

**SUBSTITUTE FOR
SENATE BILL NO. 788**

A bill to make appropriations for the legislature, the executive, the department of attorney general, the department of state, the department of treasury, the department of technology, management, and budget, the department of civil rights, the department of talent and economic development, and certain state purposes related thereto for the fiscal year ending September 30, 2017; to provide for the expenditure of the appropriations; to provide for the disposition of fees and other income received by the state agencies; and to declare the effect of this act.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1

PART 1

2

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the legislature, the executive, the department of attorney general, the department of state, the department of treasury, the department of technology, management, and budget, the department of civil rights, the department of talent and economic development, and certain state purposes related thereto for the fiscal year ending September 30, 2017, from the following funds:

TOTAL GENERAL GOVERNMENT

APPROPRIATION SUMMARY

Full-time equated unclassified positions..... 50.0

Full-time equated classified positions..... 8,697.7

GROSS APPROPRIATION..... \$ 4,895,405,500

Interdepartmental grant revenues:

Total interdepartmental grants and intradepartmental

transfers 760,158,300

ADJUSTED GROSS APPROPRIATION..... \$ 4,135,247,200

Federal revenues:

Total federal revenues..... 832,523,500

Special revenue funds:

Total local revenues..... 12,021,000

Total private revenues..... 6,064,500

Total other state restricted revenues..... 2,136,895,100

State general fund/general purpose..... \$ 1,147,743,100

State general fund/general purpose schedule:

Ongoing state general fund/general

purpose 1,084,643,100

One-time state general fund/general

1	purpose	63,100,000	
2	Sec. 102. DEPARTMENT OF ATTORNEY GENERAL		
3	(1) APPROPRIATION SUMMARY		
4	Full-time equated unclassified positions.....	6.0	
5	Full-time equated classified positions.....	527.0	
6	GROSS APPROPRIATION.....	\$	97,085,800
7	Interdepartmental grant revenues:		
8	Total interdepartmental grants and intradepartmental		
9	transfers		28,989,700
10	ADJUSTED GROSS APPROPRIATION.....	\$	68,096,100
11	Federal revenues:		
12	Total federal revenues.....		9,476,700
13	Special revenue funds:		
14	Total local revenues.....		0
15	Total private revenues.....		0
16	Total other state restricted revenues.....		17,578,900
17	State general fund/general purpose.....	\$	41,040,500
18	State general fund/general purpose schedule:		
19	Ongoing state general fund/general		
20	purpose	39,140,500	
21	One-time state general fund/general		
22	purpose	1,900,000	
23	(2) ATTORNEY GENERAL OPERATIONS		
24	Full-time equated unclassified positions.....	6.0	
25	Full-time equated classified positions.....	522.5	
26	Attorney general.....	\$	112,500

1	Unclassified positions--5.0 FTE positions	754,000
2	Attorney general operations--479.5 FTE positions	84,500,000
3	Child support enforcement--25.0 FTE positions	3,503,800
4	Prosecuting attorneys coordinating council--12.0 FTE	
5	positions	2,142,600
6	Public safety initiative--1.0 FTE position	905,800
7	Sexual assault law enforcement--5.0 FTE positions	<u>1,713,500</u>
8	GROSS APPROPRIATION	\$ 93,632,200
9	Appropriated from:	
10	Interdepartmental grant revenues:	
11	IDG from MDHHS, health policy	206,900
12	IDG from MDHHS, medical services administration	691,200
13	IDG from MDHHS, WIC	152,500
14	IDG from department of corrections	660,300
15	IDG from MDE	595,600
16	IDG from MDEQ	2,009,000
17	IDG from MDHHS, human services	5,932,500
18	IDG from TED, workforce development agency	89,600
19	IDG from MDIFS, financial and insurance services	1,213,000
20	IDG from MDLARA, fireworks safety fund	83,000
21	IDG from MDLARA, health professions	3,037,400
22	IDG from MDLARA, licensing and regulation fees	335,600
23	IDG from MDLARA, Michigan occupational safety and	
24	health administration	107,700
25	IDG from MDLARA, remonumentation fees	106,100
26	IDG from MDLARA, securities fees	188,300
27	IDG from MDLARA, unlicensed builders	334,700

1	IDG from MDTMB.....	463,800
2	IDG from MDTMB, civil service commission.....	305,900
3	IDG from MDTMB, risk management revolving fund.....	1,468,400
4	IDG from MDMVA.....	164,900
5	IDG from MDOS, children's protection registry.....	45,000
6	IDG from MDOT, comprehensive transportation fund.....	204,500
7	IDG from MDOT, state aeronautics fund.....	177,600
8	IDG from MDOT, state trunkline fund.....	2,429,200
9	IDG from MDSP.....	257,300
10	IDG from Michigan state housing development authority	676,600
11	IDG from treasury.....	6,874,000
12	IDG from TED, strategic fund.....	179,100
13	Federal revenues:	
14	DAG, state administrative match grant/food stamps....	137,000
15	Federal funds.....	3,145,100
16	HHS, medical assistance, medigant.....	384,800
17	HHS-OS, state Medicaid fraud control units.....	5,688,600
18	National criminal history improvement program.....	121,200
19	Special revenue funds:	
20	Antitrust enforcement collections.....	762,600
21	Attorney general's operations fund.....	767,000
22	Auto repair facilities fees.....	327,400
23	Franchise fees.....	382,400
24	Game and fish protection fund.....	751,100
25	Human trafficking commission fund.....	390,000
26	Liquor purchase revolving fund.....	1,459,200
27	Manufactured housing fees.....	250,600

1	Merit award trust fund.....	495,700
2	Michigan employment security act - administrative fund	2,241,500
3	Prisoner reimbursement.....	625,200
4	Prosecuting attorneys training fees.....	411,500
5	Public utility assessments.....	2,077,300
6	Real estate enforcement fund.....	100,700
7	Reinstatement fees.....	257,700
8	Retirement funds.....	1,042,200
9	Second injury fund.....	821,700
10	Self-insurers security fund.....	571,200
11	Silicosis and dust disease fund.....	225,700
12	State building authority revenue.....	120,900
13	State casino gaming fund.....	1,861,900
14	State lottery fund.....	345,100
15	Utility consumers fund.....	780,800
16	Waterways fund.....	140,000
17	Worker's compensation administrative revolving fund..	369,500
18	State general fund/general purpose.....	\$ 37,586,900
19	(3) INFORMATION TECHNOLOGY	
20	Information technology services and projects.....	\$ <u>1,553,600</u>
21	GROSS APPROPRIATION.....	\$ 1,553,600
22	Appropriated from:	
23	State general fund/general purpose.....	\$ 1,553,600
24	(4) ONE-TIME BASIS ONLY APPROPRIATIONS	
25	Full-time equated unclassified positions..... 4.5	
26	Prescription drug abuse enforcement--4.5 FTE positions	\$ 700,000
27	Prosecuting attorneys coordinating council NextGen	

1	IT system	<u>1,200,000</u>
2	GROSS APPROPRIATION.....	\$ 1,900,000
3	Appropriated from:	
4	State general fund/general purpose.....	\$ 1,900,000
5	Sec. 103. DEPARTMENT OF CIVIL RIGHTS	
6	(1) APPROPRIATION SUMMARY	
7	Full-time equated unclassified positions.....	6.0
8	Full-time equated classified positions.....	132.0
9	GROSS APPROPRIATION.....	\$ 16,746,900
10	Interdepartmental grant revenues:	
11	Total interdepartmental grants and intradepartmental	
12	transfers	293,600
13	ADJUSTED GROSS APPROPRIATION.....	\$ 16,453,300
14	Federal revenues:	
15	Total federal revenues.....	2,763,000
16	Special revenue funds:	
17	Total local revenues.....	0
18	Total private revenues.....	18,700
19	Total other state restricted revenues.....	151,900
20	State general fund/general purpose.....	\$ 13,519,700
21	State general fund/general purpose schedule:	
22	Ongoing state general fund/general	
23	purpose	13,294,700
24	One-time state general fund/general	
25	purpose	225,000
26	(2) CIVIL RIGHTS OPERATIONS	

1	Full-time equated unclassified positions.....	6.0	
2	Full-time equated classified positions.....	130.0	
3	Unclassified positions--6.0 FTE positions.....		\$ 660,300
4	Civil rights operations--121.0 FTE positions.....		13,831,700
5	Division on deaf and hard of hearing--7.0 FTE		
6	positions		948,600
7	Hispanic/Latino commission of Michigan--1.0 FTE		
8	position		261,000
9	Asian Pacific American affairs commission--1.0 FTE		
10	position		<u>112,400</u>
11	GROSS APPROPRIATION.....		\$ 15,814,000
12	Appropriated from:		
13	Interdepartmental grant revenues:		
14	IDG from DTMB.....		293,600
15	Federal revenues:		
16	EEOC, state and local antidiscrimination agency		
17	contracts		1,211,500
18	HUD, grant.....		1,536,500
19	Special revenue funds:		
20	Private revenues.....		18,700
21	Division on deafness fund.....		93,400
22	State restricted revenues.....		58,500
23	State general fund/general purpose.....		\$ 12,601,800
24	(3) INFORMATION TECHNOLOGY		
25	Information technology services and projects.....		\$ <u>707,900</u>
26	GROSS APPROPRIATION.....		\$ 707,900
27	Appropriated from:		

1	Federal revenues:		
2	EEOC, state and local antidiscrimination agency		
3	contracts		15,000
4	State general fund/general purpose	\$	692,900
5	(4) ONE-TIME BASIS ONLY APPROPRIATIONS		
6	Full-time equated classified positions.....	2.0	
7	Civil rights operations--1.0 FTE position	\$	125,000
8	Commission on Middle Eastern American affairs--1.0		
9	FTE position		<u>100,000</u>
10	GROSS APPROPRIATION	\$	225,000
11	Appropriated from:		
12	State general fund/general purpose	\$	225,000
13	Sec. 104. EXECUTIVE OFFICE		
14	(1) APPROPRIATION SUMMARY		
15	Full-time equated unclassified positions.....	10.0	
16	Full-time equated classified positions.....	74.2	
17	GROSS APPROPRIATION	\$	5,636,300
18	Interdepartmental grant revenues:		
19	Total interdepartmental grants and intradepartmental		
20	transfers		0
21	ADJUSTED GROSS APPROPRIATION	\$	5,636,300
22	Federal revenues:		
23	Total federal revenues		0
24	Special revenue funds:		
25	Total local revenues		0
26	Total private revenues		0

1	Total other state restricted revenues	0
2	State general fund/general purpose	\$ 5,636,300
3	State general fund/general purpose schedule:	
4	Ongoing state general fund/general	
5	purpose	5,636,300
6	One-time state general fund/general	
7	purpose	0
8	(2) EXECUTIVE OFFICE OPERATIONS	
9	Full-time equated unclassified positions.....	10.0
10	Full-time equated classified positions.....	74.2
11	Governor.....	\$ 159,300
12	Lieutenant governor.....	111,600
13	Executive office--74.2 FTE positions.....	4,108,100
14	Unclassified positions--8.0 FTE positions.....	<u>1,257,300</u>
15	GROSS APPROPRIATION.....	\$ 5,636,300
16	Appropriated from:	
17	State general fund/general purpose	\$ 5,636,300
18	Sec. 105. LEGISLATURE	
19	(1) APPROPRIATION SUMMARY	
20	GROSS APPROPRIATION.....	\$ 166,205,500
21	Interdepartmental grant revenues:	
22	Total interdepartmental grants and intradepartmental	
23	transfers	5,558,600
24	ADJUSTED GROSS APPROPRIATION.....	\$ 160,646,900
25	Federal revenues:	
26	Total federal revenues.....	0

1	Special revenue funds:	
2	Total local revenues.....	0
3	Total private revenues.....	400,000
4	Total other state restricted revenues.....	6,245,200
5	State general fund/general purpose.....	\$ 154,001,700
6	State general fund/general purpose schedule:	
7	Ongoing state general fund/general	
8	purpose	154,001,700
9	One-time state general fund/general	
10	purpose	0
11	(2) LEGISLATURE	
12	Senate.....	\$ 34,523,700
13	Senate automated data processing.....	2,500,000
14	Senate fiscal agency.....	3,779,600
15	House of representatives.....	53,095,900
16	House automated data processing.....	2,200,000
17	House fiscal agency.....	<u>3,779,600</u>
18	GROSS APPROPRIATION.....	\$ 99,878,800
19	Appropriated from:	
20	State general fund/general purpose.....	\$ 99,878,800
21	(3) LEGISLATIVE COUNCIL	
22	Legislative council.....	\$ 11,981,200
23	Legislative service bureau automated data processing .	1,426,600
24	Criminal justice data collection and management	
25	program	1,500,000
26	Worker's compensation.....	151,400
27	National association dues.....	454,700

1	Legislative corrections ombudsman.....	<u>729,200</u>
2	GROSS APPROPRIATION.....	\$ 16,243,100
3	Appropriated from:	
4	Special revenue funds:	
5	Private - gifts and bequests revenues.....	400,000
6	State general fund/general purpose.....	\$ 15,843,100
7	(4) LEGISLATIVE RETIREMENT SYSTEM	
8	General nonretirement expenses.....	\$ <u>4,962,800</u>
9	GROSS APPROPRIATION.....	\$ 4,962,800
10	Appropriated from:	
11	Special revenue funds:	
12	Court fees.....	1,154,600
13	State general fund/general purpose.....	\$ 3,808,200
14	(5) PROPERTY MANAGEMENT	
15	Cora Anderson building.....	\$ 11,426,700
16	Farnum building and other properties.....	<u>2,851,800</u>
17	GROSS APPROPRIATION.....	\$ 14,278,500
18	Appropriated from:	
19	State general fund/general purpose.....	\$ 14,278,500
20	(6) STATE CAPITOL HISTORIC SITE	
21	General operations.....	\$ 4,269,200
22	Restoration, renewal and maintenance.....	<u>3,121,200</u>
23	GROSS APPROPRIATION.....	\$ 7,390,400
24	Appropriated from:	
25	Special revenue funds:	
26	Capitol historic site fund.....	3,121,200
27	State general fund/general purpose.....	\$ 4,269,200

1	(7) OFFICE OF THE AUDITOR GENERAL	
2	Unclassified positions.....	\$ 329,400
3	Field operations.....	<u>23,122,500</u>
4	GROSS APPROPRIATION.....	\$ 23,451,900
5	Appropriated from:	
6	Interdepartmental grant revenues:	
7	IDG from MDLARA, liquor purchase revolving fund.....	28,700
8	IDG from MDHHS, human services.....	30,600
9	IDG from legislative retirement system.....	29,200
10	IDG from MDOT, comprehensive transportation fund.....	39,000
11	IDG from MDOT, Michigan transportation fund.....	315,800
12	IDG from MDOT, state aeronautics fund.....	30,300
13	IDG from MDOT, state trunkline fund.....	733,500
14	IDG, single audit act.....	2,913,100
15	IDG, commercial mobile radio system emergency	
16	telephone fund	36,800
17	IDG, contract audit administration fees.....	41,400
18	IDG, deferred compensation funds.....	54,400
19	IDG, Michigan finance authority.....	330,800
20	IDG, Michigan economic development corporation.....	96,300
21	IDG, Michigan education trust fund.....	70,800
22	IDG, Michigan justice training commission fund.....	40,900
23	IDG, Michigan strategic fund.....	169,100
24	IDG, office of retirement services.....	218,400
25	IDG, other restricted funding sources.....	379,500
26	Special revenue funds:	
27	21st century jobs fund.....	96,300

1	Brownfield development fund.....	28,100
2	Clean Michigan initiative implementation bond fund...	54,500
3	Game and fish protection fund.....	31,300
4	MDTMB, civil service commission.....	166,200
5	Michigan state housing development authority fees....	113,500
6	Michigan veterans' trust fund.....	35,500
7	Motor transport revolving fund.....	7,400
8	Office services revolving fund.....	10,000
9	State disbursement unit, office of child support.....	57,400
10	State services fee fund.....	1,357,900
11	Waterways fund.....	11,300
12	State general fund/general purpose..... \$	15,923,900
13	Sec. 106. DEPARTMENT OF STATE	
14	(1) APPROPRIATION SUMMARY	
15	Full-time equated unclassified positions..... 6.0	
16	Full-time equated classified positions..... 1,587.0	
17	GROSS APPROPRIATION..... \$	238,915,600
18	Interdepartmental grant revenues:	
19	Total interdepartmental grants and intradepartmental	
20	transfers	20,000,000
21	ADJUSTED GROSS APPROPRIATION..... \$	218,915,600
22	Federal revenues:	
23	Total federal revenues.....	1,460,000
24	Special revenue funds:	
25	Total local revenues.....	0
26	Total private revenues.....	100

1	Total other state restricted revenues	190,345,900
2	State general fund/general purpose	\$ 27,109,600
3	State general fund/general purpose schedule:	
4	Ongoing state general fund/general	
5	purpose	17,109,600
6	One-time state general fund/general	
7	purpose	10,000,000
8	(2) EXECUTIVE DIRECTION	
9	Full-time equated classified positions.....	30.0
10	Secretary of state.....	\$ 112,500
11	Unclassified positions--5.0 FTE positions	628,800
12	Operations--30.0 FTE positions	<u>4,567,200</u>
13	GROSS APPROPRIATION.....	\$ 5,308,500
14	Appropriated from:	
15	Special revenue funds:	
16	Auto repair facilities fees.....	68,700
17	Children's protection registry fund.....	270,700
18	Driver fees.....	276,000
19	Enhanced driver license and enhanced official state	
20	personal identification card fund.....	216,700
21	Expedient service fees.....	66,300
22	Parking ticket court fines.....	9,200
23	Personal identification card fees.....	32,300
24	Reinstatement fees - operator licenses.....	248,900
25	Transportation administration collection fund.....	2,499,800
26	Vehicle theft prevention fees.....	40,400
27	State general fund/general purpose	\$ 1,579,500

1	(3) DEPARTMENT SERVICES		
2	Full-time equated classified positions.....	117.0	
3	Operations--117.0 FTE positions.....		\$ <u>25,315,100</u>
4	GROSS APPROPRIATION.....		\$ 25,315,100
5	Appropriated from:		
6	Special revenue funds:		
7	Abandoned vehicle fees.....		481,100
8	Driver fees.....		731,000
9	Driver improvement course fund.....		308,600
10	Enhanced driver license and enhanced official state		
11	personal identification card fund.....		329,400
12	Expedient service fees.....		273,600
13	Marine safety fund.....		85,200
14	Personal identification card fees.....		193,700
15	Reinstatement fees - operator licenses.....		537,700
16	Scrap tire fund.....		78,100
17	Transportation administration collection fund.....		21,714,300
18	State general fund/general purpose.....		\$ 582,400
19	(4) LEGAL SERVICES		
20	Full-time equated classified positions.....	83.0	
21	Operations--83.0 FTE positions.....		\$ <u>14,501,500</u>
22	GROSS APPROPRIATION.....		\$ 14,501,500
23	Appropriated from:		
24	Special revenue funds:		
25	Auto repair facilities fees.....		3,363,800
26	Driver education provider and instructor fund.....		25,400
27	Driver fees.....		2,193,800

1	Driver responsibility fees.....		1,000,000
2	Enhanced driver license and enhanced official state		
3	personal identification card fund.....		504,900
4	Personal identification card fees.....		61,700
5	Reinstatement fees - operator licenses.....		1,463,900
6	Transportation administration collection fund.....		4,311,100
7	Vehicle theft prevention fees.....		1,092,600
8	State general fund/general purpose.....	\$	484,300
9	(5) CUSTOMER DELIVERY SERVICES		
10	Full-time equated classified positions.....	1,312.0	
11	Branch operations--922.0 FTE positions.....	\$	85,709,100
12	Central operations--388.0 FTE positions.....		50,115,300
13	Motorcycle safety education administration--2.0 FTE		
14	positions		335,500
15	Motorcycle safety education grants.....		1,800,000
16	Credit and debit assessment services.....		6,000,000
17	Organ donor program.....		<u>129,100</u>
18	GROSS APPROPRIATION.....	\$	144,089,000
19	Appropriated from:		
20	Interdepartmental grant revenues:		
21	IDG from MDOT, Michigan transportation fund.....		20,000,000
22	Federal revenues:		
23	Federal funds.....		1,460,000
24	Special revenue funds:		
25	Private funds.....		100
26	Abandoned vehicle fees.....		204,500
27	Auto repair facilities fees.....		910,400

1	Child support clearance fees.....	363,600
2	Credit and debit assessment service fees.....	6,000,000
3	Driver education provider and instructor fund.....	49,600
4	Driver fees.....	25,355,100
5	Driver improvement course fund.....	1,246,200
6	Enhanced driver license and enhanced official state	
7	personal identification card fund.....	9,021,200
8	Expedient service fees.....	2,603,600
9	Marine safety fund.....	1,420,400
10	Michigan state police auto theft fund.....	123,700
11	Mobile home commission fees.....	507,500
12	Motorcycle safety fund.....	1,835,500
13	Off-road vehicle title fees.....	170,400
14	Parking ticket court fines.....	1,629,800
15	Personal identification card fees.....	2,319,700
16	Recreation passport fee.....	1,000,000
17	Reinstatement fees - operator licenses.....	2,358,000
18	Snowmobile registration fee revenue.....	390,000
19	Thomas Daley gift of life fund.....	50,000
20	Transportation administration collection fund.....	60,920,300
21	Vehicle theft prevention fees.....	742,200
22	State general fund/general purpose.....	\$ 3,407,200
23	(6) ELECTION REGULATION	
24	Full-time equated classified positions.....	45.0
25	Election administration and services--45.0 FTE	
26	positions	\$ 7,169,100
27	County clerk education and training fund.....	100,000

1	Fees to local units.....		<u>109,800</u>
2	GROSS APPROPRIATION.....	\$	7,378,900
3	Appropriated from:		
4	Special revenue funds:		
5	Notary education and training fund.....		100,000
6	Notary fee fund.....		343,500
7	State general fund/general purpose.....	\$	6,935,400
8	(7) DEPARTMENTWIDE APPROPRIATIONS		
9	Building occupancy charges/rent.....	\$	9,792,000
10	Worker's compensation.....		<u>254,400</u>
11	GROSS APPROPRIATION.....	\$	10,046,400
12	Appropriated from:		
13	Special revenue funds:		
14	Auto repair facilities fees.....		133,200
15	Driver fees.....		708,800
16	Enhanced driver license and enhanced official state		
17	personal identification card fund.....		326,000
18	Parking ticket court fines.....		441,500
19	Transportation administration collection fund.....		5,904,200
20	State general fund/general purpose.....	\$	2,532,700
21	(8) INFORMATION TECHNOLOGY		
22	Information technology services and projects.....	\$	<u>22,276,200</u>
23	GROSS APPROPRIATION.....	\$	22,276,200
24	Appropriated from:		
25	Special revenue funds:		
26	Administrative order processing fee.....		11,700
27	Auto repair facilities fees.....		129,300

