropriation lapses at the
5 close of the prior fiscal year. This report shall summarize the
6 projected year-end general fund/general purpose appropriation
7 lapses by major departmental program or program areas. The report
8 shall be transmitted to the chairpersons of the senate and house
9 appropriations committees and the fiscal agencies.

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

20 (a) The dates of each travel occurrence.

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

26 Sec. 219. No later than April 1, the department shall submit
27 to the subcommittees and the fiscal agencies a report pertaining to

1 the following information:

2 (a) The amount, in square footage, of office space paid for
3 with the appropriation in part 1 for both state-owned and leased
4 office space, respectively, during the previous fiscal year.

5 (b) The amount, in square footage, of office space actually
6 utilized by the department for both state-owned and leased office
7 space, respectively, during the previous fiscal year.

8 (c) The amount of office space the department estimates will
9 be utilized during the current and subsequent fiscal years.

10 Sec. 220. The department may carry into the succeeding fiscal
11 year unexpended federal pass-through funds to local institutions
12 and governments that do not require additional state matching
13 funds. Federal pass-through funds to local institutions and
14 governments that are received in amounts in addition to those
15 included in part 1 and that do not require additional state
16 matching funds are appropriated for the purposes intended. Within
17 14 days after the receipt of federal pass-through funds, the
18 department shall notify the house and senate chairpersons of the
19 subcommittees, the fiscal agencies, and the state budget director
20 of pass-through funds appropriated under this section.

21 Sec. 221. Funds appropriated in this part and part 1 shall not
22 be used by a principal executive department, state agency, or
23 authority to hire a person to provide legal services that are the
24 responsibility of the attorney general. This prohibition does not
25 apply to legal services for bonding activities and for those
26 outside services that the attorney general authorizes.

27 Sec. 223. (1) In addition to the funds appropriated in part 1,

1 there is appropriated an amount not to exceed \$19,000,000.00 for
2 federal contingency funds. These funds are not available for
3 expenditure until they have been transferred to another line item
4 in part 1 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 \$25,000,000.00 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 part 1 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 \$7,800,000.00 for local
14 contingency funds. These funds are not available for expenditure
15 until they have been transferred to another line item in part 1
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 \$400,000.00 for private
20 contingency funds. These funds are not available for expenditure
21 until they have been transferred to another line item in part 1
22 under section 393(2) of the management and budget act, 1984 PA 431,
23 MCL 18.1393.

24 Sec. 225. (1) Grants supported with private revenues received
25 by the department are appropriated upon receipt and are available
26 for expenditure by the department, subject to subsection (3), for
27 purposes specified within the grant agreement and as permitted

1 under state and federal law.

2 (2) Within 10 days after the receipt of a private grant
3 appropriated in subsection (1), the department shall notify the
4 house and senate chairpersons of the subcommittees, the fiscal
5 agencies, and the state budget director of the receipt of the
6 grant, including the fund source, purpose, and amount of the grant.

7 (3) The amount appropriated under subsection (1) shall not
8 exceed \$1,500,000.00.

9 Sec. 227. (1) The department shall sell documents at a price
10 not to exceed the cost of production and distribution. Money
11 received from the sale of these documents shall revert to the
12 department. In addition to the funds appropriated in part 1, these
13 funds are available for expenditure when they are received by the
14 department of treasury. This subsection applies only for the
15 following documents:

16 (a) Corporation and securities division documents, reports,
17 and papers required or permitted by law pursuant to section 1060(5)
18 of the business corporation act, 1972 PA 284, MCL 450.2060.

19 (b) The Michigan liquor control code of 1998, 1998 PA 58, MCL
20 436.1101 to 436.2303.

21 (c) The mobile home commission act, 1987 PA 96, MCL 125.2301
22 to 125.2349; the business corporation act, 1972 PA 284, MCL
23 450.1101 to 450.2098; the nonprofit corporation act, 1982 PA 162,
24 MCL 450.2101 to 450.3192; and the uniform securities act (2002),
25 2008 PA 551, MCL 451.2101 to 451.2703.

26 (d) Worker's compensation health care services rules.

27 (e) Construction code manuals.

1 (f) Copies of transcripts from administrative law hearings.

2 (2) In addition to the funds appropriated in part 1, funds
3 appropriated for the department under sections 55, 57, 58, and 59
4 of the administrative procedures act of 1969, 1969 PA 306, MCL
5 24.255, 24.257, 24.258, and 24.259, and section 203 of the
6 legislative council act, 1986 PA 268, MCL 4.1203, are appropriated
7 for all expenses necessary to provide for the cost of publication
8 and distribution.

9 (3) Unexpended funds at the end of the fiscal year shall carry
10 forward to the subsequent fiscal year and not lapse to the general
11 fund.

12 Sec. 228. Unless prohibited by law, the department may accept
13 credit card or other electronic means of payment for licenses,
14 fees, or permits.

15 Sec. 229. The department shall maintain, on a publicly
16 accessible website, a department scorecard that identifies, tracks,
17 and regularly updates key metrics that are used to monitor and
18 improve the department's performance.

19 Sec. 231. The department shall cooperate with the department
20 of technology, management, and budget to maintain a searchable
21 website accessible by the public at no cost that includes, but is
22 not limited to, all of the following for each department or agency:

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

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

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

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

3 (e) Job specifications and wage rates.

4 Sec. 232. The department shall not develop or produce any
5 television or radio productions.

6 Sec. 234. Within 14 days after the release of the executive
7 budget recommendation, the department shall cooperate with the
8 state budget office to provide the senate and house appropriations
9 chairs, the senate and house appropriations subcommittees chairs,
10 and the senate and house fiscal agencies with an annual report on
11 estimated state restricted fund balances, state restricted fund
12 projected revenues, and state restricted fund expenditures for the
13 preceding and current fiscal years.

14 Sec. 235. Total authorized appropriations from all sources
15 under part 1 for legacy costs for the fiscal year ending September
16 30, 2016 are \$68,953,000.00. From this amount, total agency
17 appropriations for pension-related legacy costs are estimated at
18 \$39,137,600.00. Total agency appropriations for retiree health care
19 legacy costs are estimated at \$29,815,400.00.

20 Sec. 241. (1) The department may charge registration fees to
21 attendees of informational, training, or special events sponsored
22 by the department.

23 (2) These fees shall reflect the costs for the department to
24 sponsor the informational, training, or special events.

25 (3) Revenue generated by the registration fees is appropriated
26 upon receipt and available for expenditure to cover the
27 department's costs of sponsoring informational, training, or

1 special events.

2 (4) Revenue generated by registration fees in excess of the
3 department's costs of sponsoring informational, training, or
4 special events shall carry forward to the subsequent fiscal year
5 and not lapse to the general fund.

6 (5) Not later than November 15, the department shall submit a
7 report to the subcommittees, fiscal agencies, and the state budget
8 office that identifies each of the following in the immediately
9 preceding fiscal year:

10 (a) Each informational, training, or special event sponsored
11 by the department.

12 (b) The amount of revenue generated by registration fees.

13 (c) The amount expended for the department's costs of
14 sponsoring informational, training, or special events.

15 (d) Any balance carried forward into the subsequent fiscal
16 year.

17 (6) The amount appropriated under subsection (3) shall not
18 exceed \$500,000.00.

19 Sec. 242. The department may make available to interested
20 entities otherwise unavailable customized listings of
21 nonconfidential information in its possession, such as names and
22 addresses of licensees. The department may establish and collect a
23 reasonable charge to provide this service. The revenue received
24 from this service shall be used to offset expenses to provide the
25 service. Any balance of this revenue collected and unexpended at
26 the end of the fiscal year shall revert to the appropriate
27 restricted fund.

1 Sec. 243. The department shall work to establish memoranda of
2 understanding with other state departments or agencies that
3 participate in the reinventing performance in Michigan program
4 supported by appropriations in part 1. Each memorandum shall detail
5 a mechanism for the department to recover costs related to program
6 services performed on behalf of the receiving agency. Not later
7 than March 1, the department shall submit a report to the state
8 budget office, subcommittees, and fiscal agencies containing the
9 following information:

10 (a) The name of each state department or agency participating
11 in the program.

12 (b) Whether a memorandum of understanding was established with
13 each participating state department or agency.

14 (c) The amount agreed upon in each memorandum of
15 understanding.

16 Sec. 245. The department, in conjunction with the department
17 of community health, shall establish an accounting structure within
18 the Michigan administrative information network that will allow
19 expenditures associated with the administration of the Healthy
20 Michigan plan to be identified.

21 Sec. 248. (1) No later than March 1, the department shall
22 submit a report to the subcommittees and fiscal agencies pertaining
23 to licensing and regulatory programs during the previous fiscal
24 year for the following agencies:

25 (a) Public service commission.

26 (b) Liquor control commission.

27 (c) Bureau of construction codes.

1 (d) Corporations, securities, and commercial licensing bureau.

2 (e) Bureau of health care services.

3 (f) Michigan occupational safety and health administration.

4 (2) The report shall provide, but is not limited to, the
5 following information for each agency in subsection (1):

6 (a) Revenue generated by and expenditures disbursed for each
7 regulatory product.

8 (b) Number of applications, both initial and renewal, for each
9 regulatory product.

10 (c) Number of applications, both initial and renewal, approved
11 for each regulatory product.

12 (d) Number of applications, both initial and renewal, denied
13 for each regulatory product.

14 (e) Average amount of time, both tolled and untolled, to
15 approve or deny applications, both initial and renewal, for each
16 regulatory product.

17 (f) Number of examinations proctored for initial applications
18 for each regulatory product, if applicable.

19 (g) Number of complaints received pertaining to each regulated
20 activity.

21 (h) Number of investigations opened pertaining to each
22 regulated activity.

23 (i) Number of investigations closed pertaining to each
24 regulated activity.

25 (j) Average amount of time to close investigations pertaining
26 to each regulated activity.

27 (k) Number of enforcement actions pertaining to each regulated

1 activity.

2 (l) Number of administrative hearings pertaining to each
3 regulated activity.

4 (m) Number of administrative hearing adjudications pertaining
5 to each regulated activity.

6 (3) As used in subsection (2), "regulatory products" means
7 licensure, certification, registration, permitting, approval, or
8 any other regulatory service provided by the agencies specified in
9 subsection (1) for occupations, facilities, entities, industries,
10 or activities regulated by the agencies specified in subsection
11 (1).

12 OCCUPATIONAL REGULATION

13 Sec. 501. Money appropriated under this part and part 1 for
14 the bureau of fire services shall not be expended unless, in
15 accordance with section 2c of the fire prevention code, 1941 PA
16 207, MCL 29.2c, inspection and plan review fees will be charged
17 according to the following schedule:

18 <u>Operation and maintenance inspection fee</u>		
19 <u>Facility type</u>	20 <u>Facility size</u>	21 <u>Fee</u>
22 Hospitals	Any	\$8.00 per bed
23 <u>Plan review and construction inspection fees for</u>		
24 <u>hospitals and schools</u>		
25 <u>Project cost range</u>	26 <u>Fee</u>	
\$101,000.00 or less	minimum fee of \$155.00	
\$101,001.00 to \$1,500,000.00	\$1.60 per \$1,000.00	
\$1,500,001.00 to \$10,000,000.00	\$1.30 per \$1,000.00	

1 \$10,000,001.00 or more \$1.10 per \$1,000.00
2 or a maximum fee of \$60,000.00.

3 Sec. 502. The funds collected by the department for licenses,
4 permits, and other elevator regulation fees set forth in the
5 Michigan administrative code and as determined under section 8 of
6 1976 PA 333, MCL 338.2158, and section 16 of 1967 PA 227, MCL
7 408.816, that are unexpended at the end of the fiscal year shall
8 carry forward to the subsequent fiscal year.

9 Sec. 503. No later than February 15, the department shall
10 submit a report to the subcommittees, fiscal agencies, and state
11 budget director providing the following information:

12 (a) The number of honorably discharged veterans, individually
13 or if a majority interest of a corporation or limited liability
14 company, that were exempted from paying licensure, registration,
15 filing, or any other fees collected under each licensure or
16 regulatory program administered by the bureau of construction codes
17 and the corporations, securities, and commercial licensing bureau
18 during the preceding fiscal year.

19 (b) The specific fees and total amount of revenue exempted
20 under each licensure or regulatory program administered by the
21 bureau of construction codes and the corporations, securities, and
22 commercial licensing bureau during the preceding fiscal year.

23 (c) The actual costs of providing licensing and other
24 regulatory services to veterans exempted from paying licensure,
25 registration, filing, or any other fees during the preceding fiscal
26 year and a description of how these costs were calculated.

27 (d) The estimated amount of revenue that will be exempted

1 under each licensure or regulatory program administered by the
2 bureau of construction codes and the corporations, securities, and
3 commercial licensing bureau in both the current and subsequent
4 fiscal years and a description of how the exempted revenue was
5 estimated.

6 Sec. 505. (1) Funds remaining in the homeowner construction
7 lien recovery fund are appropriated to the department for payment
8 of court-ordered homeowner construction lien recovery fund
9 judgments entered prior to August 23, 2010. Pursuant to available
10 funds, the payment of final judgments shall be made in the order in
11 which the final judgments were entered and began accruing interest.

12 (2) Not later than April 1, the department shall submit to the
13 subcommittees and fiscal agencies a report on the revenues,
14 expenditures, and balance of the homeowner construction lien
15 recovery fund as of the end of the previous fiscal year.

16 Sec. 507. The department shall submit a report by January 1 to
17 the standing committees on appropriations of the senate and house
18 of representatives, the fiscal agencies, and the state budget
19 director that includes all of the following information for the
20 prior fiscal year regarding the medical marihuana program under the
21 Michigan medical marihuana act, 2008 IL 1, MCL 333.26421 to
22 333.26430:

23 (a) The number of initial applications received.

24 (b) The number of initial applications approved and the number
25 of initial applications denied.

26 (c) The average amount of time, from receipt to approval or
27 denial, to process an initial application.

1 (d) The number of renewal applications received.

2 (e) The number of renewal applications approved and the number
3 of renewal applications denied.

4 (f) The average amount of time, from receipt to approval or
5 denial, to process a renewal application.

6 (g) The percentage of initial applications not approved or
7 denied within the time requirements established in section 6 of the
8 Michigan medical marihuana act, 2008 IL 1, MCL 333.26426.

9 (h) The percentage of renewal applications not approved or
10 denied within the time requirements established in section 6 of the
11 Michigan medical marihuana act, 2008 IL 1, MCL 333.26426.

12 (i) The percentage of registry cards for approved initial
13 applications not issued within the time requirements established in
14 section 6 of the Michigan medical marihuana act, 2008 IL 1, MCL
15 333.26426.

16 (j) The percentage of registry cards for approved renewal
17 applications not issued within the time requirements established in
18 section 6 of the Michigan medical marihuana act, 2008 IL 1, MCL
19 333.26426.

20 (k) The amount collected from the medical marihuana program
21 application and renewal fees authorized in section 5 of the
22 Michigan medical marihuana act, 2008 IL 1, MCL 333.26425.

23 (l) The costs of administering the medical marihuana program
24 under the Michigan medical marihuana act, 2008 IL 1, MCL 333.26421
25 to 333.26430.

26 Sec. 508. If the revenue collected by the department for
27 health systems administration or radiological health administration

1 and projects from fees and collections exceeds the amount
2 appropriated in part 1, the revenue may be carried forward into the
3 subsequent fiscal year. The revenue carried forward under this
4 section shall be used as the first source of funds in the
5 subsequent fiscal year.

6 Sec. 511. No later than February 1, the department shall
7 submit a report to the subcommittees, fiscal agencies, and state
8 budget director providing the following information:

9 (a) The total amount of reimbursements made to local units of
10 government for delegated inspections of fireworks retail locations
11 pursuant to section 11 of the Michigan fireworks safety act, 2011
12 PA 256, MCL 28.461, from the funds appropriated in part 1 for the
13 bureau of fire services during the preceding fiscal year.

14 (b) The amount of reimbursement for delegated inspections of
15 fireworks retail locations for each local unit of government that
16 received reimbursement from the funds appropriated in part 1 for
17 the bureau of fire services during the preceding fiscal year.

18 Sec. 512. To the extent allowed under applicable state and
19 federal laws, the bureau of health care services shall make
20 disciplinary actions taken against health professionals publicly
21 available through the online license verification website.

22 Sec. 513. (1) Beginning October 1, for the purpose of
23 defraying the costs associated with responding to false final
24 inspection appointments and to discourage the practice of calling
25 for final inspections when the project is incomplete or
26 noncompliant with a plan of correction previously provided by the
27 bureau of fire services, the bureau of fire services may assess a

1 fee not to exceed \$200.00 for responding to confirmed false
2 inspection appointments. Fees collected under this section shall be
3 deposited into the restricted account referenced by section 2c(2)
4 of the fire prevention code, 1941 PA 207, MCL 29.2c, and explicitly
5 identified within the Michigan administrative information network.

6 (2) Not later than September 30, the department shall prepare
7 a report that provides the amount of the fee assessed under
8 subsection (1), the number of fees assessed and issued per region,
9 the cost allocation for the work performed and reduced as a result
10 of this section, and any recommendations for consideration by the
11 legislature. The department shall submit this information to the
12 state budget director, the subcommittees, and the fiscal agencies.

13 **EMPLOYMENT SERVICES**

14 Sec. 701. Funds earned or authorized by the DOL in excess of
15 the gross appropriation in part 1 for the unemployment insurance
16 agency from the DOL are appropriated and may be expended for
17 staffing and related expenses incurred in the operation of its
18 programs. These funds may be spent after the department notifies
19 the state budget director and the subcommittees of the purpose and
20 amount of each grant award.

21 Sec. 702. (1) From the funds appropriated in part 1 for the
22 unemployment insurance agency, the department shall maintain
23 customer service standards for employers and claimants making use
24 of the various means by which they can access the system.

25 (2) The department shall identify specific outcomes and
26 performance metrics for this initiative, including, but not limited

1 to, the following:

2 (a) Unemployment benefit fund balance.

3 (b) Process improvement - fiscal integrity.

4 (c) Process improvement - determination timeliness.

5 (d) Process improvement - determination quality.

6 Sec. 703. (1) From the funds appropriated in part 1 for the
7 career technology and skilled trades training programs, the
8 department shall expand workforce training and reemployment
9 services to better connect workers to in-demand jobs.

10 (2) The department shall identify specific outcomes and
11 performance metrics for this initiative, including, but not limited
12 to, the following:

13 (a) New apprenticeships.

14 (b) The jobs created, jobs retained, training completion rate,
15 employment retention rate at 6 months, and hourly wage rate at 6
16 months for the skilled trades training program.

17 Sec. 704. (1) The appropriation in part 1 for the bureau of
18 services for blind persons includes funds for case services. These
19 funds may be used for tuition payments for blind clients.

20 (2) Revenue collected by the bureau of services for blind
21 persons and from private and local sources that is unexpended at
22 the end of the fiscal year may carry forward to the subsequent
23 fiscal year.

24 Sec. 705. The bureau of services for blind persons shall work
25 collaboratively with service organizations and government entities
26 to identify qualified match dollars to maximize use of available
27 federal vocational rehabilitation funds.

1 Sec. 706. Not later than January 1, the department shall
2 submit a report to the subcommittees and fiscal agencies including,
3 but not limited to, the following information pertaining to the
4 activities of the youth low-vision program during the preceding
5 fiscal year:

6 (a) Number of individuals, classified by age, who received
7 services or devices.

8 (b) Description of the services and devices purchased under
9 the program.

10 (c) Total payments to each provider of services or devices,
11 classified by the county in which the provider is located.

12 (d) Amount by which private health insurance or other public
13 health programs were utilized to offset the expense of services or
14 devices.

15 (e) Amount of expenditures under the program that qualified
16 for federal matching revenue and the amount of federal matching
17 revenue received by the department.

18 Sec. 707. The bureau of services for blind persons may provide
19 and enter into agreements to provide general services, training,
20 meetings, information, special equipment, software, facility use,
21 and technical consulting services to other principal executive
22 departments, state agencies, local units of government, the
23 judicial branch of government, other organizations, and patrons of
24 department facilities. The department may charge fees for these
25 services that are reasonably related to the cost of providing the
26 services. In addition to the funds appropriated in part 1, funds
27 collected by the department for these services are appropriated for

1 all expenses necessary. The funds appropriated under this section
2 are allotted for expenditure when they are received by the
3 department of treasury.

4 Sec. 708. The amount appropriated in part 1 for the first
5 responder presumed coverage fund shall only be expended for the
6 purpose of paying authorized claims and the costs of administering
7 the fund pursuant to section 405 of the worker's disability
8 compensation act of 1969, 1969 PA 317, MCL 418.405.

9 DEPARTMENT GRANTS

10 Sec. 901. The appropriation in part 1 for fire protection
11 grants shall be appropriated to cities, villages, and townships
12 with state-owned facilities for fire services, instead of taxes, in
13 accordance with 1977 PA 289, MCL 141.951 to 141.956.

14 Sec. 902. (1) Not later than November 30, the department shall
15 prepare a report that provides the number of registry
16 identification cards issued to or renewed for patients residing in
17 each county as of September 30 of the preceding fiscal year, under
18 the Michigan medical marihuana act, 2008 IL 1, MCL 333.26421 to
19 333.26430. The department shall submit this report to the state
20 budget director, the subcommittees, and the fiscal agencies.

21 (2) The department shall expend the funds appropriated in part
22 1 for medical marihuana operation and oversight grants for grants
23 to county law enforcement offices for the operation and oversight
24 of the Michigan medical marihuana program pursuant to section 6 (l)
25 of the Michigan medical marihuana act, 2008 IL 1, MCL 333.26426.
26 These grants shall be distributed proportionately based on the

1 number of registry identification cards issued to or renewed for
2 the residents of each county whose county law enforcement office
3 applied for a grant under subsection (3). For the purposes of this
4 subsection, operation and oversight grants are for education,
5 communication, and enforcement of the Michigan medical marihuana
6 act, 2008 IL 1, MCL 333.26421 to 333.26430.

7 (3) No later than December 1, the department shall post a
8 listing of potential grant money available to each county law
9 enforcement office on its website. A county law enforcement office
10 requesting a grant shall apply on a form developed by the
11 department and available on the website. The form shall contain the
12 county law enforcement office's specific projected plan for use of
13 the money and its agreement to maintain all records and to submit
14 documentation to the department to support the use of the grant
15 money.

16 (4) In order to be eligible to receive a grant under
17 subsection (2), a county law enforcement office shall apply no
18 later than January 1 and agree to report how the grant was expended
19 and provide that report to the department no later than September
20 15. The department shall submit a report no later than October 15
21 of the subsequent fiscal year to the state budget director, the
22 subcommittees, and the fiscal agencies detailing the grant amounts
23 by recipient and the reported uses of the grants in the preceding
24 fiscal year.

25 (5) County law enforcement offices may distribute
26 discretionary grants made under subsection (2) to municipal law
27 enforcement agencies for the operation and oversight of the

1 Michigan medical marihuana program pursuant to section 6(1) of the
2 Michigan medical marihuana act, 2008 IL 1, MCL 333.26426. If a
3 county law enforcement office distributes a discretionary grant in
4 this manner, that county law enforcement office shall require the
5 receiving municipal law enforcement agency to provide a report on
6 how that grant was spent. Reports from municipal law enforcement
7 agencies shall be included as part of the report submitted to the
8 department as required in subsection (4).

