

HOUSE BILL No. 4541

EXECUTIVE BUDGET BILL

March 24, 1993, Introduced by Reps. Middleton, Bender, Allen, Gilmer, Walberg, McBryde, Stille, Sikkema, Johnson, Oxender and Bobier and referred to the Committee on Appropriations.

A bill to make appropriations for the department of military affairs for the fiscal year ending September 30, 1994; and for the fiscal year ending September 30, 1995; to provide for the expenditure of the appropriations; to provide for certain duties of the department of military affairs, other state agencies, and local units of government; and to provide for the preparation of certain reports.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 101. There is appropriated for the department of military
- 2 and veterans' affairs, for the fiscal year ending September 30, 1994,
- 3 from the funds identified as follows:
- 4 DEPARTMENT OF MILITARY AFFAIRS

1 APPROPRIATIONS SUMMARY: 2 Full-time equated unclassified positions . 7.0 3 Full-time equated classified positions 1,023.0 72,769,800 GROSS APPROPRIATION \$ 5 Interdepartmental grant revenues: Total interdepartmental grants and interdepartmental 7 transfers . . . n 8 ADJUSTED GROSS APPROPRIATION 72,769,800 9 Federal revenues: 10 27,721,400 11 Special revenue funds: 12 150,000 13 Total other state restricted revenues 13,851,700 14 State general fund/general purpose 31,046,700 15 HEADQUARTERS AND ARMORIES 16 Full-time equated classified positions . 111.0 17 Full-time equated unclassified positions . 7.0 18 Headquarters and armories--111.0 FTE positions . . \$ 7,294,400 19 Director 102,300 20 Unclassified military personnel--6.0 FTE positions 419,600 21 Military appeals tribunal 2,900 22 Michigan emergency volunteers 3,000 23 Federal initiatives 200,000 24 GROSS APPROPRIATION 8,022,200 \$ 25 Appropriated from: 26 Federal revenues: 27 DOD-national guard bureau 1,572,500 28 Special revenue funds:

1	Armory rentals	300,000
2	Mackinac Bridge authority	20,000
3	State general fund/general purpose	6,129,700
4 M	ILITARY TRAINING SITES AND SUPPORT FACILITIES	
5	Full-time equated classified positions . 243.0	
6	Military training sites and support facilities243.0	
7	FTE positions	9,174,400
8	Forestry project	30,000
9	Federal initiatives	200,000
10	Military training sites and support facilities test	
11	projects	100,000
12	GROSS APPROPRIATION	9,504,400
13	Appropriated from:	
14 Fe	ederal revenues:	
15	DOD-national guard bureau	8,495,600
16 Sp	pecial revenue funds:	
17	Forestry project fees	30,000
18	Test project fees	100,000
19	State general fund/general purpose \$	878,800
20 DE	EPARTMENTWIDE APPROPRIATIONS	
21	Departmentwide accounts	6,771,300
22	Special maintenance-state	236,200
23	Special maintenance-federal	1,000,000
24	Equipment safety training	29,800
25	Military contingency fund	100
26	Military retirement	2,166,200
27.	Counter narcotic operations	50,000
28	GROSS APPROPRIATION	10,253,600

1	Appropriated from:	*
2	Federal revenues:	
3	DOD-national guard bureau	5,021,400
4	DOD-drug enforcement agency narcotic forfeiture	
5	funds	50,000
6	State general fund/general purpose	\$ 5,182,200
7	VETERANS SERVICE ORGANIZATIONS	
8	American legion	\$ 627,300
9	Disabled American veterans	569,600
10	Marine corps veterans	261,600
11	American veterans of World War II and Korea	361,500
12	Veterans of foreign wars	689,100
13	Michigan paralyzed veterans of America	128,900
14	Purple heart	122,700
15	Veterans of World War I	25,300
16	Polish legion of American veterans	32,200
17	Jewish veterans of America	32,200
18	State of Michigan council Vietnam veterans of	
19	Michigan	43,000
20	Catholic war veterans	10,300
21	GROSS APPROPRIATION	\$ 2,903,700
22	Appropriated from:	
23	State general fund/general purpose	\$ 2,903,700
24	GRAND RAPIDS VETERANS' FACILITY	
25	Full-time equated classified positions . 519.0	
26	Grand Rapids veterans' facility519.0 FTE	
27	positions	\$ 30,904,400
28	Board of managers	100,000