1	Driver fees.....		787,400
2	Enhanced driver license and enhanced official state		
3	personal identification card fund.....		327,500
4	Expedient service fees.....		1,085,100
5	Parking ticket court fines.....		89,000
6	Personal identification card fees.....		173,300
7	Reinstatement fees - operator licenses.....		592,300
8	Transportation administration collection fund.....		17,311,500
9	Vehicle theft prevention fees.....		181,000
10	State general fund/general purpose.....	\$	1,588,100
11	(9) ONE-TIME BASIS ONLY APPROPRIATIONS		
12	Election administration and services.....	\$	<u>10,000,000</u>
13	GROSS APPROPRIATION.....	\$	10,000,000
14	Appropriated from:		
15	Special revenue funds:		
16	State general fund/general purpose.....	\$	10,000,000
17	Sec. 107. DEPARTMENT OF TALENT AND ECONOMIC		
18	DEVELOPMENT		
19	(1) APPROPRIATION SUMMARY		
20	Full-time equated unclassified positions.....		6.0
21	Full-time equated classified positions.....		1,609.0
22	GROSS APPROPRIATION.....	\$	1,142,680,400
23	Interdepartmental grant revenues:		
24	Total interdepartmental grants and intradepartmental		
25	transfers		0
26	ADJUSTED GROSS APPROPRIATION.....	\$	1,142,680,400

1	Federal revenues:	
2	Total federal revenues.....	773,944,800
3	Special revenue funds:	
4	Total local revenues.....	500,000
5	Total private revenues.....	5,619,000
6	Total other state restricted revenues.....	192,341,600
7	State general fund/general purpose.....	\$ 170,275,000
8	State general fund/general purpose schedule:	
9	Ongoing state general fund/general	
10	purpose	152,888,900
11	One-time state general fund/general	
12	purpose	17,386,100
13	(2) EXECUTIVE DIRECTION	
14	Full-time equated unclassified positions.....	6.0
15	Full-time equated classified positions.....	1.0
16	Unclassified positions--6.0 FTE positions.....	\$ 897,400
17	Executive direction and operations--1.0 FTE position .	<u>812,900</u>
18	GROSS APPROPRIATION.....	\$ 1,710,300
19	Appropriated from:	
20	Federal revenues:	
21	DOL, federal funds.....	247,600
22	DOL, unemployment insurance.....	931,600
23	Special revenue funds:	
24	Michigan state housing development authority fees	
25	and charges	400,800
26	State general fund/general purpose.....	\$ 130,300
27	(3) MICHIGAN STRATEGIC FUND	

1	Full-time equated classified positions.....	194.0	
2	Administrative services--34.0 FTE positions.....		\$ 5,743,600
3	Job creation services--160.0 FTE positions.....		22,198,400
4	Pure Michigan.....		34,000,000
5	Entrepreneurship ecosystem.....		19,400,000
6	Business attraction and community revitalization.....		102,500,000
7	Community development block grants.....		47,000,000
8	Arts and cultural program.....		10,150,000
9	Community college skilled trades equipment program...		4,600,000
10	Facility for rare isotope beams.....		<u>7,300,000</u>
11	GROSS APPROPRIATION.....		\$ 252,892,000
12	Appropriated from:		
13	Federal revenues:		
14	DOL, unemployment insurance.....		287,000
15	DOL, federal funds.....		2,326,300
16	NFAH-NEA, promotion of the arts, partnership		
17	agreements		1,050,000
18	HUD-CPD, community development block grant.....		49,773,300
19	Special revenue funds:		
20	Private - special project advances.....		250,000
21	Private - Michigan council for the arts fund.....		100,000
22	Industry support fees.....		5,500
23	Michigan promotion fund.....		400,000
24	MSHDA fees and charges.....		4,609,000
25	21st century jobs trust fund.....		75,000,000
26	State general fund/general purpose.....		\$ 119,090,900
27	(4) TALENT INVESTMENT AGENCY		

1	Full-time equated classified positions.....	1,092.0	
2	Executive direction--7.0 FTE positions		\$ 1,175,600
3	Work opportunity program.....		500,000
4	Community ventures--7.0 FTE positions		9,800,000
5	Workforce program administration--225.0 FTE positions		33,169,900
6	Workforce development programs		387,022,900
7	Skilled trades training program.....		35,600,000
8	Unemployment insurance agency--853.0 FTE positions ...		139,065,500
9	Information technology services and projects		<u>22,501,000</u>
10	GROSS APPROPRIATION.....		\$ 628,834,900
11	Appropriated from:		
12	Federal revenues:		
13	DOL-ETA unemployment insurance		139,457,500
14	DAG, employment and training		3,499,400
15	DED-OESE, GEAR-UP		4,730,700
16	DED-OVAE, adult education		20,000,000
17	DED-OVAE, basic grants to states		19,000,000
18	DOL-ETA, workforce investment act		173,988,600
19	DOL, federal funds		109,353,800
20	Federal funds		5,940,200
21	Social security act, temporary assistance to needy		
22	families		70,698,800
23	Special revenue funds:		
24	Local revenues		500,000
25	Private funds		5,269,000
26	Contingent fund, penalty and interest		46,535,300
27	Default loan collection		152,500

1	State general fund/general purpose.....	\$	29,709,100
2	(5) LAND BANK FAST TRACK AUTHORITY		
3	Full-time equated classified positions.....		6.0
4	Land bank fast track authority--6.0 FTE positions....	\$	<u>5,256,400</u>
5	GROSS APPROPRIATION.....	\$	5,256,400
6	Appropriated from:		
7	Federal revenues:		
8	Federal funds.....		1,000,000
9	Special revenue funds:		
10	Land bank fast track fund.....		297,800
11	State general fund/general purpose.....	\$	3,958,600
12	(6) MICHIGAN STATE HOUSING DEVELOPMENT AUTHORITY		
13	Full-time equated classified positions.....		316.0
14	Payments on behalf of tenants.....	\$	166,860,000
15	Housing and rental assistance--316.0 FTE positions...		51,248,200
16	Lighthouse preservation program.....		307,500
17	Rent and administrative support.....		3,721,000
18	Michigan state housing development authority		
19	technology services and projects.....		<u>3,585,500</u>
20	GROSS APPROPRIATION.....	\$	225,722,200
21	Appropriated from:		
22	Federal revenues:		
23	HUD, lower income housing assistance.....		166,860,000
24	Special revenue funds:		
25	Michigan state housing development authority fees		
26	and charges		58,554,700
27	Michigan lighthouse preservation fund.....		307,500

1	State general fund/general purpose	\$	0
2	(7) ONE-TIME BASIS ONLY APPROPRIATIONS		
3	Business attraction and community revitalization	\$	13,000,000
4	Community ventures - challenge match		1,000,000
5	Statewide data system integration		8,778,500
6	Special grants		5,486,000
7	Smart zone grant		<u>100</u>
8	GROSS APPROPRIATION	\$	28,264,600
9	Appropriated from:		
10	Federal revenues:		
11	Federal funds		4,800,000
12	Special revenue funds:		
13	State restricted funds		6,078,500
14	State general fund/general purpose	\$	17,386,100
15	Sec. 108. DEPARTMENT OF TECHNOLOGY, MANAGEMENT, AND		
16	BUDGET		
17	(1) APPROPRIATION SUMMARY		
18	Full-time equated unclassified positions	6.0	
19	Full-time equated classified positions	2,862.0	
20	GROSS APPROPRIATION	\$	1,316,141,200
21	Interdepartmental grant revenues:		
22	Total interdepartmental grants and intradepartmental		
23	transfers		694,054,100
24	ADJUSTED GROSS APPROPRIATION	\$	622,087,100
25	Federal revenues:		
26	Total federal revenues		4,958,200

1	Special revenue funds:	
2	Total local revenues.....	2,320,000
3	Total private revenues.....	0
4	Total other state restricted revenues.....	114,340,800
5	State general fund/general purpose.....	\$ 500,468,100
6	State general fund/general purpose schedule:	
7	Ongoing state general fund/general	
8	purpose	470,968,100
9	One-time state general fund/general	
10	purpose	29,500,000
11	(2) EXECUTIVE DIRECTION	
12	Full-time equated unclassified positions.....	6.0
13	Full-time equated classified positions.....	12.0
14	Unclassified positions--6.0 FTE positions.....	\$ 1,001,400
15	Executive operations--12.0 FTE positions.....	<u>2,376,000</u>
16	GROSS APPROPRIATION.....	\$ 3,377,400
17	Appropriated from:	
18	Interdepartmental grant revenues:	
19	IDG from building occupancy and parking charges	249,700
20	IDG from technology user fees.....	2,074,400
21	Special revenue funds:	
22	Special revenue, internal service, and pension trust	
23	funds	289,200
24	State general fund/general purpose.....	\$ 764,100
25	(3) DEPARTMENT SERVICES	
26	Full-time equated classified positions.....	720.5
27	Administrative services--138.5 FTE positions.....	\$ 20,389,400

1	Budget and financial management--135.0 FTE positions .	17,913,100
2	Office of the state employer--23.0 FTE positions	3,417,300
3	Design and construction services--40.0 FTE positions .	6,477,000
4	Business support services--97.0 FTE positions	11,469,600
5	Building operation services--210.0 FTE positions	92,416,200
6	Building occupancy charges, rent, and utilities	7,494,200
7	Motor vehicle fleet--35.0 FTE positions	74,260,100
8	Information technology services and projects	32,630,500
9	Bureau of labor market information and	
10	strategies--42.0 FTE positions	<u>5,475,100</u>
11	GROSS APPROPRIATION	\$ 271,942,500
12	Appropriated from:	
13	Interdepartmental grant revenues:	
14	IDG from accounting service centers user charges	2,698,000
15	IDG from building occupancy and parking charges	94,647,900
16	IDG from MDLARA	100,000
17	IDG from motor transport fund	74,260,100
18	IDG from MDHHS, community health	484,500
19	IDG from MDHHS, human services	215,400
20	IDG from user fees	6,754,000
21	IDG from technology user fees	7,658,600
22	Federal revenues:	
23	Federal funds	4,958,200
24	Special revenue funds:	
25	Local - MPSCS subscriber and maintenance fees	61,700
26	Local revenues	35,000
27	Deferred compensation	2,600

1	Health management funds.....	2,257,200
2	MAIN user charges.....	4,337,600
3	Pension trust funds.....	10,082,000
4	Special revenue, internal service, and pension trust	
5	funds	17,168,300
6	Other agency charges.....	1,178,700
7	State restricted indirect funds.....	3,392,200
8	State general fund/general purpose.....	\$ 41,650,500
9	(4) TECHNOLOGY SERVICES	
10	Full-time equated classified positions.....	1,487.5
11	Education services--29.0 FTE positions.....	\$ 4,106,500
12	Health and human services--617.5 FTE positions.....	291,972,300
13	Public protection--154.5 FTE positions.....	55,832,600
14	Resources services--146.5 FTE positions.....	20,283,500
15	Transportation services--89.5 FTE positions.....	31,739,300
16	General services--331.5 FTE positions.....	98,027,300
17	Enterprisewide information technology investments....	65,000,000
18	Homeland security initiative/cyber security--13.0	
19	FTE positions	14,118,200
20	Michigan public safety communications system--100.0	
21	FTE positions	40,094,800
22	Enterprise identity management--6.0 FTE positions....	<u>6,700,000</u>
23	GROSS APPROPRIATION.....	\$ 627,874,500
24	Appropriated from:	
25	Interdepartmental grant revenues:	
26	IDG from technology user fees.....	501,961,500
27	Special revenue funds:	

1	Local - MPSCS subscriber and maintenance fees	2,223,300
2	State general fund/general purpose	\$ 123,689,700
3	(5) STATEWIDE APPROPRIATIONS	
4	Professional development fund - NEREs	\$ 250,000
5	Professional development fund - UAW	<u>700,000</u>
6	GROSS APPROPRIATION	\$ 950,000
7	Appropriated from:	
8	Interdepartmental grant revenues:	
9	IDG from employer contributions	950,000
10	State general fund/general purpose	\$ 0
11	(6) SPECIAL PROGRAMS	
12	Full-time equated classified positions	192.0
13	Building occupancy charges - property management	
14	services for executive/legislative building	
15	occupancy	\$ 1,154,500
16	Retirement services--167.0 FTE positions	28,724,900
17	Public safety officers survivor benefits program	58,000
18	Office of children's ombudsman--14.0 FTE positions ...	1,801,600
19	Public private partnership	1,500,000
20	School reform office operations--11.0 FTE	
21	positions	2,318,300
22	Regional property grants	<u>100</u>
23	GROSS APPROPRIATION	\$ 35,557,400
24	Appropriated from:	
25	Special revenue funds:	
26	Deferred compensation	2,800,000
27	Pension trust funds	20,548,100

1	Public private partnership investment fund.....		1,500,000
2	State general fund/general purpose.....	\$	10,709,300
3	(7) STATE BUILDING AUTHORITY RENT		
4	State building authority rent - state agencies.....	\$	49,665,800
5	State building authority rent - department of		
6	corrections		21,029,900
7	State building authority rent - universities.....		144,995,300
8	State building authority rent - community colleges...		<u>30,879,600</u>
9	GROSS APPROPRIATION.....	\$	246,570,600
10	Appropriated from:		
11	State general fund/general purpose.....	\$	246,570,600
12	(8) CIVIL SERVICE COMMISSION		
13	Full-time equated classified positions.....		450.0
14	Agency services--74.0 FTE positions.....	\$	13,103,100
15	Executive direction--40.0 FTE positions.....		8,894,300
16	Employee benefits--16.0 FTE positions.....		5,704,000
17	Human resources operations--320.0 FTE positions.....		38,463,100
18	Information technology services and projects.....		<u>3,354,300</u>
19	GROSS APPROPRIATION.....	\$	69,518,800
20	Appropriated from:		
21	Interdepartmental grant revenues:		
22	Federal revenues:		
23	Special revenue funds:		
24	State restricted funds 1%.....		30,702,500
25	State restricted indirect funds.....		8,592,200
26	State sponsored group insurance.....		8,640,200
27	State general fund/general purpose.....	\$	21,583,900

1 **(9) CAPITAL OUTLAY**

2 Major special maintenance, remodeling, and additions
 3 for state agencies \$ 2,000,000
 4 Enterprisewide special maintenance for state
 5 facilities 26,000,000
 6 GROSS APPROPRIATION..... \$ 28,000,000

7 Appropriated from:

8 Interdepartmental grant revenues:

9 IDG from building occupancy charges 2,000,000
 10 State general fund/general purpose \$ 26,000,000

11 **(10) ONE-TIME BASIS ONLY APPROPRIATIONS**

12 Capitol area reconfiguration project \$ 7,500,000
 13 ITIF one-time augmentation 7,000,000
 14 Enterprisewide special maintenance for state
 15 facilities 10,000,000
 16 ORS IT modernization and enterprise mandates 2,850,000
 17 Legal services 5,000,000
 18 GROSS APPROPRIATION..... \$ 32,350,000

19 Appropriated from:

20 Special revenue funds:

21 Pension trust funds 2,850,000
 22 State general fund/general purpose \$ 29,500,000

23 **Sec. 109. DEPARTMENT OF TREASURY**

24 **(1) APPROPRIATION SUMMARY**

25 Full-time equated unclassified positions 10.0
 26 Full-time equated classified positions 1,906.5

1	GROSS APPROPRIATION.....	\$ 1,911,993,800
2	Interdepartmental grant revenues:	
3	Total interdepartmental grants and intradepartmental	
4	transfers	11,262,300
5	ADJUSTED GROSS APPROPRIATION.....	\$ 1,900,731,500
6	Federal revenues:	
7	Total federal revenue.....	39,920,800
8	Special revenue funds:	
9	Total local revenues.....	9,201,000
10	Total private revenues.....	26,700
11	Total other state restricted revenues.....	1,615,890,800
12	State general fund/general purpose.....	\$ 235,692,200
13	State general fund/general purpose schedule:	
14	Ongoing state general fund/general	
15	purpose	231,603,300
16	One-time state general fund/general	
17	purpose	4,088,900
18	(2) EXECUTIVE DIRECTION	
19	Full-time equated unclassified positions.....	10.0
20	Full-time equated classified positions.....	52.0
21	Unclassified positions--10.0 FTE positions.....	\$ 995,500
22	Executive direction and operations--52.0 FTE positions	<u>9,328,400</u>
23	GROSS APPROPRIATION.....	\$ 10,323,900
24	Appropriated from:	
25	Federal revenues:	
26	DED-OPSE, federal lenders allowance.....	20,000
27	DED-OPSE, higher education act of 1965, insured loans	45,000

1	Special revenue funds:	
2	Local - city income tax fund.....	101,900
3	Delinquent tax collection revenue.....	2,159,800
4	State lottery fund.....	288,700
5	State services fee fund.....	328,200
6	State general fund/general purpose.....	\$ 7,380,300
7	(3) LOCAL GOVERNMENT PROGRAMS	
8	Full-time equated classified positions.....	111.0
9	Supervision of the general property tax law--	86.0
10	FTE positions	\$ 14,590,200
11	Property tax assessor training--4.0 FTE positions	1,040,400
12	Local finance--21.0 FTE positions.....	<u>2,607,000</u>
13	GROSS APPROPRIATION.....	\$ 18,237,600
14	Appropriated from:	
15	Special revenue funds:	
16	Local - assessor training fees.....	1,040,400
17	Local - audit charges.....	825,800
18	Local - equalization study chargebacks.....	40,000
19	Local - revenue from local government.....	100,000
20	Delinquent tax collection revenue.....	1,514,700
21	Land reutilization fund.....	2,044,000
22	Municipal finance fees.....	544,900
23	State general fund/general purpose.....	\$ 12,127,800
24	(4) DEPARTMENTWIDE APPROPRIATIONS	
25	Rent and building occupancy charges - property	
26	management services	\$ 6,047,400
27	Worker's compensation insurance premium.....	<u>36,400</u>

1	GROSS APPROPRIATION.....	\$	6,083,800
2	Appropriated from:		
3	Special revenue funds:		
4	Delinquent tax collection revenue.....		2,890,600
5	State general fund/general purpose.....	\$	3,193,200
6	(5) TAX PROGRAMS		
7	Full-time equated classified positions.....	774.0	
8	Tax compliance--340.0 FTE positions.....	\$	45,075,300
9	Tax and economic policy--75.0 FTE positions.....		11,570,600
10	Tax processing--331.0 FTE positions.....		37,376,900
11	Health insurance claims fund--15.0 FTE positions.....		2,070,500
12	Home heating assistance.....		3,086,200
13	Bottle act implementation.....		250,000
14	Tobacco tax enforcement--13.0 FTE positions.....		<u>1,509,100</u>
15	GROSS APPROPRIATION.....	\$	100,938,600
16	Appropriated from:		
17	Interdepartmental grant revenues:		
18	IDG from MDOT, Michigan transportation fund.....		2,284,100
19	IDG from MDOT, state aeronautics fund.....		72,200
20	Federal revenues:		
21	HHS-SSA, low-income energy assistance.....		3,086,200
22	Special revenue funds:		
23	Bottle deposit fund.....		250,000
24	Delinquent tax collection revenue.....		70,557,200
25	Emergency 911 fund.....		158,700
26	Health insurance claims assessment fund.....		2,070,500
27	Tobacco tax revenue.....		4,109,300

1	Waterways fund.....		107,100
2	State general fund/general purpose.....	\$	18,243,300
3	(6) FINANCIAL AND ADMINISTRATIVE SERVICES		
4	Full-time equated classified positions.....	381.0	
5	Departmental services--88.0 FTE positions.....	\$	9,180,500
6	Unclaimed property--29.0 FTE positions.....		4,835,300
7	Office of collections--202.0 FTE positions.....		26,255,100
8	Office of accounting services--24.0 FTE positions....		2,491,400
9	Office of financial services--38.0 FTE positions.....		<u>4,478,500</u>
10	GROSS APPROPRIATION.....	\$	47,240,800
11	Appropriated from:		
12	Interdepartmental grant revenues:		
13	IDG from accounting service center user charges.....		494,500
14	IDG from MDHHS, human, title IV-D.....		776,000
15	IDG, levy/warrant cost assessment fees.....		2,335,000
16	IDG, state agency collection fees.....		4,353,400
17	IDG, data/collection services fees.....		336,600
18	Special revenue funds:		
19	Delinquent tax collection revenue.....		27,387,100
20	Escheats revenue.....		4,835,300
21	Garnishment fees.....		2,638,600
22	Justice system fund.....		428,100
23	State restricted indirect funds.....		278,600
24	Treasury fees.....		47,200
25	State general fund/general purpose.....	\$	3,330,400
26	(7) FINANCIAL PROGRAMS		
27	Full-time equated classified positions.....	210.5	

1	Investments--82.0 FTE positions	\$	20,594,200
2	John R. Justice grant program		288,100
3	Common cash and debt management--21.5 FTE positions ..		1,666,200
4	Dual enrollment payments		1,507,600
5	Student financial assistance programs--25.5 FTE		
6	positions		2,683,300
7	Michigan finance authority - bond finance		
8	programs--72.5 FTE positions		38,856,600
9	Financial independence team--9.0 FTE positions		<u>3,729,500</u>
10	GROSS APPROPRIATION	\$	69,325,500
11	Appropriated from:		
12	Interdepartmental grant revenues:		
13	IDG, fiscal agent service fees		210,500
14	Federal revenues:		
15	DED-OPSE, federal lenders allowance		10,686,100
16	DED-OPSE, higher education act of 1965, insured loans		25,169,600
17	Federal - John R. Justice grant		288,100
18	Special revenue funds:		
19	Defined contribution administrative fee revenue		100,000
20	MFA, bond and loan program revenue		2,944,600
21	Michigan merit award trust fund		1,163,800
22	Retirement funds		19,016,000
23	School bond fees		854,300
24	Treasury fees		1,694,600
25	State general fund/general purpose	\$	7,197,900
26	(8) DEBT SERVICE		
27	Quality of life bond	\$	28,687,000

1	Clean Michigan initiative.....	89,477,000
2	Great Lakes water quality bond.....	<u>18,873,000</u>
3	GROSS APPROPRIATION.....	\$ 137,037,000
4	Appropriated from:	
5	Special revenue funds:	
6	State general fund/general purpose.....	\$ 137,037,000
7	(9) GRANTS	
8	Convention facility development distribution.....	\$ 90,950,000
9	Senior citizen cooperative housing tax exemption	
10	program	10,520,000
11	Emergency 911 payments.....	27,000,000
12	Health and safety fund grants.....	<u>9,000,000</u>
13	GROSS APPROPRIATION.....	\$ 137,470,000
14	Appropriated from:	
15	Special revenue funds:	
16	Emergency 911 fund.....	27,000,000
17	Convention facility development fund.....	90,950,000
18	Health and safety fund.....	9,000,000
19	State general fund/general purpose.....	\$ 10,520,000
20	(10) BUREAU OF STATE LOTTERY	
21	Full-time equated classified positions.....	183.0
22	Lottery operations--183.0 FTE positions.....	\$ 24,760,300
23	Lottery information technology services and projects .	<u>5,239,600</u>
24	GROSS APPROPRIATION.....	\$ 29,999,900
25	Appropriated from:	
26	Special revenue funds:	
27	State lottery fund.....	29,999,900