9 Sec. 903. (1) The amount appropriated in part 1 for
10 firefighter training grants shall only be expended for payments to
11 counties to reimburse organized fire departments for firefighter
12 training and other activities required under the firefighters
13 training council act, 1966 PA 291, MCL 29.361 to 29.377.

14 (2) If the amount appropriated in part 1 for firefighter
15 training grants is expended by the firefighter training council,
16 established in section 3 of the firefighters training council act,
17 1966 PA 291, MCL 29.363, for payments to counties under section 14
18 of the firefighters training council act, 1966 PA 291, MCL 29.374,
19 it is the intent of the legislature that:

20 (a) The amount appropriated in part 1 for firefighter training
21 grants shall be disbursed pursuant to section 14(2) of the
22 firefighters training council act, 1966 PA 291, MCL 29.374.

23 (b) If the amount disbursed to any county under subsection
24 (2)(a) is less than \$5,000.00, the amounts disbursed to each county
25 under subsection (2)(a) shall be adjusted to provide for a minimum
26 payment of \$5,000.00 to each county.

27 (3) No later than February 1, the department shall submit a

1 financial report to the subcommittees and fiscal agencies
2 identifying the following information for the preceding fiscal
3 year:

4 (a) The amount of the payments that would be made to each
5 county if the distribution formula described by the first sentence
6 of section 14(2) of the firefighters training council act, 1966 PA
7 291, MCL 29.374, would have been utilized to disburse the total
8 amount appropriated in part 1 for firefighter training grants.

9 (b) The amount of the payments approved by the firefighter
10 training council for disbursement to each county.

11 (c) The amount of the payments actually expended or encumbered
12 within each county.

13 (d) A description of any other payments or expenditures made
14 under the authority of the firefighter training council.

15 (e) The amount of payments approved for disbursements to
16 counties that was not expended or encumbered and lapsed back to the
17 fireworks safety fund pursuant to subsection (4).

18 (4) It is the intent of the legislature that the amount
19 appropriated in part 1 for firefighter training grants be adjusted
20 each fiscal year to reflect lapses from the preceding fiscal year
21 into the fireworks safety fund created in section 11 of the
22 Michigan fireworks safety act, 2011 PA 256, MCL 28.461, for the
23 purpose of ensuring that lapsed grant funds are reallocated in
24 subsequent fiscal years.

25 Sec. 904. (1) The funds appropriated in part 1 for a regional
26 or subregional library shall not be released until a budget for
27 that regional or subregional library has been approved by the

1 department for expenditures for library services directly serving
2 the blind and persons with disabilities.

3 (2) In order to receive subregional state aid as appropriated
4 in part 1, a regional or subregional library's fiscal agency shall
5 agree to maintain local funding support at the same level in the
6 current fiscal year as in the fiscal agency's preceding fiscal
7 year. If a reduction in expenditures equally affects all agencies
8 in a local unit of government that is the regional or subregional
9 library's fiscal agency, that reduction shall not be interpreted as
10 a reduction in local support and shall not disqualify a regional or
11 subregional library from receiving state aid under part 1. If a
12 reduction in income affects a library cooperative or district
13 library that is a regional or subregional library's fiscal agency
14 or a reduction in expenditures for the regional or subregional
15 library's fiscal agency, a reduction in expenditures for the
16 regional or subregional library shall not be interpreted as a
17 reduction in local support and shall not disqualify a regional or
18 subregional library from receiving state aid under part 1.

19

ARTICLE XIV

20

DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

21

PART 1

22

LINE-ITEM APPROPRIATIONS

23

24

25

Sec. 101. There is appropriated for the department of military
and veterans affairs for the fiscal year ending September 30, 2016,
from the following funds:

1	DEPARTMENT OF MILITARY AND VETERANS AFFAIRS	
2	APPROPRIATION SUMMARY	
3	Full-time equated unclassified positions.....	9.0
4	Full-time equated classified positions.....	888.5
5	GROSS APPROPRIATION.....	\$ 164,382,700
6	Total interdepartmental grants and intradepartmental	
7	transfers	99,300
8	Schedule of interdepartmental grant and	
9	intradepartmental transfer revenue sources:	
10	IDG, state police	99,300
11	ADJUSTED GROSS APPROPRIATION.....	\$ 164,283,400
12	Total federal revenues.....	90,208,600
13	Schedule of federal revenue sources:	
14	DOD-DOA-NGB	59,931,200
15	USDVA-VHA	27,136,600
16	Federal counter narcotics revenues.....	100,000
17	HHS-HCFA, title XIX, Medicaid.....	88,100
18	HHS-HCFA, Medicare, hospital insurance.....	2,952,700
19	Total local revenues.....	1,497,400
20	Schedule of local revenue sources:	
21	Local - school aid fund	1,497,400
22	Total private revenues.....	739,600
23	Schedule of private revenue sources:	
24	Private - veterans' homes post and posthumous	
25	funds	540,000
26	Private donations	199,600
27	Total other state restricted revenues.....	23,221,500

1	Schedule of restricted revenue sources:	
2	Billeting fund	1,500,000
3	Lease revenue	12,200
4	Income and assessments	13,992,800
5	Mackinac Bridge authority	70,000
6	Military family relief fund	1,000,000
7	Michigan National Guard armory construction	
8	fund	1,000,000
9	Michigan veterans trust fund	5,200,100
10	Rental fees	346,400
11	Test project fees	100,000
12	State general fund/general purpose	\$ 48,616,300
13	State general fund/general purpose schedule:	
14	Ongoing state general fund/general	
15	purpose	48,616,300
16	One-time state general fund/general purpose.....	0
17	Sec. 102. MILITARY	
18	Full-time equated unclassified positions.....	9.0
19	Full-time equated classified positions.....	324.0
20	Unclassified positions.....	\$ 1,390,700
21	Departmental and national guard operations	64,239,400
22	Schedule of programs:	
23	Support services.....	1,791,300
24	Armories and joint force readiness.....	15,879,100
25	National Guard training facilities	
26	and airbases	33,399,400
27	Michigan youth challenge academy.....	4,541,300

1	Military family relief fund	600,000	
2	Starbase grant	2,322,000	
3	National Guard tuition assistance program..	4,341,600	
4	Information technology services and		
5	projects	1,364,700	
6	GROSS APPROPRIATION		\$ 65,630,100
7	Appropriated from:		
8	Interdepartmental grant revenues.....		99,300
9	Federal revenues.....		45,444,400
10	Local revenues.....		1,497,400
11	Private revenues.....		199,600
12	State restricted revenues.....		3,023,000
13	State general fund/general purpose.....		\$ 15,366,400
14	Sec. 103. MICHIGAN VETERANS AFFAIRS AGENCY		
15	Full-time equated classified positions.....	564.5	
16	Michigan veterans affairs agency		\$ 15,927,000
17	Schedule of programs:		
18	Michigan veterans affairs agency		
19	administration	6,964,400	
20	Veterans service grants	3,762,500	
21	Veterans' trust fund administration.....	1,453,600	
22	Veterans' trust fund grants	3,746,500	
23	Veterans' homes		\$ 66,325,600
24	Schedule of programs:		
25	Grand Rapids veterans' home	45,854,000	
26	Board of managers (Grand Rapids home).....	665,000	
27	D.J. Jacobetti veterans' home.....	19,531,600	

1	Board of managers (Jacobetti home).....	275,000	<hr/>
2	GROSS APPROPRIATION.....	\$	82,252,600
3	Appropriated from:		
4	Federal revenues.....		29,764,200
5	Private revenues.....		540,000
6	State restricted revenues.....		19,198,500
7	State general fund/general purpose.....	\$	32,749,900
8	Sec. 104. CAPITAL OUTLAY		
9	Capital outlay.....	\$	16,500,000
10	Schedule of programs:		
11	Special maintenance - National Guard.....	15,000,000	
12	Special maintenance - veterans' homes.....	500,000	
13	Land and acquisitions	1,000,000	<hr/>
14	GROSS APPROPRIATION.....	\$	16,500,000
15	Appropriated from:		
16	Federal revenues.....		15,000,000
17	State restricted revenues.....		1,000,000
18	State general fund/general purpose.....	\$	500,000

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2015-2016

GENERAL SECTIONS

Sec. 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 \$71,837,800.00 and state

1 spending from state resources to be paid to local units of
2 government for fiscal year 2015-2016 is \$102,400.00. The itemized
3 statement below identifies appropriations from which spending to
4 local units of government will occur:

5 DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

6 National Guard operations..... \$ 52,400

7 Schedule of programs:

8 Payments in lieu of taxes 52,400

9 Michigan veterans affairs agency..... \$ 50,000

10 Schedule of programs:

11 County counselor education and training

12 expenses 50,000 _____

13 TOTAL..... \$ 102,400

14 Sec. 202. The appropriations authorized under this part and
15 part 1 are subject to the management and budget act, 1984 PA 431,
16 MCL 18.1101 to 18.1594.

17 Sec. 203. As used in this part and part 1:

18 (a) "CFDA" means catalog of federal domestic assistance.

19 (b) "Core services" means that phrase as defined in section
20 373 of the management and budget act, 1984 PA 431, MCL 18.1373.

21 (c) "Department" means the department of military and veterans
22 affairs.

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

24 (e) "DOD" means the United States Department of Defense.

25 (f) "DOD-DOA-NGB" means the DOD Department of the Army,
26 National Guard Bureau.

27 (g) "HCFA" means the Health Care Financing Administration, now

1 renamed the Centers for Medicare and Medicaid Services.

2 (h) "HHS" means the United States Department of Health and
3 Human Services.

4 (i) "HVAC" means heating, ventilation, and air conditioning.

5 (j) "IDG" means interdepartmental grant.

6 (k) "MVAA" means the Michigan veterans affairs agency.

7 (l) "Subcommittees" means all members of the subcommittees of
8 the senate and house appropriations committees with jurisdiction
9 over the budget of the department.

10 (m) "USDVA" means the United States Department of Veterans
11 Affairs.

12 (n) "USDVA-VHA" means the USDVA Veterans Health
13 Administration.

14 (o) "VSO" means veterans service organization.

15 (p) "Work project" means that term as defined in section 404
16 of the management and budget act, 1984 PA 431, MCL 18.1404, and
17 that meets the criteria in section 451a(1) of the management and
18 budget act, 1984 PA 431, MCL 18.1451a.

19 Sec. 205a. Federal DOD-DOA-NGB funds appropriated in part 1
20 may be received from, but not limited to, the following programs:
21 military construction - National Guard (CFDA 12.400), National
22 Guard military operations and maintenance (CFDA 12.401), National
23 Guard challenge program (CFDA 12.404), and National Guard starbase
24 program (CFDA 12.404).

25 Sec. 205b. Federal USDVA-VHA funds appropriated in part 1 may
26 be received from, but not limited to, the following programs:
27 grants to states for construction of state home facilities (CFDA

1 64.005), veterans state domiciliary care (CFDA 64.014), and
2 veterans state nursing home care (CFDA 64.015).

3 Sec. 205c. Federal HHS-HCFA, Medicare, hospital insurance
4 funds appropriated in part 1 may be received under the Medicare
5 supplementary medical insurance program (CFDA 93.774) or other HHS-
6 HCFA programs.

7 Sec. 205d. Federal HHS-HCFA, title XIX, Medicaid funds
8 appropriated in part 1 may be received from the Medicaid program
9 under title XIX of the social security act, 42 USC 1396 to 1396w-5
10 or other HHS-HCFA programs.

11 Sec. 206. (1) In addition to the funds appropriated in part 1,
12 there is appropriated an amount not to exceed \$10,000,000.00 for
13 federal contingency funds. These funds are not available for
14 expenditure until they have been transferred to another line item
15 in part 1 under section 393(2) of the management and budget act,
16 1984 PA 431, MCL 18.1393.

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

23 (3) In addition to the funds appropriated in part 1, there is
24 appropriated an amount not to exceed \$100,000.00 for local
25 contingency funds. These funds are not available for expenditure
26 until they have been transferred to another line item in part 1
27 under section 393(2) of the management and budget act, 1984 PA 431,

1 MCL 18.1393.

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

8 Sec. 207. The department shall cooperate with the department
9 of technology, management, and budget to maintain a searchable
10 website that is accessible by the public at no cost that includes,
11 but is not limited to, all of the following:

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

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

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

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

19 (e) Job specifications and wage rates.

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

26 Sec. 209. Funds appropriated in this part and part 1 shall not
27 be used for the purchase of foreign goods or services, or both, if

1 competitively priced and of comparable quality American goods or
2 services, or both, are available. Preference shall be given to
3 goods or services, or both, manufactured or provided by Michigan
4 businesses, if they are competitively priced and of comparable
5 quality. In addition, preference shall be given to goods or
6 services, or both, that are manufactured or provided by Michigan
7 businesses owned and operated by veterans, if they are
8 competitively priced and of comparable quality. In addition,
9 preference shall be given to goods or services, or both, that are
10 manufactured or provided by Michigan small businesses that have
11 veterans compose at least 35% of their total workforce. As used in
12 this section, "veteran" means that term as defined in section 261
13 of the management and budget act, 1984 PA 431, MCL 18.1261. As used
14 in this section, "small business" means that term as defined in
15 section 7a of the administrative procedures act of 1969, 1969 PA
16 306, MCL 24.207a.

17 Sec. 210. The director shall take all reasonable steps to
18 ensure businesses in deprived and depressed communities compete for
19 and perform contracts to provide services or supplies, or both. The
20 director shall strongly encourage firms with which the department
21 contracts to subcontract with certified businesses in depressed and
22 deprived communities for services, supplies, or both.

23 Sec. 216. (1) Notwithstanding any other provision of this
24 part, the schedule of programs in part 1 lists programs which may,
25 but are not required to be, funded under part 1.

26 (2) Notwithstanding any other provisions of this part, the
27 schedule of revenue sources in part 1 may or may not be received

1 from the funding entities listed.

2 (3) Any funding required by statute is not subject to funding
3 flexibility and shall be funded in accordance with that statute.

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

14 (a) The dates of each travel occurrence.

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

20 Sec. 219. (1) The department shall provide quarterly reports
21 to the subcommittees, the senate and house fiscal agencies, and the
22 state budget office, which shall provide the following data:

23 (a) A list of all major work projects, including a status
24 report of each project.

25 (b) The department's financial status, featuring a report of
26 budgeted versus actual expenditures by part 1 line item including a
27 year-end projection of budget requirements. If projected department

1 budget requirements exceed the allocated budget, the report shall
2 include a plan to reduce overall expenses while still satisfying
3 specified service level requirements.

4 (c) Evidence of efficiencies and management of funds within
5 established appropriations.

6 (d) A report on the status of performance metrics cited in
7 this part and information required to be reported in this part.

8 (e) The number of active employees at the close of the fiscal
9 quarter by job classification and program.

10 (f) A summary of fund shifts, that have been approved by the
11 state budget office, that have occurred between items listed in the
12 schedule of programs mentioned in part 1.

13 (2) The department shall provide a corrective action plan
14 within 30 days of a quarterly report under this section for any
15 requirements of this part that have not been achieved. The
16 department shall provide a monthly status of corrective action
17 plans.

18 Sec. 222. The appropriations in part 1 are for the core
19 services, support services, and work projects of the department,
20 including, but not limited to, the following core services:

21 (a) Armories and joint force readiness.

22 (b) National Guard training facilities and air bases.

23 (c) Michigan youth challenge academy.

24 (d) Military family relief fund.

25 (e) Starbase grant.

26 (f) National Guard tuition assistance program.

27 (g) Michigan veterans affairs agency administration.

- 1 (h) Veterans service grants.
- 2 (i) Veterans' trust fund administration.
- 3 (j) Veterans' trust fund grants.
- 4 (k) Grand Rapids veterans' home.
- 5 (l) Board of managers (Grand Rapids).
- 6 (m) D.J. Jacobetti veterans' home.
- 7 (n) Board of managers (Jacobetti).

8 Sec. 225. Funds appropriated in this part and part 1 shall not
9 be used by a principal executive department, state agency, or
10 authority to hire a person to provide legal services that are the
11 responsibility of the attorney general. This prohibition does not
12 apply to legal services for bonding activities and for those
13 activities that the attorney general authorizes.

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

24 Sec. 229. Within 14 days after the release of the executive
25 budget recommendation, the department shall cooperate with the
26 state budget office to provide the senate and house appropriations
27 chairs, the subcommittees, and the senate and house fiscal agencies

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

5 Sec. 230. The department shall maintain, on a publicly
6 accessible website, a department scorecard that identifies, tracks,
7 and regularly updates key metrics that are used to monitor and
8 improve the agency's performance.

9 Sec. 231. Total authorized appropriations from all sources
10 under part 1 for legacy costs for the fiscal year ending September
11 30, 2016 are \$19,866,900.00. From this amount, total agency
12 appropriations for pension-related legacy costs are estimated at
13 \$11,276,300.00, and total agency appropriations for retiree health
14 care legacy costs are estimated at \$8,590,600.00.

15 Sec. 232. The appropriations in part 1 for capital outlay
16 shall be carried forward at the end of the fiscal year consistent
17 with section 248 of the management and budget act, 1984 PA 431, MCL
18 18.1248.

19 Sec. 233. Sixty days prior to the public announcement of the
20 intention to sell any department property, the department shall
21 submit notification of that intent to the subcommittees and the
22 senate and house fiscal agencies.

23 MILITARY

24 **ARMORIES AND JOINT FORCE READINESS**

25 Sec. 302. (1) From the funds appropriated in part 1 for
26 military operations, the department shall provide for effective and

1 efficient executive direction and administrative leadership of the
2 department.

3 (2) The department shall operate and maintain National Guard
4 armories.

5 (3) The department shall evaluate armories and submit a
6 quarterly report on the status of the armories.

7 (4) The department shall maintain a system to measure the
8 condition and adequacy of the armories.

9 (5) The department shall report to the subcommittees, the
10 senate and house fiscal agencies, and the state budget office by
11 December 1 information including all of the following:

12 (a) An assessment of the grounds and facilities of each armory
13 to objectively measure and determine the current facility condition
14 and capability to support authorized manpower, unit training, and
15 operations.

16 (b) Recommendations for the placement of new armories, the
17 relocation or consolidation of existing armories, or a change in
18 the mission of units assigned to armories to ideally position the
19 National Guard in current or projected population centers.

20 (c) Recommendations for the enhanced use of armories to
21 facilitate family support programs during deployments.

22 (d) An analysis of the feasibility, potential costs, and
23 benefits of shared use of armories with other local, state, or
24 federal agencies to improve response to local emergencies as well
25 as the community support provided to armories.

26 (e) An investment strategy and proposed funding amounts in a
27 prioritized project list to correct the most critical facility

1 shortfalls across the inventory of armories in this state.

2 **NATIONAL GUARD TRAINING FACILITIES AND AIR BASES**

3 Sec. 304. (1) The department shall provide Army and Air
4 National Guard forces, when directed, for state and local
5 emergencies and in support of national military requirements.

6 (2) The department shall operate and maintain Army National
7 Guard training facilities, including Fort Custer and Camp Grayling.

8 (3) The department shall maintain a system that measures the
9 condition and adequacy of air facilities using both quality and
10 functionality criteria.

11 (4) The department shall operate and maintain Air National
12 Guard air bases, including Selfridge Air National Guard base,
13 Battle Creek Air National Guard base, and Alpena combat readiness
14 training center.

15 (5) The department shall provide the following information as
16 provided under section 219:

17 (a) The apportioned and assigned strength of the Michigan Army
18 National Guard.

19 (b) The apportioned and assigned strength of the Michigan Air
20 National Guard.

21 (c) Recruiting, retention, and attrition data, including
22 measurement against stated performance goals, for the Michigan Army
23 National Guard.

24 (d) Recruiting, retention, and attrition data, including
25 measurement against stated performance goals, for the Michigan Air
26 National Guard.

27 **MICHIGAN YOUTH CHALLENGE ACADEMY**

1 Sec. 307. (1) The department shall maintain the Michigan youth
2 challenge academy to provide values, skills, education, and self-
3 discipline instruction for at-risk youth as provided under 32 USC
4 509.

5 (2) The department shall take steps to recruit candidates to
6 the challenge program from economically disadvantaged areas,
7 including those with low-income and high-unemployment backgrounds.

8 (3) The department shall partner with the department of human
9 services to identify youth who may be eligible for the challenge
10 program from those youth served by department of human services
11 programs. These eligible youth shall be given priority for
12 enrollment in the program.

13 (4) The department shall maintain the staffing and resources
14 necessary to train at least 144 cadets simultaneously at the
15 Michigan youth challenge academy.

16 (5) The department shall ensure that the average grade level
17 increase for Michigan youth challenge academy graduates is 2 years
18 as measured with the test adult basic education (TABE) metrics.

19 **MILITARY FAMILY RELIEF FUND**

20 Sec. 308. (1) The department shall provide grants for
21 disbursement from the military family relief fund, as provided
22 under the military family relief fund act, 2004 PA 363, MCL 35.1211
23 to 35.1216, and R 200.5 to R 200.95 of the Michigan administrative
24 code.

25 (2) The department shall provide information on the revenues,
26 expenditures for advertising and assistance grants, and fund
27 balance of the Michigan military family relief fund, as provided

1 under section 219.

2 (3) The department shall provide sufficient staffing and other
3 resources to provide outreach to the Michigan families of members
4 of the reserve component of the armed forces called into active
5 duty and to support the processing and approval of at least 60
6 grant applications this fiscal year under the Michigan military
7 relief fund and report those applications as provided in section
8 219.

9 **STARBASE GRANT**

10 Sec. 309. (1) The department shall maintain the starbase
11 program at Air National Guard facilities, as provided under 10 USC
12 2193b, to improve the knowledge, skills, and interest in math,
13 science, and technology of students, primarily in the fourth and
14 fifth grades. The starbase program is to specifically target
15 minority and at-risk students for participation.

16 (2) The starbase program shall maintain current program
17 offerings serving K-12 school districts in the state through
18 existing program sites which include Starbase One, located at
19 Selfridge Air National Guard base, Starbase Battle Creek, located
20 at Battle Creek Air National Guard base, and Starbase Alpena,
21 located at Alpena combat readiness training center.

22 **NATIONAL GUARD TUITION ASSISTANCE PROGRAM**

23 Sec. 310. (1) The department shall establish and maintain a
24 National Guard tuition assistance program for members of the
25 Michigan Air and Army National Guard.

26 (2) The objective of the National Guard tuition program is to
27 bolster military readiness by increasing recruitment and retention

1 of Michigan Air and Army National Guard service members (and to
2 fill federally authorized strength levels for the state), improve
3 the Michigan Air and Army National Guard's competitive draw from
4 other military enlistment options in the state, enhance the ability
5 of the Michigan Air and Army National Guard to compete for members
6 and federal dollars with surrounding states, and increase the pool
7 of eligible candidates within the Michigan Air and Army National
8 Guard to become commissioned officers.