1	State general fund/general purpose.....	\$	0
2	(11) CASINO GAMING		
3	Full-time equated classified positions.....	142.0	
4	Michigan gaming control board.....	\$	50,000
5	Casino gaming control administration--132.0 FTE		
6	positions		26,196,700
7	Casino gaming information technology services and		
8	projects		2,012,700
9	Racing commission--10.0 FTE positions.....		<u>2,462,600</u>
10	GROSS APPROPRIATION.....	\$	30,722,000
11	Appropriated from:		
12	Special revenue funds:		
13	Casino gambling agreements.....		942,700
14	Equine development fund.....		2,085,300
15	Laboratory fees.....		700,000
16	State services fee fund.....		26,994,000
17	State general fund/general purpose.....	\$	0
18	(12) PAYMENTS IN LIEU OF TAXES		
19	Commercial forest reserve.....	\$	3,368,100
20	Purchased lands.....		8,425,100
21	Swamp and tax reverted lands.....		<u>15,605,600</u>
22	GROSS APPROPRIATION.....	\$	27,398,800
23	Appropriated from:		
24	Special revenue funds:		
25	Private funds.....		26,700
26	Game and fish protection fund.....		2,919,700
27	Michigan natural resources trust fund.....		2,004,600

1	Michigan state waterways fund.....	253,200
2	State general fund/general purpose.....	\$ 22,194,600
3	(13) REVENUE SHARING	
4	Constitutional state general revenue sharing grants ..	\$ 781,501,400
5	City, village, and township revenue sharing.....	244,536,600
6	County incentive program.....	43,894,200
7	County revenue sharing.....	175,576,700
8	Financially distressed cities, villages, or townships	<u>5,000,000</u>
9	GROSS APPROPRIATION.....	\$ 1,250,508,900
10	Appropriated from:	
11	Sales tax.....	1,250,508,900
12	State general fund/general purpose.....	\$ 0
13	(14) STATE BUILDING AUTHORITY	
14	Full-time equated classified positions.....	4.0
15	State building authority--4.0 FTE positions	\$ <u>725,200</u>
16	GROSS APPROPRIATION.....	\$ 725,200
17	Appropriated from:	
18	Special revenue funds:	
19	State building authority revenue.....	725,200
20	State general fund/general purpose.....	\$ 0
21	(15) CITY INCOME TAX ADMINISTRATION PROGRAM	
22	Full-time equated classified positions.....	49.0
23	City income tax administration--49.0 FTE positions ...	\$ <u>5,879,100</u>
24	GROSS APPROPRIATION.....	\$ 5,879,100
25	Appropriated from:	
26	Local revenue funds:	
27	Local - city income tax fund.....	5,879,100

1	State general fund/general purpose	\$	0
2	(16) INFORMATION TECHNOLOGY		
3	Treasury operations information technology services		
4	and projects	\$	<u>30,813,800</u>
5	GROSS APPROPRIATION	\$	30,813,800
6	Appropriated from:		
7	Interdepartmental grant revenues:		
8	IDG from MDOT, Michigan transportation fund		400,000
9	Federal revenues:		
10	DED-OPSE, federal lenders allowance		625,800
11	Special revenue funds:		
12	Local - city income tax fund		1,213,800
13	Delinquent tax collection revenue		17,300,100
14	Tobacco tax revenue		129,000
15	Retirement funds		766,300
16	State general fund/general purpose	\$	10,378,800
17	(17) ONE-TIME BASIS ONLY APPROPRIATIONS		
18	City, village, and township revenue sharing	\$	446,400
19	Voting machine replacement reimbursement		5,000,000
20	Free individual e-file		2,842,500
21	Student loan delinquency pilot		<u>1,000,000</u>
22	GROSS APPROPRIATION	\$	9,288,900
23	Appropriated from:		
24	Special revenue funds:		
25	Sales tax		5,200,000
26	State general fund/general purpose	\$	4,088,900

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2016-2017

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 2016-2017 is \$3,280,788,100.00 and state spending from state resources to be paid to local units of government for fiscal year 2016-2017 is \$1,454,622,100.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF STATE

Fees to local units.....	\$	109,800
Motorcycle safety grants.....		<u>1,101,500</u>
Subtotal.....	\$	1,211,300

DEPARTMENT OF TREASURY

Senior citizen cooperative housing tax exemption.....	\$	10,520,000
Health and safety fund grants.....		9,000,000
Constitutional state general revenue sharing grants ..		781,501,400
City, village, and township revenue sharing.....		244,983,000
Convention facility development fund distribution....		90,950,000
Emergency 9-1-1 payments.....		23,800,000
Financially distressed cities, villages, or townships		5,000,000
County incentive program.....		43,894,200
County revenue sharing payments.....		175,576,700
Airport parking distribution pursuant to section 909 .		24,601,900

1	Payments in lieu of taxes.....	27,398,800
2	Voting machine replacement reimbursement.....	<u>5,000,000</u>
3	Subtotal.....	\$ 1,442,226,000
4	DEPARTMENT OF TALENT AND ECONOMIC DEVELOPMENT	
5	Welfare-to-work programs.....	\$ <u>11,224,800</u>
6	Subtotal.....	\$ <u>11,224,800</u>
7	TOTAL GENERAL GOVERNMENT.....	\$ 1,454,662,100

8 (2) Pursuant to section 30 of article IX of the state
9 constitution of 1963, total state spending from state sources for
10 fiscal year 2016-2017 is estimated at \$31,097,900,800.00 in the
11 2016-2017 appropriations acts and total state spending from state
12 sources paid to local units of government for fiscal year 2016-2017
13 is estimated at \$17,235,542,800.00. The state-local proportion is
14 estimated at 55.4% of total state spending from state resources.

15 (3) If payments to local units of government and state
16 spending from state sources for fiscal year 2016-2017 are different
17 than the amounts estimated in subsection (2), the state budget
18 director shall report the payments to local units of government and
19 state spending from state sources that were made for fiscal year
20 2016-2017 to the senate and house of representatives standing
21 committees on appropriations within 30 days after the final book-
22 closing for fiscal year 2016-2017.

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

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

27 (a) "ATM" means automated teller machine.

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

3 (c) "DAG" means the United States Department of Agriculture.

4 (d) "DED" means the United States Department of Education.

5 (e) "DED-OESE" means the DED Office of Elementary and
6 Secondary Education.

7 (f) "DED-OPSE" means the DED Office of Postsecondary
8 Education.

9 (g) "DED-OVAE" means the DED Office of Vocational and Adult
10 Education.

11 (h) "DOE-OEERE" means the United States Department of Energy,
12 Office of Energy Efficiency and Renewable Energy.

13 (i) "DOL" means the United States Department of Labor.

14 (j) "DOL-ETA" means the United States Department of Labor,
15 Employment and Training Administration.

16 (k) "EEOC" means the United States Equal Employment
17 Opportunity Commission.

18 (l) "FTE" means full-time equated.

19 (m) "Fund" means the Michigan strategic fund.

20 (n) "GEAR-UP" means gaining early awareness and readiness for
21 undergraduate programs.

22 (o) "GED" means a general educational development certificate.

23 (p) "GF/GP" means general fund/general purpose.

24 (q) "HHS" means the United States Department of Health and
25 Human Services.

26 (r) "HHS-OS" means the HHS Office of the Secretary.

27 (s) "HHS-SSA" means the HHS Social Security Administration.

1 (t) "HUD" means the United States Department of Housing and
2 Urban Development.

3 (u) "HUD-CPD" means the United States Department of Housing
4 and Urban Development - Community Planning and Development.

5 (v) "IDG" means interdepartmental grant.

6 (w) "JCOS" means the joint capital outlay subcommittee.

7 (x) "MAIN" means the Michigan administrative information
8 network.

9 (y) "MCL" means the Michigan Compiled Laws.

10 (z) "MDE" means the Michigan department of education.

11 (aa) "MDLARA" means the Michigan department of licensing and
12 regulatory affairs.

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

15 (cc) "MDHHS" means the Michigan department of health and human
16 services.

17 (dd) "MDMVA" means the Michigan department of military and
18 veterans affairs.

19 (ee) "MDOT" means the Michigan department of transportation.

20 (ff) "MDSP" means the Michigan department of state police.

21 (gg) "MDTMB" means the Michigan department of technology,
22 management, and budget.

23 (hh) "MEDC" means the Michigan economic development
24 corporation, which is the public body corporate created under
25 section 28 of article VII of the state constitution of 1963 and the
26 urban cooperation act of 1967, 1967 (Ex Sess) PA 7, MCL 124.501 to
27 124.512, by contractual interlocal agreement effective April 5,

1 1999, between local participating economic development corporations
2 formed under the economic development corporations act, 1974 PA
3 338, MCL 125.1601 to 125.1636, and the Michigan strategic fund.

4 (ii) "MFA" means the Michigan finance authority.

5 (jj) "MPE" means the Michigan public employees.

6 (kk) "MSF" means the Michigan strategic fund.

7 (ll) "MSHDA" means the Michigan state housing development
8 authority.

9 (mm) "NERE" means nonexclusively represented employees.

10 (nn) "NFAH-NEA" means the National Foundation of the Arts and
11 the Humanities - National Endowment for the Arts.

12 (oo) "PA" means public act.

13 (pp) "PATH" means Partnership. Accountability. Training. Hope.

14 (qq) "Qualified employee" means an individual currently on
15 probation or parole under the department of corrections.

16 (rr) "Qualified job" means a full-time job created by the
17 employer or another full-time job previously held by another
18 employee who separated from employment voluntarily or for cause.

19 (ss) "RFP" means a request for a proposal.

20 (tt) "SEIU" means Service Employees International Union.

21 (uu) "WDA" means the workforce development agency.

22 (vv) "WIC" means women, infants, and children.

23 Sec. 206. The departments and agencies receiving
24 appropriations in part 1 shall cooperate with the department of
25 technology, management, and budget to maintain a searchable website
26 that is updated at least quarterly and that is accessible by the
27 public at no cost that includes, but is not limited to, all of the

1 following for each department or agency:

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

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

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

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

9 (e) Job specifications and wage rates.

10 Sec. 207. Concurrent with submission of the executive budget
11 recommendation, the state budget office shall provide the senate
12 and house appropriations committees, the senate and house
13 appropriations subcommittees on the department, and the senate and
14 house fiscal agencies with a report that lists each new program or
15 program enhancement for which the funds in excess of \$500,000.00
16 are appropriated in part 1. The listing of new or enhanced programs
17 shall be ranked in the order of estimated return on taxpayer
18 investment determined by the state budget office. The program
19 performance shall use program-specific metrics, in addition to the
20 metrics required under section 447 of the management and budget
21 act, 1984 PA 431, MCL 18.1447, to measure the return on taxpayer
22 investment. The state budget office shall use the estimated
23 performance of the new program or program enhancement as the basis
24 for any increase in funds appropriated in part 1 from the
25 immediately preceding fiscal year. The department shall provide a
26 report on its status in meeting the program-specific metrics and
27 the progress in meeting the program's estimated return on taxpayer

1 investment by September 30 of the current fiscal year to the senate
2 and house appropriations subcommittees on the department and the
3 senate and house fiscal agencies.

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

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

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

27 Sec. 211. (1) Pursuant to section 352 of the management and

budget act, 1984 PA 431, MCL 18.1352, which provides for a transfer of state general fund revenue into or out of the countercyclical budget and economic stabilization fund, the calculations required by section 352 of the management and budget act, 1984 PA 431, MCL 18.1352, are determined as follows:

	<u>2015</u>	<u>2016</u>	<u>2017</u>
Michigan personal income (millions) .	\$420,279	\$438,771	\$457,200
less: transfer payments.....	<u>91,444</u>	<u>95,376</u>	<u>99,573</u>
Subtotal	\$328,835	\$343,395	\$357,627
Divided by: Detroit Consumer Price			
Index for 12 months ending June 30	2.195	2.204	2.248
Equals: real adjusted Michigan			
personal income.....	\$149,811	\$155,821	\$159,097
Percentage change.....	N/A	4.0%	2.1%
Growth rate in excess of 2%?.....	N/A	2.0%	0.1%
Equals: countercyclical budget and			
economic stabilization fund pay-in			
calculation for the fiscal year ending			
September 30, 2017 (millions).....	N/A	\$196.9	N/A
Growth rate less than 0%?.....	N/A	NO	NO
Equals: countercyclical budget and			
economic stabilization fund pay-out			
calculation for the fiscal year ending			
September 30, 2017 (millions).....	N/A	N/A	\$0.0

(2) Notwithstanding subsection (1), there is appropriated for the fiscal year ending September 30, 2017, from GF/GP revenue for deposit into the countercyclical budget and economic stabilization

1 fund the sum of \$0.

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

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

13 Sec. 215. A department or state agency shall not take
14 disciplinary action against an employee for communicating with a
15 member of the legislature or his or her staff.

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

27 (a) The dates of each travel occurrence.

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

6 Sec. 219. The departments and agencies receiving
7 appropriations in part 1 shall maintain, on a publicly accessible
8 website, a department or agency scorecard that identifies, tracks,
9 and regularly updates key metrics that are used to monitor and
10 improve the department's or agency's performance.

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

18 Sec. 226. Funds appropriated in part 1 shall not be used by a
19 principal executive department, state agency, or authority to hire
20 a person to provide legal services that are the responsibility of
21 the attorney general. This prohibition does not apply to legal
22 services for bonding activities and for those activities that the
23 attorney general authorizes.

24 Sec. 227. Within 14 days after the release of the executive
25 budget recommendation, the departments and agencies receiving
26 appropriations in part 1 shall cooperate with the state budget
27 director to provide the chairs of the senate and house of

1 representatives standing committees on appropriations, the chairs
2 of the senate and house of representatives standing committees on
3 appropriations subcommittees on general government, and the senate
4 and house fiscal agencies with an annual report on estimated state
5 restricted fund balances, state restricted fund projected revenues,
6 and state restricted fund expenditures for the fiscal years ending
7 September 30, 2016 and September 30, 2017.

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

16 Sec. 229. If the office of the auditor general has identified
17 an initiative or made a recommendation that is related to savings
18 and efficiencies in an audit report for an executive branch
19 department or agency, the department or agency shall report within
20 6 months of the release of the audit on their efforts and progress
21 made toward achieving the savings and efficiencies identified in
22 the audit report. The report shall be submitted to the chairs of
23 the senate and house of representatives standing committees on
24 appropriations, the chairs of the senate and house of
25 representatives standing committees with jurisdiction over matters
26 relating to the department that is audited, and the senate and
27 house fiscal agencies.

1 Sec. 233. In addition to the GF/GP appropriations for special
2 maintenance, remodeling, and addition - state facilities in part 1,
3 there is also appropriated related federal and state restricted
4 funds up to the amounts that will be earned based upon the
5 initiatives undertaken with the funds in part 1. The state budget
6 director shall determine and authorize the appropriate manner for
7 implementing this section.

8 Sec. 234. In addition to the GF/GP appropriations for
9 enterprisewide information technology investments in part 1, there
10 is also appropriated related federal and state restricted funds up
11 to the amounts that will be earned based upon the initiatives
12 undertaken with the funds in part 1. The state budget director
13 shall determine and authorize the appropriate manner for
14 implementing this section.

15 Sec. 235. By April 1, the state budget director shall submit a
16 report to the senate and house appropriations committees and the
17 senate and house fiscal agencies. The report shall recommend a
18 contingency plan for each federal funding source included in the
19 state budget of \$10,000,000.00 or more in the event that the
20 federal government reduces funding to the state through that source
21 by 10% or greater.

22 **DEPARTMENT OF ATTORNEY GENERAL**

23 Sec. 301. (1) In addition to the funds appropriated in part 1,
24 there is appropriated an amount not to exceed \$1,500,000.00 for
25 federal contingency funds. These funds are not available for
26 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 (2) In addition to the funds appropriated in part 1, there is
4 appropriated an amount not to exceed \$1,500,000.00 for state
5 restricted 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 (3) In addition to the funds appropriated in part 1, there is
10 appropriated an amount not to exceed \$100,000.00 for local
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 (4) In addition to the funds appropriated in part 1, there is
16 appropriated an amount not to exceed \$100,000.00 for private
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 Sec. 302. (1) The attorney general shall perform all legal
22 services, including representation before courts and administrative
23 agencies rendering legal opinions and providing legal advice to a
24 principal executive department or state agency. A principal
25 executive department or state agency shall not employ or enter into
26 a contract with any other person for services described in this
27 section.

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

6 (3) The attorney general shall perform the duties specified in
7 1846 RS 12, MCL 14.28 to 14.35, and 1919 PA 232, MCL 14.101 to
8 14.102, and as otherwise provided by law.

9 Sec. 303. The attorney general may sell copies of the biennial
10 report in excess of the 350 copies that the attorney general may
11 distribute on a gratis basis. Gratis copies shall not be provided
12 to members of the legislature. Electronic copies of biennial
13 reports shall be made available on the department of attorney
14 general's website. The attorney general shall sell copies of the
15 report at not less than the actual cost of the report and shall
16 deposit the money received into the general fund.

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

24 Sec. 305. In addition to the funds appropriated in part 1, not
25 more than \$400,000.00 shall be reimbursed per fiscal year for food
26 stamp fraud cases heard by the third circuit court of Wayne County
27 that were initiated by the department of attorney general pursuant

1 to the existing contract between the department of health and human
2 services, the Prosecuting Attorneys Association of Michigan, and
3 the department of attorney general. The source of this funding is
4 money earned by the department of attorney general under the
5 agreement after the allowance for reimbursement to the department
6 of attorney general for costs associated with the prosecution of
7 food stamp fraud cases. It is recognized that the federal funds are
8 earned by the department of attorney general for its documented
9 progress on the prosecution of food stamp fraud cases according to
10 the United States Department of Agriculture regulations and that,
11 once earned by this state, the funds become state funds.

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

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

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

27 Sec. 308. (1) In addition to the funds appropriated in part 1,

1 there is appropriated up to \$1,500,000.00 from litigation expense
2 reimbursements awarded to the state.

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

12 (3) Unexpended funds at the end of the fiscal year may be
13 carried forward for expenditure in the following year, up to a
14 maximum authorization of \$1,500,000.00.

15 Sec. 309. From the prisoner reimbursement funds appropriated
16 in part 1, the department may spend up to \$625,200.00 on activities
17 related to the state correctional facility reimbursement act, 1935
18 PA 253, MCL 800.401 to 800.406. In addition to the funds
19 appropriated in part 1, if the department collects in excess of
20 \$1,131,000.00 in gross annual prisoner reimbursement receipts
21 provided to the general fund, the excess, up to a maximum of
22 \$1,000,000.00, is appropriated to the department of attorney
23 general and may be spent on the representation of the department of
24 corrections and its officers, employees, and agents, including, but
25 not limited to, the defense of litigation against the state, its
26 departments, officers, employees, or agents in civil actions filed
27 by prisoners.

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

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

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

17 Sec. 313. From the funds appropriated in part 1 for attorney
18 general operations, the department shall allocate \$600,000.00 for
19 the investigation and prosecution of mortgage fraud.

20 Sec. 314. From the lawsuits settlement proceeds fund in the
21 department of treasury, there is appropriated to the department of
22 attorney general up to \$2,600,000.00 for fiscal year 2016-2017 to
23 be allocated for costs and associated expenses related to the
24 declaration of emergency due to drinking water contamination.

25 Sec. 314a. (1) From the funds appropriated in part 1 for
26 attorney general operations, the department of attorney general
27 shall allocate \$700,000.00 for investigations, crime victim rights,

1 prosecutions, and appeals for retroactive juvenile life without
2 parole cases.

3 (2) The attorney general's office shall submit a detailed
4 expenditure report to the house and senate appropriations
5 subcommittees on general government and the judiciary, the senate
6 and house fiscal agencies, and the state budget director by
7 September 30 detailing how the funds provided in subsection (1)
8 were expended.

9 Sec. 315. Total authorized appropriations from all sources
10 under part 1 for legacy costs for the fiscal year ending September
11 30, 2017 are \$18,361,000.00. From this amount, total agency
12 appropriations for pension-related legacy costs are estimated at
13 \$10,096,700.00. Total agency appropriations for retiree health care
14 legacy costs are estimated at \$8,264,300.00.

15 Sec. 316. (1) From the funds appropriated in part 1 for sexual
16 assault law enforcement efforts, the department shall use the funds
17 for testing of backlogged sexual assault kits across the state. The
18 funding provided in part 1 shall be distributed in the following
19 order of priority:

20 (a) To eliminate all county sexual assault kit backlogs
21 outside of Wayne County.

22 (b) To assist local prosecutors with investigations and
23 prosecutions of viable cases.

24 (c) To provide victim services.

25 (2) The department of attorney general shall provide a
26 detailed work and spending plan outlining anticipated litigation
27 action and expenditures resulting from findings of the sexual

1 assault kit testing. The spending plan shall be transmitted to the
2 state budget office, the senate and house fiscal agencies, and the
3 senate and house of representatives standing committees on
4 appropriations subcommittees on general government. The
5 appropriation shall not be available for expenditure until the work
6 plan is approved by the state budget director. The state budget
7 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 (3) The department of attorney general shall provide a report
11 by January 30 providing updated information related to the work and
12 spending plan listed in subsection (2) and provide an update on
13 expenditures made in relation to assisting local prosecutions and
14 investigations and providing victim services. The report shall be
15 distributed to the state budget office and the chairs of the senate
16 and house of representatives standing committees on appropriations
17 subcommittees on general government, as well as the senate and
18 house fiscal agencies.

19 **DEPARTMENT OF CIVIL RIGHTS**

20 Sec. 401. (1) In addition to the funds appropriated in part 1,
21 there is appropriated an amount not to exceed \$2,000,000.00 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 \$750,000.00 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. 402. (1) In addition to the appropriations contained in
7 part 1, the department of civil rights may receive and expend funds
8 from local or private sources for all of the following purposes:

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

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

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

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

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

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

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

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

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

6 Sec. 404. (1) The department of civil rights shall prepare and
7 transmit a detailed report that includes, but is not limited to,
8 the following information for the most recent fiscal year:

9 (a) A detailed description of the department operations.

10 (b) A detailed description of all subunits within the
11 department, including FTE positions associated with each subunit,
12 responsibilities of each subunit, and all revenues and expenditures
13 for each subunit.

14 (c) The number of complaints by type of complaint.

15 (d) The average cost of, and time expended, investigating
16 complaints.

17 (e) The percentage of complaints that are meritorious and
18 worthy of investigation or settlement and the percentage of
19 complaints that have no merit.

20 (f) A listing of amounts awarded to claimants.

21 (g) Expenditures associated with complaint investigation and
22 enforcement.

23 (h) A listing of complaint investigations closed per FTE
24 position for each of the past 5 years.

25 (i) A listing of complaint evaluations completed per FTE
26 position for each of the past 5 years.

27 (j) Productivity projections for the current fiscal year,

1 including investigations closed per FTE, complaint evaluations
2 completed per FTE, and average time expended investigating
3 complaints.

4 (2) The report required under subsection (1) shall be posted
5 online and transmitted electronically not later than November 30 to
6 the state budget director, the chairpersons of the senate and house
7 of representatives standing committees on appropriations, the
8 senate and house appropriations subcommittees on general
9 government, and the senate and house fiscal agencies.

10 Sec. 405. The department of civil rights shall notify the
11 office of the state budget, senate and house of representatives
12 standing committees on appropriations, and senate and house fiscal
13 agencies prior to submitting a report or complaint to the United
14 States Commission on Civil Rights or other federal departments.

15 Sec. 410. Total authorized appropriations from all sources
16 under part 1 for legacy costs for the fiscal year ending September
17 30, 2017 are \$3,062,000.00. From this amount, total agency
18 appropriations for pension-related legacy costs are estimated at
19 \$1,697,800.00. Total agency appropriations for retiree health care
20 legacy costs are estimated at \$1,364,200.00.

21 LEGISLATURE

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

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

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

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

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

20 Sec. 603. The appropriation contained in part 1 for national
21 association dues is to be distributed by the legislative council.

22 Sec. 604. (1) The appropriation in part 1 to the Michigan
23 state capitol historic site includes funds to operate the
24 legislative parking facilities in the capitol area. The Michigan
25 state capitol commission shall establish rules regarding the
26 operation of the legislative parking facilities.

27 (2) The Michigan state capitol commission shall collect a fee

1 from state employees and the general public using certain
2 legislative parking facilities. The revenues received from the
3 parking fees shall be allocated by the Michigan state capitol
4 commission.

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

11 Sec. 606. The appropriations in part 1 to the legislative
12 branch, for property management, shall be used to purchase
13 equipment and services for building maintenance in order to ensure
14 a safe and productive work environment. These funds are designated
15 as work project appropriations and shall not lapse at the end of
16 the fiscal year, and shall continue to be available for expenditure
17 until the project has been completed. The total cost is estimated
18 at \$2,000,000.00, and the tentative completion date is September
19 30, 2020.

20 Sec. 607. The appropriations in part 1 to the legislative
21 branch, for automated data processing, shall be used to purchase
22 equipment, software, and services in order to support and implement
23 data processing requirements and technology improvements. These
24 funds are designated as work project appropriations in accordance
25 with section 451a of the management and budget act, 1984 PA 431,
26 MCL 18.1451a, and shall not lapse at the end of the fiscal year,
27 and shall continue to be available for expenditure until the

1 project has been completed. The total cost is estimated at
2 \$2,000,000.00, and the tentative completion date is September 30,
3 2020.

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

11 Sec. 615. Total authorized appropriations from all sources
12 under part 1 for legacy costs for the fiscal year ending September
13 30, 2017 are \$21,279,600.00. From this amount, total agency
14 appropriations for pension-related legacy costs are estimated at
15 \$11,998,700.00. Total agency appropriations for retiree health care
16 legacy costs are estimated at \$9,280,900.00.

17 Sec. 618. It is the intent of the legislature that all
18 administrative functions and associated funding for the Michigan
19 legislative retirement system shall be transferred from the
20 legislative council to the department of technology, management,
21 and budget before the end of the 2016-2017 fiscal year.

22 Sec. 619. (1) From the amount appropriated in part 1 for the
23 criminal justice data collection and management program, an amount
24 not to exceed \$1,500,000.00 shall be used by the criminal justice
25 policy commission to provide quarterly reports to the legislature
26 beginning December 31, 2016. The report shall include the following
27 criminal justice data:

1 (a) The population, full capacity figures, and number of
2 correctional officers for each of the following:

3 (i) State correctional facilities.

4 (ii) Local jails.

5 (iii) County jails.

6 (b) The statewide number of parolees and parole officers.

7 (c) The statewide number of persons on probation through a
8 circuit court or a district court and the statewide number of
9 circuit court and district court probation officers.

10 (d) The statewide percentage of persons who are arrested
11 within 3 years and within 5 years of release from each of the
12 following:

13 (i) A state correctional facility.

14 (ii) A local jail.

15 (iii) A county jail.

16 (e) The statewide percentage of persons who are arrested
17 within 3 years and within 5 years of being paroled from a state
18 correctional facility.

19 (f) The statewide percentage of persons who are arrested
20 within 3 years and within 5 years of being placed on probation
21 through a circuit court or a district court.

22 (g) The statewide percentage of persons who are convicted of a
23 criminal offense within 3 years and within 5 years of release from
24 each of the following:

25 (i) A state correctional facility.

26 (ii) A local jail.

27 (iii) A county jail.

1 (h) The statewide percentage of persons who are convicted of a
2 criminal offense within 3 years and within 5 years of being paroled
3 from a state correctional facility.

4 (i) The statewide percentage of persons who are convicted of a
5 criminal offense within 3 years and within 5 years of being placed
6 on probation through a circuit court or a district court.

7 (j) The statewide percentage of persons who return to a state
8 correctional facility within 3 years of release and within 5 years
9 of release from each of the following:

10 (i) A state correctional facility.

11 (ii) A local jail.

12 (iii) A county jail.

13 (k) The statewide percentage of persons who return to a state
14 correctional facility within 3 years and within 5 years of being
15 paroled from a state correctional facility.

16 (l) The statewide percentage of persons on probation through a
17 circuit court or a district court who are remanded to a state
18 correctional facility within 3 years of placement on probation and
19 within 5 years of placement on probation.

20 (m) Sentencing information for all offenders.

21 (2) Funds described in section (1) shall be used to address
22 criminal justice data deficiencies identified under subsection (1).
23 If there are initial data deficiencies in the reports required
24 under subsection (1), the criminal justice policy commission shall
25 include recommendations for the closure of any data gaps in each of
26 these reports and the status of any activities related to these
27 recommendations. The criminal justice policy commission shall issue

1 a report to the legislature by March 1, 2017, accounting for all
2 funds spent under this section that will include recommendations
3 for the funding requirements for subsequent year projects that
4 would facilitate the collection of the data in subsection (1) on a
5 statewide basis.

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 of state may solicit funds from any private
19 or 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. 721. From the funds appropriated in part 1, the
13 department of state may collect ATM commission fees from companies
14 that have ATMs located in secretary of state branch offices. The
15 commission received from the use of these ATMs shall be credited to
16 the transportation administration collection fund created under
17 section 810b of the Michigan vehicle code, 1949 PA 300, MCL
18 257.810b.

19 Sec. 722. (1) From the increased funds appropriated in part 1
20 for information technology services and projects, the department of
21 state shall establish a legacy modernization project beginning in
22 the current fiscal year. The purpose of this program expansion is
23 modernization of the entire system and removal of existing programs
24 from the legacy mainframes.

25 (2) The department of state shall provide a report on the
26 status of the legacy modernization project that includes, but is
27 not limited to, itemization of all expenditures made on behalf of

1 the project, anticipated completion date of the project, time frame
2 of each phase of the project, the cost of the project, the number
3 of employees assigned to implement each phase of the project, the
4 contracts entered into for the project, anticipated overall cost of
5 the project, and any other information the department considers
6 necessary. The plan shall be distributed to the senate and house of
7 representatives standing committees on appropriations subcommittees
8 on general government, as well as the senate and house fiscal
9 agencies, and the state budget director by January 1.

10 Sec. 723. From the increased funds appropriated in part 1 for
11 elections administration and services, the department of state
12 shall establish funding available for the replacement of voting
13 machines. The purpose of this program expansion is replacement of
14 existing voting machines in the local jurisdictions.

15 Sec. 725. Total authorized appropriations from all sources
16 under part 1 for legacy costs for the fiscal year ending September
17 30, 2017 are \$31,874,100.00. From this amount, total agency
18 appropriations for pension-related legacy costs are estimated at
19 \$17,673,400.00. Total agency appropriations for retiree health care
20 legacy costs are estimated at \$14,200,700.00.

21 **DEPARTMENT OF TALENT AND ECONOMIC DEVELOPMENT**

22 Sec. 800. (1) In addition to the funds appropriated in part 1,
23 there is appropriated an amount not to exceed \$30,000,000.00 for
24 federal contingency funds. These funds are not available for
25 expenditure until they have been transferred to another line item
26 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 \$10,000,000.00 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 \$2,000,000.00 for private
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 \$2,000,000.00 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 under section 393(2) of the management and budget act, 1984 PA 431,
19 MCL 18.1393.

20 Sec. 800a. Total authorized appropriations from all sources
21 under part 1 for legacy costs for the fiscal year ending September
22 30, 2017 are \$35,083,100.00. From this amount, total agency
23 appropriations for pension-related legacy costs are estimated at
24 \$19,452,700.00. Total agency appropriations for retiree health care
25 legacy costs are estimated at \$15,630,400.00.

26 **MICHIGAN STRATEGIC FUND - HOUSING AND COMMUNITY DEVELOPMENT**

27 Sec. 801. MSHDA shall annually present a report to the state

1 budget office and the subcommittees on the status of the
2 authority's housing production goals under all financing programs
3 established or administered by the authority. The report shall give
4 special attention to efforts to raise affordable multifamily
5 housing production goals.

6 Sec. 802. MSHDA shall report to the subcommittees, the state
7 budget director, and the fiscal agencies by December 1 on the
8 status of the loans entered into by the Michigan broadband
9 development authority.

10 Sec. 803. In addition to the funds appropriated in part 1, the
11 funds collected by state historic preservation programs for
12 document reproduction and services and application fees are
13 appropriated for all expenses necessary to provide the required
14 services. These funds are available for expenditure when they are
15 received and may be carried forward into the succeeding fiscal
16 year.

17 Sec. 804. In addition to the amounts appropriated in part 1,
18 the land bank fast track authority may expend revenues received
19 under the land bank fast track act, 2003 PA 258, MCL 124.751 to
20 124.774, for the purposes authorized by the act, including, but not
21 limited to, the acquisition, lease, management, demolition,
22 maintenance, or rehabilitation of real or personal property,
23 payment of debt service for notes or bonds issued by the authority,
24 and other expenses to clear or quiet title property held by the
25 authority.

26 **MICHIGAN STRATEGIC FUND**

27 Sec. 805. In addition to the appropriations in part 1, Travel

1 Michigan may receive and expend private revenue related to the use
2 of "Pure Michigan" and all other copyrighted slogans and images.
3 This revenue may come from the direct licensing of the name and
4 image or from the royalty payments from various merchandise sales.
5 Revenue collected is appropriated for the marketing of the state as
6 a travel destination. The funds are available for expenditure when
7 they are received by the department of treasury. The fund shall
8 provide a report that lists the revenues by source received from
9 the use of "Pure Michigan" and all other copyrighted slogans and
10 images. The report shall provide a detailed list of expenditures of
11 revenues received under this section. The report shall be provided
12 to the appropriations subcommittees on general government, the
13 fiscal agencies, and the state budget office by June 1.

14 Sec. 807. (1) The fund shall provide reports to the relevant
15 subcommittees, the state budget director, and the fiscal agencies
16 concerning the activities of the MEDC grants and investment
17 programs financed from the fund using investment, Indian gaming
18 revenues, or other revenues. The report shall provide a list of
19 individual grants, loans, and investments made from the fund or by
20 the MEDC from the funds appropriated in part 1 and shall include
21 the name of the recipient, the amount awarded to the recipient, and
22 the purpose of the grant. The activities report shall also include,
23 but not be limited to, the following programs funded in part 1:

24 (a) Travel Michigan, including any expenditures authorized
25 under section 89b of the Michigan strategic fund act, 1984 PA 270,
26 MCL 125.2089b, to supplement the Michigan promotion program or Pure
27 Michigan programs. The report shall include the number of

1 commercials produced, the types of media purchased, and the target
2 of tourism promotion used in Michigan tourism promotion material.

3 (b) Business attraction, retention, and growth, including any
4 expenditures authorized under section 89b of the Michigan strategic
5 fund act, 1984 PA 270, MCL 125.2089b, to supplement the Michigan
6 business marketing program. The report shall include the number of
7 commercials produced, the markets in which media buys have been
8 made, and any web-based products that were created as a result of
9 this appropriation.

10 (c) Business services.

11 (d) Community development block grants.

12 (e) Strategic fund administration.

13 (f) Renaissance zones.

14 (g) 21st century investment program.

15 (h) Business and clean air ombudsman.

16 (i) Michigan business development program.

17 (j) Community revitalization program.

18 (k) Film incentives.

19 (l) Any other programs of the fund.

20 (m) Jobs for Michigan investment fund.

21 (n) Core community fund.

22 (2) As a condition of the expenditure of funds appropriated in
23 part 1 for business attraction and community revitalization and
24 film incentives, the fund shall submit a report to the chairpersons
25 of the senate and house of representatives standing committees on
26 appropriations, the chairpersons of the senate and house of
27 representatives standing committees on appropriations subcommittees

1 on general government, the senate and house fiscal agencies, and
2 the state budget office that provides performance metrics for the
3 Michigan business development program, community revitalization
4 program, and film incentives. The report shall include, but is not
5 limited to, all of the following for all appropriated funds that
6 are available during the fiscal year:

7 (a) Total verified jobs created, as required by statute,
8 compared to total committed jobs.

9 (b) Total actual private investment compared to total
10 projected private investment.

11 (c) An estimate of the return on investment to the state as a
12 result of the incentives.

13 (d) A listing of projects previously awarded incentives that
14 were revoked and the reason for revocation.

15 (e) A listing of projects that had incentive contracts amended
16 by the fund or MEDC. The listing shall include a detailed listing
17 of the amendments made to the contract.

18 (3) The reports in subsections (1) and (2) shall be submitted
19 by February 15. The report for each program in subsection (1)(a)
20 through (f) shall include details on all revenue sources, actual
21 expenditures, and number of FTEs for that program for the previous
22 fiscal year.

23 Sec. 808. As a condition of receiving funds under part 1, any
24 interlocal agreement entered into by the fund shall include
25 language which states that if a local unit of government has a
26 contract or memorandum of understanding with a private economic
27 development agency, the MEDC will work cooperatively with that

1 private organization in that local area.

2 Sec. 809. (1) Of the funds appropriated to the fund or through
3 grants to the MEDC, no funds shall be expended for the purchase of
4 options on land or the purchase of land unless at least 1 of the
5 following conditions applies:

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

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

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

15 (3) As used in this section, "economically distressed area"
16 means an area in a city, village, or township that has been
17 designated as blighted; a city, village, or township that shows
18 negative population change from 1970 and a poverty rate and
19 unemployment rate greater than the statewide average; or an area
20 certified as a neighborhood enterprise zone under the neighborhood
21 enterprise zone act, 1992 PA 147, MCL 207.771 to 207.786.

22 Sec. 811. (1) From the appropriations in part 1 to the fund
23 and granted or transferred to the MEDC, any unexpended or
24 unencumbered balance shall be disposed of in accordance with the
25 requirements in the management and budget act, 1984 PA 431, MCL
26 18.1101 to 18.1594, unless carryforward authorization has been
27 otherwise provided for.

1 (2) Any encumbered funds shall be used for the same purposes
2 for which funding was originally appropriated in this part and part
3 1.

4 Sec. 812. (1) As a condition of receiving funds under part 1,
5 the fund shall ensure that the MEDC and the fund comply with all of
6 the following:

7 (a) The freedom of information act, 1976 PA 442, MCL 15.231 to
8 15.246.

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

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

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

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

16 Sec. 813. As a condition for receiving the appropriations in
17 part 1, any staff of the MEDC involved in private fund-raising
18 activities shall not be party to any decisions regarding the
19 awarding of grants, incentives, or tax abatements from the fund,
20 the MEDC, or the Michigan economic growth authority.

21 Sec. 820. Federal pass-through funds to local institutions and
22 governments that are received in amounts in addition to those
23 included in part 1 and that do not require additional state
24 matching funds are appropriated for the purposes intended. The
25 department may carry forward into the succeeding fiscal year
26 unexpended federal pass-through funds to local institutions and
27 governments that do not require additional state matching funds.

1 The department shall report the amount and source of the funds to
2 the senate and house appropriations subcommittees on general
3 government, the senate and house fiscal agencies, and the state
4 budget office within 10 business days after receiving any
5 additional pass-through funds.

6 Sec. 824. From the funds appropriated in part 1 for business
7 attraction and community revitalization, not less than
8 \$20,000,000.00 shall be granted by the fund board for brownfield
9 redevelopment and historic preservation projects under the
10 community revitalization program authorized by chapter 8C of the
11 Michigan strategic fund act, 1984 PA 270, MCL 125.2090 to
12 125.2090d.

13 Sec. 832. (1) The department shall report to the
14 subcommittees, the state budget director, and the fiscal agencies
15 on the status of the film incentives at the same time as it submits
16 the annual report required under section 455 of the Michigan
17 business tax act, 2007 PA 36, MCL 208.1455. The department of
18 treasury and the fund shall provide the department of talent and
19 economic development with the data necessary to prepare the report.
20 Incentives included in the report shall include all of the
21 following:

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

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

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

1 (d) The amount of any tax credit claimed under former section
2 367 of the income tax act of 1967, 1967 PA 281.

3 (e) Any tax credits provided for film and digital media
4 production under the Michigan economic growth authority act, 1995
5 PA 24, MCL 207.801 to 207.810.

6 (f) Loans to an eligible production company or film and
7 digital media private equity fund authorized under section 88d(3),
8 (4), and (5) of the Michigan strategic fund act, 2005 PA 225, MCL
9 125.2088d.

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

11 (a) For each tax credit, the number of contracts signed, the
12 projected expenditures qualifying for the credit, and the estimated
13 value of the credits. For loans, the number of loans made under
14 each section, the interest rate of those loans, the loan amount,
15 the percent of the projected budget of each production financed by
16 those loans, the estimated interest earnings from the loan, the
17 total funding awarded for each of the following:

18 (i) Direct production expenditures.

19 (ii) Michigan personnel expenditures.

20 (iii) Crew personnel expenditures.

21 (iv) Qualified personnel expenditures.

22 (v) Postproduction expenditures.

23 (vi) Qualified facility or infrastructure expenditures.

24 (vii) Spending for program administration.

25 (b) For credits authorized under section 455 of the Michigan
26 business tax act, 2007 PA 36, MCL 208.1455, for productions
27 completed by December 31, the expenditures of each production

1 eligible for the credit that has filed a request for certificate of
2 completion with the film office, broken down into expenditures for
3 goods, services, or salaries and wages and showing separately
4 expenditures in each local unit of government, including
5 expenditures for personnel, whether or not they were made to a
6 Michigan entity, and whether or not they were taxable under the
7 laws of this state. For loans, the report shall include the number
8 of loans that have been fully repaid, with principal and interest
9 shown separately, and the number of loans that are delinquent or in
10 default, and the amount of principal that is delinquent or is in
11 default.

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

- 15 (i) The number of temporary jobs created.
16 (ii) The number of permanent jobs created.
17 (iii) The number of persons employed in Michigan as a result
18 of the incentive, on a full-time equated basis.

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

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

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

27 (c) Describe how disclosure of the information may put the

1 company at a competitive disadvantage.

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

8 Sec. 835. (1) From the appropriation in part 1, the Michigan
9 council for arts and cultural affairs shall administer an arts and
10 cultural grant program that maintains an equitable geographic
11 distribution of funding and utilizes past arts and cultural grant
12 programs as a guideline for administering this program. The council
13 shall do all of the following:

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

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

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

27 (d) Within 1 business day after the award announcements, the

1 council shall provide to each member of the legislature and the
2 fiscal agencies a list of all grant recipients and the total award
3 given to each recipient, sorted by county.

4 (2) The appropriation in part 1 for arts and cultural program
5 shall not be used for the administration of the grant program.

6 Sec. 836. (1) The general fund/general purpose funds
7 appropriated in part 1 to the business attraction and community
8 revitalization funds shall be transferred to the 21st century jobs
9 trust fund per section 90b(3) of the Michigan strategic fund act,
10 1984 PA 270, MCL 125.2090b.

11 (2) Funds transferred to the 21st century jobs trust fund
12 under subsection (1) are appropriated and available for allocation
13 as authorized in the Michigan strategic fund act, 1984 PA 270, MCL
14 125.2001 to 125.2094.

15 Sec. 838. (1) From the funds appropriated in part 1, the
16 department shall work with Michigan State University to gather
17 information and create an annual progress report on the
18 construction of the Facility for Rare Isotope Beams. The report
19 shall include, but is not limited to, the following information:

20 (a) If construction is ahead of the scheduled timeline made
21 with the United States Department of Energy at the end of the
22 previous fiscal year and the number of weeks.

23 (b) If the cost of construction is under or over the amount
24 projected for the previous fiscal year and the amount.

25 (c) The number of Michigan companies that have been contracted
26 for the project, the total amount of those contracts, and number of
27 permanent and temporary employees employed in the previous fiscal

1 year.

2 (2) The department shall report to the state budget director,
3 appropriations subcommittees, senate and house appropriation
4 subcommittees on general government, and senate and house fiscal
5 agencies by February 15.

6 Sec. 840. As a condition of receiving funds in part 1, the
7 department of talent and economic development shall utilize MAIN,
8 or a successor MDTMB-administered administrative information system
9 used across state government, as an appropriation and expenditure
10 reporting system to track all financial transactions with
11 individual vendors, contractual partners, grantees, recipients of
12 business incentives, and recipients of other economic assistance.
13 Encumbrances and expenditures shall be reported in a timely manner.

14 Sec. 841. From the funds appropriated in part 1 for business
15 attraction and community revitalization, the fund shall request the
16 transfer by the state treasurer of not more than 60% of the funds
17 prior to April 1.

18 Sec. 842. For the funds appropriated in part 1 for business
19 attraction and community revitalization, the fund shall report
20 quarterly on the amount of funds considered appropriated, pre-
21 encumbered, encumbered, and expended. The report shall also include
22 a listing of appropriations for business attraction and community
23 revitalization, or a predecessor, in 2011 PA 63, 2012 PA 200, 2013
24 PA 59, and 2014 PA 252, that were considered appropriated, pre-
25 encumbered, encumbered, or expended that have lapsed back to the
26 fund for any purpose. The report shall be submitted to the
27 chairpersons of the senate and house of representatives standing

1 committees on appropriations, the chairpersons of the senate and
2 house of representatives standing committees on appropriations
3 subcommittees on general government, the senate and house fiscal
4 agencies, and the state budget office.

5 Sec. 844. From the appropriations in part 1 for business
6 attraction and community revitalization, \$500,000.00 shall be
7 allocated to a consortium that develops unmanned aerial systems
8 technology and has a teaming agreement or partnership with a
9 Federal Aviation Administration designated testing site. The
10 consortium must also be working with a community college that has
11 received a skilled trades equipment fund grant and is using a
12 portion of the grant to purchase equipment for unmanned aerial
13 systems technology for education.

14 Sec. 845. From the funds appropriated in part 1 for
15 entrepreneurship eco-system, the fund shall allocate \$1,000,000.00
16 to the Van Andel Institute to be used for matching federal funds,
17 private and nonprofit grants, and private contributions.

18 Sec. 846. (1) From the funds appropriated in part 1 for
19 special grants, \$250,000.00 in general fund dollars shall be
20 awarded to a village that has a population of less than 1,200 for
21 capital repayments on a water tower that has deteriorated lead
22 paint inside of the well, operates a wellhead protection plan, is
23 over 30 years old, and has \$100,000.00 in matching funds.

24 (2) From the funds appropriated in part 1 for special grants,
25 \$960,000.00 in general fund dollars shall be awarded as a grant to
26 a financially distressed city that has a level 3, high-priority
27 capital improvement that has a cost estimate above \$10,000,000.00,

1 has local matching dollars, and has previously applied to the
2 financially distressed cities, villages, and townships fund, but
3 has not been awarded any previous grants.

4 (3) From the funds appropriated in part 1 for special grants,
5 \$800,000.00 in general fund dollars shall be awarded as a parking
6 redevelopment grant to a state park that is less than 50 acres and
7 is connected to a multi-city trolley system.

8 (4) From the funds appropriated in part 1 for special grants,
9 \$2,100,000.000 in penalties and interest fund dollars shall be used
10 to increase funding to the Jobs for America's Graduates program in
11 Michigan in the talent investment agency.