9 (3) The department shall make efforts to reach the number of
10 Michigan Air and Army National Guard members participating in the
11 program to 1,000 during the third year of the program's existence.
12 To evaluate the effectiveness of the program, the department shall
13 monitor the number of new recruits and new reenlistments and the
14 percentage of those who become participants in the program and by
15 how competitively the percentage of authorized Michigan Air and
16 Army National Guard strength obtained--and retained--compares to
17 the neighboring air and army national guards from the states of
18 Illinois, Indiana, Ohio, and Wisconsin.

19 (4) Except as otherwise provided in this subsection, the
20 National Guard tuition program shall be designed after the federal
21 tuition assistance program model and shall cover 100% of tuition
22 and authorized fees, up to \$4,500.00 a year, for Michigan Air and
23 Army National Guard members to pursue course work in programs
24 leading to a certificate, a first associate, bachelor's, or
25 master's degree. To be eligible for the program, a Michigan Air and
26 Army National Guard member would have to be qualified in a military
27 occupational skill, remain in active drilling status with a service

1 contract, be a member in good standing, meet yearly physical
2 fitness and weight control standards, and maintain a 2.0 GPA (on a
3 4.0 scale).

4 **INFORMATION TECHNOLOGY SERVICES AND PROJECTS**

5 Sec. 311. The funds appropriated in part 1 for information
6 technology services and projects shall be used as a pass through
7 via an IDG to the department of technology, management, and budget
8 for technology services, including maintenance and repair services,
9 and technology projects, to maximize the operational efficiency and
10 effectiveness of the department.

11 Sec. 312. There is created and established under the
12 jurisdiction and control of the department of military and veterans
13 affairs a revolving account to be known as the billeting fund
14 account. All fees and other revenue generated from the operation of
15 the chargeable transient quarters program shall be deposited in the
16 billeting fund account. Appropriations shall be made from the
17 account for the support of program operations and the maintenance
18 and operations of the chargeable transient quarters program.
19 Appropriations shall not exceed the estimated revenues for the
20 fiscal year in which they are made, together with unexpended
21 balances from prior years. The department of military and veterans
22 affairs shall submit an annual report of operations and
23 expenditures regarding the billeting fund account to the
24 appropriations committees of the senate and house of
25 representatives, the senate and house fiscal agencies, and the
26 state budget office at the end of the fiscal year.

1 **MICHIGAN VETERANS AFFAIRS AGENCY**

2 **MICHIGAN VETERANS AFFAIRS AGENCY ADMINISTRATION**

3 Sec. 400. (1) The Michigan veterans affairs agency shall
4 provide outreach services to Michigan veterans that advise them on
5 the benefits to which they are entitled, as provided under
6 Executive Reorganization Order No. 2013-2, MCL 32.92. The MVAA
7 shall also do the following:

8 (a) Maintain the staffing partnerships and other resources
9 necessary to develop and operate an outreach program that will
10 communicate benefit eligibility information to at least 50% of
11 Michigan's veterans population, as assessed by annual census
12 estimates, with a goal of reaching 100% and enable 100% to access
13 benefit information online.

14 (b) Communicate veteran benefit information pertaining to the
15 Michigan military family relief fund, Michigan veterans' trust
16 fund, and USDVA health, financial, and memorial benefits to which
17 they are entitled.

18 (c) Provide sufficient staffing and other resources to approve
19 requests for military discharge certificates (DD-214) annually and
20 report that information as provided in section 219.

21 (d) Continue the process to digitize all medical records and
22 military discharge documents which are currently on paper and
23 microfilm, and report the number of digitized documents as provided
24 in section 219.

25 (e) Provide a report, as provided under section 219, on the
26 MVAA's performance on the performance measures, outcomes, and
27 initiatives developed by the agency in the strategic plan required

1 by section 501 of 2013 PA 9.

2 (f) Provide a report to the subcommittees, senate and house
3 fiscal agencies, and the state budget office no later than April 1
4 providing for the following:

5 (i) To the extent known, data on the estimated number of
6 homeless veterans, by county, in the state.

7 (ii) A summary of the activities and strategies developed to
8 date under the MVAA community assessment and regional service
9 delivery model pilot projects.

10 (2) From the funds appropriated in part 1, the MVAA shall
11 provide for the regional coordination of services, as follows:

12 (a) Regional coordinators shall be selected by the MVAA
13 through a grant agreement with veterans service organizations or by
14 other means.

15 (b) Regional coordinators shall provide the following
16 services:

17 (i) Coordinate veteran benefit counselors' efforts throughout
18 a specified region.

19 (ii) Coordinate services with the department of human
20 services, the department of community health, and the department of
21 corrections.

22 (iii) Coordinate with regional workforce and economic
23 development agencies.

24 (iv) Coordinate activities among local foundations, non-profit
25 organizations, and community groups to improve accessibility,
26 enrollment, and utilization of the array of health care, education,
27 employment assistance, and quality of life services provided at the

1 local level.

2 (c) The MVAA may work with MVAA service officers, regional
3 coordinators, county veteran counselors, VSO service officers, and
4 other service providers to incorporate the provision of information
5 relating to mental health care resources into their daily
6 operations to aid veterans in understanding the mental health care
7 support services they may be eligible to receive.

8 (d) The MVAA may work with the department of human services
9 and the department of community health to identify Medicaid
10 recipients who are veterans and who may be eligible for federal
11 veterans health care benefits or other benefits to the extent that
12 the identification does not violate applicable confidentiality
13 requirements.

14 (e) The MVAA shall collaborate with the department of
15 corrections to create and maintain a process by which prisoners can
16 obtain a copy of their DD-214 form or other military discharge
17 documentation if necessary.

18 (f) The MVAA shall ensure that all MVAA service officers,
19 county veterans counselors, VSO service officers, and regional
20 coordinators receive appropriate training in processing
21 applications for benefits payable to veterans due to military
22 sexual trauma, post-traumatic stress disorder, depression, anxiety,
23 substance abuse, or other mental health issues.

24 (3) The MVAA shall provide claims processing services to
25 Michigan veterans in support of benefit claims submitted to the
26 USDVA for the health, financial, and memorial benefits for which
27 they are eligible, and shall do the following:

1 (a) Report the following information as provided in section
2 219:

3 (i) The number of benefit claims, by type, submitted to the
4 USDVA by MVAA and coalition partner veteran service officers.

5 (ii) The number of fully developed claims submitted to the
6 USDVA, with an overall goal of 40% of benefit claims submitted that
7 are considered fully developed by the USDVA.

8 (b) Maintain the staffing and resources necessary to process a
9 minimum of 500 claims per year.

10 (4) The MVAA shall maintain staffing and resources necessary
11 to develop and implement a process to ensure that all county
12 counselors receive the training and accreditation necessary to
13 provide quality services to our veterans. The MVAA shall report
14 information as provided in section 219 on the number and percentage
15 of county veterans counselors requesting training by the MVAA, with
16 an overall goal of 100% of county veterans counselors trained.

17 (5) From the funds appropriated in part 1 for MVAA operations,
18 the MVAA shall provide grant assistance to enhance the capacity and
19 capabilities of counties in providing benefit claims assistance.
20 These funds shall be used to continue the implementation of an
21 Internet-based data system, to increase the number of county
22 veterans counselors, and to increase the number of counties that
23 provide service to veterans through county veterans counselors. The
24 MVAA shall provide a report, as provided in section 219, on the
25 expenditures and activities of the grant funds directed by this
26 subsection.

27 (6) From the funds appropriated in part 1 for Michigan

1 veterans affairs agency administration, the MVAA is authorized to
2 expend up to \$50,000.00 to hire legal services to represent
3 veterans benefit cases before federal court in order to maintain
4 accreditation under 38 CFR 14.628(d)(1)(iv).

5 **VETERANS SERVICE GRANTS**

6 Sec. 406. (1) The MVAA shall disburse VSO grants to assist
7 them to achieve agency goals and performance objectives in
8 partnership with the VSOs. Grants to VSOs will be disbursed to fund
9 programs and projects which are determined by the agency to meet
10 agency performance objectives and ensure that VSOs communicate the
11 availability of emergency grants through the Michigan veterans
12 trust fund. In disbursing veterans' service grants, the MVAA shall
13 do the following:

14 (a) Ensure that each VSO that receives grants is issued
15 performance standards.

16 (b) Ensure that each VSO that receives grant funds uses those
17 funds for veterans advocacy and outreach.

18 (c) Monitor the performance of each VSO that receives grants.

19 (2) Veterans services grants awarded by the MVAA to veterans
20 service organizations shall provide for the following, as developed
21 by the MVAA:

22 (a) The provision of service to veterans statewide, using a
23 regional service delivery model, with services provided at
24 specified locations and times, including service provided in state
25 correctional facilities.

26 (b) The payment of a fixed hourly service rate.

27 (c) A specified number of service hours within each geographic

1 region of this state, with a statewide goal of at least 116,500
2 hours, including service hours provided to eligible incarcerated
3 veterans within 1 year of their earliest release date (ERD).

4 (d) Use of an MVAA-designated Internet-based claims data
5 system.

6 (3) The MVAA shall report the following information as
7 provided in section 219:

8 (a) A summary of activities supported through the
9 appropriation in part 1 for veterans service grants, including
10 separately for each service region, the amount of expenditures to
11 date, number of service hours, number of claims for benefits
12 submitted by type of claim, and other information deemed
13 appropriate by the MVAA.

14 (b) The number of fully developed claims, by type, submitted
15 to the USDVA by veterans service organizations, with an overall
16 goal of 40% of benefit claims submitted that are considered fully
17 developed by the USDVA.

18 **VETERANS' TRUST FUND ADMINISTRATION**

19 Sec. 407. (1) The Michigan veterans' trust fund board together
20 with the MVAA shall provide emergency grants for disbursement from
21 the Michigan veterans' trust fund, as provided under the following
22 program authorities:

23 (a) Sections 37, 38, and 39 of article IX of the state
24 constitution of 1963.

25 (b) 1946 (1st Ex Sess) PA 9, MCL 35.602 to 35.610.

26 (c) R 35.1 to R 35.7 of the Michigan administrative code.

27 (d) R 35.621 to R 35.623 of the Michigan administrative code.

1 (2) No later than December 1, the MVAA shall provide a
2 detailed report of the Michigan veterans' trust fund that includes,
3 for the prior fiscal year, information on grants provided from the
4 emergency grant program, including details concerning the
5 methodology of allocations, the selection of emergency grant
6 program authorized agents, a description of how the emergency grant
7 program is administered in each county, and a detailed breakdown of
8 trust fund expenditures for that year, including the amount
9 distributed to each county for administrative costs and emergency
10 grants. The report shall also include the number of approved
11 applications, by category of assistance, and the number of denied
12 applications, by reason of denial. The report shall also provide an
13 update on the department's efforts to reduce program administrative
14 costs and maintain the Michigan veterans' trust fund corpus to its
15 original amount of at least \$50,000,000.00.

16 (3) From the funds appropriated in part 1 to the Michigan
17 veterans agency administration, Michigan veterans' trust fund
18 administration, not more than \$550,000.00 shall be expended on
19 administration costs; not more than \$400,000.00 shall be expended
20 on establishing a system to apply for grants through an Internet
21 website, including posting all relevant information and
22 documentation needed for submitting a formal application
23 electronically; and not more than \$450,000.00 shall be expended on
24 implementation of a regional office model. Any funds not expended
25 or encumbered at the end of the current fiscal year shall not lapse
26 but shall be deposited into the Michigan veterans' trust fund
27 corpus.

1 VETERANS' TRUST FUND GRANTS

2 Sec. 408. (1) The MVAA shall provide a report, as provided
3 under section 219, on the financial status of the Michigan
4 veterans' trust fund, including the number and amount of emergency
5 grants, state administrative expenses, and county administrative
6 expenses.

7 (2) The Michigan veterans' trust fund board together with the
8 agency shall maintain the staffing and resources necessary to
9 process a minimum of 2,000 applications for veterans' trust fund
10 emergency grants.

11 VETERANS' HOMES

12 Sec. 501. (1) The MVAA and the board of managers shall provide
13 compassionate and quality nursing and domiciliary care services at
14 the Grand Rapids and D.J. Jacobetti veterans' homes so that members
15 can achieve their highest potential of wellness, independence, and
16 self-worth.

17 (2) The department shall provide resources necessary to
18 provide adequate nursing care services to veterans in accordance
19 with federal standards and provide the results of the annual USDVA
20 survey and certification as proof of compliance.

21 (3) Any contractor providing competency evaluated nursing
22 assistants to the Grand Rapids or D.J. Jacobetti veterans' home
23 shall ensure that each CENA has at least 1 eight-hour shift of
24 shadowing at the veterans' home.

25 (4) Any contractor providing competency evaluated nursing
26 assistants to the Grand Rapids or D.J. Jacobetti veterans' home
27 shall ensure that each CENA is competent in the basic skills needed

1 to perform his or her assigned duties at the veterans' home.

2 (5) Any contractor providing competency evaluated nursing
3 assistants to the Grand Rapids or D.J. Jacobetti veterans' home
4 shall ensure that each CENA has at least 1 year of experience in
5 long-term care.

6 (6) The Grand Rapids and D.J. Jacobetti veterans' homes shall
7 provide each CENA at least 12 hours of in-service training once
8 that individual has been assigned to the veterans' home.

9 (7) All complaints of abusive or neglectful care at the Grand
10 Rapids or D.J. Jacobetti veterans' home by a resident member, a
11 resident member's family or legal guardian, or staff of the
12 veterans' home, received by a supervisor shall be referred to the
13 director of nursing upon receipt of such complaint. The director of
14 nursing shall report on not less than a monthly basis, except that
15 the board of managers may specify a more frequent reporting period,
16 to the home administrator, board of managers, agency,
17 subcommittees, the senate and house fiscal agencies, and the state
18 budget office the following information:

19 (a) A description of the process by which resident members and
20 others may file complaints of alleged abuse or neglect at the Grand
21 Rapids or D.J. Jacobetti veterans' home.

22 (b) Summary statistics on the number and general nature of
23 complaints of abuse or neglect.

24 (c) Summary statistics on the final disposition of complaints
25 of abuse or neglect received.

26 (8) The Grand Rapids and D.J. Jacobetti veterans' homes shall
27 provide an on-site, board-certified psychiatrist for all resident

1 members with mental health disorders in order to ensure that those
2 resident members receive needed services in a professional and
3 timely manner. The Grand Rapids and D.J. Jacobetti veterans' homes
4 shall provide all members and staff a safe and secure environment.

5 (9) The Grand Rapids and D.J. Jacobetti veterans' homes shall
6 implement controls over its food, maintenance supplies, and medical
7 supplies inventories.

8 (10) The Grand Rapids and D.J. Jacobetti veterans' homes shall
9 implement controls over its pharmaceutical inventory.

10 (11) The Grand Rapids and D.J. Jacobetti veterans' homes shall
11 establish sufficient controls for calculating resident member
12 maintenance assessments in order to accurately calculate resident
13 member maintenance assessments for each billing cycle. The Grand
14 Rapids and D.J. Jacobetti veterans' homes shall establish
15 sufficient controls to ensure that all past due resident member
16 maintenance assessments are addressed within 30 days.

17 (12) The Grand Rapids and D.J. Jacobetti veterans' homes shall
18 establish sufficient controls over monetary donations and donated
19 goods.

20 (13) The Grand Rapids and D.J. Jacobetti veterans' homes shall
21 implement sufficient controls over the handling of resident member
22 funds to ensure the release of funds within 3 business days upon
23 the resident member leaving the home and to ensure that a
24 representative of a resident member is provided a full accounting
25 of that resident member's funds within 10 business days of the
26 death of that resident member.

27 (14) The MVAA shall post on its website all policies adopted

1 by the board of managers and the home related to the administrative
2 operations of the homes.

3 (15) The process by which visitors, residents, and employees
4 of the Grand Rapids or D.J. Jacobetti veterans' home may register
5 complaints shall be displayed in high-traffic areas throughout the
6 home.

7 (16) The MVAA shall report its findings regarding the state's
8 veterans' homes' compliance with the requirements and standards
9 under this section in an annual report to the legislature. The
10 annual report shall include all of the following:

11 (a) The number of patient care hours and staffing levels
12 measured against USDVA-VHA standards.

13 (b) The number and dollar value of lost and discarded
14 prescriptions and the number of early prescription refills.

15 (c) An accounting of resident member populations at the Grand
16 Rapids and D.J. Jacobetti veterans' homes by period of service, by
17 gender, by care setting, and by bed space available.

18 (d) The financial status of the Grand Rapids and D.J.
19 Jacobetti veterans' homes, including an accounting of post and
20 posthumous funds, donations, and state-appropriated funds.

21 (e) Information regarding assessments, reassessments, and
22 admissions at the Grand Rapids and D.J. Jacobetti veterans' homes.

23 (f) The number of volunteer hours at the Grand Rapids and D.J.
24 Jacobetti veterans' homes.

25 (17) The Grand Rapids and D.J. Jacobetti veterans' homes shall
26 provide to the subcommittees, the senate and house fiscal agencies,
27 and the state budget office the results of any annual or for-cause

1 survey conducted by the USDVA-VHA and any corresponding corrective
2 action plan. This information shall also be made available publicly
3 through the department's or MVAA's website.

4 **BOARD OF MANAGERS**

5 Sec. 502. Each board of managers shall exercise certain
6 regulatory and governance authority regarding admission and member
7 affairs at the Grand Rapids or D.J. Jacobetti veterans' home. Each
8 board of managers shall also work to represent the interest of the
9 veterans' community in both advisory and advocacy roles.

10 **CAPITAL OUTLAY**

11 **SPECIAL MAINTENANCE - NATIONAL GUARD**

12 Sec. 601. (1) The appropriations in part 1 for special
13 maintenance - National Guard shall be carried forward at the end of
14 the fiscal year consistent with section 248 of the management and
15 budget act, 1984 PA 431, MCL 18.1248.

16 (2) The appropriations for special maintenance - National
17 Guard shall be expended in accordance with the requirements of
18 sections 302 and 304 and shall be expended according to the
19 maintenance priorities of the department to repair and modernize
20 military training sites and support facilities, which may include
21 projects such as roof, HVAC, or boiler replacement, interior
22 renovations, facility expansion, improvements to parking
23 facilities, and other projects.

24 (3) The department shall provide a quarterly report as
25 provided under section 219 providing information on the status,
26 projected costs, and projected completion date of current and

1 planned special maintenance projects at the armories and other
2 national guard facilities funded from capital outlay appropriations
3 made in part 1 and in prior appropriations years.

4 **SPECIAL MAINTENANCE - VETERANS' HOMES**

5 Sec. 603. (1) The appropriations in part 1 for special
6 maintenance - veterans' homes shall be carried forward at the end
7 of the fiscal year consistent with section 248 of the management
8 and budget act, 1984 PA 431, MCL 18.1248.

9 (2) The appropriations for special maintenance - veterans'
10 homes shall be expended in accordance with section 501 and shall be
11 expended according to the maintenance priorities of the department
12 to repair and modernize the state's veterans' homes, which may
13 include projects such as roof, HVAC, or boiler replacement,
14 interior renovations, facility expansion, improvements to parking
15 facilities, and other projects designed to enhance the quality of
16 life and medical care of members.

17 (3) The MVAA shall provide a quarterly report as provided
18 under section 219 providing information on the status, projected
19 costs, and projected completion date of current and planned special
20 maintenance projects at the Grand Rapids and D.J. Jacobetti
21 veterans' homes funded from capital outlay appropriations made in
22 part 1 and in prior appropriations years.

23 **LAND AND ACQUISITIONS**

24 Sec. 604. (1) The department shall provide for the acquisition
25 and disposition of national guard armories, facilities, and lands
26 as provided under sections 368, 382, and 382a of the Michigan
27 military act, 1967 PA 150, MCL 32.768, 32.782, and 32.782a.