12 (5) From the funds appropriated in part 1 for special grants,
13 \$76,000.00 in general fund dollars shall be expended as a grant to
14 a local intermediate school district as matching for the purchase
15 of a plasma cutting machine. The grant shall be awarded to an
16 intermediate school district that operates a zero-emission
17 classroom building.

18 (6) From the funds appropriated in part 1 for special grants,
19 \$300,000.00 in general fund dollars shall be expended to support
20 the urban search and rescue task force. In distributing funds under
21 this section, the department of treasury shall require the task
22 force to provide to the department the following information:

23 (a) A final year-end report providing information on all
24 revenue received by source and expenditures by categories, with the
25 funds distributed to the task force under section 606(9) of article
26 XVI of 2014 PA 252 discretely presented.

27 (b) Detail on the proposed expenditure of the funds

1 distributed under this section.

2 (c) A final year-end report providing information on all
3 revenue received by source and expenditures by categories, with the
4 funds distributed under this section discretely presented.

5 (7) From the funds appropriated in part 1 for special grant,
6 \$1,000,000.00 in general fund dollars shall be expended to support
7 capital improvements to an African American museum in a city with a
8 population of 600,000 or more.

9 Sec. 847. (1) The fund shall 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 November 1 on the annual cost of the Michigan economic growth
13 authority tax credits. The report shall include for each year the
14 board-approved credit amount, adjusted for credit amendments where
15 applicable, and the actual and projected value of tax credits for
16 each year from 1995 to the expiration of the credit program. For
17 years for which credit claims are complete, the report shall
18 include the total of actual certificated credit amounts. For years
19 for which claims are still pending or not yet submitted, the report
20 shall include a combination of actual credits where available and
21 projected credits. Credit projections shall be based on updated
22 estimates of employees, wages, and benefits for eligible companies.

23 (2) In addition to the report under subsection (1), the fund
24 shall report to the senate and house of representatives
25 appropriations subcommittees on general government, the senate and
26 house fiscal agencies, and the state budget office by November 1 on
27 the annual cost of all other certificated credits by program, for

1 each year until the credits expire or can no longer be collected.
2 The report shall include estimates on the brownfield redevelopment
3 credit, film credits, MEGA photovoltaic technology credit, MEGA
4 polycrystalline silicon manufacturing credit, MEGA vehicle battery
5 credit, and other certificated credits.

6 Sec. 848. From the funds appropriated in part 1 for smart zone
7 grant, the department shall award a grant of up to \$100.00 to a
8 regional smart zone that operates a technology innovation center
9 and has an economic area partnership with a board that has
10 representation from a university, a community college, 2 local
11 units of government, and a county. The smart zone must have created
12 at least 50 jobs and generated at least \$1,000,000.00 in fiscal
13 year 2015-2016 to receive the grant.

14 Sec. 850. From the funds appropriated in part 1 for
15 entrepreneurship ecosystem, the department shall award a \$100.00 1-
16 time grant to a public or private technology university to start up
17 a business and technology accelerator. The accelerator shall be
18 operated by the university, have federal matching dollars, and have
19 partnerships or alliance agreements with Michigan Works!,
20 businesses, and a local unit of government.

21 **TALENT INVESTMENT AGENCY**

22 Sec. 860. The talent investment agency shall administer the
23 PATH training program in accordance with the requirements of
24 section 407(d) of title IV of the social security act, 42 USC 607,
25 the state social welfare act, 1939 PA 280, MCL 400.1 to 400.119b,
26 and all other applicable laws and regulations.

27 Sec. 861. From the funds appropriated in part 1 for workforce

1 programs subgrantees, the talent investment agency may allocate
2 funding for grants to nonprofit organizations that offer programs
3 pursuant to the workforce investment act of 1998, 29 USC 2801 to
4 2945, or the workforce innovation and opportunity act, 29 USC 3101
5 to 3361, eligible youth focusing on pre-apprenticeship and
6 apprenticeship activities, entrepreneurship, work-readiness skills,
7 job shadowing, and financial literacy. Organizations eligible for
8 funding under this section must have the capacity to provide
9 similar programs in urban areas, as determined by the United States
10 Bureau of the Census according to the most recent federal decennial
11 census. Additionally, programs eligible for funding under this
12 section must include the participation of local business partners.
13 The talent investment agency shall develop other appropriate
14 eligibility requirements to ensure compliance with applicable
15 federal rules and regulations.

16 Sec. 862. The talent investment agency shall make available,
17 in person or by telephone, 1 disabled veterans outreach program
18 specialist or local veterans employment representative to Michigan
19 Works! service centers, as resources permit, during hours of
20 operation, and shall continue to make the appropriate placement of
21 veterans and disabled veterans a priority.

22 Sec. 863. (1) In addition to the funds appropriated in part 1,
23 any unencumbered and unrestricted federal workforce investment act
24 of 1998, 29 USC 2801 to 2945, workforce innovation and opportunity
25 act, 29 USC 3101 to 3361, or trade adjustment assistance funds
26 available from prior fiscal years are appropriated for the purposes
27 originally intended.

1 (2) The talent investment agency shall report by February 15
2 to the subcommittees, the fiscal agencies, and the state budget
3 office on the amount by fiscal year of federal workforce investment
4 act of 1998, 29 USC 2801 to 2945, workforce innovation and
5 opportunity act, 29 USC 3101 to 3361, funds appropriated under this
6 section.

7 Sec. 865. The talent investment agency shall provide a report
8 by March 1 to the senate and house of representatives standing
9 committees on appropriations subcommittees on general government,
10 the state budget director, and the fiscal agencies on the status of
11 the skilled trades training program funded in part 1. The report
12 shall include the following:

13 (a) The number of awardees participating in the program and
14 the names of those awardees organized by major industry group.

15 (b) The amount of funding received by each awardee under the
16 program.

17 (c) Amount of funding leveraged from each awardee or other
18 funding source for each awardee project.

19 (d) Training models established by each awardee.

20 (e) The number of individuals enrolled in a skilled trades
21 training program by awardee.

22 (f) The number of individuals who completed the program and
23 were hired by awardee.

24 (g) The number of applications received and the number of
25 applications approved for each region.

26 Sec. 866. As a condition of receiving funds in part 1 for the
27 skilled trades training program, the talent investment agency shall

1 administer the program as follows:

2 (a) The talent investment agency shall work cooperatively with
3 grantees to maximize the amount of funds from part 1 that are
4 available for direct training.

5 (b) The talent investment agency, workforce development
6 partners, including regional Michigan Works! agencies, and
7 employers shall collaborate and work cooperatively to prioritize
8 and streamline the expenditure of the funds appropriated in part 1.
9 The talent investment agency shall ensure that the skilled trades
10 training program provides a collaborative statewide network of
11 workforce and employee skill development partners that addresses
12 the employee talent needs throughout the state.

13 (c) The talent investment agency shall ensure that grants are
14 utilized for individual skill enhancement for employees of Michigan
15 businesses including the development of additional opportunities
16 for apprenticeship programs and more advance-tech training
17 programs. Funds shall not be distributed to program and process
18 centered training organization employers.

19 (d) The talent investment agency shall develop program goals
20 and detailed guidance for prospective participants to follow to
21 qualify under the program. The program goals and detailed guidance
22 shall be posted on the talent investment agency website and
23 distributed to workforce development partners, including local
24 Michigan Works! agencies, by October 1. Periodic assessments of
25 employer and employee needs shall be evaluated on a regional basis,
26 and the talent investment agency shall identify solutions and goals
27 to be implemented to satisfy those needs. The talent investment

1 agency shall notify the senate and house of representatives
2 standing committees on appropriations, the senate and house of
3 representatives standing committees on appropriations subcommittees
4 on general government, the senate and house fiscal agencies, and
5 the state budget office on any program goal, solution, or guidance
6 changes not fewer than 14 days prior to the finalization and
7 publication of the changes. Revenue received by the talent
8 investment agency for the skilled trades training program may be
9 expended for the purpose of those programs.

10 (e) Up to \$5,000,000.00 of the funds may be expended to match
11 federal funds when a Michigan company has utilized its favored
12 status designation from the investing in manufacturing communities
13 partnership to receive an award from the federal government.
14 Advance Michigan is the multijurisdictional collaborative working
15 with this partnership. The intent of Advance Michigan is to assist
16 businesses in securing federal funding opportunities and provide
17 matching funds in support of advancing Michigan as a global center
18 for advanced automotive manufacturing. The intent of these funds
19 will involve improving and increasing the skill level of employees
20 in skilled trades in the automotive industry and the manufacturing
21 processes within the changing manufacturing environment.

22 (f) Use the temporary assistance for needy families (TANF)
23 funds to train recipients of the family independence program (FIP)
24 and individuals that are eligible for the temporary assistance for
25 needy families program. The talent investment agency shall develop
26 and implement guidelines on how to use these funds in cooperation
27 with the department of health and human services in order to meet

1 federal guidelines prior to expending TANF funds. Individuals and
2 awardees that are funded using TANF dollars shall be broken out for
3 the reports required in section 865.

4 Sec. 868. (1) Of the funds appropriated in part 1 for the
5 workforce training programs, the talent investment agency shall
6 provide a report by February 15 to the senate and house of
7 representatives standing committees on appropriations subcommittees
8 on general government, the state budget director, and the fiscal
9 agencies on the status of the workforce training programs. The
10 report shall include the following:

11 (a) The amount of funding allocated to each Michigan Works!
12 agency and the total funding allocated to the workforce training
13 programs statewide by fund source.

14 (b) The number of participants enrolled in education or
15 training programs by each Michigan Works! agency.

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

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

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

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

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

27 (h) The actual revenues received by the fund source and fund

1 appropriated for each discrete workforce development program area.

2 (i) The number of participants who secured employment in
3 Michigan within 1 year of completing a training program.

4 (j) The number of participants who completed a training
5 program and secured employment in a field related to their
6 training.

7 (k) The average wage earned by participants who completed a
8 training program and secured employment within 1 year.

9 (l) The actual revenues received by the fund source and fund
10 appropriated for each discrete workforce development program area.

11 (2) Data collection for the report shall be for the prior
12 state fiscal year.

13 Sec. 869. (1) From the funds appropriated in part 1 for the
14 work opportunity program, the department shall establish and
15 implement a work opportunity employer reimbursement program that
16 uses the funds to provide grants to employers for the hiring of
17 qualified employees.

18 (2) The grant program shall require that an employer applying
19 to receive a grant shall employ at least 1 qualified employee in a
20 qualified new job for a minimum of 120 hours.

21 (3) An employer that wishes to apply for a grant shall submit
22 an application to the department containing the information
23 required by the department, including the following:

24 (a) The employer's federal employer identification number or
25 the department of treasury number assigned to the employer.

26 (b) The qualified employee's department of corrections number
27 and status of his or her parole, probation, or release.

1 (c) The amount of first-year wages.

2 (4) If the department approves a grant, the department shall
3 notify the employer. Upon confirmation that the employer has hired
4 a qualified employee who worked at least 120 hours in a qualified
5 new job, the department shall approve and disburse the grant funds
6 to the employer as follows:

7 (a) An amount equal to 25% of the qualified first-year wages
8 or \$1,500.00 whichever is less.

9 (b) For a qualified employee who worked more than 400 hours,
10 an amount equal to 40% of the qualified first-year wages or
11 \$2,400.00, whichever is less.

12 (5) The work opportunity employer reimbursement fund shall be
13 created within the department of treasury. This fund may receive
14 revenue from other assets and sources for deposit into the fund.
15 The state treasurer or his or her designee shall be the fiduciary
16 of the fund and direct the investment of the fund. The state
17 treasurer shall credit to the fund interest and earnings from fund
18 investments. Any amount remaining in the fund at the end of the
19 fiscal year shall not lapse to the general fund and shall remain in
20 the fund.

21 (6) The Michigan talent investment agency shall administer the
22 fund for auditing purposes and shall expend funds for at least 1 of
23 the following reasons:

24 (a) Grants issued pursuant to the grant program.

25 (b) Not more than 10% of the money appropriated from the fund
26 for employment of not more than 1 FTE to administer the grant
27 program.

1 (7) The department shall prepare a report for the state budget
2 director and the senate and house standing committees on
3 corrections. The report shall include the money and amounts
4 received by the fund, the balance of the fund, the total
5 expenditures from the fund, and the number of grants issued with
6 the money from the fund.

7 Sec. 876. The unemployment insurance agency shall provide the
8 senate and house appropriations subcommittees on general
9 government, senate and house fiscal agencies, and the state budget
10 office with quarterly status reports on the implementation of and
11 improvements to the agency's integrated system project. The
12 quarterly status reports shall include, but not be limited to, a
13 summary of the expenditures for the project, a summary of the tasks
14 completed, and a summary of the tasks anticipated to be completed
15 in the subsequent quarter.

16 Sec. 877. The department of talent and economic development
17 shall report quarterly to the members of the house and senate
18 committees on appropriations, the senate and house fiscal agencies,
19 and the state budget director on the percentage of unemployment
20 claimants that meet the certification requirements for receiving
21 benefits by using the Internet Michigan web account manager system
22 or any application developed for that purpose. The department of
23 talent and economic development shall implement improvements to the
24 Internet Michigan web account manager system that promote greater
25 ease of access and security with a goal of reaching 75% of users
26 certifying by using the Internet Michigan web account manager
27 system or another system that reduces staff face time and Michigan

1 automated response voice interactive network telephone system
2 usage.

3 Sec. 878. (1) From the funds appropriated in part 1 for the
4 unemployment insurance agency, the department of talent and
5 economic development shall maintain customer service standards for
6 employers and claimants making use of the various means by which
7 they can access the system.

8 (2) The department of talent and economic development shall
9 identify specific outcomes and performance metrics for this
10 initiative, including, but not limited to, the following:

11 (a) Unemployment benefit fund balance.

12 (b) Process improvement - fiscal integrity.

13 (c) Process improvement - determination timeliness.

14 (d) Process improvement - determination quality.

15 Sec. 879. (1) From the funds appropriated in part 1 for the
16 career technology and skilled trades training programs, the
17 department of talent and economic development shall expand
18 workforce training and re-employment services to better connect
19 workers to in-demand jobs.

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

23 (a) New apprenticeships.

24 (b) The jobs created, jobs retained, training completion rate,
25 employment retention rate at 6 months, and hourly wage rate at 6
26 months for the skilled trades training program.

27 Sec. 880. (1) The talent investment agency shall extend the

1 interagency agreement with the department of health and human
2 services for the duration of the current fiscal year, which
3 concerns TANF funding to provide job readiness and welfare-to-work
4 programming. The interagency agreement shall include specific
5 outcome and performance reporting requirements as described in this
6 section. TANF funding provided to the talent investment agency in
7 the current fiscal year is contingent on compliance with the data
8 and reporting requirements described in this section. The
9 interagency agreement shall require the talent investment agency to
10 provide all of the following items for the previous year to the
11 senate and house appropriations committees by January 1 of the
12 current fiscal year:

13 (a) An itemized spending report on TANF funding, including all
14 of the following:

15 (i) Direct services to clients.

16 (ii) Administrative expenditures.

17 (b) The number of family independence program clients served
18 through the TANF funding, including all of the following:

19 (i) The number and percentage who obtained employment through
20 Michigan Works!

21 (ii) The number and percentage who fulfilled their TANF work
22 requirement through other job readiness programming.

23 (iii) Average TANF spending per client.

24 (iv) The number and percentage of clients who were referred to
25 Michigan Works! but did not receive a job or job readiness
26 placement and the reasons why.

27 (2) Not later than March 1 of the current fiscal year, the

1 department shall provide to the senate and house appropriations
2 subcommittees on the department budget, the senate and house fiscal
3 agencies, and the senate and house policy offices an annual report
4 on the following matters itemized by Michigan Works! agency: the
5 number of referrals to Michigan Works! job readiness programs, the
6 number of referrals to Michigan Works! job readiness programs who
7 became a participant in the Michigan Works! job readiness programs,
8 the number of participants who obtained employment, and the cost
9 per participant case.

10 Sec. 881. (1) The one-time appropriation in part 1 for
11 community ventures - challenge match shall only be expended upon
12 commitment of matching dollars from private sources. For every
13 \$1.00 the department receives from a private source for the
14 purposes of the community ventures - challenge match, the
15 department shall expend \$1.00 from the one-time appropriation in
16 part 1, until exhaustion of the appropriation as well as up to
17 \$1,000,000.00 in ongoing appropriations. Funds received from
18 private sources for the community ventures - challenge match are
19 appropriated and shall be expended for the purposes of the
20 community ventures program.

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

24 (a) The number of commitments from private sources, including
25 the dollar amount committed and source.

26 (b) Additional participants served with challenge funds.

27 (c) Jobs created and the average wage.

1 Sec. 882. (1) From the one-time funds appropriated in part 1
2 for statewide system for data integration, the department shall
3 establish new information technology systems to integrate data for
4 talent and pipeline development to track and report workforce
5 development activities and provide for sustained and expanded
6 longitudinal data analysis between state departments.

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

10 (a) Job placements and retention at 6 months.

11 (b) Apprenticeships completed.

12 (c) Average wage.

13 DEPARTMENT OF TECHNOLOGY, MANAGEMENT, AND BUDGET

14 Sec. 901. (1) In addition to the funds appropriated in part 1,
15 there is appropriated an amount not to exceed \$4,000,000.00 for
16 federal contingency funds. These funds are not available for
17 expenditure until they have been transferred to another line item
18 in part 1 under section 393(2) of the management and budget act,
19 1984 PA 431, MCL 18.1393.

20 (2) In addition to the funds appropriated in part 1, there is
21 appropriated an amount not to exceed \$8,000,000.00 for state
22 restricted 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 (3) In addition to the funds appropriated in part 1, there is

1 appropriated an amount not to exceed \$150,000.00 for local
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 (4) In addition to the funds appropriated in part 1, there is
7 appropriated an amount not to exceed \$100,000.00 for private
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 Sec. 902. Proceeds in excess of necessary costs incurred in
13 the conduct of transfers or auctions of state surplus, salvage, or
14 scrap property made pursuant to section 267 of the management and
15 budget act, 1984 PA 431, MCL 18.1267, are appropriated to the
16 department of technology, management, and budget to offset costs
17 incurred in the acquisition and distribution of federal surplus
18 property. The department of technology, management, and budget
19 shall provide consolidated Internet auction services through the
20 state's contractors for all local units of government.

21 Sec. 903. (1) The department of technology, management, and
22 budget may receive and expend funds in addition to those authorized
23 by part 1 for maintenance and operation services provided
24 specifically to other principal executive departments or state
25 agencies, the legislative branch, the judicial branch, or private
26 tenants, or provided in connection with facilities transferred to
27 the operational jurisdiction of the department of technology,

1 management, and budget.

2 (2) The department of technology, management, and budget may
3 receive and expend funds in addition to those authorized by part 1
4 for real estate, architectural, design, and engineering services
5 provided specifically to other principal executive departments or
6 state agencies, the legislative branch, the judicial branch, or
7 private tenants.

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

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

18 Sec. 904. (1) The source of financing in part 1 for statewide
19 appropriations shall be funded by assessments against longevity and
20 insurance appropriations throughout state government in a manner
21 prescribed by the department of technology, management, and budget.
22 Funds shall be used as specified in joint labor/management
23 agreements or through the coordinated compensation hearings
24 process. Any deposits made under this subsection and any
25 unencumbered funds are restricted revenues, may be carried over
26 into the succeeding fiscal years, and are appropriated.

27 (2) In addition to the funds appropriated in part 1 for

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

6 Sec. 905. To the extent a specific appropriation is required
7 for a detailed source of financing included in part 1 for the
8 department of technology, management, and budget appropriations
9 financed from special revenue and internal service and pension
10 trust funds, or MAIN user charges, the specific amounts are
11 appropriated within the special revenue internal service and
12 pension trust funds in portions not to exceed the aggregate amount
13 appropriated in part 1.

14 Sec. 906. In addition to the funds appropriated in part 1 to
15 the department of technology, management, and budget, the
16 department may receive and expend funds from other principal
17 executive departments and state agencies to implement
18 administrative leave bank transfer provisions as may be specified
19 in joint labor/management agreements. The amounts may also be
20 transferred to other principal executive departments and state
21 agencies under the joint agreement and any amounts transferred
22 under the joint agreement are authorized for receipt and
23 expenditure by the receiving principal executive department or
24 state agency. Any amounts received by the department of technology,
25 management, and budget under this section and intended, under the
26 joint labor/management agreements, to be available for use beyond
27 the close of the fiscal year and any unencumbered funds may be

1 carried over into the succeeding fiscal year.

2 Sec. 907. The source of financing in part 1 for the Michigan
3 administrative information network shall be funded by proportionate
4 charges assessed against the respective state funds benefiting from
5 this project in the amounts determined by the department.

6 Sec. 908. (1) Deposits against the interdepartmental grant
7 from building occupancy and parking charges appropriated in part 1
8 shall be collected, in part, from state agencies, the legislative
9 branch, and the judicial branch based on estimated costs associated
10 with maintenance and operation of buildings managed by the
11 department of technology, management, and budget. To the extent
12 excess revenues are collected due to estimates of building
13 occupancy charges exceeding actual costs, the excess revenues may
14 be carried forward into succeeding fiscal years for the purpose of
15 returning funds to state agencies.

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

20 Sec. 909. On a quarterly basis, the department of technology,
21 management, and budget shall notify the chairpersons of the senate
22 and house of representatives standing committees on appropriations,
23 the chairpersons of the senate and house of representatives
24 standing committees on appropriations subcommittees on general
25 government, the house and senate fiscal agencies, and the state
26 budget director on any revisions that increase or decrease current
27 contracts by more than \$500,000.00 for computer software

1 development, hardware acquisition, or quality assurance.

2 Sec. 910. The department of technology, management, and budget
3 shall maintain an Internet website that contains notice of all
4 invitations for bids and requests for proposals over \$50,000.00
5 issued by the department or by any state agency operating under
6 delegated authority. The department shall not accept an invitation
7 for bid or request for proposal in less than 14 days after the
8 notice is made available on the Internet website, except in
9 situations where it would be in the best interest of the state and
10 documented by the department. In addition to the requirements of
11 this section, the department may advertise the invitations for bids
12 and requests for proposals in any manner the department determines
13 appropriate, in order to give the greatest number of individuals
14 and businesses the opportunity to make bids or requests for
15 proposals.

16 Sec. 911. The department of technology, management, and budget
17 may receive and expend funds from the Vietnam veterans memorial
18 monument fund as provided in the Michigan Vietnam veterans memorial
19 act, 1988 PA 234, MCL 35.1051 to 35.1057. Funds are appropriated
20 and allocated when received and may be expended upon receipt.

21 Sec. 912. The Michigan veterans' memorial park commission may
22 receive and expend money from any source, public or private,
23 including, but not limited to, gifts, grants, donations of money,
24 and government appropriations, for the purposes described in
25 Executive Order No. 2001-10. Funds are appropriated and allocated
26 when received and may be expended upon receipt. Any deposits made
27 under this section and unencumbered funds are restricted revenues

1 and may be carried over into succeeding fiscal years.

2 Sec. 913. (1) Funds in part 1 for motor vehicle fleet are
3 appropriated to the department of technology, management, and
4 budget for administration and for the acquisition, lease,
5 operation, maintenance, repair, replacement, and disposal of state
6 motor vehicles.

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

14 (3) Pursuant to the department of technology, management, and
15 budget's authority under sections 213 and 215 of the management and
16 budget act, 1984 PA 431, MCL 18.1213 and 18.1215, the department
17 shall maintain a plan regarding the operation of the motor vehicle
18 fleet. The plan shall include the number of vehicles assigned to,
19 or authorized for use by, state departments and agencies, efforts
20 to reduce travel expenditures, the number of cars in the motor
21 vehicle fleet, the number of miles driven by fleet vehicles, and
22 the number of gallons of fuel consumed by fleet vehicles. The plan
23 shall include a calculation of the amount of state motor vehicle
24 fuel taxes that would have been incurred by fleet vehicles if fleet
25 vehicles were required by law to pay motor fuel taxes. The plan
26 shall include a description of fleet garage operations, the goods
27 sold and services provided by the fleet garage, the cost to operate

1 the fleet garage, the number of fleet garage locations, and the
2 number of employees assigned to each fleet garage. The plan may be
3 adjusted during the fiscal year based on needs and cost savings to
4 achieve the maximum value and efficiency from the state motor
5 fleet. Within 60 days after the close of the fiscal year, the
6 department shall provide a report to the senate and house of
7 representatives standing committees on appropriations, the senate
8 and house fiscal agencies, and the state budget director detailing
9 the current plan and changes made to the plan during the fiscal
10 year.

11 (4) The department of technology, management, and budget may
12 charge state agencies for fuel cost increases that exceed \$3.04 per
13 gallon of unleaded gasoline. The department shall notify state
14 agencies, in writing or by electronic mail, at least 30 days before
15 implementing additional charges for fuel cost increases. Revenues
16 received from these charges are appropriated upon receipt.

17 (5) 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. 914. 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, the senate and house fiscal agencies, and
11 the state budget director on a quarterly basis. The submitted plan
12 shall also include anticipated spending reductions or overages for
13 each of the proposed information technology investment projects.
14 The department of technology, management, and budget shall notify
15 the senate and house of representatives standing committees on
16 appropriations subcommittees on general government, the senate and
17 house fiscal agencies, and the state budget director when a project
18 funded under an information technology investment project line item
19 in part 1 is expected to require a transfer of dollars from another
20 project in excess of \$500,000.00.

21 Sec. 914a. The funds appropriated in part 1 for information
22 technology investment projects shall be used for the modernization
23 of state information technology systems, improvement of the state's
24 cyber security framework, and to achieve efficiencies.

25 Sec. 916. An RFP issued for the purpose of privatization shall
26 include all factors used in evaluating and determining price.

27 Sec. 918. 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. 920. The department shall make available to the public a
6 list of all parcels of real property owned by the state that are
7 available for purchase. The list shall be posted on the Internet
8 through the department's website.

9 Sec. 921. The department of technology, management, and budget
10 shall annually update the office space consolidation project plan,
11 including the use of the funds appropriated pursuant to
12 2012 PA 200 for the space consolidation fund. By February 15, the
13 department shall report to the senate and house of representatives
14 committees on appropriations subcommittees on general government
15 and the senate and house fiscal agencies on the revised plan and
16 plan implementation. The report shall include, but is not limited
17 to, the description of the proposed office space to be
18 consolidated, the time frame for completion of the office space
19 consolidation, the proposed itemized cost of the office space
20 consolidation, the number of employees assigned to implement the
21 office space consolidation, the contracts entered into for the
22 office space consolidation, information on completed projects,
23 anticipated savings, savings achieved, and any other information
24 the department deems necessary.

25 Sec. 922. The department of technology, management, and budget
26 shall compile a report by January 1 pertaining to the salaries of
27 unclassified employees, as well as gubernatorial appointees, within

1 all state departments and agencies. The report shall enumerate each
2 unclassified employee and gubernatorial appointee and his or her
3 annual salary individually. The report shall be distributed to the
4 chairs of the senate and house of representatives standing
5 committees on appropriations subcommittees on general government,
6 as well as the senate and house fiscal agencies and be made
7 available electronically.

8 Sec. 922b. (1) A public-private partnership investment fund is
9 created in MDTMB. Subject to subsections (2) and (3), public-
10 private partnership investments shall include, but are not limited
11 to, all of the following:

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

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

16 (c) Financial and investment incentive opportunities.

17 (d) Infrastructure construction, maintenance, and operation.

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

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

26 (3) The state budget director shall determine whether or not a
27 specific public-private partnership investment opportunity

1 qualifies for funding under subsection (1).

2 (4) Investment development revenue, including a portion of the
3 proceeds from the sale of any public-private partnership investment
4 designated in subsection (1), shall be deposited into the fund
5 created in subsection (1) and shall be available for
6 administration, development, financing, marketing, and operating
7 expenditures associated with public-private partnerships, unless
8 otherwise provided by law. Public-private partnership investments
9 authorized in subsection (1) are authorized for public or private
10 operation or sale consistent with state law. Expenditures from the
11 fund are authorized for investment purposes as designated in
12 subsection (1) to enhance the marketable value of each investment.
13 The unencumbered balance remaining in the fund at the end of the
14 fiscal year may be carried forward for appropriation in future
15 years.

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

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

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

25 (6) MDTMB shall monitor the revenue deposited in the public-
26 private partnership investment fund created in subsection (1). If
27 the revenue in the fund is insufficient to pay the amount

1 appropriated in part 1 for public-private partnership investment,
2 then MDTMB shall propose a legislative transfer to fund the line
3 from the appropriations in part 1.

4 Sec. 922c. The funds appropriated in part 1 shall not be used
5 to support any staff effort, projects, consultant expenses, or any
6 other activity related to the development, financing, construction,
7 operation, or implementation of the Detroit River International
8 Crossing or any successor project unless the project is approved by
9 the legislature and signed into law.

10 Sec. 922d. By December 31, 2016, the department shall provide
11 a report to the senate and house appropriations subcommittees on
12 general government and the senate and house fiscal agencies that
13 identifies fee and rate schedules to be used by state departments
14 and agencies for services, including information technology,
15 provided by the department during fiscal year 2016-2017. The report
16 shall also identify changes from fees and rates charged in fiscal
17 year 2015-2016 and include an explanation of the factors that
18 justify each fee and rate increase.

19 Sec. 922e. Total authorized appropriations from all sources
20 under part 1 for legacy costs for the fiscal year ending September
21 30, 2017 are \$78,962,000.00. From this amount, total agency
22 appropriations for pension-related legacy costs are estimated at
23 \$43,795,600.00. Total agency appropriations for retiree health care
24 legacy costs are estimated at \$35,166,400.00.

25 Sec. 922g. The department of technology, management, and
26 budget shall report by April 1 to the senate and house
27 appropriations subcommittees on general government and the senate

1 and house fiscal agencies on legal service fund expenditures. The
2 report shall itemize expenditures by case, purpose, and department
3 involved.

4 Sec. 922i. (1) From the funds appropriated in part 1, the
5 department shall assure all of the following:

6 (a) That public schools that are placed in the state school
7 reform/redesign school district or under a chief executive officer
8 under section 1280c of the revised school code, 1976 PA 451, MCL
9 380.1280c, remain in compliance with all applicable state and
10 federal law concerning special education.

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

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

20 Sec. 922j. From the funds appropriated in part 1 for the
21 office of good government, the department of technology,
22 management, and budget shall expand the scope of the office of good
23 government. The purpose of this program expansion is to broaden the
24 office's support of transformative good government initiatives
25 related to employee engagement and process improvement.

26 Sec. 922k. From the funds appropriated in part 1 for the
27 public safety officers survivor benefits program, an amount not to

1 exceed \$58,000.00 shall be allocated to cover the costs of enhanced
2 survivor benefits for local public safety officers as prescribed in
3 Enrolled Senate Bill No. 218 of the 98th Legislature.

4 Sec. 922l. From the funds appropriated in part 1, the
5 department shall establish a system that collaborates with other
6 departments to keep track of the performance of vendors in
7 fulfilling contract obligations. The performance of these vendors
8 will be recorded and used to determine future contracts awarded in
9 the procurement process.

10 Sec. 922m. (1) From the funds appropriated in part 1, with the
11 exception of subsection (2), the department of technology,
12 management, and budget shall establish a publicly accessible portal
13 on the department webpage that displays all open bids for all
14 departments.

15 (2) The department of technology, management, and budget may
16 determine that open bids remain viewable to only certified vendors
17 if it is determined that the contract proposal contains high-
18 security or sensitive information.

19 (3) The department of technology, management, and budget shall
20 make open bids available for public viewing by no later than
21 February 15, 2017. The department of technology, management, and
22 budget shall notify the state budget director, senate, and house of
23 representatives when contract proposals are viewable to the public.
24 The department of technology, management, and budget shall annually
25 disclose the number of bids that are determined to not be viewable
26 to the public under subsection (2) for the immediately preceding
27 fiscal year.

1 Sec. 922n. From the funds appropriated in part 1 for the
2 school reform office, the office shall make an effort to coordinate
3 with the department of education to streamline state services and
4 resources, reduce duplication, and increase efficiency.

5 Sec. 922o. From the funds appropriated in part 1 for the
6 school reform office, the office shall perform 1 public hearing in
7 the school district of a school that the office is considering for
8 appointment of a CEO or dissolution. The office shall give notice
9 to the district prior to the public hearing. The public hearing
10 shall include an outline of the plan for academic improvement for
11 the school in consideration and a projected time frame of the
12 office's involvement with the school.

13 INFORMATION TECHNOLOGY

14 Sec. 923. (1) The department of technology, management, and
15 budget may sell and accept paid advertising for placement on any
16 state website under its jurisdiction. The department shall review
17 and approve the content of each advertisement. The department may
18 refuse to accept advertising from any person or organization or
19 require modification to advertisements based upon criteria
20 determined by the department. Revenue received under this
21 subsection shall be used for operating costs of the department and
22 for future technology enhancements to state of Michigan e-
23 government initiatives. Funds received under this subsection shall
24 be limited to \$250,000.00. Any funds in excess of \$250,000.00 shall
25 be deposited in the state general fund.

26 (2) The department of technology, management, and budget may

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

8 (3) Funds accepted by the department of technology,
9 management, and budget under subsection (1) or (2) are appropriated
10 and allotted when received and may be expended upon approval of the
11 state budget director. The state budget office shall notify the
12 senate and house of representatives standing committees on
13 appropriations subcommittees on general government and the senate
14 and house fiscal agencies within 10 days after the approval is
15 given.

16 Sec. 924. The department of technology, management, and budget
17 may enter into agreements to supply spatial information and
18 technical services to other principal executive departments, state
19 agencies, local units of government, and other organizations. The
20 department of technology, management, and budget may receive and
21 expend funds in addition to those authorized in part 1 for
22 providing information and technical services, publications, maps,
23 and other products. The department of technology, management, and
24 budget may expend amounts received for salaries, supplies, and
25 equipment necessary to provide informational products and technical
26 services. Prior to December 1 of each year, the department shall
27 provide a report to the senate and house of representatives

1 standing committees on appropriations subcommittees on general
2 government and the state budget director, detailing the sources of
3 funding and expenditures made under this section.

4 Sec. 925. The legislature shall have access to all historical
5 and current data contained within MAIN pertaining to state
6 departments. State departments shall have access to all historical
7 and current data contained within MAIN.

8 Sec. 926. When used in this part and part 1, "information
9 technology services" means services involving all aspects of
10 managing and processing information, including, but not limited to,
11 all of the following:

12 (a) Application and mobile development and maintenance.

13 (b) Desktop computer support and management.

14 (c) Cyber security.

15 (d) Social media.

16 (e) Mainframe computer support and management.

17 (f) Server support and management.

18 (g) Local area network support and management, including, but
19 not limited to, wired and wireless network build-out, support, and
20 management.

21 (h) Information technology project management.

22 (i) Information technology planning and budget management.

23 (j) Telecommunication services, infrastructure, and support.

24 Sec. 927. (1) Funds appropriated in part 1 for the Michigan
25 public safety communications system shall be expended upon approval
26 of an expenditure plan by the state budget director.

27 (2) The department of technology, management, and budget shall

1 assess all subscribers of the Michigan public safety communications
2 system reasonable access and maintenance fees and deposit the fees
3 in the Michigan public safety communications systems fees fund.

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

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

18 Sec. 928. The department of technology, management, and budget
19 shall submit a report for the immediately preceding fiscal year
20 ending September 30 to the senate and house of representatives
21 standing committees on appropriations subcommittees on general
22 government and the senate and house fiscal agencies by March 1. The
23 report shall include the following:

24 (a) The total amount of funding appropriated for information
25 technology services and projects, by funding source, for all
26 principal executive departments and agencies.

27 (b) A listing of the expenditures made from the amounts

1 received by the department of technology, management, and budget as
2 reported in subdivision (a).

3 Sec. 929. The department of technology, management, and budget
4 shall provide a report that analyzes and makes recommendations on
5 the life-cycle of information technology hardware and software. The
6 report shall be submitted to the senate and house of
7 representatives standing committees on appropriations subcommittees
8 on general government and the senate and house fiscal agencies by
9 March 1.

10 Sec. 930. By December 31, the department shall provide a
11 report that lists all information technology-related change orders
12 and follow-on contracts, greater than \$50,000.00, whether they are
13 bid, exercise options, or no-bid, and the amount of each change
14 order or contract extension contract entered into by the department
15 to the senate and house of representatives standing committees on
16 appropriations subcommittees on general government, the senate and
17 house fiscal agencies, and the state budget director.

18 Sec. 931. (1) The information, communications, and technology
19 innovation fund, established pursuant to 2011 PA 63, 2012 PA 200,
20 and 2013 PA 59, shall be administered by the department of
21 technology, management, and budget for the purpose of providing a
22 revolving, self-sustaining resource for financing information,
23 communications, and technology innovation projects. From the funds
24 appropriated to the information, communications, and technology
25 innovation fund by 2011 PA 63, 2012 PA 200, and 2013 PA 59, or
26 received by the information, communications, and technology
27 innovation fund under subsections (2) and (3), the department of

1 technology, management, and budget may issue loans to state
2 agencies, local units of government, colleges and universities in
3 this state, school districts, other public entities that provide
4 public sector services, and nonprofit organizations that provide
5 public sector services, as determined by the department of
6 technology, management, and budget in support of information,
7 communications, and technology innovation projects.

8 (2) In addition to funds appropriated by 2011 PA 63, 2012 PA
9 200, and 2013 PA 59, the information, communications, and
10 technology innovation fund may accept contributions, gifts,
11 bequests, devises, grants, and donations.

12 (3) In addition to the funds appropriated by 2011 PA 63, 2012
13 PA 200, and 2013 PA 59, money received by the department of
14 technology, management, and budget as repayment of information,
15 communications, and technology innovation project loans, or other
16 reimbursement or revenue received by the department of technology,
17 management, and budget as a result of information, communications,
18 and technology innovation project loans, interest earned on that
19 money, or subsection (2) revenue, shall be deposited in the
20 information, communications, and technology innovation fund and is
21 appropriated for information, communications, and technology
22 innovation fund projects described in subsection (1). At the close
23 of the fiscal year, any unencumbered funds remaining in the
24 information, communications, and technology innovation fund shall
25 remain in the fund and be carried forward into the succeeding
26 fiscal year.

27 (4) This section is not effective if legislation is enacted

1 that creates and provides for the administration and use of the
2 information, communications, and technology innovation fund.

3 Sec. 932. (1) The department of technology, management, and
4 budget shall inform the senate and house appropriations
5 subcommittees on general government and the senate and house fiscal
6 agencies within 30 days of any potential or actual penalties
7 assessed by the federal government for failure of the Michigan
8 child support enforcement system to achieve certification by the
9 federal government.

10 (2) If potential penalties are assessed by the federal
11 government, the department of technology, management, and budget
12 shall submit a report to the senate and house appropriations
13 subcommittees on general government and the senate and house fiscal
14 agencies within 90 days specifying the department's plans to avoid
15 actual penalties and ensure federal certification of the Michigan
16 child support enforcement system.

17 Sec. 933. (1) The state budget director, upon notification to
18 the senate and house of representatives standing committees on
19 appropriations, may adjust spending authorization and user fees in
20 the department of technology, management, and budget in order to
21 ensure that the appropriations for information technology in the
22 department budget equal the appropriations for information
23 technology in the budgets for all executive branch agencies.

24 (2) If during the course of the fiscal year a transfer or
25 supplemental to or from the information technology line item within
26 an agency budget is made under section 393 of the management and
27 budget act, 1984 PA 431, MCL 18.1393, there is appropriated an

1 equal amount of user fees in the department of technology,
2 management, and budget budget to accommodate an increase or
3 decrease in spending authorization.

4 Sec. 934. (1) Revenue collected from licenses issued under the
5 antenna site management project shall be deposited into the antenna
6 site management revolving fund created for this purpose in the
7 department of technology, management, and budget. The department
8 may receive and expend money from the fund for costs associated
9 with the antenna site management project, including the cost of a
10 third-party site manager. Any excess revenue remaining in the fund
11 at the close of the fiscal year shall be proportionately
12 transferred to the appropriate state restricted funds as designated
13 in statute or by constitution.

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

17 Sec. 935. In addition to the funds appropriated in part 1, the
18 funds collected by the department for supplying census-related
19 information and technical services, publications, statistical
20 studies, population projections and estimates, and other
21 demographic products are appropriated for all expenses necessary to
22 provide the required services. These funds are available for
23 expenditure when they are received and may be carried forward into
24 the next succeeding fiscal year.

25 Sec. 936. From the increased funds appropriated in part 1 for
26 the information technology investment fund, the department of
27 technology, management, and budget shall provide for the

1 modernization of state information technology systems, and
2 integrate state system interfaces to improve customer service.

3 Sec. 937. From the funds appropriated in part 1 for cyber
4 security improvements, the department shall increase cyber security
5 information technology investment projects in the current fiscal
6 year. The purpose of this program expansion will be to provide
7 cyber security enhancements for network security improvements,
8 development of a comprehensive security framework and asset
9 security program, implementation of an enterprise-wide data loss
10 prevention process and governance, risk and compliance program, and
11 development of security dashboards and security reporting
12 processes.

13 Sec. 938. From the increased funds appropriated in part 1 for
14 enterprise identity management, the department shall expand the
15 enterprise identity management program in the current fiscal year.
16 The purpose of this program expansion is to provide an enterprise-
17 wide single sign-on and identity management tool to establish,
18 manage, and authenticate user identities for state information
19 technology systems.

20 Sec. 939. From the funds appropriated in part 1 for office of
21 retirement services ongoing support of technology, the department
22 shall expand the office of retirement services' information
23 technology capability in the current fiscal year. The purpose of
24 this new program or program expansion is to provide a 90% customer
25 contact satisfaction level.

26 **STATE BUILDING AUTHORITY RENT**

1 Sec. 942. (1) The state building authority rent appropriations
2 in part 1 may also be expended for the payment of required premiums
3 for insurance on facilities owned by the state building authority
4 or payment of costs that may be incurred as the result of any
5 deductible provisions in such insurance policies.

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

12 CIVIL SERVICE COMMISSION

13 Sec. 950. (1) In accordance with section 5 of article XI of
14 the state constitution of 1963, all restricted funds shall be
15 assessed a sum not less than 1% of the total aggregate payroll paid
16 from those funds for financing the civil service commission on the
17 basis of actual 1% restricted sources total aggregate payroll of
18 the classified service for the preceding fiscal year. This
19 includes, but is not limited to, restricted funds appropriated in
20 part 1 of any appropriations act. Unexpended 1% appropriated funds
21 shall be returned to each 1% fund source at the end of the fiscal
22 year.

23 (2) The appropriations in part 1 are estimates of actual
24 charges based on payroll appropriations. With the approval of the
25 state budget director, the commission is authorized to adjust
26 financing sources for civil service charges based on actual payroll

1 expenditures, provided that such adjustments do not increase the
2 total appropriation for the civil service commission.

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

6 Sec. 951. Except where specifically appropriated for this
7 purpose, financing from restricted sources shall be credited to the
8 civil service commission. For restricted sources of funding within
9 the general fund that have the legislative authority for carryover,
10 if current spending authorization or revenues are insufficient to
11 accept the charge, the shortage shall be taken from carryforward
12 balances of that funding source. Restricted revenue sources that do
13 not have carryforward authority shall be utilized to satisfy
14 commission operating deducts first and civil service obligations
15 second. General fund dollars are appropriated for any shortfall,
16 pursuant to approval by the state budget director.

17 Sec. 952. The appropriation in part 1 to the civil service
18 commission, for state-sponsored group insurance, flexible spending
19 accounts, and COBRA, represents amounts, in part, included within
20 the various appropriations throughout state government for the
21 current fiscal year to fund the flexible spending account program
22 included within the civil service commission. Deposits against
23 state-sponsored group insurance, flexible spending accounts, and
24 COBRA for the flexible spending account program shall be made from
25 assessments levied during the current fiscal year in a manner
26 prescribed by the civil service commission. Unspent employee
27 contributions to the flexible spending accounts may be used to

offset administrative costs for the flexible spending account program, with any remaining balance of unspent employee contributions to be lapsed to the general fund.

CAPITAL OUTLAY

Sec. 960. As used in sections 861 through 867:

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

(b) "Community college" means a community college organized under the community college act of 1966, 1966 PA 331, MCL 389.1 to 389.195, or under part 25 of the revised school code, 1976 PA 451, MCL 380.1601 to 380.1607, and does not include a state agency or university.

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

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

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

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

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

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

Sec. 961. Each capital outlay project authorized in this part and part 1 or any previous capital outlay act shall comply with the

1 procedures required by the management and budget act, 1984 PA 431,
2 MCL 18.1101 to 18.1594.

3 Sec. 962. (1) The department shall provide the JCOS, state
4 budget director, and the senate and house fiscal agencies with
5 reports as considered necessary relative to the status of each
6 planning or construction project financed by the state building
7 authority, by this part and part 1, or by previous acts.

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

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

13 (b) The balance remaining in each account.

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

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

17 (e) The appropriations history for the project.

18 (f) The professional service contractor.

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

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

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

24 (3) Before the end of each fiscal year, the department shall
25 report the following for each project by a state agency,
26 university, or community college that is authorized for planning
27 but is not yet authorized for construction:

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

2 (b) Whether a program statement is approved.

3 (c) Whether schematics are approved by the department.

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

5 (e) The name of the professional service contractor.

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

8 Sec. 964. The appropriations in part 1 for capital outlay
9 shall be carried forward at the end of the fiscal year consistent
10 with the provisions of section 248 of the management and budget
11 act, 1984 PA 431, MCL 18.1248.

12 Sec. 965. (1) A site preparation economic development fund is
13 created in the department. As used in this section, "economic
14 development sites" means those state-owned sites declared as
15 surplus property pursuant to section 251 of the management and
16 budget act, 1984 PA 431, MCL 18.1251, that would provide economic
17 benefit to the area or to the state. The Michigan economic
18 development corporation board and the state budget director shall
19 determine whether or not a specific state-owned site qualifies for
20 inclusion in the fund created under this subsection.

21 (2) Proceeds from the sale of any sites designated in
22 subsection (1) shall be deposited into the fund created in
23 subsection (1) and shall be available for site preparation
24 expenditures, unless otherwise provided by law. The economic
25 development sites authorized in subsection (1) are authorized for
26 sale consistent with state law. Expenditures from the fund are
27 authorized for site preparation activities that enhance the

1 marketable sale value of the sites. Site preparation activities
2 include, but are not limited to, demolition, environmental studies
3 and abatement, utility enhancement, and site excavation.