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the department of natural resources for the fiscal year ending September 30, 2016, from the following funds:

DEPARTMENT OF NATURAL RESOURCES

APPROPRIATION SUMMARY

8	Full-time equated unclassified positions.....	6.0	
9	Full-time equated classified positions.....	2,219.8	
10	GROSS APPROPRIATION.....		\$ 387,997,200
11	Interdepartmental grant revenues:		
12	Total interdepartmental grants and intradepartmental		
13	transfers		1,352,700
14	ADJUSTED GROSS APPROPRIATION.....		\$ 386,644,500
15	Federal revenues:		
16	Total federal revenues.....		76,028,000
17	Special revenue funds:		
18	Total local revenues.....		0
19	Total private revenues.....		8,157,700
20	Total other state restricted revenues.....		264,683,000
21	State general fund/general purpose.....		\$ 37,775,800
22	FUND SOURCE SUMMARY		
23	Full-time equated unclassified positions.....	6.0	
24	Full-time equated classified positions.....	2,219.8	
25	GROSS APPROPRIATION.....		\$ 387,997,200
26	Interdepartmental grant revenues:		
27	IDG, land acquisition services-to-work orders.....		228,700

1	IDG, MacMullan conference center revenue	1,124,000
2	Total interdepartmental grants and intradepartmental	
3	transfers	1,352,700
4	ADJUSTED GROSS APPROPRIATION	\$ 386,644,500
5	Federal revenues:	
6	Federal funds	76,028,000
7	Total federal revenues	76,028,000
8	Special revenue funds:	
9	Private funds	8,142,700
10	Private - Mann house trust fund	15,000
11	Total private revenues	8,157,700
12	Park improvement fund - Belle Isle subaccount	1,000,000
13	Cervidae licensing and inspection fees	136,700
14	Clean Michigan initiative fund	29,200
15	Commercial forest fund	26,100
16	Fire equipment fund	662,900
17	Forest development fund	35,934,400
18	Forest land user charges	280,900
19	Forest recreation account	1,672,900
20	Game and fish protection fund	77,603,700
21	Game and fish protection fund - deer habitat reserve .	2,107,200
22	Game and fish protection fund - fisheries settlement .	945,700
23	Game and fish protection fund - turkey permit fees ...	1,002,700
24	Game and fish protection fund - waterfowl fees	157,700
25	Game and fish protection fund - wildlife management	
26	public education fund	1,600,000
27	Game and fish protection fund - wildlife resource	

1	protection fund	1,116,700
2	Game and fish protection fund - youth hunting and	
3	fishing education and outreach fund.....	96,000
4	History fees fund.....	229,000
5	Invasive species fund.....	30,300
6	Land exchange facilitation fund.....	6,093,500
7	Local public recreation facilities fund.....	1,589,700
8	Mackinac Island State Park fund.....	1,844,500
9	Mackinac Island State Park operation fund.....	192,400
10	Marine safety fund.....	3,139,000
11	Michigan heritage publications fund.....	38,600
12	Michigan natural resources trust fund.....	1,253,900
13	Michigan state parks endowment fund.....	31,625,700
14	Michigan state waterways fund.....	22,007,200
15	Michigan trailways fund.....	15,300
16	Museum operations fund.....	497,300
17	Nongame wildlife fund.....	496,800
18	Off-road vehicle safety education fund.....	201,900
19	Off-road vehicle trail improvement fund.....	7,005,100
20	Park improvement fund.....	46,761,400
21	Permanent snowmobile trail easement fund.....	700,000
22	Public use and replacement deed fees.....	30,700
23	Recreation improvement account.....	1,013,300
24	Recreation passport fees.....	5,241,500
25	Snowmobile registration fee revenue.....	1,240,700
26	Snowmobile trail improvement fund.....	8,982,300
27	Sportsmen against hunger fund.....	76,600

1	Underwater preservation fund.....		3,500
2	Total other state restricted revenues.....		264,683,000
3	State general fund/general purpose.....	\$	37,775,800
4	Sec. 102. EXECUTIVE OPERATIONS		
5	Full-time equated unclassified positions.....	6.0	
6	Full-time equated classified positions.....	11.6	
7	Unclassified salaries--6.0 FTE positions.....	\$	735,600
8	Executive direction--11.6 FTE positions.....		2,104,900
9	Natural resources commission.....		<u>77,100</u>
10	GROSS APPROPRIATION.....	\$	2,917,600
11	Appropriated from:		
12	Special revenue funds:		
13	Forest development fund.....		366,100
14	Forest land user charges.....		5,000
15	Forest recreation account.....		12,200
16	Game and fish protection fund.....		1,017,400
17	Game and fish protection fund - deer habitat reserve .		19,600
18	Game and fish protection fund - turkey permit fees ...		8,300
19	Game and fish protection fund - waterfowl fees.....		300
20	Game and fish protection fund - wildlife resource		
21	protection fund		12,300
22	Land exchange facilitation fund.....		19,600
23	Marine safety fund.....		32,300
24	Michigan natural resources trust fund.....		1,400
25	Michigan state parks endowment fund.....		408,000
26	Michigan state waterways fund.....		180,700
27	Nongame wildlife fund.....		5,200

1	Off-road vehicle safety education fund.....		500
2	Off-road vehicle trail improvement fund.....		81,200
3	Park improvement fund.....		439,500
4	Recreation improvement account.....		2,100
5	Snowmobile registration fee revenue.....		12,200
6	Snowmobile trail improvement fund.....		14,400
7	Sportsmen against hunger fund.....		100
8	State general fund/general purpose.....	\$	279,200
9	Sec. 103. DEPARTMENT INITIATIVES		
10	Full-time equated classified positions.....	16.0	
11	Great Lakes restoration initiative.....		\$ 5,500,000
12	Invasive species prevention and control--16.0 FTE		
13	positions		<u>4,997,000</u>
14	GROSS APPROPRIATION.....	\$	10,497,000
15	Appropriated from:		
16	Special revenue funds:		
17	Federal funds.....		5,500,000
18	State general fund/general purpose.....	\$	4,997,000
19	Sec. 104. DEPARTMENT SUPPORT SERVICES		
20	Full-time equated classified positions.....	108.5	
21	Finance and operations--104.5 FTE positions.....		\$ 17,551,700
22	Legislative and legal affairs--4.0 FTE positions.....		540,900
23	Building occupancy charges.....		2,845,900
24	Gifts and pass-through transactions.....		5,000,000
25	Rent - privately owned property.....		488,400
26	Accounting service center.....		<u>1,450,400</u>
27	GROSS APPROPRIATION.....	\$	27,877,300

1	Appropriated from:	
2	Interdepartmental grant revenues:	
3	IDG, land acquisition services-to-work orders	228,700
4	Federal revenues:	
5	Federal funds.....	232,000
6	Special revenue funds:	
7	Private funds.....	5,000,000
8	Clean Michigan initiative fund.....	29,200
9	Forest development fund.....	2,381,700
10	Forest land user charges.....	11,400
11	Forest recreation account.....	51,700
12	Game and fish protection fund.....	6,545,800
13	Game and fish protection fund - deer habitat reserve .	138,400
14	Game and fish protection fund - turkey permit fees ...	73,800
15	Game and fish protection fund - waterfowl fees	2,700
16	Game and fish protection fund - wildlife resource	
17	protection fund	26,500
18	Land exchange facilitation fund.....	5,943,100
19	Local public recreation facilities fund.....	89,700
20	Marine safety fund.....	440,000
21	Michigan natural resources trust fund.....	1,230,500
22	Michigan state parks endowment fund.....	1,002,400
23	Michigan state waterways fund.....	535,100
24	Nongame wildlife fund.....	20,200
25	Off-road vehicle safety education fund.....	500
26	Off-road vehicle trail improvement fund.....	85,100
27	Park improvement fund.....	1,214,400

1	Public use and replacement deed fees		30,700
2	Recreation improvement account		11,200
3	Snowmobile registration fee revenue		64,400
4	Snowmobile trail improvement fund		86,500
5	Sportsmen against hunger fund		400
6	State general fund/general purpose	\$	2,401,200
7	Sec. 105. COMMUNICATION AND CUSTOMER SERVICES		
8	Full-time equated classified positions	133.3	
9	Marketing and outreach--81.8 FTE positions	\$	14,566,400
10	Michigan historical center--36.5 FTE positions		3,972,200
11	Special programs (Mann house)--1.0 FTE position		25,500
12	Museum stores--6.0 FTE positions		497,300
13	Archives--8.0 FTE positions		872,600
14	Michigan wildlife council		<u>1,600,000</u>
15	GROSS APPROPRIATION	\$	21,534,000
16	Appropriated from:		
17	Federal revenues:		
18	Federal funds		1,610,300
19	Special revenue funds:		
20	Private funds		389,700
21	Private - Mann house trust fund		15,000
22	Forest development fund		130,200
23	Forest recreation account		16,200
24	Game and fish protection fund		9,549,400
25	Game and fish protection fund - wildlife management		
26	public education fund		1,600,000
27	Game and fish protection fund - youth hunting and		

1	fishing education and outreach fund.....		92,500
2	History fees fund.....		229,000
3	Land exchange facilitation fund.....		45,300
4	Marine safety fund.....		35,100
5	Michigan heritage publications fund.....		38,600
6	Michigan state parks endowment fund.....		87,700
7	Michigan state waterways fund.....		144,800
8	Museum operations fund.....		497,300
9	Nongame wildlife fund.....		10,400
10	Off-road vehicle trail improvement fund.....		30,600
11	Park improvement fund.....		2,558,900
12	Recreation passport fees.....		23,500
13	Snowmobile registration fee revenue.....		19,100
14	Snowmobile trail improvement fund.....		44,600
15	Sportsmen against hunger fund.....		75,500
16	Underwater preservation fund.....		3,500
17	State general fund/general purpose.....	\$	4,286,800
18	Sec. 106. WILDLIFE DIVISION		
19	Full-time equated classified positions.....	226.5	
20	Wildlife management--210.5 FTE positions.....		\$ 36,026,500
21	Natural resources heritage--9.0 FTE positions.....		622,400
22	State game and wildlife area maintenance--7.0 FTE		
23	positions		<u>1,224,200</u>
24	GROSS APPROPRIATION.....		\$ 37,873,100
25	Appropriated from:		
26	Federal revenues:		
27	Federal funds.....		20,826,200

1	Special revenue funds:	
2	Private funds.....	311,000
3	Cervidae licensing and inspection fees.....	84,100
4	Forest development fund.....	76,500
5	Game and fish protection fund.....	11,647,200
6	Game and fish protection fund - deer habitat reserve .	1,684,700
7	Game and fish protection fund - turkey permit fees ...	883,500
8	Game and fish protection fund - waterfowl fees.....	152,000
9	Nongame wildlife fund.....	421,800
10	State general fund/general purpose.....	\$ 1,786,100
11	Sec. 107. FISHERIES DIVISION	
12	Full-time equated classified positions.....	221.5
13	Aquatic resource mitigation--2.0 FTE positions.....	\$ 976,000
14	Fish production--63.0 FTE positions.....	10,041,700
15	Fisheries resource management--156.5 FTE positions ...	<u>20,546,600</u>
16	GROSS APPROPRIATION.....	\$ 31,564,300
17	Appropriated from:	
18	Federal revenues:	
19	Federal funds.....	11,047,700
20	Special revenue funds:	
21	Private funds.....	133,800
22	Game and fish protection fund.....	19,152,000
23	Game and fish protection fund - fisheries settlement .	945,700
24	Invasive species fund.....	30,300
25	State general fund/general purpose.....	\$ 254,800
26	Sec. 108. LAW ENFORCEMENT DIVISION	
27	Full-time equated classified positions.....	273.0

1	General law enforcement--273.0 FTE positions	\$	<u>40,554,400</u>
2	GROSS APPROPRIATION.....	\$	40,554,400
3	Appropriated from:		
4	Federal revenues:		
5	Federal funds.....		6,359,800
6	Special revenue funds:		
7	Cervidae licensing and inspection fees.....		52,600
8	Forest development fund.....		44,600
9	Forest recreation account.....		71,500
10	Game and fish protection fund.....		19,756,800
11	Game and fish protection fund - wildlife resource		
12	protection fund		1,038,200
13	Marine safety fund.....		1,316,600
14	Michigan state parks endowment fund.....		70,100
15	Michigan state waterways fund.....		21,300
16	Off-road vehicle safety education fund.....		153,200
17	Off-road vehicle trail improvement fund.....		1,663,000
18	Park improvement fund.....		71,500
19	Snowmobile registration fee revenue.....		708,800
20	State general fund/general purpose.....	\$	9,226,400
21	Sec. 109. PARKS AND RECREATION DIVISION		
22	Full-time equated classified positions..... 902.9		
23	MacMullan conference center--15.0 FTE positions	\$	1,124,000
24	Recreational boating--163.5 FTE positions.....		17,154,700
25	State parks--673.4 FTE positions.....		64,032,800
26	Forest recreation and trails--51.0 FTE positions		5,966,100
27	State park improvement revenue bonds - debt service ..		<u>1,178,800</u>

1	GROSS APPROPRIATION.....	\$	89,456,400
2	Appropriated from:		
3	Interdepartmental grant revenues:		
4	IDG, MacMullan conference center revenue.....		1,124,000
5	Federal revenues:		
6	Federal funds.....		1,721,800
7	Special revenue funds:		
8	Private funds.....		421,200
9	Park improvement fund - Belle Isle subaccount.....		1,000,000
10	Forest recreation account.....		1,466,500
11	Michigan state parks endowment fund.....		20,462,800
12	Michigan state waterways fund.....		16,041,100
13	Michigan trailways fund.....		15,200
14	Off-road vehicle safety education fund.....		7,200
15	Off-road vehicle trail improvement fund.....		1,767,500
16	Park improvement fund.....		41,176,600
17	Recreation improvement account.....		328,000
18	Recreation passport fees.....		268,000
19	Snowmobile registration fee revenue.....		15,500
20	Snowmobile trail improvement fund.....		1,429,000
21	State general fund/general purpose.....	\$	2,212,000
22	Sec. 110. MACKINAC ISLAND STATE PARK COMMISSION		
23	Full-time equated classified positions.....	17.0	
24	Historical facilities system--13.0 FTE positions.....	\$	1,844,500
25	Mackinac Island park operations--4.0 FTE positions ...		<u>392,500</u>
26	GROSS APPROPRIATION.....	\$	2,237,000
27	Appropriated from:		

1	Special revenue funds:	
2	Mackinac Island State Park fund.....	1,844,500
3	Mackinac Island State Park operation fund.....	192,400
4	State general fund/general purpose.....	\$ 200,100
5	Sec. 111. FOREST RESOURCES DIVISION	
6	Full-time equated classified positions.....	309.5
7	Adopt-a-forest program.....	\$ 25,000
8	Cooperative resource programs--11.0 FTE positions....	1,326,100
9	Forest fire equipment.....	431,500
10	Forest management and timber market development--165.0	
11	FTE positions	27,208,100
12	Forest management initiatives--8.5 FTE positions....	836,400
13	Minerals management--17.0 FTE positions.....	2,775,200
14	Wildfire protection--108.0 FTE positions.....	<u>13,293,700</u>
15	GROSS APPROPRIATION.....	\$ 45,896,000
16	Appropriated from:	
17	Federal revenues:	
18	Federal funds.....	3,100,400
19	Special revenue funds:	
20	Private funds.....	1,037,000
21	Commercial forest fund.....	24,100
22	Fire equipment fund.....	662,900
23	Forest development fund.....	27,370,100
24	Forest land user charges.....	226,200
25	Game and fish protection fund.....	2,391,000
26	Michigan state parks endowment fund.....	2,608,900
27	Michigan state waterways fund.....	50,100

1	State general fund/general purpose.....	\$	8,425,300
2	Sec. 112. GRANTS		
3	Dam management grant program.....	\$	300,000
4	Deer habitat improvement partnership initiative.....		200,000
5	Federal - clean vessel act grants.....		400,000
6	Federal - forest stewardship grants.....		3,000,000
7	Federal - land and water conservation fund payments ..		2,566,900
8	Federal - rural community fire protection.....		400,000
9	Federal - urban forestry grants.....		1,600,000
10	Fisheries habitat improvement grants.....		2,000,000
11	Grants to communities - federal oil, gas, and timber		
12	payments		3,450,000
13	Grants to counties - marine safety.....		2,874,700
14	National recreational trails.....		3,900,000
15	Non-motorized trail development and maintenance grants		250,000
16	Off-road vehicle safety training grants.....		29,200
17	Off-road vehicle trail improvement grants.....		3,356,200
18	Recreation improvement fund grants.....		657,100
19	Recreation passport local grants.....		1,000,000
20	Snowmobile law enforcement grants.....		380,100
21	Snowmobile local grants program.....		7,340,400
22	Trail easements.....		700,000
23	Wildlife habitat improvement grants.....		1,500,000
24	Wildlife habitat improvement grants in state forests .		<u>500,000</u>
25	GROSS APPROPRIATION.....	\$	36,404,600
26	Appropriated from:		
27	Federal revenues:		

1	Federal funds.....	16,884,300
2	Special revenue funds:	
3	Private funds.....	100,000
4	Game and fish protection fund.....	4,000,000
5	Game and fish protection fund - deer habitat reserve .	200,000
6	Local public recreation facilities fund.....	1,000,000
7	Marine safety fund.....	1,207,300
8	Off-road vehicle safety education fund.....	29,200
9	Off-road vehicle trail improvement fund.....	3,356,200
10	Permanent snowmobile trail easement fund.....	700,000
11	Recreation improvement account.....	657,100
12	Snowmobile registration fee revenue.....	380,100
13	Snowmobile trail improvement fund.....	7,340,400
14	State general fund/general purpose.....	\$ 550,000
15	Sec. 113. INFORMATION TECHNOLOGY	
16	Information technology services and projects.....	\$ <u>10,165,000</u>
17	GROSS APPROPRIATION.....	\$ 10,165,000
18	Appropriated from:	
19	Special revenue funds:	
20	Commercial forest fund.....	2,000
21	Forest development fund.....	1,565,200
22	Forest land user charges.....	38,300
23	Forest recreation account.....	54,800
24	Game and fish protection fund.....	3,544,100
25	Game and fish protection fund - deer habitat reserve .	64,500
26	Game and fish protection fund - turkey permit fees ...	37,100
27	Game and fish protection fund - waterfowl fees.....	2,700

1	Game and fish protection fund - wildlife resource	
2	protection fund	39,700
3	Game and fish protection fund - youth hunting and	
4	fishing education and outreach.....	3,500
5	Land exchange facilitation fund.....	85,500
6	Marine safety fund.....	107,700
7	Michigan natural resources trust fund.....	22,000
8	Michigan state parks endowment fund.....	1,485,800
9	Michigan state waterways fund.....	459,100
10	Michigan trailways fund.....	100
11	Nongame wildlife fund.....	39,200
12	Off-road vehicle safety education fund.....	11,300
13	Off-road vehicle trail improvement fund.....	21,500
14	Park improvement fund.....	1,300,500
15	Recreation improvement account.....	14,900
16	Snowmobile registration fee revenue.....	40,600
17	Snowmobile trail improvement fund.....	67,400
18	Sportsmen against hunger fund.....	600
19	State general fund/general purpose.....	\$ 1,156,900
20	Sec. 114. CAPITAL OUTLAY	
21	(a) RECREATIONAL LANDS AND INFRASTRUCTURE	
22	State parks repair and maintenance.....	\$ 12,200,000
23	State game and wildlife area infrastructure.....	<u>3,600,000</u>
24	GROSS APPROPRIATION.....	\$ 15,800,000
25	Appropriated from:	
26	Federal revenues:	
27	Federal funds.....	3,600,000

1	Special revenue funds:		
2	Michigan state parks endowment fund.....		5,500,000
3	Recreation passport fees.....		4,950,000
4	State general fund/general purpose.....	\$	1,750,000
5	(b) WATERWAYS BOATING PROGRAM		
6	State harbors and boating access sites:		
7	Infrastructure improvements - state projects.....	\$	2,435,000
8	East Tawas state harbor.....		1,200,000
9	Infrastructure improvements - local projects.....		381,600
10	Fayette State Park.....		250,000
11	Cedarville marina.....		300,000
12	Wyandotte Bishop Park marina.....		1,170,500
13	Manistique marina.....		500,000
14	Hayes Township boating access site.....		<u>483,400</u>
15	GROSS APPROPRIATION.....	\$	6,720,500
16	Appropriated from:		
17	Federal revenues:		
18	Federal funds.....		2,145,500
19	Special revenue funds:		
20	Michigan state waterways fund.....		4,575,000
21	State general fund/general purpose.....	\$	0
22	Sec. 115. ONE-TIME BASIS APPROPRIATIONS		
23	Forestry investment.....	\$	4,000,000
24	Shooting range enhancement projects - capital outlay.		4,000,000
25	Recreation passport local grants (1-time).....		<u>500,000</u>
26	GROSS APPROPRIATION.....	\$	8,500,000
27	Appropriated from:		

1	Federal revenues:	
2	Federal funds.....	3,000,000
3	Special revenue funds:	
4	Private funds.....	750,000
5	Forest development fund.....	4,000,000
6	Local public recreation facilities fund.....	500,000
7	State general fund/general purpose.....	\$ 250,000

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2015-2016

GENERAL SECTIONS

Sec. 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 \$302,458,800.00 and state spending from state resources to be paid to local units of government for fiscal year 2015-2016 is \$5,523,400.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF NATURAL RESOURCES

GRANTS

21	Dam management grant program.....	\$ 150,000
22	Grants to counties - marine safety.....	1,207,300
23	Off-road vehicle safety training grants.....	29,200
24	Off-road vehicle trail improvement grants.....	526,100
25	Recreation improvement fund grants.....	65,700

1	Recreation passport local grants.....	1,500,000
2	Snowmobile law enforcement grants.....	380,100
3	CAPITAL OUTLAY	
4	Waterways boating program.....	\$ <u>1,665,000</u>
5	TOTAL.....	\$ 5,523,400

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

9 Sec. 203. As used in this part and part 1:

- 10 (a) "Commission" means the natural resources commission.
11 (b) "Department" means the department of natural resources.
12 (c) "FTE" means full-time equated.
13 (d) "IDG" means interdepartmental grant.
14 (e) "IDT" means intradepartmental transfer.

15 Sec. 204. (1) For each new program or program expansion for
16 which funds in excess of \$500,000.00 are appropriated in part 1,
17 the department shall identify specific benchmarks intended to
18 measure the performance or return on taxpayer investment of the
19 program and its associated expenditures. Not later than November 1,
20 2015, the department shall report the proposed benchmarks to the
21 house and senate appropriations subcommittees for that department,
22 the house and senate fiscal agencies, and the state budget
23 director. The department shall provide an update on its progress in
24 achieving those benchmarks at an appropriations subcommittee
25 meeting called for the purpose of discussing benchmarks and their
26 status.

27 (2) It is the intent of the legislature that, beginning with

1 the budget for the fiscal year ending September 30, 2016, any
2 proposal for a new program or an expansion of an existing program
3 in excess of \$500,000.00 initiated by the executive branch or the
4 legislature shall include, as part of the original proposal or
5 budget request, a list of benchmarks intended to measure the
6 performance or return on taxpayer investment of the program or
7 spending increase.

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

14 Sec. 206. Appropriations of state restricted game and fish
15 protection funds have been made in the following amounts to the
16 following departments and agencies:

17	Legislative auditor general.....	\$	30,700
18	Attorney general.....		735,100
19	Department of technology, management, and budget.....		438,300
20	Department of treasury.....		2,782,900

21 Sec. 207. Pursuant to section 43703(3) of the natural
22 resources and environmental protection act, 1994 PA 451, MCL
23 324.43703, there is appropriated from the game and fish protection
24 trust fund to the game and fish protection account of the Michigan
25 conservation and recreation legacy fund, \$6,000,000.00 for the
26 fiscal year ending September 30, 2016.

27 Sec. 210. Funds appropriated in part 1 shall not be used for

1 the purchase of foreign goods or services, or both, if
2 competitively priced and of comparable quality American goods or
3 services, or both, are available. Preference shall be given to
4 goods or services, or both, manufactured or provided by Michigan
5 businesses if they are competitively priced and of comparable
6 quality. In addition, preference should be given to goods or
7 services, or both, that are manufactured or provided by Michigan
8 businesses owned and operated by veterans, if they are
9 competitively priced and of comparable quality.

10 Sec. 211. The director of the department shall take all
11 reasonable steps to ensure businesses in deprived and depressed
12 communities compete for and perform contracts to provide services
13 or supplies, or both. The director shall strongly encourage firms
14 with which the department contracts to subcontract with certified
15 businesses in depressed and deprived communities for services,
16 supplies, or both.

17 Sec. 212. The department shall not take disciplinary action
18 against an employee for communicating with a member of the
19 legislature or his or her staff.

20 Sec. 214. Funds appropriated in this part and part 1 shall not
21 be used by a principal executive department, state agency, or
22 authority to hire a person to provide legal services that are the
23 responsibility of the attorney general. This prohibition does not
24 apply to legal services for bonding activities and for those
25 outside services that the attorney general authorizes.

26 Sec. 215. (1) In addition to the funds appropriated in part 1,
27 there is appropriated an amount not to exceed \$3,000,000.00 for

1 federal contingency funds. These funds are not available for
2 expenditure until they have been transferred to another line item
3 in part 1 under section 393(2) of the management and budget act,
4 1984 PA 431, MCL 18.1393.

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

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

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

23 Sec. 217. The department and agencies receiving appropriations
24 in part 1 shall receive and retain copies of all reports funded
25 from appropriations in part 1. Federal and state guidelines for
26 short-term and long-term retention of records shall be followed.
27 The department may electronically retain copies of reports unless

1 otherwise required by federal and state guidelines.

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

12 (a) The dates of each travel occurrence.

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

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

27 Sec. 222. Within 14 days after the release of the executive

1 budget recommendation, the department shall cooperate with the
2 state budget office to provide the senate and house appropriations
3 chairs, the senate and house appropriations subcommittees chairs,
4 and the senate and house fiscal agencies with an annual report on
5 estimated state restricted fund balances, state restricted fund
6 projected revenues, and state restricted fund expenditures for the
7 fiscal years ending September 30, 2015 and September 30, 2016.

8 Sec. 223. Before January 31, 2016, the department, in
9 cooperation with the Michigan state waterways commission, shall
10 provide to the state budget director, the senate and house
11 appropriations subcommittees on natural resources, and the senate
12 and house fiscal agencies a list of projects completed by the
13 commission in fiscal year 2014-2015, including the county and
14 municipality in which each project is located.

15 Sec. 234. The department shall cooperate with the department
16 of technology, management, and budget to maintain a searchable
17 website accessible by the public at no cost that includes, but is
18 not limited to, all of the following for each department or 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,
22 including the vendor name, payment date, payment amount, and
23 payment description.
24 (d) The number of active department employees by job
25 classification.
26 (e) Job specifications and wage rates.

27 Sec. 235. The department shall maintain, on a publicly

House Bill No. 4102 as amended April 28, 2015

1 accessible website, a department scorecard that identifies, tracks,
2 and regularly updates key metrics that are used to monitor and
3 improve the agency's performance.

4 Sec. 237. Total authorized appropriations from all sources
5 under part 1 for legacy costs for the fiscal year ending September
6 30, 2016 are \$46,042,200.00. From this amount, total agency
7 appropriations for pension-related legacy costs are estimated at
8 \$26,133,200.00. Total agency appropriations for retiree health care
9 legacy costs are estimated at \$19,909,000.00.

10 Sec. 238. It is the intent of the legislature that
11 expenditures from appropriations in part 1, combined for this
12 fiscal year and subsequent fiscal years, not exceed \$100,000.00 for
13 expenses related to the attorney general appealing the U.S.
14 district court for the District of Columbia's 2014 decision that
15 returned gray wolves to the federal endangered and threatened
16 species list.

[Sec. 239. The department of natural resources shall not expend state or federal appropriations in part 1 for enforcement of the decision in the United States district court for the District of Columbia case number 13-cv-00186-BAH that returned gray wolves to the federal endangered and threatened species list, unless gray wolves are removed from the endangered and threatened species list.]

17 **DEPARTMENT INITIATIVES**

18 Sec. 251. From the amounts appropriated in part 1 for invasive
19 species prevention and control, the department shall allocate not
20 less than \$3,600,000.00 for grants for the prevention, detection,
21 eradication, and control of invasive species.

22 **DEPARTMENT SUPPORT SERVICES**

23 Sec. 302. The department may charge land acquisition projects
24 appropriated for the fiscal year ending September 30, 2016, and for
25 prior fiscal years, a standard percentage fee to recover actual

1 costs, and may use the revenue derived to support the land
2 acquisition service charges provided for in part 1.

3 Sec. 303. As appropriated in part 1, the department may charge
4 both application fees and transaction fees related to the exchange
5 or sale of state-owned land or rights in land authorized by part 21
6 of the natural resources and environmental protection act, 1994 PA
7 451, MCL 324.2101 to 324.2162. The fees shall be set by the
8 director of the department at a rate which allows the department to
9 recover its costs for providing these services.

10 **COMMUNICATION AND CUSTOMER SERVICES**

11 Sec. 404. For the purposes of administering the museum store
12 as provided in section 7a of 1913 PA 271, MCL 399.7a, the
13 department is exempt from section 261 of the management and budget
14 act, 1984 PA 431, MCL 18.1261.

15 Sec. 405. As appropriated in part 1, proceeds in excess of
16 costs incurred in the conduct of auctions, sales, or transfers of
17 artifacts no longer considered suitable for the collections of the
18 state historical museum may be expended upon receipt for additional
19 material for the collection. The department shall notify the
20 chairpersons, vice chairpersons, and minority vice chairpersons of
21 the senate and house appropriations subcommittees on natural
22 resources 1 week prior to any auctions or sales. Any unexpended
23 funds may be carried forward into the next succeeding fiscal year.

24 Sec. 406. As appropriated in part 1, funds collected by the
25 department for historical markers; document reproduction and
26 services; conferences, admissions, workshops, and training classes;

1 and the use of specialized equipment, facilities, exhibits,
2 collections, and software shall be used for expenses necessary to
3 provide the required services. The department may charge fees for
4 the aforementioned services, including admission fees. Any
5 unexpended funds may be carried forward into the next succeeding
6 fiscal year.

7 Sec. 408. By October 21, 2015, the department shall submit to
8 the senate and house appropriations subcommittees on natural
9 resources a report on all land transactions approved by the
10 commission in the fiscal year ending September 30, 2015. For each
11 land transaction, the report shall include the size of the parcel,
12 the county and municipality in which the parcel is located, the
13 dollar amount of the transaction, the fund source affected by the
14 transaction, and whether the transaction is by purchase, public
15 auction, transfer, exchange, or conveyance.

16 **WILDLIFE DIVISION**

17 Sec. 501. From the increased funds appropriated in part 1 for
18 wildlife management, the department shall utilize increased federal
19 funding made available from increased firearm and ammunition sales.
20 The purpose of this program expansion is to support the
21 restoration, conservation, management, and enhancement of wildlife
22 habitat on public and private lands.

23 Sec. 504. From the funds appropriated in part 1, the
24 department shall provide a report to the legislature on the use of
25 registration fees collected from privately owned cervid operations.
26 Appropriations in part 1 from cervidae licensing and inspection

1 fees shall not be used for anything other than work directly
2 related to the regulation of privately owned cervid operations in
3 this state.

4 **FISHERIES DIVISION**

5 Sec. 601. (1) From the appropriation in part 1 for aquatic
6 resource mitigation, not more than \$758,000.00 shall be allocated
7 for grants to watershed councils, resource development councils,
8 soil conservation districts, local governmental units, and other
9 nonprofit organizations for stream habitat stabilization and soil
10 erosion control.

11 (2) The fisheries division in the department shall develop
12 priority and cost estimates for all projects recommended for grants
13 under subsection (1).

14 Sec. 602. As a condition of expenditure of fisheries
15 management appropriations under part 1, the department of natural
16 resources shall not impede the certification process for water
17 control structures on Michigan waterways. The department of natural
18 resources shall fund from funds appropriated in part 1 all non-
19 water-quality studies or requirements that the department requests
20 of either of the following:

21 (a) The department of environmental quality as a condition for
22 issuance of a certification under section 401 of the federal water
23 pollution control act, 33 USC 1341.

24 (b) The Federal Energy Regulatory Commission as a condition of
25 licensing under the federal power act, 16 USC 791a to 825r.

1 **FOREST RESOURCES DIVISION**

2 Sec. 801. From the increased funds appropriated in part 1 for
3 forest management and timber market development, the department
4 shall utilize funding made available from increased harvest of
5 timber on state forestlands. The purpose of this program expansion
6 is to strategically invest in technology and equipment enhancements
7 to expand the growth of the forest products economy.

8 Sec. 802. Of the funds appropriated in part 1, the department
9 shall, subject to the forest certification process, prescribe
10 treatment on 79,000 acres, prepare appropriate treatment for not
11 less than 67,500 acres at the current average rate of 12.5 to 15
12 cords per acre, and offer those cords for sale in the 2015-2016
13 fiscal year, provided that the department shall take into
14 consideration the impact of timber harvesting on wildlife habitat
15 and recreation uses. The department shall, subject to the forest
16 certification process, increase marking or treatment of hardwood
17 timber for sale and harvest by 10% over 2014-2015 fiscal year
18 levels. In addition, the department shall take into consideration
19 silvicultural analysis and report annually to the legislature on
20 plans and efforts to address factors limiting management of timber.
21 The department shall increase the number of prepared acres if it
22 appears that regional market demand requires increased volumes of
23 harvested timber. The department shall provide quarterly reports on
24 the number of acres treated, pursuant to this section, to the
25 senate and house appropriations subcommittees on natural resources
26 and the standing committees of the senate and house of
27 representatives with primary responsibility for natural resources

1 issues. The department shall complete and deliver these reports no
2 later than 45 days after the end of the fiscal quarter.

3 Sec. 803. In addition to the money appropriated in part 1, the
4 department may receive and expend money from federal sources for
5 the purpose of providing response to wildfires as required by a
6 compact with the federal government. If additional expenditure
7 authorization is required, the department shall notify the state
8 budget office that expenditure under this section is required. The
9 department shall notify the house and senate appropriations
10 subcommittees on natural resources and the house and senate fiscal
11 agencies of the expenditures under this section by November 1,
12 2016.

13 Sec. 805. The department shall spend amounts appropriated in
14 part 1 for forest-related activities to employ or contract for
15 sufficient foresters to mark timber, pursuant to section 802.

16 Sec. 807. (1) In addition to the funds appropriated in part 1,
17 there is appropriated from the disaster and emergency contingency
18 fund up to \$800,000.00 to cover costs related to any disaster as
19 defined in section 2 of the emergency management act, 1976 PA 390,
20 MCL 30.402.

21 (2) Funds appropriated under subsection (1) shall not be
22 expended unless the state budget director recommends the
23 expenditure and the department notifies the house and senate
24 committees on appropriations. By December 1 each year, the
25 department shall provide a report to the senate and house fiscal
26 agencies and the state budget office on the use of the disaster and
27 emergency contingency fund during the prior fiscal year.

1 (3) If Federal Emergency Management Agency (FEMA)
2 reimbursement is approved for costs paid from the disaster and
3 emergency contingency fund, the federal revenue shall be deposited
4 into the disaster and emergency contingency fund.

5 (4) Unexpended and unencumbered funds remaining in the
6 disaster and emergency contingency fund at the close of the fiscal
7 year shall not lapse to the general fund and shall be carried
8 forward and be available for expenditures in subsequent fiscal
9 years.

10 Sec. 808. Using the funds appropriated in part 1, by April 1,
11 2016, the department shall develop a lawful and reasonable plan
12 designed to motivate lessees under state-granted oil and gas leases
13 past their primary term to undertake warranted new operations to
14 ensure that department-managed minerals are fully developed in an
15 orderly manner to increase and optimize production. The plan shall
16 be consistent with department procedure number 2306.E8.

17 **LAW ENFORCEMENT**

18 Sec. 901. The appropriation in part 1 for snowmobile law
19 enforcement grants shall be used by the department to provide
20 grants to county law enforcement agencies to enforce part 821 of
21 the natural resources and environmental protection act, 1994 PA
22 451, MCL 324.82101 to 324.82161, including rules promulgated under
23 that part and ordinances enacted pursuant to that part. The
24 department shall consider the number of enforcement hours and the
25 number of miles of snowmobile trails in each county in allocating
26 these grants. Any funds not distributed to counties revert back to

1 the snowmobile registration fee subaccount created under section
2 82111 of the natural resources and environmental protection act,
3 1994 PA 451, MCL 324.82111. Counties shall provide semiannual
4 reports to the department on the use of grant money received under
5 this section.

6 Sec. 902. The department shall provide a report on the marine
7 safety grant program to the senate and house appropriations
8 subcommittees on natural resources and the senate and house fiscal
9 agencies by December 1, 2015. The report shall include the
10 following information for the preceding year: the total amount of
11 revenue received for watercraft registrations, the amount deposited
12 into the marine safety fund, and the expenditures made from the
13 marine safety fund, including the amounts expended for department
14 administration, other state agencies, the law enforcement division,
15 and grants to counties. The report shall also include the
16 distribution methodology used by the department to distribute the
17 marine safety grants and a list of the grants and the amounts
18 awarded by county.

19 **GRANTS**

20 Sec. 1001. Federal pass-through funds to local institutions
21 and governments that are received in amounts in addition to those
22 included in part 1 for grants to communities - federal oil, gas,
23 and timber payments and that do not require additional state
24 matching funds are appropriated for the purposes intended. By
25 November 30, 2015, the department shall report to the senate and
26 house appropriations subcommittees on natural resources, the senate

1 and house fiscal agencies, and the state budget director on all
2 amounts appropriated under this section during the fiscal year
3 ending September 30, 2015.

4 **CAPITAL OUTLAY**

5 Sec. 1103. The appropriations in part 1 for capital outlay
6 shall be carried forward at the end of the fiscal year consistent
7 with the provisions of section 248 of the management and budget
8 act, 1984 PA 431, MCL 18.1248.

9 ARTICLE XVI

10 DEPARTMENT OF STATE POLICE

11 PART 1

12 LINE-ITEM APPROPRIATIONS

13 Sec. 101. There is appropriated for the department of state
14 police for the fiscal year ending September 30, 2016, from the
15 following funds:

16 **DEPARTMENT OF STATE POLICE**

17 APPROPRIATION SUMMARY

18	Full-time equated unclassified positions.....	3.0	
19	Full-time equated classified positions.....	3,081.0	
20	GROSS APPROPRIATION.....		\$ 612,981,200
21	Interdepartmental grant and intradepartmental		
22	transfer revenues:		
23	Total interdepartmental grants and intradepartmental		
24	transfers		26,224,300

1	ADJUSTED GROSS APPROPRIATION.....	\$	586,256,900
2	Federal revenues:		
3	Total federal revenues.....		87,945,900
4	Special revenue funds:		
5	Total local revenues.....		5,456,700
6	Total private revenues.....		76,700
7	Total other state restricted revenues.....		120,353,900
8	State general fund/general purpose.....	\$	372,923,700
9	State general fund/general purpose schedule:		
10	Ongoing state general fund/general		
11	purpose		368,723,700
12	One-time state general fund/general		
13	purpose		4,200,000
14	Sec. 102. EXECUTIVE AND DEPARTMENTAL SERVICES		
15	Full-time equated unclassified positions.....		3.0
16	Full-time equated classified positions.....		121.0
17	Unclassified positions--3.0 FTE positions.....	\$	585,500
18	Executive direction--20.0 FTE positions.....		3,047,300
19	State executive security--17.0 FTE positions.....		2,560,200
20	Capitol complex security--21.0 FTE positions.....		2,362,700
21	Departmental services--63.0 FTE positions.....		<u>86,098,700</u>
22	GROSS APPROPRIATION.....	\$	94,654,400
23	Appropriated from:		
24	Interdepartmental grant and intradepartmental		
25	transfer revenues:		
26	IDG-MDOC, contract.....		3,000
27	IDG-MDOS.....		4,600

1	IDG-MDOT, state trunkline fund.....	252,100
2	IDG-MDTR, casino gaming fees.....	171,300
3	IDG-MDTR, emergency telephone fund coordinator.....	677,300
4	IDG-MDTR, emergency telephone fund operations.....	68,400
5	IDG, training academy charges.....	215,200
6	IDT, truck safety fund.....	46,200
7	Federal revenues:	
8	DHS.....	118,500
9	DOJ.....	1,013,100
10	DOJ, interest bearing.....	8,142,000
11	DOT.....	598,900
12	Special revenue funds:	
13	Local - AFIS fees.....	81,900
14	Local - LEIN fees.....	1,018,100
15	Local - school bus revenue.....	16,300
16	Auto theft prevention fund.....	7,702,300
17	Criminal justice information center service fees.....	8,624,200
18	Drunk driving prevention and training fund.....	5,200
19	Forensic science reimbursement fees.....	164,200
20	Hazardous materials training center fees.....	87,000
21	Highway safety fund.....	312,400
22	Michigan justice training fund.....	290,700
23	Michigan merit award trust fund.....	4,000
24	Motor carrier fees.....	358,500
25	Narcotic-related forfeiture revenue.....	15,300
26	Nuclear plant emergency planning reimbursement.....	24,000
27	Reimbursed services.....	164,100

1	Secondary road patrol and training fund.....		564,300
2	Sex offenders registration fund.....		225,200
3	State forensic laboratory fund.....		261,600
4	State services fee fund.....		253,800
5	Traffic crash revenue.....		245,000
6	Traffic law enforcement and safety fund.....		615,000
7	Truck driver safety fund.....		2,200
8	State general fund/general purpose.....	\$	62,308,500
9	Sec. 103. LAW ENFORCEMENT SERVICES		
10	Full-time equated classified positions.....	495.0	
11	Training--55.0 FTE positions.....		\$ 12,777,200
12	Commission on law enforcement standards--18.0 FTE		
13	positions		9,918,500
14	Criminal justice information center--120.0 FTE		
15	positions		16,445,300
16	Forensic science--244.0 FTE positions.....		40,570,600
17	Biometrics and identification--47.0 FTE positions....		7,490,200
18	Sexual assault kit initiative--11.0 FTE positions....		<u>1,649,600</u>
19	GROSS APPROPRIATION.....	\$	88,851,400
20	Appropriated from:		
21	Interdepartmental grant and intradepartmental		
22	transfer revenues:		
23	IDG-MDOC, contract.....		311,000
24	IDG-MDOS.....		357,200
25	IDG-MDOT, state trunkline fund.....		1,165,800
26	IDG, training academy charges.....		2,619,000
27	IDT, Michigan justice training fund.....		1,050,000

1	Federal revenues:		
2	DOJ.....		6,428,900
3	DOT.....		2,591,200
4	Special revenue funds:		
5	Local - SRMS fees.....		598,600
6	Criminal justice information center service fees.....		12,618,600
7	Drunk driving prevention and training fund.....		1,438,700
8	Forensic science reimbursement fees.....		1,373,100
9	Michigan justice training fund.....		8,195,600
10	Motor carrier fees.....		126,900
11	Precision driving track fees.....		323,100
12	Private security licensing fees.....		9,100
13	Secondary road patrol and training fund.....		647,300
14	Sex offenders registration fund.....		383,500
15	State forensic laboratory fund.....		1,501,200
16	State services fee fund.....		7,669,300
17	Traffic crash revenue.....		90,200
18	State general fund/general purpose.....	\$	39,353,100
19	Sec. 104. FIELD SERVICES		
20	Full-time equated classified positions.....	2,003.0	
21	General law enforcement and traffic safety--	1,662.0	
22	FTE positions		\$ 234,484,300
23	Secure cities partnership.....		2,952,700
24	Security at events.....		100
25	Criminal investigations--341.0 FTE positions		<u>59,665,300</u>
26	GROSS APPROPRIATION.....		\$ 297,102,400
27	Appropriated from:		

1	Interdepartmental grant and intradepartmental		
2	transfer revenues:		
3	IDG-MDTR, casino gaming fees.....	5,949,000	
4	IDT, auto theft funds.....	757,100	
5	Federal revenues:		
6	DOJ.....	4,888,100	
7	Equitable sharing programs - forfeiture revenue.....	536,800	
8	Federal investigations - reimbursed services.....	1,087,400	
9	Special revenue funds:		
10	Local - reimbursed services.....	2,062,900	
11	Highway safety fund.....	10,770,000	
12	Michigan merit award trust fund.....	787,000	
13	Narcotic-related forfeiture revenue.....	797,100	
14	Nonnarcotic forfeiture revenue.....	99,000	
15	State police service fees.....	2,282,500	
16	Tobacco tax revenue.....	4,434,700	
17	Traffic law enforcement and safety fund.....	24,593,800	
18	Trooper school recruitment fund.....	1,100	
19	State general fund/general purpose.....	\$ 238,055,900	
20	Sec. 105. SPECIALIZED SERVICES		
21	Full-time equated classified positions.....	462.0	
22	Special operations--158.0 FTE positions.....	\$ 26,877,000	
23	Commercial vehicle enforcement--192.0 FTE positions..	24,256,900	
24	Emergency management and homeland security--85.0 FTE		
25	positions	49,852,400	
26	Highway safety planning--26.0 FTE positions.....	16,121,000	
27	Secondary road patrol program--1.0 FTE position.....	<u>11,065,700</u>	

1	GROSS APPROPRIATION.....	\$	128,173,000
2	Appropriated from:		
3	Interdepartmental grant and intradepartmental		
4	transfer revenues:		
5	IDG-MDOC, contract.....		25,600
6	IDG-MDOS.....		2,300
7	IDG-MDOT, state trunkline fund.....		9,996,000
8	IDG-MDTR, casino gaming fees.....		3,100
9	IDG-MDTR, emergency telephone fund coordinator.....		800
10	IDG-MDTR, emergency telephone fund operations.....		669,200
11	IDG, training academy charges.....		7,800
12	IDT, auto theft funds.....		3,000
13	IDT, truck safety fund.....		1,869,300
14	Federal revenues:		
15	DHS.....		41,783,500
16	DOJ.....		595,400
17	DOT.....		20,162,100
18	Special revenue funds:		
19	Local - LEIN fees.....		4,600
20	Local - school bus revenue.....		1,674,300
21	Private donations.....		76,700
22	Auto theft prevention fund.....		2,100
23	Criminal justice information center service fees.....		44,500
24	Forensic science reimbursement fees.....		4,400
25	Hazardous materials training center fees.....		1,106,600
26	Highway safety fund.....		5,600
27	Michigan justice training fund.....		5,400

1	Michigan merit award trust fund.....		2,100
2	Motor carrier fees.....		4,220,600
3	Narcotic-related forfeiture revenue.....		1,200
4	Nuclear plant emergency planning reimbursement.....		2,652,100
5	Precision driving track fees.....		100
6	Reimbursed services.....		584,800
7	Rental of departmental aircraft.....		59,400
8	Secondary road patrol and training fund.....		11,065,700
9	State police service fees.....		500,000
10	State services fee fund.....		15,300
11	Traffic law enforcement and safety fund.....		6,700
12	Truck driver safety fund.....		2,016,500
13	State general fund/general purpose.....	\$	29,006,200
14	Sec. 106. ONE-TIME APPROPRIATIONS		
15	129th trooper recruit school.....	\$	3,200,000
16	Sexual assault prevention and education initiative ...		500,000
17	Michigan International Speedway traffic control.....		<u>500,000</u>
18	GROSS APPROPRIATION.....	\$	4,200,000
19	Appropriated from:		
20	Special revenue funds:		
21	State general fund/general purpose.....	\$	4,200,000

22 PART 2

23 PROVISIONS CONCERNING APPROPRIATIONS

24 FOR FISCAL YEAR 2015-2016

25 GENERAL SECTIONS

1 Sec. 201. Pursuant to section 30 of article IX of the state
 2 constitution of 1963, total state spending from state resources
 3 under part 1 for fiscal year 2015-2016 is \$493,277,600.00 and state
 4 spending from state resources to be paid to local units of
 5 government for fiscal year 2015-2016 is \$15,464,100.00. The
 6 itemized statement below identifies appropriations from which
 7 spending to local units of government will occur:

8 DEPARTMENT OF STATE POLICE

9	Commission on law enforcement standards.....	\$	3,839,900
10	Special operations.....		669,200
11	Secondary road patrol program.....	\$	<u>10,995,000</u>
12	TOTAL.....	\$	15,464,100

13 Sec. 202. The appropriations authorized under this part and
 14 part 1 are subject to the management and budget act, 1984 PA 431,
 15 MCL 18.1101 to 18.1594.

16 Sec. 203. As used in this part and part 1:

17 (a) "AFIS" means the automated fingerprint identification
 18 system.

19 (b) "Department" means the department of state police.

20 (c) "DHS" means the United States Department of Homeland
 21 Security.

22 (d) "DOJ" means the United States Department of Justice.

23 (e) "DOT" means the United States Department of
 24 Transportation.

25 (f) "Fiscal agencies" means the Michigan senate fiscal agency
 26 and the Michigan house fiscal agency.

27 (g) "FTE" means full-time equated.

1 (h) "IDG" means interdepartmental grant.

2 (i) "IDT" means intradepartmental transfer.

3 (j) "LEIN" means the law enforcement information network.