4 (3) A cash advance in an amount of not more than
5 \$25,000,000.00 is authorized from the general fund to the site
6 preparation economic development fund.

7 (4) An annual report shall be transmitted to the senate and
8 house of representatives standing committees on appropriations not
9 later than December 31 of each year. This report shall detail both
10 of the following:

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

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

15 Sec. 967. Proceeds from the sale of the Farnum Building shall
16 be subsequently appropriated to the department in accordance with
17 any legislation enacted that authorizes the sale of that property.
18 If the net proceeds from the sale of the Farnum Building are less
19 than the \$7,000,000.00 authorized for senate relocation costs in
20 section 896 of article VIII of 2014 PA 252, an amount equal to the
21 difference between the net sale proceeds and \$7,000,000.00 shall be
22 appropriated by the legislature to the department.

23 **CAPITAL OUTLAY - UNIVERSITIES AND COMMUNITY COLLEGES**

24 Sec. 973. (1) This section applies only to projects for
25 community colleges.

26 (2) State support is directed towards the remodeling and

1 additions, special maintenance, or construction of certain
2 community college buildings. The community college shall obtain or
3 provide for site acquisition and initial main utility installation
4 to operate the facility. Funding shall be composed of local and
5 state shares and not more than 50% of a capital outlay project, not
6 including a lump-sum special maintenance project or remodeling and
7 addition project, for a community college shall be appropriated
8 from state and federal funds, unless otherwise appropriated by the
9 legislature.

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

1 (4) The community college shall take the steps necessary to
2 secure available federal construction and equipment money for
3 projects funded for construction in this part and part 1 if an
4 application was not previously made. If there is a reasonable
5 expectation that a prior year unfunded application may receive
6 federal money in a subsequent year, the college shall take whatever
7 action necessary to keep the application active.

8 Sec. 974. If university and community college matching
9 revenues are received in an amount less than the appropriations for
10 capital projects contained in this part and part 1, the state funds
11 shall be reduced in proportion to the amount of matching revenue
12 received.

13 Sec. 975. (1) The director may require that community colleges
14 and universities that have an authorized project listed in part 1
15 submit documentation regarding the project match and governing
16 board approval of the authorized project not more than 60 days
17 after the beginning of the fiscal year.

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

25 DEPARTMENT OF TREASURY

26 OPERATIONS

1 Sec. 1001. (1) In addition to the funds appropriated in part
2 1, there is appropriated an amount not to exceed \$1,000,000.00 for
3 federal 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 (2) In addition to the funds appropriated in part 1, there is
8 appropriated an amount not to exceed \$10,000,000.00 for state
9 restricted 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 (3) In addition to the funds appropriated in part 1, there is
14 appropriated an amount not to exceed \$200,000.00 for local
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 (4) In addition to the funds appropriated in part 1, there is
20 appropriated an amount not to exceed \$40,000.00 for private
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 Sec. 1002. (1) Amounts needed to pay for interest, fees,
26 principal, mandatory and optional redemptions, arbitrage rebates as
27 required by federal law, and costs associated with the payment,

1 registration, trustee services, credit enhancements, and issuing
2 costs in excess of the amount appropriated to the department of
3 treasury in part 1 for debt service on notes and bonds that are
4 issued by the state under sections 14, 15, and 16 of article IX of
5 the state constitution of 1963 as implemented by 1967 PA 266, MCL
6 17.451 to 17.455, are appropriated.

7 (2) In addition to the amount appropriated to the department
8 of treasury for debt service in part 1, there is appropriated an
9 amount for fiscal year cash-flow borrowing costs to pay for
10 interest on interfund borrowing made under 1967 PA 55, MCL 12.51 to
11 12.53.

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

21 Sec. 1002a. The department of treasury shall notify the senate
22 and house of representatives standing committees on appropriations,
23 the senate and house fiscal agencies, and the state budget office
24 not more than 30 days after a refunding or restructuring bond issue
25 is sold. The notification shall compare the annual debt service
26 prior to the refinancing or restructuring, the annual debt service
27 after the refinancing or restructuring, the change in the principal

1 and interest over the duration of the debt, and the projected
2 change in the present value of the debt service due to the
3 refinancing and restructuring.

4 Sec. 1003. (1) From the funds appropriated in part 1, the
5 department of treasury may contract with private collection
6 agencies and law firms to collect taxes and other accounts due this
7 state. In addition to the amounts appropriated in part 1 to the
8 department of treasury, there are appropriated amounts necessary to
9 fund collection costs and fees not to exceed 25% of the collections
10 or 2.5% plus operating costs, whichever amount is prescribed by
11 each contract. The appropriation to fund collection costs and fees
12 for the collection of taxes or other accounts due this state are
13 from the fund or account to which the revenues being collected are
14 recorded or dedicated. However, if the taxes collected are
15 constitutionally dedicated for a specific purpose, the
16 appropriation of collection costs and fees are from the general
17 purpose account of the general fund.

18 (2) From the funds appropriated in part 1, the department of
19 treasury may contract with private collections agencies and law
20 firms to collect defaulted student loans and other accounts due the
21 Michigan guaranty agency. In addition to the amounts appropriated
22 in part 1 to the department of treasury, there are appropriated
23 amounts necessary to fund collection costs and fees not to exceed
24 24.34% of the collection or a lesser amount as prescribed by the
25 contract. The appropriation to fund collection costs and fees for
26 the auditing and collection of defaulted student loans due the
27 Michigan guaranty agency is from the fund or account to which the

1 revenues being collected are recorded or dedicated.

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

10 Sec. 1004. (1) The department of treasury, through its bureau
11 of investments, may charge an investment service fee against the
12 applicable retirement funds. The fees may be expended for necessary
13 salaries, wages, contractual services, supplies, materials,
14 equipment, travel, worker's compensation insurance premiums, and
15 grants to the civil service commission and state employees'
16 retirement funds. Service fees shall not exceed the aggregate
17 amount appropriated in part 1. The department of treasury shall
18 maintain accounting records in sufficient detail to enable the
19 retirement funds to be reimbursed periodically for fee revenue that
20 is determined by the department of treasury to be surplus.

21 (2) In addition to the funds appropriated in part 1 from the
22 retirement funds to the department of treasury, there is
23 appropriated from retirement funds an amount sufficient to pay for
24 the services of money managers, investment advisors, investment
25 consultants, custodians, and other outside professionals, the state
26 treasurer considers necessary to prudently manage the retirement
27 funds' investment portfolios. The state treasurer shall report

1 annually to the senate and house of representatives standing
2 committees on appropriations and the state budget office concerning
3 the performance of each portfolio by investment advisor.

4 Sec. 1004a. (1) There is appropriated an amount sufficient to
5 recognize and pay expenditures for financial services provided by
6 financial institutions as provided under section 1 of 1861 PA 111,
7 MCL 21.181.

8 (2) The appropriations under subsection (1) shall be funded by
9 restricting revenues from common cash interest earnings and
10 investment earnings in an amount sufficient to record these
11 expenditures. If the amounts of common cash interest earnings are
12 insufficient to cover these costs, then miscellaneous revenues
13 shall be used to fund the remaining balance of these expenditures.

14 Sec. 1005. A revolving fund known as the municipal finance fee
15 fund is created in the department of treasury. Fees are established
16 under the revised municipal finance act, 2001 PA 34, MCL 141.2101
17 to 141.2821, and the fees collected shall be credited to the
18 municipal finance fee fund and may be carried forward for future
19 appropriation.

20 Sec. 1006. (1) The department of treasury shall charge for
21 audits as permitted by state or federal law or under contractual
22 arrangements with local units of government, other principal
23 executive departments, or state agencies. However, the charge shall
24 not be more than the actual cost for performing the audit. A report
25 detailing audits performed and audit charges for the immediately
26 preceding fiscal year shall be submitted to the state budget
27 director and the senate and house fiscal agencies not later than

1 November 30.

2 (2) A revolving fund known as the audit charges fund is
3 created in the department of treasury. The contractual charges
4 collected shall be credited to the audit charges fund and may be
5 carried forward for future appropriation.

6 Sec. 1007. A revolving fund known as the assessor
7 certification and training fund is created in the department of
8 treasury. The assessor certification and training fund shall be
9 used to organize and operate a property assessor certification and
10 training program. Each participant certified and trained shall pay
11 to the department of treasury examination fees not to exceed \$50.00
12 per examination and certification fees not to exceed \$175.00.
13 Training courses shall be offered in assessment administration.
14 Each participant shall pay a fee to cover the expenses incurred in
15 offering the optional programs to certified assessing personnel and
16 other individuals interested in an assessment career opportunity.
17 The fees collected shall be credited to the assessor certification
18 and training fund.

19 Sec. 1008. The amount appropriated in part 1 to the department
20 of treasury, home heating assistance program, is to cover the
21 costs, including data processing, of administering federal home
22 heating credits to eligible claimants and to administer the
23 supplemental fuel cost payment program for eligible tax credit and
24 welfare recipients.

25 Sec. 1009. Revenue from the airport parking tax act, 1987 PA
26 248, MCL 207.371 to 207.383, is appropriated and shall be
27 distributed under section 7a of the airport parking tax act, 1987

1 PA 248, MCL 207.377a.

2 Sec. 1010. The disbursement by the department of treasury from
3 the bottle deposit fund to dealers as required by section 3c(2) of
4 1976 IL 1, MCL 445.573c, is appropriated.

5 Sec. 1011. (1) There is appropriated an amount sufficient to
6 recognize and pay refundable income tax credits as provided by the
7 management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

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

11 Sec. 1012. A plaintiff in a garnishment action involving this
12 state shall pay to the state treasurer 1 of the following:

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

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

21 Sec. 1013. (1) The department of treasury may contract with
22 private firms to appraise and, if necessary, appeal the assessments
23 of senior citizen cooperative housing units. Payment for this
24 service shall be from savings resulting from the appraisal or
25 appeal process.

26 (2) Of the funds appropriated in part 1 to the department of
27 treasury for the senior citizens' cooperative housing tax exemption

1 program, a portion may be utilized for a program audit of the
2 program. The department of treasury shall forward copies of any
3 audit report completed to the senate and house of representatives
4 standing committees on appropriations subcommittees on general
5 government and to the state budget office. The department of
6 treasury may utilize up to 1% of the funds for program
7 administration and auditing.

8 Sec. 1014. The department of treasury may provide a \$200.00
9 annual prize from the Ehlers internship award account in the gifts,
10 bequests, and deposit fund to the runner-up of the Rosenthal prize
11 for interns. The Ehlers internship award account is interest
12 bearing.

13 Sec. 1015. Pursuant to section 61 of the Michigan campaign
14 finance act, 1976 PA 388, MCL 169.261, there is appropriated from
15 the general fund to the state campaign fund an amount equal to the
16 amounts designated for tax year 2015. Except as otherwise provided
17 in this section, the amount appropriated shall not revert to the
18 general fund and shall remain in the state campaign fund. Any
19 amounts remaining in the state campaign fund in excess of
20 \$10,000,000.00 on December 31 shall revert to the general fund.

21 Sec. 1016. The department of treasury may make available to
22 interested entities otherwise unavailable customized unclaimed
23 property listings of nonconfidential information in its possession.
24 The charge for this information is as follows: 1 to 100,000 records
25 at 2.5 cents per record and 100,001 or more records at .5 cents per
26 record. The revenue received from this service shall be deposited
27 to the appropriate revenue account or fund. The department shall

1 submit an annual report on or before June 1 to the state budget
2 director and the senate and house of representatives standing
3 committees on appropriations that states the amount of revenue
4 received from the sale of information.

5 Sec. 1017. (1) There is appropriated for write-offs and
6 advances an amount equal to total write-offs and advances for
7 departmental programs, but not to exceed current year
8 authorizations that would otherwise lapse to the general fund.

9 (2) The department of treasury shall submit a report for the
10 immediately preceding fiscal year to the state budget director and
11 the senate and house fiscal agencies not later than November 30
12 stating the amounts appropriated for write-offs and advances under
13 subsection (1).

14 Sec. 1019. (1) From funds appropriated in part 1, the
15 department of treasury may contract with private auditing firms to
16 audit for and collect unclaimed property due this state in
17 accordance with the uniform unclaimed property act, 1995 PA 29, MCL
18 567.221 to 567.265. In addition to the amounts appropriated in part
19 1 to the department of treasury, there are appropriated amounts
20 necessary to fund auditing and collection costs and fees not to
21 exceed 12% of the collections, or a lesser amount as prescribed by
22 the contract. The appropriation to fund collection costs and fees
23 for the auditing and collection of unclaimed property due this
24 state is from the fund or account to which the revenues being
25 collected are recorded or dedicated.

26 (2) The department of treasury shall submit a report for the
27 immediately preceding fiscal year ending September 30 to the state

1 budget director and the senate and house of representatives
2 standing committees on appropriations not later than November 30
3 stating the auditing firms employed, the amount of collections for
4 each, the costs of collection, and other pertinent information
5 relating to determining whether this authority should be continued.

6 Sec. 1024. (1) In addition to the funds appropriated in part
7 1, the department of treasury may receive and expend principal
8 residence audit fund revenue for administration of principal
9 residence audits under the general property tax act, 1893 PA 206,
10 MCL 211.1 to 211.155.

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

16 Sec. 1026. Unexpended appropriations of the John R. Justice
17 grant program are designated as work project appropriations and
18 shall not lapse at the end of the fiscal year and shall continue to
19 be available for expenditure until the project has been completed.
20 The following is in compliance with section 451a of the management
21 and budget act, 1984 PA 431, MCL 18.1451a:

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

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

26 (c) The total estimated cost of the project is \$287,700.00.

27 (d) The tentative completion date is September 30, 2017.

1 Sec. 1027. The department of treasury shall submit annual
2 progress reports to the senate and house of representatives
3 standing committees on appropriations subcommittees on general
4 government and the senate and house fiscal agencies, regarding
5 personal property tax audits. The report shall include the number
6 of audits, revenue generated, and number of complaints received by
7 the department related to the audits.

8 Sec. 1028. The department of treasury may provide receipt,
9 warrant and cash processing, data, collection, investment, fiscal
10 agent, levy and warrant cost assessment, writ of garnishment, and
11 other user services on a contractual basis for other principal
12 executive departments and state agencies. Funds for the services
13 provided are appropriated and shall be expended for salaries and
14 wages, fees, supplies, and equipment necessary to provide the
15 services. Any unobligated balance of the funds received shall
16 revert to the general fund of this state as of September 30.

17 Sec. 1030. (1) The department of treasury shall provide
18 accounts receivable collections services to other principal
19 executive departments and state agencies under 1927 PA 375, MCL
20 14.131 to 14.134. The department of treasury shall deduct a fee
21 equal to the cost of collections from all receipts except
22 unrestricted general fund collections. Fees shall be credited to a
23 restricted revenue account and appropriated to the department of
24 treasury to pay for the cost of collections. The department of
25 treasury shall maintain accounting records in sufficient detail to
26 enable the respective accounts to be reimbursed periodically for
27 fees deducted that are determined by the department of treasury to

1 be surplus to the actual cost of collections.

2 (2) The department of treasury shall submit a report for the
3 immediately preceding fiscal year to the state budget director and
4 the senate and house fiscal agencies not later than November 30
5 stating the principal executive departments and state agencies
6 served, funds collected, and costs of collection under subsection
7 (1).

8 Sec. 1031. (1) The appropriation in part 1 to the department
9 of treasury for treasury fees shall be assessed against all
10 restricted funds that receive common cash earnings or other
11 investment income. Treasury fees include all costs, including
12 administrative overhead, relating to the investment of each
13 restricted fund. The fee assessed against each restricted fund will
14 be based on the size of the restricted fund (the absolute value of
15 the average daily cash balance plus the market value of investments
16 in the prior fiscal year) and the level of effort necessary to
17 maintain the restricted fund as required by each department. The
18 department of treasury shall provide a report to the state budget
19 director, the senate and house of representatives standing
20 committees on appropriations subcommittees on general government,
21 and the senate and house fiscal agencies by November 30 of each
22 year identifying the fees assessed against each restricted fund and
23 the methodology used for assessment.

24 (2) In addition to the funds appropriated in part 1, the
25 department of treasury may receive and expend investment fees
26 relating to new restricted funding sources that participate in
27 common cash earnings or other investment income during the current

1 fiscal year. When a new restricted fund is created starting on or
2 after October 1, that restricted fund shall be assessed a fee using
3 the same criteria identified in subsection (1).

4 Sec. 1032. Revenue received under the Michigan education trust
5 act, 1986 PA 316, MCL 390.1421 to 390.1442, may be expended by the
6 board of directors of the Michigan education trust for necessary
7 salaries, wages, supplies, contractual services, equipment,
8 worker's compensation insurance premiums, and grants to the civil
9 service commission and state employees' retirement fund.

10 Sec. 1034. (1) The department of treasury may expend revenues
11 received under the hospital finance authority act, 1969 PA 38, MCL
12 331.31 to 331.84, the shared credit rating act, 1985 PA 227, MCL
13 141.1051 to 141.1076, the higher education facilities authority
14 act, 1969 PA 295, MCL 390.921 to 390.934, the Michigan public
15 educational facilities authority, Executive Reorganization Order
16 No. 2002-3, MCL 12.192, the Michigan tobacco settlement finance
17 authority act, 2005 PA 226, MCL 129.261 to 129.279, the land bank
18 fast track act, 2003 PA 258, MCL 124.751 to 124.774, part 505 of
19 the natural resources and environmental protection act, 1994 PA
20 451, MCL 324.50501 to 324.50522, the state housing development
21 authority act of 1966, 1966 PA 346, MCL 125.1401 to 125.1499c, and
22 the Michigan finance authority, Executive Reorganization Order No.
23 2010-2, MCL 12.194, for necessary salaries, wages, supplies,
24 contractual services, equipment, worker's compensation insurance
25 premiums, grants to the civil service commission and state
26 employees' retirement fund, and other expenses as allowed under
27 those acts.

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

8 Sec. 1035. The funds appropriated in part 1 for dual
9 enrollment payments for an eligible student enrolled in a state-
10 approved nonpublic school shall be distributed as provided under
11 the postsecondary enrollment options act, 1996 PA 160, MCL 388.511
12 to 388.524, and the career and technical preparation act, 2000 PA
13 258, MCL 388.1901 to 388.1913, in a form and manner as determined
14 by the department of treasury.

15 Sec. 1036. (1) From the one-time funds appropriated in part 1
16 for student loan delinquency counseling, the department shall
17 request competitive proposals from service providers interested in
18 piloting student loan delinquency counseling services for Michigan
19 student loan borrowers. The competitive proposal for the pilot
20 shall include all of the following:

21 (a) Provide 1-on-1 student loan counseling assistance and
22 financial educational services for interested individuals who are
23 delinquent on their student loan payments. This counseling shall
24 ensure that more individuals know about their student loan payment
25 options and that borrowers have access to budgeting assistance and
26 comprehensive debt management programs.

27 (b) Require that borrowers voluntarily opt into student loan

1 delinquency counseling.

2 (c) Promote service through statement inserts, electronic
3 mails, or mailings, or through participating loan servicers or
4 colleges and universities.

5 (d) Pilot the services for no more than 3 years.

6 (e) Provide the department with the information necessary for
7 reporting requirements to use for evaluation of the program.

8 (f) Be able to begin the pilot by January 2, 2017.

9 (2) The department shall release the RFP by October 3 with a
10 due date of November 4. During this time, the department shall have
11 a question-and-answer event with prospective providers 2 weeks
12 before proposals are due. The department shall select and notify
13 the awarded vendor no later than 1 month after the RFP due date.
14 The department shall ensure that the pilot begins by January 2.

15 (3) The department of treasury shall issue a status report
16 using information provided by the vendor that includes the
17 following:

18 (a) Number of borrowers counseled.

19 (b) Number of student loans and amount of balances owed by
20 counseled borrowers.

21 (c) Number and dollar amount of delinquent student loans
22 brought current.

23 (d) Number and dollar amount of delinquent student loans
24 defaulted.

25 (e) Number and dollar amount of student loans enrolled in a
26 repayment program.

27 (f) Number and dollar amount of student loans in deferment or

1 forbearance.

2 (g) At selected time frames after the initial counseling
3 session, the difference between current student loan balances and
4 the balances at the time of initial counseling.

5 (h) Number and dollar amount of defaulted student loans
6 rehabilitated.

7 (i) Borrower's credit score at the time of counseling.

8 (j) Borrower's credit score at selected time frames after
9 initial counseling session.

10 (k) Results from customer surveys regarding the participant's
11 perceived value and usefulness of the services.

12 (4) The department of treasury will evaluate the proposals by
13 using the following criteria:

14 (a) 20% based on demonstrated experience in providing student
15 loan delinquency counseling.

16 (b) 25% based on demonstrated experience in providing debt
17 management and debt counseling.

18 (c) 10% based on demonstrated experience in providing
19 budgeting and financial information.

20 (d) 10% based on responses to questionnaire.

21 (e) 20% based on an implementation plan of the pilot program.

22 (f) 15% based on the proposed staffing and budget for the
23 pilot program.

24 Sec. 1037. From the funds appropriated in part 1, the
25 department of treasury shall submit a report to the state budget
26 director and the senate and house standing committees on
27 appropriations not later than March 31 regarding the performance of

1 the Michigan accounts receivable collections system. The report
2 shall include, but is not limited to:

3 (a) Information regarding the effectiveness of the
4 department's current collection strategies, including use of
5 vendors or contractors.

6 (b) The amount of delinquent accounts and collection referrals
7 to vendors and contractors.

8 (c) The liquidation rates for declining delinquent accounts.

9 (d) The profile of uncollected delinquent accounts, including
10 specific uncollected amounts by category.

11 (e) The department's strategy to manage delinquent accounts
12 once those accounts exceed the vendor's or contractor's contracted
13 collectible period.

14 (f) A summary of the strategies used in other states,
15 including, but not limited to, secondary placement services, and
16 assessing the benefits of those strategies.

17 Sec. 1040. (1) From the funds appropriated in part 1 for
18 unclassified salaries, the department of treasury shall ensure that
19 the state capitol historic site fund receive, in addition to the
20 amounts described in section 12 of the tobacco products tax act,
21 1993 PA 327, MCL 205.432, any amounts remaining in the restoration,
22 renewal, and maintenance line item in part 1.

23 (2) In the event that Detroit CPI results in decreased
24 statutory payments to the state capitol historic fund, the
25 department of treasury shall not take punitive measures or decrease
26 payments to the fund and shall ensure full payment from the amounts
27 available in the restoration, renewal, and maintenance line item in

1 part 1.

2 Sec. 1044. If the department of treasury hires a pension plan
3 consultant using any of the funds appropriated in part 1, the
4 department shall retain any report provided to the department by
5 that consultant and shall make that report available upon request
6 to the senate and house of representatives standing committees on
7 appropriations subcommittees on general government, the senate and
8 house fiscal agencies, and the state budget director.

9 Sec. 1045. The appraisal quality assurance project manager of
10 the department of treasury shall conduct a review of local unit
11 assessment administration practices, procedures, and records, also
12 known as the audit of minimal assessing requirements, in at least 1
13 assessment jurisdiction per county.

14 Sec. 1046. Revenue collected in the convention facility
15 development fund is appropriated and shall be distributed under
16 sections 8 and 9 of the state convention facility development act,
17 1985 PA 106, MCL 207.628 and 207.629.