4 (k) "MDOC" means the Michigan department of corrections.

5 (l) "MDOS" means the Michigan department of state.

6 (m) "MDOT" means the Michigan department of transportation.

7 (n) "MDTR" means the Michigan department of treasury.

8 (o) "SRMS" means state records management system.

9 (p) "Subcommittees" means all members of the subcommittees of
10 the senate and house standing committees on appropriations with
11 jurisdiction over the budget for the department.

12 (q) "Work project" means that term as defined in section 404
13 of the management and budget act, 1984 PA 431, MCL 18.1404, and
14 that meets the criteria in section 451a(1) of the management and
15 budget act, 1984 PA 431, MCL 18.1451a.

16 Sec. 204. Based on the availability of federal funding and the
17 demonstrated need as indicated by applications submitted to the
18 state court administrative office, the department shall provide
19 \$1,500,000.00 in Byrne justice assistance grant program funding to
20 the judiciary by interdepartmental grant.

21 Sec. 206. (1) In addition to the funds appropriated in part 1,
22 there is appropriated an amount not to exceed \$10,000,000.00 for
23 federal contingency funds. These funds are not available for
24 expenditure until they have been transferred to another line item
25 in part 1 under section 393(2) of the management and budget act,
26 1984 PA 431, MCL 18.1393.

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

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

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

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

18 Sec. 207. The department shall cooperate with the department
19 of technology, management, and budget to maintain a searchable
20 website that is accessible by the public at no cost that includes,
21 but is not limited to, all of the following:

- 22 (a) Fiscal year-to-date expenditures by category.
23 (b) Fiscal year-to-date expenditures by appropriation unit.
24 (c) Fiscal year-to-date payments to a selected vendor,
25 including the vendor name, payment date, payment amount, and
26 payment description.
27 (d) The number of active department employees by job

1 classification.

2 (e) Job specifications and wage rates.

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

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

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

26 Sec. 215. A department or state agency shall not take
27 disciplinary action against an employee for communicating with a

1 member of the legislature or his or her staff.

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

12 (a) The dates of each travel occurrence.

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

18 Sec. 222. The department shall notify the subcommittees, the
19 chairpersons of the senate and house standing committees on
20 appropriations, and the senate and house fiscal agencies not less
21 than 90 days before recommending to close or consolidate any state
22 police posts. The notification shall include a local and state
23 impact study of the proposed post closure or consolidation.

24 Sec. 223. At least 90 days before beginning any effort to
25 privatize, the department shall submit a complete project plan to
26 the subcommittees and the senate and house fiscal agencies. The
27 plan shall include the criteria under which the privatization

1 initiative will be evaluated. The evaluation shall be completed and
2 submitted to the subcommittees and the senate and house fiscal
3 agencies within 30 months.

4 Sec. 224. Funds appropriated in part 1 or this part shall not
5 be used by a principal executive department, state agency, or
6 authority to hire a person to provide legal services that are the
7 responsibility of the attorney general. This prohibition does not
8 apply to legal services for bonding activities and for those
9 activities that the attorney general authorizes.

10 Sec. 226. (1) When the department provides contractual
11 services to a local unit of government, the department shall be
12 reimbursed for all costs incurred in providing the services,
13 including, but not limited to, retirement and overtime costs.

14 (2) The department shall define service cost models for those
15 services requiring reimbursement.

16 (3) Contractual services provided to an entity other than a
17 local unit of government may be provided by department personnel,
18 but only on an overtime basis outside the normal work schedule of
19 the personnel.

20 (4) This section does not apply to state agencies.

21 Sec. 228. Not later than November 30, the state budget office
22 shall prepare and transmit a report that provides for estimates of
23 the total general fund/general purpose appropriations lapses at the
24 close of the prior fiscal year. This report shall summarize the
25 projected year-end general fund/general purpose appropriations
26 lapses by major departmental program or program areas. The report
27 shall be transmitted to the office of the state budget, the

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

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

10 Sec. 230. The department shall maintain, on a publicly
11 accessible website, a department scorecard that identifies, tracks,
12 and regularly updates key metrics that are used to monitor and
13 improve the department's performance.

14 Sec. 233. Total authorized appropriations from all sources
15 under part 1 for legacy costs for the fiscal year ending September
16 30, 2016 are \$122,920,900.00. From this amount, total agency
17 appropriations for pension-related legacy costs are estimated at
18 \$66,961,400.00, and total agency appropriations for retiree health
19 care legacy costs are estimated at \$55,959,500.00.

20 Sec. 238. Money privately donated to the department is
21 appropriated under part 1 to be used for the purposes designated by
22 the donor of the money, if specified.

23 Sec. 240. The accounting structures utilized by the department
24 via the Michigan administrative information network shall
25 accurately reflect the appropriation units, line items, and fund
26 sources established within part 1.

27 Sec. 245. The amount appropriated for the one-time costs

1 associated with the motor carrier school pursuant to section 106 of
2 part 1 of article XVI of 2014 PA 252, equivalent to \$1,181,900.00,
3 shall lapse to the state general fund/general account at the close
4 of the preceding fiscal year and shall not be subject to a work
5 project designation under section 451a of the management and budget
6 act, 1984 PA 431, MCL 18.1451a.

7 Sec. 250. The department shall participate in a workgroup to
8 investigate means of minimizing fraud in the MIBridges benefits
9 programs. The members of the workgroup shall include, but are not
10 limited to, the department and the departments of community health,
11 human services, and state, and members of the house of
12 representatives and the senate. The workgroup shall, at a minimum,
13 address the following possibilities and make recommendations on the
14 implementation of any of the following items considered feasible:

15 (a) Whether the department of human services' policies
16 concerning the replacement of lost bridge cards sufficiently deter
17 improper use of those cards.

18 (b) What technologies may exist to deter the sale or other
19 improper use of bridge cards.

20 (c) Whether a state driver license or state identification
21 card might be used to replace the existing bridge cards.

22 (d) What federal policies exist that may inhibit or enhance
23 adoption of fraud minimization actions.

24 **EXECUTIVE AND DEPARTMENTAL SERVICES**

25 Sec. 303. (1) The department shall provide security services
26 at the State Capitol Complex facilities and the State Secondary

1 Complex.

2 (2) The department shall maintain the staff and resources
3 necessary to respond to emergencies at the State Capitol Complex,
4 State Secondary Complex, House Office Building, Farnum Building,
5 Capitol parking lot, Townsend Parking Ramp, Roosevelt Parking Ramp,
6 and other areas as directed.

7 (3) The department shall pursue federal grants to improve the
8 security at the Capitol Building.

9 (4) The department may develop a phased approach for improving
10 security at the Capitol Building.

11 (5) The department shall dedicate a minimum of 35,000 patrol
12 hours for the State Capitol Complex facilities.

13 **LAW ENFORCEMENT SERVICES**

14 Sec. 405. (1) The department shall improve the accuracy,
15 timeliness, and completeness of criminal history information by
16 conducting a minimum of 30 outreach activities targeted to criminal
17 justice agencies.

18 (2) The department shall provide for the completion and
19 publication of crime statistics consistent with the uniform crime
20 reporting (UCR) program and the national incident-based report
21 system (NIBRS).

22 (3) The department shall provide for the compilation and
23 evaluation of traffic crash reports and the maintenance of the
24 state accident data collection system and shall make traffic crash
25 information available to the public at a reasonable cost. For bulk
26 access to the accident records in which the vehicle identification

1 number has been collected and computerized, the department shall
2 make those records available to the public at cost, provided that
3 the name and address have been excluded.

4 Sec. 412. (1) The department shall ensure its ability to
5 maintain accreditation by the American Society of Crime Laboratory
6 Directors/Laboratory Accreditation Board (ASCLD/LAB), or other
7 federally designated accrediting agency, as provided under 42 USC
8 14132.

9 (2) The department shall provide forensic science services
10 with an average turnaround time of 55 days, assuming an annual
11 caseload volume commensurate with that received in fiscal year
12 2012-2013, and shall achieve a goal of a 30-day average turnaround
13 time across all forensic science disciplines by December 31, 2016.

14 (3) The department shall annually provide the following data
15 to the subcommittees and fiscal agencies:

16 (a) The average turnaround time for processing forensic
17 evidence across all disciplines.

18 (b) Forensic laboratory staffing levels, including scientists
19 in training, and vacancies.

20 (c) The number of backlogged cases in each discipline.

21 Sec. 414. The department shall annually provide information to
22 the subcommittees and fiscal agencies on the number of fingerprint
23 checks processed and background checks processed through the
24 Internet criminal history access tool (ICHAT).

25 Sec. 415. (1) From the funds appropriated in part 1 for the
26 sexual assault kit initiative, the department shall establish the
27 sexual assault kit initiative in the current fiscal year. The

1 purpose of this new initiative is to improve the case clearance
2 rates and turnaround times for the collection, submission, and
3 timely testing of all criminal sexual conduct kits.

4 (2) Not later than October 31, the department shall submit a
5 report to the subcommittees and fiscal agencies including, but not
6 limited to, the following information:

7 (a) Sexual assault kit analysis backlog at the beginning of
8 the preceding fiscal year.

9 (b) Number of sexual assault kits collected or submitted for
10 analysis during the preceding fiscal year.

11 (c) Number of sexual assault kits analyzed and number of
12 associated DNA profiles created and uploaded during the preceding
13 fiscal year.

14 (d) Sexual assault kit analysis backlog at the end of the
15 preceding fiscal year.

16 (e) Average turnaround time to analyze sexual assault kits and
17 create and upload associated DNA profiles for the preceding fiscal
18 year.

19 (f) The case clearance rate associated with sexual assault
20 kits for the preceding fiscal year.

21 (g) Estimates of the information included in subdivisions (a)
22 through (f) for the current fiscal year.

23 **FIELD SERVICES**

24 Sec. 501. (1) The department, in keeping with its role as the
25 general law enforcement agency of the state and as the law
26 enforcement agency of last resort for communities that are either

1 without local law enforcement resources or seriously underserved by
2 local law enforcement resources, shall provide general law
3 enforcement assistance to those communities until adequate law
4 enforcement services can be provided to those communities by other
5 means.

6 (2) Department enlisted personnel who are employed to enforce
7 traffic laws as provided in section 629e of the Michigan vehicle
8 code, 1949 PA 300, MCL 257.629e, shall not be prohibited from
9 responding to crimes in progress or other emergency situations and
10 are responsible for making every effort to protect the residents of
11 this state.

12 (3) The department shall maintain the staffing and resources
13 necessary to continually work to enhance traffic safety throughout
14 the state and shall dedicate a minimum of 315,000 hours to
15 statewide patrol, of which a minimum of 30,000 shall be committed
16 to distressed cities in this state, and 4,000 shall be committed to
17 Belle Isle.

18 (4) The department shall maintain the staffing and resources
19 necessary to perform activities to maintain a 93% compliance rate
20 for reporting by registered sex offenders.

21 (5) The department shall submit a report on or before December
22 1 to the subcommittees and fiscal agencies regarding the secure
23 cities partnership during the prior fiscal year.

24 Sec. 503. (1) The department shall maintain the staffing and
25 resources necessary to provide a comparable number of hours
26 investigating crimes as those performed in fiscal year 2012-2013.

27 (2) The department shall maintain the staffing and resources

1 necessary to annually meet or exceed a case clearance rate of 60%.

2 (3) The tobacco tax enforcement unit shall dedicate a minimum
3 of 16,600 hours to tobacco tax enforcement and shall submit an
4 annual report on December 1 to the subcommittees, the senate and
5 house appropriations subcommittees on general government, and the
6 fiscal agencies that details expenditures and activities related to
7 tobacco tax enforcement for the prior fiscal year.

8 (4) The department shall maintain the staffing and resources
9 necessary to maintain readiness to respond appropriately to at
10 least 400 requests for fire investigation services and shall be
11 available for call out statewide 100% of the time.

12 SPECIALIZED SERVICES

13 Sec. 601. (1) The department shall operate the Michigan
14 intelligence operation center for homeland security as the state's
15 primary federally designated fusion center to gather, receive,
16 analyze, and disseminate threat-related information among federal,
17 state, local, tribal, and private sector partners.

18 (2) The department shall ensure public safety by providing
19 public and private sector partners with timely and accurate
20 information regarding critical information key resource threats as
21 reported to or discovered by the Michigan intelligence operations
22 center for homeland security and shall increase public awareness on
23 how to report suspicious activity through website or telephone
24 communications. The department shall create monthly suspicious
25 activity reports for public and private sector partners to
26 facilitate awareness of suspicious activities affecting homeland

1 security.

2 (3) The department shall maintain the staffing and resources
3 necessary to provide training to maintain readiness to respond
4 appropriately to at least the number of requests for specialty
5 services which occurred in fiscal year 2010-2011.

6 (4) The canine unit shall be available for call out statewide
7 100% of the time.

8 (5) The bomb squad unit shall be available for call out
9 statewide 100% of the time.

10 (6) The emergency support teams shall be available for call
11 out statewide 100% of the time.

12 (7) The underwater recovery unit shall be available for call
13 out statewide 100% of the time.

14 (8) Aviation services shall be available for call out
15 statewide 100% of the time, unless prohibited by weather or
16 unexpected mechanical breakdowns.

17 Sec. 602. (1) The department shall maintain commercial vehicle
18 enforcement activities, including enforcement of requirements
19 concerning size, weight, and load restrictions; operating
20 authority; registrations; fuel taxes; the transportation of
21 hazardous materials; the operations of new entrants; and commercial
22 driver's licenses.

23 (2) The department shall maintain the staffing and resources
24 necessary to annually inspect at least 50,000 commercial vehicles.

25 Sec. 606. (1) The state director of emergency management may
26 expend money appropriated under part 1 to call upon any agency or
27 department of the state or any resource of the state to protect

1 life or property or to provide for the health or safety of the
2 population in any area of the state in which the governor proclaims
3 a state of emergency or state of disaster under 1945 PA 302, MCL
4 10.31 to 10.33, or under the emergency management act, 1976 PA 390,
5 MCL 30.401 to 30.421. The state director of emergency management
6 may expend the amounts the director considers necessary to
7 accomplish these purposes. The director shall submit to the state
8 budget director as soon as possible a complete report of all
9 actions taken under the authority of this section. The report shall
10 contain, as a separate item, a statement of all money expended that
11 is not reimbursable from federal money. The state budget director
12 shall review the expenditures and submit recommendations to the
13 legislature in regard to any possible need for a supplemental
14 appropriation.

15 (2) In addition to the money appropriated in part 1, the
16 department may receive and expend money from local, private,
17 federal, or state sources for the purpose of providing emergency
18 management training to local or private interests and for the
19 purpose of supporting emergency preparedness, response, recovery,
20 and mitigation activity. If additional expenditure authorization in
21 the Michigan administrative information network is approved by the
22 state budget office under this section, the department and the
23 state budget office shall notify the subcommittees and the senate
24 and house fiscal agencies within 10 days after the approval. The
25 notification shall include the amount and source and the additional
26 authorization, the date of its approval, and the projected use of
27 funds to be expended under the authorization.

1 (3) The department shall maintain the staffing and resources
2 necessary to do all of the following:

3 (a) Serve approximately 105 local emergency management
4 preparedness programs and 88 local emergency planning committees in
5 this state.

6 (b) Operate and maintain the state's emergency operations
7 center and provide command and control in support of emergency
8 response services.

9 (c) Maintain readiness, including training and equipment to
10 respond to civil disorders and natural disasters commensurate with
11 the capabilities of fiscal year 2010-2011.

12 (d) Perform hazardous materials response training.

13 (4) The department shall conduct a minimum of 3 training
14 sessions to enhance safe response in the event of natural or
15 manmade incidents, emergencies, or disasters.

16 (5) In addition to the funds appropriated in part 1, there is
17 appropriated from the disaster and emergency contingency fund up to
18 \$800,000.00 to cover costs related to any disaster or emergency as
19 defined in the emergency management act, 1976 PA 390, MCL 30.401 to
20 30.421. Funds shall be expended as provided under sections 18 and
21 19 of the emergency management act, 1976 PA 390, MCL 30.418 and
22 30.419, and R 30.51 to R 30.61 of the Michigan administrative code.

23 (6) Funds in the disaster and emergency contingency fund shall
24 not be expended unless the state budget director approves the
25 expenditure and the department and the state budget office notify
26 the senate and house appropriations committees. No later than
27 December 1, the department shall provide an annual report to the

1 senate and house appropriations committees, the senate and house
2 fiscal agencies, and the state budget office on the use of the
3 disaster and emergency contingency fund during the prior fiscal
4 year.

5 Sec. 608. The department shall provide for the planning,
6 administration, and implementation of highway traffic safety
7 programs to save lives and reduce injuries on Michigan roads in
8 partnership with other public and private organizations.

9 Sec. 610. (1) The department shall provide funding to county
10 sheriffs to patrol secondary roads.

11 (2) The department shall provide the following information to
12 the subcommittees and fiscal agencies on secondary road patrol
13 activities supported by appropriations in part 1:

14 (a) The number of full-time equivalent county sheriff
15 secondary road patrol deputies.

16 (b) The number of hours dedicated to patrol under the
17 secondary road patrol program, with an annual goal of at least
18 178,000 hours.

19 (3) The information required to be reported under subsection
20 (2) shall be reported for each quarter of the fiscal year on a
21 semiannual basis.

22 **ONE-TIME APPROPRIATIONS**

23 Sec. 701. The department shall expend not more than the amount
24 appropriated in part 1 for Michigan International Speedway traffic
25 control to provide traffic control services for events at the
26 Michigan International Speedway.

ARTICLE XVII

STATE TRANSPORTATION DEPARTMENT

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the state transportation department for the fiscal year ending September 30, 2016, from the following funds:

STATE TRANSPORTATION DEPARTMENT

APPROPRIATION SUMMARY

10	Full-time equated unclassified positions.....	6.0	
11	Full-time equated classified positions.....	2,912.3	
12	GROSS APPROPRIATION.....		\$ 3,655,722,500
13	Total interdepartmental grants and intradepartmental		
14	transfers		3,928,500
15	ADJUSTED GROSS APPROPRIATION.....		\$ 3,651,794,000
16	Federal revenues:		
17	Federal aid - transportation programs		1,257,488,000
18	Total federal revenues.....		1,257,488,000
19	Special revenue funds:		
20	Local revenues.....		50,293,500
21	Private revenues.....		100,000
22	Total local and private revenues.....		50,393,500
23	Blue Water Bridge fund.....		23,943,300
24	Comprehensive transportation fund.....		272,383,600
25	Economic development fund.....		42,859,000
26	IRS debt service rebate.....		6,974,200
27	Intercity bus equipment fund.....		140,000

1	Local bridge fund.....	29,235,400
2	Michigan transportation fund.....	1,046,130,000
3	Rail freight fund.....	6,000,000
4	State aeronautics fund.....	14,878,600
5	State trunkline fund.....	741,847,300
6	Total other state restricted revenues.....	2,184,391,400
7	State general fund/general purpose.....	\$ 159,521,100
8	Sec. 102. DEBT SERVICE	
9	State trunkline.....	\$ 194,617,900
10	Economic development.....	11,672,600
11	Local bridge fund.....	2,406,800
12	Blue Water Bridge fund.....	6,963,600
13	Airport safety and protection plan.....	4,997,700
14	Comprehensive transportation.....	<u>18,202,200</u>
15	GROSS APPROPRIATION.....	\$ 238,860,800
16	Appropriated from:	
17	Federal revenues:	
18	Federal aid - transportation programs.....	45,766,900
19	Special revenue funds:	
20	Blue Water Bridge fund.....	6,963,600
21	Comprehensive transportation fund.....	18,202,200
22	Economic development fund.....	11,672,600
23	Local bridge fund.....	2,406,800
24	IRS debt service rebate.....	6,974,200
25	State aeronautics fund.....	4,997,700
26	State trunkline fund.....	141,876,800
27	State general fund/general purpose.....	\$ 0

1	Sec. 103. COLLECTION, ENFORCEMENT, AND OTHER AGENCY	
2	SUPPORT SERVICES	
3	MTF grant to department of environmental quality.....	\$ 1,310,500
4	MTF grant to department of state for collection of	
5	revenue and fees	20,000,000
6	MTF grant to department of treasury.....	2,700,000
7	MTF grant to legislative auditor general.....	309,600
8	STF grant to department of attorney general.....	2,377,300
9	STF grant to civil service commission.....	5,447,000
10	STF grant to department of technology, management, and	
11	budget	1,136,300
12	STF grant to department of state police.....	11,413,900
13	STF grant to department of treasury.....	149,200
14	STF grant to legislative auditor general.....	719,100
15	SAF grant to department of attorney general.....	173,800
16	SAF grant to civil service commission.....	150,000
17	SAF grant to department of technology, management, and	
18	budget	31,200
19	SAF grant to department of treasury.....	75,300
20	SAF grant to legislative auditor general.....	29,700
21	CTF grant to department of attorney general.....	200,100
22	CTF grant to civil service commission.....	200,000
23	CTF grant to department of technology, management, and	
24	budget	36,800
25	CTF grant to department of treasury.....	8,900
26	CTF grant to legislative auditor general.....	<u>38,200</u>
27	GROSS APPROPRIATION.....	\$ 46,506,900

1	Appropriated from:		
2	Special revenue funds:		
3	Comprehensive transportation fund.....		484,000
4	Michigan transportation fund.....		24,320,100
5	State aeronautics fund.....		460,000
6	State trunkline fund.....		21,242,800
7	State general fund/general purpose.....	\$	0
8	Sec. 104. EXECUTIVE DIRECTION		
9	Full-time equated unclassified positions.....	6.0	
10	Full-time equated classified positions.....	29.3	
11	Unclassified salaries.....	\$	735,600
12	Asset management council.....		1,626,400
13	Commission audit--29.3 FTE positions.....		<u>3,347,900</u>
14	GROSS APPROPRIATION.....	\$	5,709,900
15	Appropriated from:		
16	Special revenue funds:		
17	Michigan transportation fund.....		1,626,400
18	State trunkline fund.....		4,083,500
19	State general fund/general purpose.....	\$	0
20	Sec. 105. BUSINESS SUPPORT		
21	Full-time equated classified positions.....	53.0	
22	Business support services--44.0 FTE positions.....	\$	6,625,800
23	Economic development and enhancement programs--9.0 FTE		
24	positions		1,449,200
25	Property management.....		7,740,500
26	Worker's compensation.....		<u>1,805,200</u>
27	GROSS APPROPRIATION.....	\$	17,620,700

1	Appropriated from:		
2	Special revenue funds:		
3	Comprehensive transportation fund.....		1,742,700
4	Economic development fund.....		378,700
5	Michigan transportation fund.....		777,100
6	State aeronautics fund.....		661,900
7	State trunkline fund.....		14,060,300
8	State general fund/general purpose.....	\$	0
9	Sec. 106. INFORMATION TECHNOLOGY		
10	Information technology services and projects.....	\$	<u>31,429,600</u>
11	GROSS APPROPRIATION.....	\$	31,429,600
12	Appropriated from:		
13	Federal revenues:		
14	Federal aid - transportation programs.....		520,500
15	Special revenue funds:		
16	Blue Water Bridge fund.....		53,600
17	Comprehensive transportation fund.....		217,800
18	Economic development fund.....		37,200
19	Michigan transportation fund.....		287,600
20	State aeronautics fund.....		170,000
21	State trunkline fund.....		30,142,900
22	State general fund/general purpose.....	\$	0
23	Sec. 107. FINANCE, CONTRACTS, AND SUPPORT SERVICES		
24	Full-time equated classified positions.....		185.0
25	Finance, contracts, and support services.....	\$	<u>21,416,800</u>
26	GROSS APPROPRIATION.....	\$	21,416,800
27	Appropriated from:		

1	Interdepartmental grant revenues:		
2	IDG for accounting service center user charges		3,928,500
3	Special revenue funds:		
4	Michigan transportation fund.....		1,545,500
5	State trunkline fund.....		15,942,800
6	State general fund/general purpose.....	\$	0
7	Sec. 108. TRANSPORTATION PLANNING		
8	Full-time equated classified positions.....	141.0	
9	Transportation planning--141.0 FTE positions	\$	38,213,700
10	Grants to regional planning councils.....		<u>488,800</u>
11	GROSS APPROPRIATION.....	\$	38,702,500
12	Appropriated from:		
13	Federal revenues:		
14	Federal aid - transportation programs		20,000,000
15	Special revenue funds:		
16	Comprehensive transportation fund.....		610,500
17	Michigan transportation fund.....		8,619,300
18	State aeronautics fund.....		15,000
19	State trunkline fund.....		9,457,700
20	State general fund/general purpose.....	\$	0
21	Sec. 109. DESIGN AND ENGINEERING SERVICES		
22	Full-time equated classified positions.....	1,590.3	
23	Systems operations management--460.6 FTE positions ...	\$	78,572,900
24	Development and delivery--1,079.7 FTE positions		76,247,700
25	Welcome center operations--50.0 FTE positions		<u>4,457,200</u>
26	GROSS APPROPRIATION.....	\$	159,277,800
27	Appropriated from:		

1	Federal revenues:	
2	Federal aid - transportation programs	23,529,800
3	Special revenue funds:	
4	Michigan transportation fund.....	11,913,200
5	State trunkline fund.....	123,834,800
6	State general fund/general purpose.....	\$ 0
7	Sec. 110. HIGHWAY MAINTENANCE	
8	Full-time equated classified positions.....	743.7
9	State trunkline operations--743.7 FTE positions.....	\$ <u>320,692,000</u>
10	GROSS APPROPRIATION.....	\$ 320,692,000
11	Appropriated from:	
12	Special revenue funds:	
13	State trunkline fund.....	320,692,000
14	State general fund/general purpose.....	\$ 0
15	Sec. 111. ROAD AND BRIDGE PROGRAMS	
16	State trunkline federal aid and road and bridge	
17	construction	\$ 839,663,400
18	Local federal aid and road and bridge construction...	240,443,000
19	Grants to local programs.....	33,000,000
20	Rail grade crossing.....	3,000,000
21	Local bridge program.....	26,828,600
22	County road commissions.....	615,734,000
23	Cities and villages.....	<u>343,299,300</u>
24	GROSS APPROPRIATION.....	\$ 2,101,968,300
25	Appropriated from:	
26	Federal revenues:	
27	Federal aid - transportation programs	982,720,800

1	Special revenue funds:		
2	Local funds.....		30,000,000
3	Blue Water Bridge fund.....		10,580,400
4	Local bridge fund.....		26,828,600
5	Michigan transportation fund.....		995,033,300
6	State trunkline fund.....		56,805,200
7	State general fund/general purpose.....	\$	0
8	Sec. 112. BLUE WATER BRIDGE		
9	Full-time equated classified positions.....	41.0	
10	Blue Water Bridge operations--41.0 FTE positions.....	\$	<u>6,345,700</u>
11	GROSS APPROPRIATION.....	\$	6,345,700
12	Appropriated from:		
13	Special revenue funds:		
14	Blue Water Bridge fund.....		6,345,700
15	State general fund/general purpose.....	\$	0
16	Sec. 113. TRANSPORTATION ECONOMIC DEVELOPMENT		
17	Forest roads.....	\$	5,000,000
18	Rural county urban system.....		2,500,000
19	Target industries/economic redevelopment.....		7,385,300
20	Urban county congestion.....		7,942,600
21	Rural county primary.....		<u>7,942,600</u>
22	GROSS APPROPRIATION.....	\$	30,770,500
23	Appropriated from:		
24	Special revenue funds:		
25	Economic development fund.....		30,770,500
26	State general fund/general purpose.....	\$	0
27	Sec. 114. AERONAUTICS SERVICES		

1	Full-time equated classified positions.....	54.0	
2	Aviation services--54.0 FTE positions.....		\$ <u>7,039,300</u>
3	GROSS APPROPRIATION.....		\$ 7,039,300
4	Appropriated from:		
5	Special revenue funds:		
6	State aeronautics fund.....		7,039,300
7	State general fund/general purpose.....		\$ 0
8	Sec. 115. PUBLIC TRANSPORTATION SERVICES		
9	Full-time equated classified positions.....	36.0	
10	Passenger transportation services--36.0 FTE positions		\$ <u>5,689,500</u>
11	GROSS APPROPRIATION.....		\$ 5,689,500
12	Appropriated from:		
13	Federal revenues:		
14	Federal aid - transportation programs.....		972,100
15	Special revenue funds:		
16	Comprehensive transportation fund.....		4,717,400
17	State general fund/general purpose.....		\$ 0
18	Sec. 116. BUS TRANSIT DIVISION: STATUTORY OPERATING		
19	Local bus operating.....		\$ 167,400,000
20	Nonurban operating/capital.....		<u>26,027,900</u>
21	GROSS APPROPRIATION.....		\$ 193,427,900
22	Appropriated from:		
23	Federal revenues:		
24	Federal aid - transportation programs.....		24,027,900
25	Special revenue funds:		
26	Comprehensive transportation fund.....		167,400,000
27	Local funds.....		2,000,000

1	State general fund/general purpose.....	\$	0
2	Sec. 117. PUBLIC TRANSPORTATION DEVELOPMENT		
3	Specialized services.....	\$	17,938,900
4	Municipal credit program.....		2,000,000
5	Transit capital.....		31,160,800
6	Van pooling.....		195,000
7	Service initiatives.....		2,349,800
8	Transportation to work.....		<u>3,900,000</u>
9	GROSS APPROPRIATION.....	\$	57,544,500
10	Appropriated from:		
11	Federal revenues:		
12	Federal aid - transportation programs.....		16,350,000
13	Special revenue funds:		
14	Local funds.....		5,635,000
15	Comprehensive transportation fund.....		35,559,500
16	State general fund/general purpose.....	\$	0
17	Sec. 118. INTERCITY PASSENGER		
18	Full-time equated classified positions.....		39.0
19	Office of rail--39.0 FTE positions.....	\$	6,355,400
20	Freight property management.....		1,000,000
21	Detroit/Wayne County Port Authority.....		468,200
22	Intercity services.....		5,690,000
23	Rail operations and infrastructure.....		103,090,400
24	Marine passenger service.....		400,000
25	Terminal development.....		<u>150,000</u>
26	GROSS APPROPRIATION.....	\$	117,154,000
27	Appropriated from:		

1	Federal revenues:	
2	Federal aid - transportation programs	64,600,000
3	Special revenue funds:	
4	Local funds.....	150,000
5	Private funds.....	100,000
6	Comprehensive transportation fund.....	43,449,500
7	Intercity bus equipment fund.....	140,000
8	Rail freight fund.....	6,000,000
9	Michigan transportation fund.....	2,007,500
10	State trunkline fund.....	707,000
11	State general fund/general purpose.....	\$ 0
12	Sec. 119. CAPITAL OUTLAY	
13	(1) BUILDINGS AND FACILITIES	
14	Special maintenance, remodeling, and additions	\$ <u>3,001,500</u>
15	GROSS APPROPRIATION.....	\$ 3,001,500
16	Appropriated from:	
17	State trunkline fund.....	3,001,500
18	State general fund/general purpose.....	\$ 0
19	(2) AIRPORT IMPROVEMENT PROGRAMS	
20	Airport safety, protection and improvement program...	\$ <u>93,043,200</u>
21	GROSS APPROPRIATION.....	\$ 93,043,200
22	Appropriated from:	
23	Federal revenues:	
24	Federal aid - transportation programs	79,000,000
25	Special revenue funds:	
26	Local funds.....	12,508,500
27	State aeronautics fund.....	1,534,700

1	State general fund/general purpose	\$	0
2	Sec. 120. ONE-TIME BASIS ONLY		
3	State trunkline federal aid and road and bridge		
4	construction	\$	113,000,000
5	State and local road and bridge programs		20,000,000
6	Transit capital and rail infrastructure		25,000,000
7	Airport safety, protection and improvement program ...		<u>1,521,100</u>
8	GROSS APPROPRIATION	\$	159,521,100
9	Appropriated from:		
10	State general fund/general purpose	\$	159,521,100

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2015-2016

GENERAL SECTIONS

Sec. 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 \$2,343,912,500.00 and state spending from state resources to be paid to local units of government for fiscal year 2015-2016 is \$1,264,754,400.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

STATE TRANSPORTATION DEPARTMENT

23	Grants to regional planning councils	\$	488,800
24	State and local road and bridge programs		12,180,000
25	Grants to local programs		33,000,000

1	Rail grade crossing.....	3,000,000
2	Local bridge program.....	26,828,600
3	Grants to county road commissions.....	615,734,000
4	Grants to cities and villages.....	343,299,300
5	Economic development fund.....	23,385,200
6	Local bus operating.....	167,400,000
7	Detroit/Wayne County Port Authority.....	468,200
8	Marine passenger service.....	400,000
9	Terminal development.....	150,000
10	Specialized services.....	3,853,900
11	Municipal credit program.....	2,000,000
12	Transit capital.....	24,610,800
13	Service initiatives.....	999,800
14	Transportation to work.....	3,900,000
15	Airport safety, protection, and improvement	
16	program.....	<u>3,055,800</u>
17	Total payments to local units of government.....	\$ 1,264,754,400

18 Sec. 202. The appropriations authorized under this part and
19 part 1 are subject to the management and budget act, 1984 PA 431,
20 MCL 18.1101 to 18.1594.

21 Sec. 203. As used in this part and part 1:

22 (a) "Amtrak" means the National Railroad Passenger
23 Corporation.

24 (b) "CTF" means comprehensive transportation fund.

25 (c) "Department" means the state transportation department.

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

27 (e) "DOT" means the United States Department of

1 Transportation.

2 (f) "DOT-FHWA" means DOT, Federal Highway Administration.

3 (g) "FTE" means full-time equated.

4 (h) "IDG" means the interdepartmental grant.

5 (i) "IRS" means the Internal Revenue Service.

6 (j) "MTF" means Michigan transportation fund.

7 (k) "SAF" means state aeronautics fund.

8 (l) "STF" means state trunkline fund.

9 Sec. 204. (1) For each new program or program expansion for
10 which funds in excess of \$500,000.00 are appropriated in part 1,
11 the department shall identify specific benchmarks intended to
12 measure the performance or return on taxpayer investment of the
13 program and its associated expenditures. Not later than November 1,
14 2015, the department shall report the proposed benchmarks to the
15 house and senate appropriations subcommittees for that department,
16 the house and senate fiscal agencies, and the state budget
17 director. The department shall provide an update on its progress in
18 achieving those benchmarks at an appropriations subcommittee
19 meeting called for the purpose of discussing benchmarks and their
20 status.

21 (2) It is the intent of the legislature that, beginning with
22 the budget for the fiscal year ending September 30, 2016, any
23 proposal for a new program or an expansion of an existing program
24 in excess of \$500,000.00 initiated by the executive branch or the
25 legislature shall include, as part of the original proposal or
26 budget request, a list of benchmarks intended to measure the
27 performance or return on taxpayer investment of the program or

1 spending increase.

2 Sec. 206. (1) In addition to the funds appropriated in part 1,
3 there is appropriated an amount not to exceed \$200,000,000.00 for
4 federal contingency funds. These funds are not available for
5 expenditure until they have been transferred to another line item
6 in part 1 pursuant to 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
9 appropriated an amount not to exceed \$40,000,000.00 for state
10 restricted contingency funds. These funds are not available for
11 expenditure until they have been transferred to another line item
12 in part 1 pursuant to section 393(2) of the management and budget
13 act, 1984 PA 431, MCL 18.1393.

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

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

26 Sec. 207. The department shall cooperate with the department
27 of technology, management, and budget to maintain a searchable

1 website accessible by the public at no cost that includes, but is
2 not limited to, all of the following:

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

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

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

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

10 (e) Job specifications and wage rates.

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

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

27 Sec. 210. The director shall take all reasonable steps to

1 ensure businesses in deprived and depressed communities compete for
2 and perform contracts to provide services or supplies, or both.

3 Each director shall strongly encourage firms with which the
4 department contracts to subcontract with certified businesses in
5 depressed and deprived communities for services, supplies, or both.

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

12 Sec. 215. A department shall not take disciplinary action
13 against an employee for communicating with a member of the
14 legislature or his or her staff.

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

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

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

7 Sec. 233. Not later than April 1, the department shall prepare
8 and transmit a report that provides detail regarding the
9 department's expenditures for administration and planning
10 associated with local units of government. The report shall list
11 the portion of all the expenditures from part 1 that are allocated
12 for administration and planning that are associated with the
13 disbursement of all local funds. The report shall be transmitted to
14 the office of the state budget, the senate and house appropriations
15 chairs, the senate and house appropriations subcommittees on
16 transportation, respectively, and the senate and house fiscal
17 agencies.

18 Sec. 235. The department shall maintain, on a publicly
19 accessible website, a department scorecard that identifies, tracks,
20 and regularly updates key metrics that are used to monitor and
21 improve the agency's performance.

22 Sec. 260. The departments and agencies receiving
23 appropriations in part 1 shall prepare a report on out-of-state
24 travel expenses not later than January 1 of each year. The travel
25 report shall be a listing of all travel by classified and
26 unclassified employees outside this state in the immediately
27 preceding fiscal year that was funded in whole or in part with

1 funds appropriated in the department's budget. The report shall be
2 submitted to the senate and house appropriations committees, the
3 house and senate fiscal agencies, and the state budget director.

4 The report shall include the following information:

5 (a) The dates of each travel occurrence.

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

11 Sec. 262. Funds appropriated in part 1 shall not be used by a
12 principal executive department, state agency, or authority to hire
13 a person to provide legal services that are the responsibility of
14 the attorney general. This prohibition does not apply to legal
15 services for bonding activities and for those activities that the
16 attorney general authorizes.

17 Sec. 263. (1) The department shall report no later than April
18 1, 2016 on each specific policy change made to implement a public
19 act affecting the department that took effect during the prior
20 calendar year to the house and senate appropriations subcommittees
21 on the budget for the department, the joint committee on
22 administrative rules, and the senate and house fiscal agencies.

23 (2) Funds appropriated in part 1 shall not be used by the
24 department to adopt a rule that will apply to a small business and
25 that will have a disproportionate economic impact on small
26 businesses because of the size of those businesses if the
27 department fails to reduce the disproportionate economic impact of

1 the rule on small businesses as provided under section 40 of the
2 administrative procedures act of 1969, 1969 PA 306, MCL 24.240.

3 (3) As used in this section:

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

6 (b) "Small business" means that term as defined under section
7 7a of the administrative procedures act of 1969, 1969 PA 306, MCL
8 24.207a.

9 Sec. 270. In order to reduce costs and maintain quality, it is
10 the intent of the legislature that, excluding the fleet of motor
11 vehicles for the department of state police, the department will
12 prioritize the utilization of remanufactured parts as the primary
13 means of maintenance and repair for the state of Michigan's fleet
14 of motor vehicles.

15 Sec. 271. Total authorized appropriations from all sources
16 under part 1 for legacy costs for the fiscal year ending September
17 30, 2016 are \$68,873,400.00. From this amount, total agency
18 appropriations for pension-related legacy costs are estimated at
19 \$39,092,200.00. Total agency appropriations for retiree health care
20 legacy costs are estimated at \$29,781,200.00.

21 DEPARTMENTAL SECTIONS

22 Sec. 301. (1) The department may establish a fee schedule and
23 collect fees sufficient to cover the costs to issue the permits
24 that the department is authorized by law to issue upon request,
25 unless otherwise stipulated by law. All permit fees are
26 nonrefundable application fees and shall be credited to the

1 appropriate fund to recover the direct and indirect costs of
2 receiving, reviewing, and processing the requests.

3 (2) A bridge authority shall hold 3 public hearings on an
4 increase in any toll charged by the authority at least 30 days
5 before the toll change will become effective. Two of the hearings
6 shall be held within 5 miles of the bridge over which the bridge
7 authority has jurisdiction. One hearing shall be held in Lansing.
8 Public hearings held under this section shall be conducted in
9 accordance with the open meetings act, 1976 PA 267, MCL 15.261 to
10 15.275, and shall be conducted so as to provide a reasonable
11 opportunity for public comment, including both spoken and written
12 comments.

13 Sec. 303. On request, the department shall provide to a
14 legislator, in writing, a report on the amount of money to be
15 received by each city and village and the county road commission of
16 each county, that is included in whole or in part within the
17 legislator's legislative district.

18 Sec. 304. If, as a requirement of bidding on a highway
19 project, the department requires a contractor to submit financial
20 or proprietary documentation as to how the bid was calculated, that
21 bid documentation shall be kept confidential and shall not be
22 disclosed other than to a department representative without the
23 contractor's written consent. The department may disclose the bid
24 documentation if necessary to address or defend a claim by a
25 contractor.

26 Sec. 305. (1) The department may permit space on public
27 passenger transportation properties to be occupied by public or

1 private tenants on a competitive market rate basis. The department
2 shall require that revenue from the tenants be placed in an account
3 to be used to pay the costs to maintain and improve the property.

4 (2) The department shall charge public transit agencies and
5 intercity bus carriers equal rates per square foot for leasing
6 space in state-owned intermodal facilities.

7 Sec. 306. (1) The amounts appropriated in part 1 to support
8 tax and fee collection, law enforcement, and other program services
9 provided to the department and to transportation funds by other
10 state departments shall be expended from transportation funds
11 pursuant to annual contracts between the department and those other
12 state departments. The contracts shall be executed prior to the
13 expenditure or obligation of those funds. The contracts shall
14 provide, but are not limited to, the following data applicable to
15 each state department:

16 (a) Estimated costs to be recovered from transportation funds.

17 (b) Description of services provided to the department and/or
18 transportation funds and financed with transportation funds.

19 (c) Detailed cost allocation methods appropriate to the type
20 of services being provided and the activities financed with
21 transportation funds.

22 (2) Not later than 2 months after publication of the state of
23 Michigan comprehensive annual financial report, each state
24 department receiving funding pursuant to an interdepartment
25 contract with the department shall submit a written report to the
26 department, the state budget director, and the house and senate
27 fiscal agencies stating by spending authorization account the

1 amount of estimated funds contracted with the department, the
2 amount of funds expended, the amount of funds returned to the
3 transportation funds, and any unreimbursed transportation-related
4 costs incurred but not billed to transportation funds. A copy of
5 the report shall be submitted to the auditor general, and the
6 report shall be subject to audit by the auditor general as provided
7 in subsection (3).

8 (3) Biennially, in each even-numbered fiscal year, the auditor
9 general shall conduct an audit of charges to transportation funds
10 by state departments for the 2 preceding fiscal years. The audit
11 shall include both charges governed by interdepartmental contracts
12 as well as miscellaneous charges from other state departments not
13 governed by contracts. The auditor general shall prepare a detailed
14 report, with recommendations and conclusions, including a summary
15 of charges and related services to transportation funds by
16 department, the appropriateness of those charges, the cost
17 allocation methodologies used in determining the level of funding,
18 and any unreimbursed transportation-related costs, if any. The
19 report shall be provided to the senate and house of representatives
20 committees on appropriations, the senate and house fiscal agencies,
21 and the state budget director 9 months after publication of the
22 state of Michigan comprehensive annual financial report.

23 Sec. 307. Before March 1 of each year, the department will
24 provide to the legislature, the state budget office, and the house
25 and senate fiscal agencies its rolling 5-year plan listing by
26 county or by county road commission all highway construction
27 projects for the fiscal year and all expected projects for the

1 ensuing fiscal years.

2 Sec. 308. (1) As prescribed in subsection (2), the department
3 shall submit reports to the state budget director, the house and
4 senate appropriations subcommittees on transportation, and the
5 house and senate fiscal agencies on department activities related
6 to the prequalification of construction contractors under 1933 PA
7 170, MCL 123.501 to 123.508, and related administrative rules. The
8 report shall be submitted on or before March 1, 2016.

9 (2) The report shall include all of the following:

10 (a) A description of the department's processes and procedures
11 for evaluating construction contractor performance on capital
12 construction projects administered by the department including
13 state trunkline projects, rail infrastructure projects, local
14 agency federal-aid highway projects, and airport improvement
15 projects.

16 (b) Criteria that would cause the department to rate
17 contractor performance as unsatisfactory.

18 (c) The impact, if any, on a contractor's prequalification if
19 given an unsatisfactory performance rating by the department.

20 (d) A description of all department actions related to
21 unsatisfactory contractor performance ratings and restrictions on
22 contractor prequalification during the fiscal year ending September
23 30, 2015.

24 Sec. 310. The department shall provide in a timely manner
25 copies of the agenda and approved minutes of monthly transportation
26 commission meetings to the members of the house and senate
27 appropriations subcommittees on transportation, the house and

1 senate fiscal agencies, and the state budget director.

2 Sec. 313. (1) From funds appropriated in part 1, the
3 department may increase a state infrastructure bank program and
4 grant or loan funds in accordance with regulations of the state
5 infrastructure bank program of the United States Department of
6 Transportation. The state infrastructure bank is to be administered
7 by the department for the purpose of providing a revolving, self-
8 sustaining resource for financing transportation infrastructure
9 projects.

10 (2) In addition to funds provided in subsection (1), money
11 received by the state as federal grants, repayment of state
12 infrastructure bank loans, or other reimbursement or revenue
13 received by the state as a result of projects funded by the program
14 and interest earned on that money shall be deposited in the
15 revolving state infrastructure bank fund and shall be available for
16 transportation infrastructure projects. At the close of the fiscal
17 year, any unencumbered funds remaining in the state infrastructure
18 bank fund shall remain in the fund and be carried forward into the
19 succeeding fiscal year.

20 (3) The department shall submit a report to the state budget
21 director, the house and senate appropriations subcommittees on
22 transportation, and the house and senate fiscal agencies on the
23 status of the state infrastructure bank. The report shall be
24 submitted on or before December 1, 2015. The report shall include
25 all of the following:

26 (a) The balance in the state infrastructure bank at September
27 30, 2015, including a breakdown of the balance by cash and cash

1 equivalents, outstanding loans, and balance available for loan to
2 local agencies.

3 (b) A breakdown of the state infrastructure loan balance by
4 amounts designated as originating from federal sources and the
5 amounts originating from nonfederal sources.