18 Sec. 1047. Financial independence teams shall cooperate with
19 the fiscal responsibility section to coordinate and streamline
20 efforts in identifying and addressing fiscal emergencies in school
21 districts and intermediate school districts.

22 Sec. 1048. Total authorized appropriations from all sources
23 under part 1 for legacy costs for the fiscal year ending September
24 30, 2017 are \$49,651,800.00. From this amount, total agency
25 appropriations for pension-related legacy costs are estimated at
26 \$27,530,500.00. Total agency appropriations for retiree health care
27 legacy costs are estimated at \$22,121,300.00.

1 Sec. 1049. (1) From the funds appropriated in part 1, the
2 department of treasury may contract with private agencies to
3 prevent the disbursement of fraudulent tax refunds. In addition to
4 the amounts appropriated in part 1 to the department of treasury,
5 there are appropriated amounts necessary to pay contract costs or
6 fund operations designed to reduce fraudulent income tax refund
7 payments not to exceed \$1,600,000.00 of the refunds identified as
8 potentially fraudulent and for which payment of the refund is
9 denied. The appropriation to fund fraud prevention efforts is from
10 the fund or account to which the revenues being collected are
11 recorded or dedicated.

12 (2) The department of treasury shall submit a report for the
13 immediately preceding fiscal year ending September 30 to the state
14 budget director and the senate and house of representatives
15 standing committees on appropriations not later than November 30
16 stating the number of refund claims denied due to the fraud
17 prevention operations, the amount of refunds denied, the costs of
18 the fraud prevention operations, and other pertinent information
19 relating to determining whether this authority should be continued.

20 Sec. 1049b. From the funds appropriated in part 1 for the city
21 income tax administration program, the department of treasury shall
22 administer the city income tax administration program in the
23 current year.

24 Sec. 1049d. From the funds appropriated in part 1 for
25 financial review commission, the department shall expand financial
26 review commission efforts in the current fiscal year.

27 Sec. 1049e. From the funds appropriated in part 1 for the

1 state essential services assessment program, the department of
2 treasury shall administer the state essential services assessment
3 program in the current year. The program will provide the
4 department the ability to collect the new state essential services
5 assessment which is a phased-in replacement of locally collected
6 personal property taxes on eligible manufacturing personal
7 property.

8 Sec. 1049f. Revenue from the tobacco products tax act, 1993 PA
9 327, MCL 205.421 to 205.436, related to counties with a 2000
10 population of more than 2,000,000 is appropriated and shall be
11 distributed under section 12(4)(d) of the tobacco products tax act,
12 1993 PA 327, MCL 205.432.

13 REVENUE SHARING

14 Sec. 1050. The funds appropriated in part 1 for constitutional
15 revenue sharing shall be distributed by the department of treasury
16 to cities, villages, and townships, as required under section 10 of
17 article IX of the state constitution of 1963. Revenue collected in
18 accordance with section 10 of article IX of the state constitution
19 of 1963 in excess of the amount appropriated in part 1 for
20 constitutional revenue sharing is appropriated for distribution to
21 cities, villages, and townships, on a population basis as required
22 under section 10 of article IX of the state constitution of 1963.

23 Sec. 1052. (1) The funds appropriated in part 1 for city,
24 village, and township revenue sharing are for grants to cities,
25 villages, and townships such that, subject to fulfilling the
26 requirements under subsection (3), each city, village, or township
27 is eligible to receive 98.45% of its eligible payment under section

1 952 of article VIII of 2015 PA 84. For purposes of this subsection,
2 any city, village, or township that completely merges with another
3 city, village, or township will be treated as a single entity, such
4 that when determining the eligible payment under section 952 of
5 article VIII of 2015 PA 84 for the combined single entity, the
6 amount each of the merging local units was eligible to receive
7 under section 952 of article VIII of 2015 PA 84 is summed. For
8 purposes of this subsection, population is determined in the same
9 manner as under section 3 of the Glenn Steil state revenue sharing
10 act of 1971, 1971 PA 140, MCL 141.903. In addition, any city or
11 village that according to the 2010 federal decennial census is
12 determined to have population in more than 1 county shall be
13 treated as a single entity when determining the eligible payment
14 under section 952 of article VIII of 2015 PA 84.

15 (2) The funds appropriated in part 1 for the county incentive
16 program are to be used for grants to counties such that each county
17 is eligible to receive an amount equal to 102% of the amount by
18 which the balance in its revenue sharing reserve fund under section
19 44a of the general property tax act, 1893 PA 206, MCL 211.44a, for
20 the county's most recent fiscal year that ends prior to the January
21 1 of the state's fiscal year is less than the amount calculated
22 under section 44a(14) of the general property tax act, 1893 PA 206,
23 MCL 211.44a, for the county fiscal year that begins in the state's
24 fiscal year. The amount calculated under this subsection shall be
25 adjusted as necessary to reflect partial county fiscal years and
26 prorated based on the total amount appropriated for distribution to
27 all eligible counties. Except as otherwise provided under this

1 subsection, payments under this subsection will be distributed to
2 an eligible county subject to the county's fulfilling the
3 requirements under subsection (3).

4 (3) For purposes of accountability and transparency, each
5 eligible city, village, township, or county shall certify by
6 December 1, or the first day of a payment month, that it has
7 produced a citizen's guide of its most recent local finances,
8 including a recognition of its unfunded liabilities; a performance
9 dashboard; a debt service report containing a detailed listing of
10 its debt service requirements, including, at a minimum, the
11 issuance date, issuance amount, type of debt instrument, a listing
12 of all revenues pledged to finance debt service by debt instrument,
13 and a listing of the annual payment amounts until maturity; and a
14 projected budget report, including, at a minimum, the current
15 fiscal year and a projection for the immediately following fiscal
16 year. The projected budget report shall include revenues and
17 expenditures and an explanation of the assumptions used for the
18 projections. Each eligible city, village, township, or county shall
19 include in any mailing of general information to its citizens the
20 Internet website address location for its citizen's guide,
21 performance dashboard, debt service report, and projected budget
22 report or the physical location where these documents are available
23 for public viewing in the city, village, township, or county
24 clerk's office. Each city, village, township, and county applying
25 for a payment under this subsection shall submit a copy of the
26 citizen's guide, a copy of the performance dashboard, a copy of the
27 debt service report, and a copy of the projected budget report to

1 the department of treasury. The department of treasury shall
2 develop detailed guidance for a city, village, township, or county
3 to follow to meet the requirements of this subsection. The detailed
4 guidance shall be posted on the department of treasury website and
5 distributed to cities, villages, townships, and counties by October
6 1.

7 (4) City, village, and township revenue sharing payments and
8 county incentive program payments are subject to the following
9 conditions:

10 (a) The city, village, township, or county shall certify to
11 the department that it has met the required criteria for subsection
12 (3) and submitted the required citizen's guide, performance
13 dashboard, debt service report, and projected budget report as
14 required by subsection (3). A department of treasury review of the
15 citizen's guide, dashboard, or reports is not required in order for
16 a city, village, township, or county to receive a payment under
17 subsection (1) or (2). The department shall develop a certification
18 process and method for cities, villages, townships, and counties to
19 follow.

20 (b) Subject to subdivisions (c), (d), and (e), if a city,
21 village, township, or county meets the requirements of subsection
22 (3), the city, village, township, or county shall receive its full
23 potential payment under this section.

24 (c) Cities, villages, and townships eligible to receive a
25 payment under subsection (1) shall receive 1/6 of their eligible
26 payment on the last business day of October, December, February,
27 April, June, and August. Payments under subsection (1) shall be

1 issued to cities, villages, and townships until the specified due
2 date for subsection (3). After the specified due date for
3 subsection (3), payments shall be made to a city, village, or
4 township only if that city, village, or township has complied with
5 subdivision (a).

6 (d) Payments under subsection (2) shall be issued to counties
7 until the specified due date for subsection (3). After the
8 specified due date for subsection (3), payments shall be made to a
9 county only if that county has complied with subdivision (a).

10 (e) If a city, village, township, or county does not provide
11 the required certification or fails to submit the required
12 citizen's guide, performance dashboard, debt service report, and
13 projected budget report by the first day of a payment month, the
14 city, village, township, or county shall forfeit the payment in
15 that payment month.

16 (f) Any city, village, township, or county that falsifies
17 certification documents shall forfeit any future city, village, and
18 township revenue sharing payments or county incentive program
19 payments and shall repay to this state all payments it has received
20 under this section.

21 (g) City, village, and township revenue sharing payments and
22 county incentive program payments under this section shall be
23 distributed on the last business day of October, December,
24 February, April, June, and August.

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

1 (5) The unexpended funds appropriated in part 1 for city,
2 village, and township revenue sharing and the county incentive
3 program shall be available for expenditure under the program for
4 financially distressed cities, villages, or townships after the
5 approval of transfers by the legislature pursuant to section 393(2)
6 of the management and budget act, 1984 PA 431, MCL 18.1393.

7 Sec. 1055. (1) The funds appropriated in part 1 for county
8 revenue sharing shall be distributed by the department of treasury
9 to eligible counties in amounts equal to 102% of the payments
10 determined pursuant to the Glenn Steil state revenue sharing act of
11 1971, 1971 PA 140, MCL 141.901 to 141.921.

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

15 Sec. 1056. (1) The funds appropriated in part 1 for
16 financially distressed cities, villages, and townships shall be
17 granted by the department of treasury to cities, villages, and
18 townships that have 1 or more conditions that indicate probable
19 financial distress, as determined by the department of treasury. A
20 city, village, or township with 1 or more conditions that indicate
21 probable financial distress may apply in a manner determined by the
22 department of treasury for a grant to pay for specific projects or
23 services that move the city, village, or township toward financial
24 stability. Grants are to be used for specific projects or services
25 that move the city, village, or township toward financial
26 stability. The city, village, or township may use, but is not
27 limited to using, the grants under this section to make payments to

1 reduce unfunded accrued liability; to repair or replace critical
2 infrastructure and equipment owned or maintained by the city,
3 village, or township; to reduce debt obligations; or for costs
4 associated with a transition to shared services with another
5 jurisdiction. The department of treasury shall award no more than
6 \$2,000,000.00 to any city, village, or township under this section.

7 (2) The department of treasury shall provide a report to the
8 senate and house of representatives appropriations subcommittees on
9 general government, the senate and house fiscal agencies, and the
10 state budget office by March 31. The report shall include a list by
11 grant recipient of the date each grant was approved, the amount of
12 the grant, and a description of the project or projects that will
13 be paid by the grant.

14 (3) The unexpended funds appropriated in part 1 for
15 financially distressed cities, villages, and townships are
16 designated as a work project appropriation, and any unencumbered or
17 unallotted funds shall not lapse at the end of the fiscal year and
18 shall be available for expenditure for projects under this section
19 until the projects have been completed. The following is in
20 compliance with section 451a of the management and budget act, 1984
21 PA 431, MCL 18.1451a:

22 (a) The purpose of the project is to provide assistance to
23 financially distressed cities, villages, and townships under this
24 section.

25 (b) The projects will be accomplished by grants to cities,
26 villages, and townships approved by the department of treasury.

27 (c) The total estimated cost of all projects is \$5,000,000.00.

1 (d) The tentative completion date is September 30, 2021.

2 Sec. 1058. (1) The funds appropriated in part 1 for voting
3 machine replacement reimbursement shall be used for payments to
4 cities, villages, townships, and counties that have purchased new
5 voting machines in a purchase that is approved by the department of
6 state and meets the specifications established by the department of
7 state. The reimbursement amount per machine shall be established by
8 the department of treasury in cooperation with the department of
9 state and shall be equal to \$5,000,000.00 divided by the projected
10 number of new voting machines required statewide during the next 3
11 years as determined by the department of state.

12 (2) The department of treasury shall report to the senate and
13 house of representatives appropriations subcommittees on general
14 government, the senate and house fiscal agencies, and the state
15 budget office by May 1 on the reimbursement payment available per
16 machine, the cities, villages, townships, and counties that have
17 received funding under this section, and the number of voting
18 machines purchased by each city, village, township, and county.

19 (3) The unexpended funds appropriated in part 1 for voting
20 machine replacement reimbursement are designated as a work project
21 appropriation, and any unencumbered or unallotted funds shall not
22 lapse at the end of the fiscal year and shall be available for
23 expenditure for projects under this section until the projects have
24 been completed. The following is in compliance with section 451a of
25 the management and budget act, 1984 PA 432, MCL 138.1451a:

26 (a) The purpose of the project is to provide assistance to
27 cities, villages, townships, and counties that purchase new voting

1 machines that are approved by and meet the specifications
2 established by the department of state.

3 (b) The funds will be disbursed as reimbursement payments for
4 approved purchases of voting machines that meet the specifications
5 determined by the department of state.

6 (c) The total estimated cost of all projects is \$5,000,000.00.

7 (d) The tentative completion date is September 30, 2021.

8 **BUREAU OF STATE LOTTERY**

9 Sec. 1060. 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. 1063. The bureau of state lottery shall inform all
22 lottery retailers that the cash side of MDHHS bridge cards cannot
23 be used to purchase lottery tickets.

24 Sec. 1064. For the bureau of state lottery, there is
25 appropriated 1% of the lottery's prior fiscal year's gross sales or
26 \$25,000,000.00, whichever is less, for promotion and advertising.

27 **CASINO GAMING**

1 Sec. 1071. From the revenue collected by the Michigan gaming
2 control board regarding the total annual assessment of each casino
3 licensee, \$2,000,000.00 is appropriated and shall be deposited in
4 the compulsive gaming prevention fund as described in section
5 12a(5) of the Michigan gaming control and revenue act, 1996 IL 1,
6 MCL 432.212a.

7 Sec. 1073. (1) Funds appropriated in part 1 for local
8 government programs may be used to provide assistance to a local
9 revenue sharing board referenced in an agreement authorized by the
10 Indian gaming regulatory act, Public Law 100-497.

11 (2) A local revenue sharing board described in subsection (1)
12 shall comply with the open meetings act, 1976 PA 267, MCL 15.261 to
13 15.275, and the freedom of information act, 1976 PA 442, MCL 15.231
14 to 15.246.

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

23 (4) A local revenue sharing board described in subsection (1)
24 shall comply with all applicable provisions of any agreement
25 authorized by the Indian gaming regulatory act, Public Law 100-497,
26 in which the local revenue sharing board is referenced, including,
27 but not limited to, the disbursement of tribal casino payments

1 received under applicable provisions of the tribal-state class III
2 gaming compact in which those funds are received.

3 (5) The director of the department of state police and the
4 executive director of the Michigan gaming control board are
5 authorized to assist the local revenue sharing boards in
6 determining allocations to be made to local public safety
7 organizations.

8 (6) The Michigan gaming control board shall submit a report by
9 September 30 to the senate and house of representatives standing
10 committees on appropriations and the state budget director on the
11 receipts and distribution of revenues by local revenue sharing
12 boards.

13 Sec. 1074. If revenues collected in the state services fee
14 fund are less than the amounts appropriated from the fund,
15 available revenues shall be used to fully fund the appropriation in
16 part 1 for casino gaming regulation activities before distributions
17 are made to other state departments and agencies. If the remaining
18 revenue in the fund is insufficient to fully fund appropriations to
19 other state departments or agencies, the shortfall shall be
20 distributed proportionally among those departments and agencies.

21 Sec. 1076. The executive director of the Michigan gaming
22 control board may pay rewards of not more than \$5,000.00 to a
23 person who provides information that results in the arrest and
24 conviction on a felony or misdemeanor charge for a crime that
25 involves the horse racing industry. A reward paid pursuant to this
26 section shall be paid out of the appropriation in part 1 for the
27 racing commission.

1 Sec. 1077. All appropriations from the Michigan agriculture
2 equine industry development fund, except for the racing commission
3 and laboratory analysis program appropriations, shall be reduced
4 proportionately if revenues to the Michigan agriculture equine
5 industry development fund decline during the fiscal year ending
6 September 30, 2017 to a level lower than the amount appropriated in
7 part 1.

8 Sec. 1078. The Michigan gaming control board shall use actual
9 expenditure data in determining the actual regulatory costs of
10 conducting racing dates and shall provide that data to the senate
11 and house appropriations subcommittees on agriculture and general
12 government and the senate and house fiscal agencies. The Michigan
13 gaming control board shall not be reimbursed for more than the
14 actual regulatory cost of conducting race dates. If a certified
15 horsemen's organization funds more than the actual regulatory cost,
16 the balance shall remain in the agriculture equine industry
17 development fund to be used to fund subsequent race dates conducted
18 by race meeting licensees with which the certified horsemen's
19 organization has contracts. If a certified horsemen's organization
20 funds less than the actual regulatory costs of the additional horse
21 racing dates, the Michigan gaming control board shall reduce the
22 number of future race dates conducted by race meeting licensees
23 with which the certified horsemen's organization has contracts.
24 Prior to the reduction in the number of authorized race dates due
25 to budget deficits, the executive director of the Michigan gaming
26 control board shall provide notice to the certified horsemen's
27 organizations with an opportunity to respond with alternatives. In

1 determining actual costs, the Michigan gaming control board shall
2 take into account that each specific breed may require different
3 regulatory mechanisms.

4 Sec. 1079. In addition to the funds appropriated in part 1,
5 the Michigan gaming control board may receive and expend state
6 lottery fund revenue in an amount not to exceed \$4,000,000.00 for
7 necessary expenses incurred in the licensing and regulation of
8 millionaire parties pursuant to Executive Order No. 2012-4. In
9 accordance with section 8 of the Traxler-McCauley-Law-Bowman bingo
10 act, 1972 PA 382, MCL 432.108, the amount of necessary expenses
11 shall not exceed the amount of revenue received under that act. The
12 Michigan gaming control board shall provide a report to the senate
13 and house of representatives appropriations subcommittees on
14 general government, the senate and house fiscal agencies, and the
15 state budget office by April 15. The report shall include, but not
16 be limited to, total expenditures related to the licensing and
17 regulating of millionaire parties, steps taken to ensure charities
18 are receiving revenue due to them, progress on promulgating rules
19 to ensure compliance with the Traxler-McCauley-Law-Bowman bingo
20 act, 1972 PA 382, MCL 432.101 to 432.120, and any enforcement
21 actions taken.

22 **STATE BUILDING AUTHORITY**

23 Sec. 1100. (1) Subject to section 242 of the management and
24 budget act, 1984 PA 431, MCL 18.1242, and upon the approval of the
25 state building authority, the department of treasury may expend
26 from the general fund of the state during the fiscal year an amount

1 to meet the cash flow requirements of those state building
2 authority projects solely for lease to a state agency identified in
3 both part 1 and this section, and for which state building
4 authority bonds or notes have not been issued, and for the sole
5 acquisition by the state building authority of equipment and
6 furnishings for lease to a state agency as permitted by 1964 PA
7 183, MCL 830.411 to 830.425, for which the issuance of bonds or
8 notes is authorized by a legislative appropriation act that is
9 effective for the fiscal year ending September 30, 2015. Any
10 general fund advances for which state building authority bonds have
11 not been issued shall bear an interest cost to the state building
12 authority at a rate not to exceed that earned by the state
13 treasurer's common cash fund during the period in which the
14 advances are outstanding and are repaid to the general fund of the
15 state.

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

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

1 of the projects mature.

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

7 Sec. 1102. (1) State building authority funding to finance
8 construction or renovation of a facility that collects revenue in
9 excess of money required for the operation of that facility shall
10 not be released to a university or community college unless the
11 institution agrees to reimburse that excess revenue to the state
12 building authority. The excess revenue shall be credited to the
13 general fund to offset rent obligations associated with the
14 retirement of bonds issued for that facility. The auditor general
15 shall annually identify and present an audit of those facilities
16 that are subject to this section. Costs associated with the
17 administration of the audit shall be charged against money
18 recovered pursuant to this section.

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

23 Sec. 1103. The state building authority shall provide to the
24 JCOS and senate and house fiscal agencies a report relative to the
25 status of construction projects associated with state building
26 authority bonds as of September 30 of each year, on or before
27 October 15, or not more than 30 days after a refinancing or

restructuring bond issue is sold. The report shall include, but is not limited to, the following:

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

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

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

REVENUE STATEMENT

Sec. 1201. Pursuant to section 18 of article V of the state constitution of 1963, fund balances and estimates are presented in the following statement:

BUDGET RECOMMENDATIONS BY OPERATING FUNDS

(Amounts in millions)

Fiscal Year 2016-2017

		Beginning		
		Available	Estimated	Ending
	<u>Fund</u>	<u>Balance</u>	<u>Revenue</u>	<u>Balance</u>
OPERATING FUNDS				
General fund/general purpose	0110	152.9	9,893.9	14.9
General fund/special purpose		875.0	28,609.1	664.2

1	Special Revenue Funds:				
2	Countercyclical budget and				
3	economic stabilization	0111	611.0	17.9	628.9
4	Game and fish protection	0112	3.5	82.9	3.7
5	Michigan employment security				
6	act administration	0113	0.0	42.1	0.0
7	State aeronautics	0114	2.7	17.6	0.0
8	Michigan veterans'				
9	benefit trust	0115	0.0	3.7	0.0
10	State trunkline	0116	0.0	1,001.5	0.0
11	Michigan state waterways	0117	8.2	30.8	6.5
12	Blue Water Bridge	0118	18.9	23.6	0.0
13	Michigan transportation	0119	0.0	2,514.9	0.0
14	Comprehensive transportation	0120	3.8	316.7	0.0
15	School aid	0122	47.9	12,527.6	15.4
16	21st century jobs fund	0383	81.6	75.0	65.9
17	Detroit public schools				
18	trust fund	NEW	0.0	72.0	0.0
19	Game and fish protection				
20	trust	0124	0.0	15.9	0.0
21	State park improvement	0125	12.6	57.5	7.9
22	Forest development	0126	12.7	40.9	8.2
23	Michigan natural resources				
24	trust	0129	13.4	32.9	30.6
25	Michigan state parks				
26	endowment	0130	0.5	40.9	0.5
27	Safety education and training	0131	5.2	9.6	4.5

1	Bottle deposit	0136	5.7	14.9	2.6
2	State construction code	0138	7.2	8.4	7.4
3	Children's trust	0139	1.8	1.2	1.2
4	State casino gaming	0140	1.7	0.3	2.0
5	Michigan nongame fish and				
6	wildlife	0143	0.4	0.5	0.3
7	Michigan merit award trust	0154	48.7	28.6	0.0
8	Outdoor recreation legacy	0162	1.1	3.0	1.1
9	Off-road vehicle account	0163	5.7	7.2	5.4
10	Snowmobile account	0164	5.6	11.6	5.5
11	Silicosis dust disease and				
12	logging	0870	1.4	0.9	1.2
13	Utility consumer				
14	representation	0893	1.6	1.2	1.5
15	TOTALS		\$1,930.8	\$55,504.8	\$1,479.4

16 PART 2A

17 PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS

18 FOR FISCAL YEAR 2017-2018

19 GENERAL SECTIONS

20 Sec. 1301. It is the intent of the legislature to provide

21 appropriations for the fiscal year ending on September 30, 2018 for

22 the line items listed in part 1. The fiscal year 2017-2018

23 appropriations are anticipated to be the same as those for fiscal

24 year 2016-2017, except that the line items will be adjusted for

25 changes in caseload and related costs, federal fund match rates,

1 economic factors, and available revenue. These adjustments will be
2 determined after the January 2017 consensus revenue estimating
3 conference.