6 (c) A list of outstanding loans by agency, original loan
7 amount, project description, loan term, and amount outstanding.

8 Sec. 315. (1) On or before November 1, 2015, the department
9 shall report to the state budget director, the house and senate
10 appropriations subcommittees on transportation, and the house and
11 senate fiscal agencies on projects funded in full or in part under
12 the priority roads investment program authorized under 2013 PA 59
13 and 2014 PA 34. The report shall include all of the following:

14 (a) A description of the project.

15 (b) The name of the project owner.

16 (c) The beginning and ending points of the project.

17 (d) The nature of the project work.

18 (e) The amount expended by the department by fund source.

19 (f) The date of final project acceptance.

20 (2) In addition to the requirements of subsection (1), for
21 projects administered by a road agency other than the department,
22 the report shall also identify whether the project was performed
23 directly by a road agency or a private construction contractor,
24 total project cost, whether project cost was more or less than the
25 amount of priority roads investment program funding, and if project
26 cost was less than priority roads investment program funding, the
27 disposition of excess funds.

1 (3) If a road agency does not provide the information required
2 under subsection (2) to the department, the report shall identify
3 those road agency in the report required under subsection (1).

4 Sec. 319. The department shall post signs at each rest area to
5 identify the agency or contractor responsible for maintenance of
6 the rest area. The signs shall include a department telephone
7 number and shall indicate that unsafe or unclean conditions at the
8 rest area may be reported to that telephone number.

9 Sec. 353. The department shall review its contractor payment
10 process and ensure that all prime contractors are paid promptly.
11 The department shall ensure that prime contractors are in
12 compliance with special provision 109.10 regarding the prompt
13 payment of subcontractors.

14 Sec. 357. When presented with complete local federal aid
15 project submittals, the department shall complete all necessary
16 reviews and inspections required to let local federal aid projects
17 within 120 days of receipt. The department shall implement a system
18 for monitoring the local federal aid project review process.

19 Sec. 375. The department is prohibited from reimbursing
20 contractors or consultants for costs associated with groundbreaking
21 ceremonies, receptions, open houses, or press conferences related
22 to transportation projects funded, in whole or in part, by revenue
23 appropriated in part 1.

24 Sec. 381. The department shall require as a condition of each
25 contract or subcontract for construction, maintenance, or
26 engineering services that the prequalified contractor or
27 prequalified subcontractor agree to use the E-Verify system to

1 verify that all persons hired during the contract term by the
2 contractor or subcontractor are legally present and authorized to
3 work in the United States. The department may verify this
4 information directly or may require contractors and subcontractors
5 to verify the information and submit a certification to the
6 department. The department shall report to the house and senate
7 appropriations committees and the house and senate fiscal agencies
8 by March 1 of each year describing the processes it has developed
9 and implemented under provisions of this section. As used in this
10 section, "E-Verify" means an Internet-based system operated by the
11 Department of Homeland Security, U.S. Citizenship and Immigration
12 Services in partnership with the Social Security Administration.

13 Sec. 382. In administering a contract with a county road
14 commission, city, or village that allocates costs of construction
15 or reconstruction of highways, roads, and streets as provided in
16 section 18d of 1951 PA 51, MCL 247.668d, the department shall
17 submit the final cost-sharing bill to the county road commission,
18 city, or village not later than 2 years after the date of the final
19 contract payment to the construction contractor.

20 Sec. 383. (1) The department shall prepare a report on use of
21 department-owned aircraft during the fiscal year ending September
22 30, 2015. With respect to each department-owned aircraft, the
23 report shall include all of the following:

24 (a) Total hours of usage.

25 (b) Description of specific flights including dates of travel,
26 names of passengers including state agency, university, or local
27 government affiliation, travel origin and destination, purpose of

1 travel, and total estimated costs associated with the air travel.

2 (2) The report shall be submitted to the senate and house
3 appropriations subcommittees on transportation and the house and
4 senate fiscal agencies no later than February 1, 2016.

5 (3) The department shall maintain a system for recovering the
6 cost of operating department-owned aircraft through charges to
7 aircraft users.

8 (4) From the funds appropriated in part 1, the department is
9 prohibited from transporting legislators or legislative staff on
10 state-owned aircraft without prior approval from the senate
11 majority leader or the speaker of the house of representatives and
12 only when the aircraft is already scheduled by state agencies on
13 related official state business.

14 (5) It is the intent of the legislature that the department
15 work with the Michigan state police to establish a reciprocal
16 agreement on employing fixed-wing aircraft with specifically
17 designed equipment for use by the Michigan state police when
18 conducting operations.

19 Sec. 384. (1) Except as otherwise provided in subsection (2),
20 the department shall not obligate the state to expend any state
21 transportation revenue for construction planning or construction of
22 the Detroit River International Crossing or a renamed successor. In
23 addition, except as provided in subsection (2), the department
24 shall not commit the state to any new contract related to the
25 construction planning or construction of the Detroit River
26 International Crossing or a renamed successor that would obligate
27 the state to expend any state transportation revenue. An

1 expenditure for staff resources used in connection with project
2 activities, which expenditure is subject to full and prompt
3 reimbursement from Canada, shall not be considered an expenditure
4 of state transportation revenue.

5 (2) If the legislature enacts specific enabling legislation
6 for the construction of the Detroit River International Crossing or
7 a renamed successor, subsection (1) does not apply once the
8 enabling legislation goes into effect.

9 Sec. 385. (1) The department shall submit reports to the state
10 budget director, the speaker of the house, the house minority
11 leader, the senate majority leader, the senate minority leader, the
12 house and senate appropriations subcommittees on transportation,
13 and the house and senate fiscal agencies on department activities
14 related to all nonconstruction or construction planning activities
15 related to the Detroit River International Crossing or a renamed
16 successor. The initial report shall be submitted on or before
17 December 1, 2015 and shall cover the fiscal year ending September
18 30, 2015.

19 (2) The initial report shall include, at a minimum, all of the
20 following:

21 (a) Department costs incurred in the fiscal year ending
22 September 30, 2015, including employee salaries, wages, benefits,
23 travel, and contractual services, and what activities those costs
24 were related to.

25 (b) Costs of other executive branch agencies incurred in the
26 fiscal year ending September 30, 2015, including employee salaries,
27 wages, benefits, travel, and contractual services, and what

1 activities those costs were related to.

2 (c) A breakdown of the source of funds used for the activities
3 described in subdivisions (a) and (b).

4 (d) A breakdown of reimbursements made by Canada under section
5 384(1) to the state for expenditures for staff resources used in
6 connection with project activities.

7 (e) A narrative description of the status of the Detroit River
8 International Crossing or a renamed successor, including efforts
9 undertaken to implement provisions of the crossing agreement
10 executed June 15, 2012 by representatives of the Canadian
11 government and this state.

12 (3) After submission of the initial report, a subsequent
13 report shall be submitted on March 1, 2016, June 1, 2016, and
14 September 1, 2016 and shall include the same information described
15 in subsection (2) for the applicable previous fiscal quarter.

16 Sec. 393. (1) The department shall promote best practices for
17 public transportation services in this state, including, but not
18 limited to, the following:

19 (a) Transit vehicle rehabilitation to reduce life-cycle cost
20 of public transportation through midlife rehabilitation of transit
21 buses.

22 (b) Cooperation between entities using transit, including
23 school districts, cities, townships, and counties with a view to
24 promoting cost savings through joint purchasing of fuel and other
25 procurements.

26 (c) Coordination of transportation dollars among state
27 departments which provide transit-related services, including the

1 department of human services and the department of community
2 health. Priority should be given to use of public transportation
3 services where available.

4 (d) Promotion of intelligent transportation services for buses
5 that incorporate computer and navigation technology to make transit
6 systems more efficient, including stoplight coordinating, vehicle
7 tracking, data tracking, and computerized scheduling.

8 (2) The department shall report on efforts taken to implement
9 this section as well as section 393 of article XVII of 2011 PA 63.
10 The department shall complete and submit the report to the state
11 budget director, the house and senate appropriations subcommittees
12 on transportation, and the house and senate fiscal agencies on or
13 before March 1, 2016.

14 Sec. 394. The department and local road agencies shall make
15 the preservation of their existing road networks a funding
16 priority.

17 **FEDERAL**

18 Sec. 401. Within 30 days of receiving the applicable fiscal
19 year authorization from the federal government to commit
20 transportation funds, the department shall notify local agency
21 representatives, the senate and house of representatives
22 appropriations transportation subcommittees, the senate and house
23 fiscal agencies, and the state budget director regarding the amount
24 of federal aid for categorical allocations to state and local
25 agency programs not specifically allocated in either federal or
26 state law.

1 Sec. 402. A portion of the federal DOT-FHWA highway research,
2 planning, and construction funds made available to this state shall
3 be allocated to transportation programs administered by local
4 jurisdictions in accordance with section 10o of 1951 PA 51, MCL
5 247.660o. A local road agency, with respect to a project approved
6 for federal aid funding in a state transportation improvement
7 program, may enter into a voluntary buyout agreement with the
8 department or with another local road agency to exchange the
9 federal aid with state restricted transportation funds as agreed to
10 by the respective parties. The state restricted transportation
11 funds received in exchange for federal aid funds shall be used for
12 the same purpose as the federal aid funds were originally intended.

13 **MICHIGAN TRANSPORTATION FUND**

14 Sec. 501. The money received under the motor carrier act, 1933
15 PA 254, MCL 475.1 to 479.43, and not appropriated to the department
16 of licensing and regulatory affairs or the department of state
17 police is deposited in the Michigan transportation fund.

18 Sec. 503. (1) The funds appropriated in part 1 for the
19 economic development and local bridge programs shall not lapse at
20 the end of the fiscal year but shall carry forward each fiscal year
21 for the purposes for which appropriated in accordance with 1987 PA
22 231, MCL 247.901 to 247.913, and section 10(5) of 1951 PA 51, MCL
23 247.660.

24 (2) Interest earned in the department of transportation
25 economic development fund and local bridge fund shall remain in the
26 respective funds and shall be allocated to the respective programs

1 based on actual interest earned at the end of each fiscal year.

2 (3) In addition to the funds appropriated in part 1, the
3 department of transportation economic development fund and local
4 bridge fund may receive federal, local, or private funds or
5 restricted source funds such as interest earnings. These funds are
6 appropriated for projects that are consistent with the purposes of
7 the respective funds.

8 (4) None of the funds statutorily dedicated to the
9 transportation economic development fund and local bridge fund
10 shall be diverted to other projects.

11 Sec. 504. Funds from the Michigan transportation fund shall be
12 distributed to the comprehensive transportation fund, the economic
13 development fund, the recreation improvement fund, and the state
14 trunkline fund, in accordance with this part and part 1 and part
15 711 of the natural resources and environmental protection act, 1994
16 PA 451, MCL 324.71101 to 324.71108, and may only be used as
17 specified in this part and part 1, 1951 PA 51, MCL 247.651 to
18 247.675, and part 711 of the natural resources and environmental
19 protection act, 1994 PA 451, MCL 324.71101 to 324.71108.

20 **STATE TRUNKLINE FUND**

21 Sec. 601. (1) The department shall work with the road
22 construction industry and engineering consulting community to
23 develop a warranty program for capital road and bridge
24 construction, reconstruction, and rehabilitation projects. In
25 developing the warranty program, the department shall consider the
26 following:

1 (a) Scope of warranties, including warranties on materials and
2 workmanship, pavement or bridge performance criteria, and the
3 application of warranties to design/build projects.

4 (b) Length of warranty.

5 (c) Costs and benefits associated with scope of warranty and
6 various warranty provisions, including length of warranty.

7 (d) Any other relevant factors that might determine the use of
8 warranties and/or scope or length of warranty.

9 (e) Use of warranties on local agency projects administered by
10 the department.

11 (f) Other measures to identify premature failure of road
12 pavement or bridge elements and the related cause of failures.

13 (2) The department shall report on or before March 1, 2016 to
14 the house of representatives and senate appropriations
15 subcommittees on transportation, the state budget director, and the
16 house and senate fiscal agencies on the warranty program described
17 in subsection (1).

18 (3) On or before November 1, 2015, the department shall report
19 to the state budget director, the house and senate appropriations
20 subcommittees on transportation, and the house and senate fiscal
21 agencies on efforts to address findings noted in the performance
22 audit of the monitoring of warranties and road and bridge
23 construction projects issued by the office of auditor general,
24 February 2015. The report shall include a description of actions to
25 ensure the completeness and accuracy of the statewide warranty
26 administration database, the timely inspection of warranty
27 projects, and efforts to obtain corrective action by contractors.

1 Sec. 603. The department shall use traffic congestion as 1 of the
2 criteria in determining the priorities for designating which roads
3 shall be remediated in its 5-year road plan, which must be
4 submitted on or before March 1 of each year. Criteria for
5 evaluating traffic congestion shall include, but not be limited to,
6 coordination with local, county, and regional planning, improvement
7 in traffic operations, improvement in physical roadway conditions,
8 accident reduction, and coordination with area public
9 transportation planning.

10 Sec. 604. At the close of the fiscal year, any unencumbered
11 and unexpended balance in the state trunkline fund shall remain in
12 the state trunkline fund and shall carry forward and is
13 appropriated for federal aid road and bridge programs for projects
14 contained in the annual state transportation program.

15 Sec. 605. (1) From the increased funds appropriated in part 1
16 for highway maintenance, the department shall expand highway
17 maintenance activities in the current fiscal year to support
18 safety-related, high-priority, and deferred routine maintenance
19 needs on Michigan's state trunkline network.

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

23 (a) Number of statewide crash fatalities.

24 (b) Number of statewide crash serious injuries.

25 (c) Percentage of roads in the paved federal aid system in
26 good or fair condition.

27 Sec. 610. The department shall have as a priority the removal

1 of dead deer and other large animal remains from the traveled
2 portion and shoulder of state highways. The department, and
3 counties that perform state highway maintenance under contract,
4 shall remove animal remains, wherever practicable and when funds
5 are available, away from the traveled portion and shoulder of state
6 highways.

7 Sec. 612. The department shall establish guidelines governing
8 incentives and disincentives provided under contracts for state
9 trunkline projects. The guidelines shall include specific financial
10 information concerning incentives and disincentives. On or before
11 January 1 of each year, the department shall prepare a report for
12 the immediately preceding fiscal year regarding contract incentives
13 and disincentives. This report shall include a list, by project, of
14 the contractors that received contract incentives and/or
15 disincentives, the amount of the incentives and/or disincentives,
16 and the number of days that each project was completed either ahead
17 or past the contracted completion date. This report shall be
18 provided to the senate and house appropriations subcommittees on
19 transportation, the senate and house standing committees on
20 transportation, and the senate and house fiscal agencies.

21 Sec. 660. (1) The legislature encourages the department to
22 examine the use of alternative road surface materials, including
23 recycled materials, and to develop criteria and specifications for
24 their use in both department-managed and contracted projects.

25 (2) The department shall evaluate the use of a bituminous mix
26 which incorporates crumb rubber from scrap tires.

27 (3) The department shall report on efforts taken to implement

1 this section. The report shall include descriptions of specific
2 materials evaluated, evaluation methods, and results of specific
3 field or laboratory tests. The department shall complete and submit
4 the report to the state budget director, the house and senate
5 appropriations subcommittees on transportation, and the house and
6 senate fiscal agencies on or before March 1, 2016.

7 **TRANSIT AND RAIL RELATED FUNDS**

8 Sec. 701. The department shall establish an intercity bus
9 equipment and facility fund as a subsidiary fund within the
10 comprehensive transportation fund created under section 10b of 1951
11 PA 51, MCL 247.660b. Proceeds received by this state from the sale
12 of state-owned intercity bus equipment shall be credited to the
13 intercity bus equipment facility fund for the purchase and repair
14 of intercity bus equipment, as appropriated. Security deposits not
15 returned to a lessee of state-owned intercity bus equipment under
16 terms of the lease agreement shall be credited to the intercity bus
17 equipment fund for the repair of intercity bus equipment, as
18 appropriated. Money received by the department from lease payments
19 for state-owned intercity bus equipment, and facility maintenance
20 charges under terms of leases of state-owned intercity facilities,
21 shall be credited to the intercity bus equipment facility fund for
22 the purchase and repair of intercity bus equipment or for the
23 maintenance and rehabilitation of state-owned intercity facilities,
24 as appropriated. At the close of the fiscal year, any funds
25 remaining in the intercity bus equipment facility fund shall remain
26 in the fund and be carried forward into the succeeding fiscal year.

1 Sec. 702. Money that is received by this state as repayment
2 for loans made for rail or water freight capital projects, and as a
3 result of the sale of property or equipment used or projected to be
4 used for rail or water freight projects shall be deposited in the
5 rail freight fund created by section 17 of the state transportation
6 preservation act of 1976, 1976 PA 295, MCL 474.67. At the close of
7 the fiscal year, any funds remaining in the rail freight fund shall
8 remain in the fund and be carried forward into the succeeding
9 fiscal year.

10 Sec. 703. After receiving notification from a railroad company
11 pursuant to section 8 of the state transportation preservation act
12 of 1976, 1976 PA 295, MCL 474.58, the department shall immediately
13 notify the house of representatives and senate appropriations
14 subcommittees on transportation and the state budget office that
15 the railroad company has filed with the appropriate governmental
16 agencies for abandonment of a line.

17 Sec. 706. The Detroit/Wayne County Port Authority shall issue
18 a complete operations assessment and a financial disclosure
19 statement. The operations assessment shall include operational
20 goals for the next 5 years and recommendations to improve land
21 acquisition and development efficiency. The report shall be
22 completed and submitted to the house of representatives and senate
23 appropriations subcommittees on transportation, the state budget
24 director, and the house and senate fiscal agencies by February 15
25 of each fiscal year for the prior fiscal year.

26 Sec. 711. (1) As prescribed in subsection (2), the department
27 shall submit reports to the state budget director, the house and

1 senate appropriations subcommittees on transportation, and the
2 house and senate fiscal agencies on rail passenger service provided
3 by Amtrak under a contractual agreement with the department. The
4 report shall be submitted on or before May 1 of each year.

5 (2) The report shall include all of the following:

6 (a) Passenger counts for the preceding fiscal year for each of
7 the 3 Amtrak routes in Michigan.

8 (b) Revenue and operating expenses by Amtrak route.

9 (c) Total state operating payments to Amtrak in the preceding
10 fiscal year by Amtrak route.

11 (d) A discussion of major factors affecting route costs and
12 revenue and net state costs in the preceding fiscal year, and
13 factors affecting route costs and revenue and net state costs
14 anticipated in the current and future fiscal years.

15 Sec. 713. On or before November 1, 2015, the department shall
16 report to the state budget director, the house and senate
17 appropriations subcommittees on transportation, and the house and
18 senate fiscal agencies on the status of commuter rail demonstration
19 projects in the state, including the disposition of rail cars
20 leased by the department for commuter rail service.

21 Sec. 735. For the fiscal year ending September 30, 2016, the
22 appropriation to a street railway pursuant to section 10e(22) of
23 1951 PA 51, MCL 247.660e, is \$0.

24 Sec. 740. The department shall report by March 1 of each year
25 to the house of representatives and senate appropriations
26 subcommittees on transportation, the house and senate fiscal
27 agencies, and the state budget director the encumbered and

1 unencumbered balances of the comprehensive transportation fund.

2 **AERONAUTICS FUND**

3 Sec. 801. Except as otherwise provided in section 903 for
4 capital outlay, at the close of the fiscal year, any unobligated
5 and unexpended balance in the state aeronautics fund created in the
6 aeronautics code of the state of Michigan, 1945 PA 327, MCL 259.1
7 to 259.208, shall lapse to the state aeronautics fund and be
8 appropriated by the legislature in the immediately succeeding
9 fiscal year.

10 Sec. 802. The legislature encourages the department to find
11 private entities or local public agencies to assume ownership and
12 operating responsibility for airports currently owned by the
13 department.

14 **CAPITAL OUTLAY**

15 Sec. 901. (1) From federal-state-local project appropriations
16 contained in part 1 for the purpose of assisting political entities
17 and subdivisions of this state in the construction and improvement
18 of publicly used airports and landing fields within this state, the
19 state transportation department may permit the award of contracts
20 on behalf of units of local government for the authorized locations
21 not to exceed the indicated amounts, of which the state allocated
22 portion shall not exceed the amount appropriated in part 1.

23 (2) Political entities and subdivisions shall provide not less
24 than 5% of the cost of any project under this section, unless a
25 total nonfederal share greater than 10% is otherwise specified in

1 federal law. State money shall not be allocated until local money
2 is allocated. State money for any 1 project shall not exceed 1/3 of
3 the total appropriation in part 1 from state funds for airport
4 improvement programs.

5 (3) The Michigan aeronautics commission may take those steps
6 necessary to match federal money available for airport construction
7 and improvement within this state and to meet the matching
8 requirements of the federal government. Whether acting alone or
9 jointly with another political subdivision or public agency or with
10 this state, a political subdivision or public agency of this state
11 shall not submit to any agency of the federal government a project
12 application for airport planning or development unless it is
13 authorized in this part and part 1 and the project application is
14 approved by the governing body of each political subdivision or
15 public agency making the application and by the Michigan
16 aeronautics commission.

17 Sec. 902. Before the end of each fiscal year, the state
18 transportation department shall report to the house and senate
19 appropriations subcommittees on transportation and the house and
20 senate fiscal agencies on the status of airport improvement
21 projects funded in part 1 with the estimated dollars allocated for
22 each project. If there has to be a delay in reporting, the state
23 transportation department shall notify the house and senate
24 appropriations subcommittees on transportation in writing of the
25 date the report will be received.

26 Sec. 903. The appropriations in part 1 for capital outlay
27 shall be carried forward at the end of the fiscal year consistent

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

3 **ONE-TIME APPROPRIATIONS**

4 Sec. 1001. The 1-time state general fund/general purpose
5 appropriation in part 1 for state trunkline federal aid and road
6 and bridge construction shall be used to ensure that the state
7 match all available federal-aid highway funds.

8 Sec. 1002. The 1-time \$20,000,000.00 general fund/general
9 purpose appropriation in part 1 for state and local road and bridge
10 programs shall be distributed to the state trunk line fund, county
11 road commissions, and cities and villages in the same percentages
12 described in section 10(1)(j) of 1951 PA 51, MCL 247.660. Funds
13 distributed to county road commissions under this section shall be
14 distributed among the county road commissions in accordance with
15 section 12 of 1951 PA 51, MCL 247.662. Funds distributed to cities
16 and villages under this section shall be distributed among cities
17 and villages in accordance with section 13 of 1951 PA 51, MCL
18 247.663.

19 Sec. 1003. By December 1, 2016, the department shall report to
20 the house and senate appropriations subcommittees on
21 transportation, and the house and senate fiscal agencies, on the
22 use of 1-time general fund/general purpose funds appropriated in
23 part 1 for transit capital and rail infrastructure. The report
24 shall include a summary of funds expended, encumbered, and lapsed
25 for both transit capital and rail infrastructure. With regard to
26 transit capital projects, the report shall include grantees, grant

1 amounts, project description, and project completion dates. With
2 regard to rail infrastructure projects, the report shall include
3 grant amounts, project description, and project completion dates.