1	GROSS APPROPRIATION	\$	31,004,400
2	Appropriated from:		
3	Federal revenues:		
4	HHS-HCFA, medicare, title XVIII		113,700
5	HHS-HCFA, medicaid, title XIX		2,300,000
6	VA-DMS, multiple grants	ν.	5,965,500
7	Special revenue funds:		
8	Income and assessments		10,041,100
9	Private-veterans' facility post and posthumous		1.10
10	funds		100,000
11	State general fund/general purpose	\$	12,484,100
12	D.J. JACOBETTI VETERANS' FACILITY		
13	Full-time equated classified positions . 150.0		
14	D.J. Jacobetti veterans' facility150.0 FTE		
15	positions	\$	11,031,500
16	Board of managers		50,000
17	GROSS APPROPRIATION	\$	11,081,500
18	Appropriated from:		
19	Federal revenues:		
20	HHS-HCFA, medicare, title XVIII		172,200
21	HHS-HCFA, medicaid, title XIX		2,100,000
22	VA-DMS, multiple grants		1,930,500
23 Special revenue funds:			
24	Private-veterans facility post and posthumous		
25	funds		50,000
26	Income and assessments		3,360,600
27	State general fund/general purpose	\$	3,468,200

Sec. 102. There is appropriated for the departmen	t of mi	ilitary and
2 veterans' affairs, for the fiscal year ending Septemb	er 30,	1995, from
3 the funds identified as follows:		
4 DEPARTMENT OF MILITARY AFFAIRS		
5 APPROPRIATIONS SUMMARY:	4	
Full-time equated unclassified positions . 7.	0	
7 Full-time equated classified positions 1,023.	0	
8 GROSS APPROPRIATION	\$	72,769,800
9 Interdepartmental grant revenues:		
10 Total interdepartmental grants and interdepartment	al	
11 transfers		0
12 ADJUSTED GROSS APPROPRIATION	\$	72,769,800
13 Federal revenues:		F
14 Total federal revenues	Ð.,	27,721,400
15 Special revenue funds:		
16 Total private revenues		150,000
17 Total other state restricted revenues	e, ce	13,851,700
18 State general fund/general purpose	\$ 2	31,046,700
19 HEADQUARTERS AND ARMORIES		1 1
Full-time equated classified positions . 111.0)	
Full-time equated unclassified positions . 7.0	ס	71 4 4
Headquarters and armories111.0 FTE positions	\$	7,294,400
23 Director		102,300
24 Unclassified military personnel6.0 FTE positions		419,600
25 Military appeals tribunal		2,900
26 Michigan emergency volunteers		3,000
27 Federal initiatives		200,000
28 GROSS APPROPRIATION	\$	8,022,200

1	Appropriated from:		
2 F	ederal revenues:		
3	DOD-national guard bureau		
4 S	pecial revenue funds:		
5	Armory rentals		
6	Mackinac Bridge authority		
7	State general fund/general purpose \$ 6,129,700		
8 M	ILITARY TRAINING SITES AND SUPPORT FACILITIES		
9	Full-time equated classified positions . 243.0		
10	Military training sites and support facilities243.0		
11	FTE positions		
12	Forestry project		
13	Federal initiatives		
14	Military training sites and support facilities test		
15	projects		
16	GROSS APPROPRIATION		
17	Appropriated from:		
18 F	ederal revenues:		
19	DOD-national guard bureau		
20 S	pecial revenue funds:		
21	Forestry project fees		
22	Test project fees		
23	State general fund/general purpose		
24 DEPARTMENTWIDE APPROPRIATIONS			
25	Departmentwide accounts		
26	Special maintenance-state		
27	Special maintenance-federal		
28	Equipment safety training		

1	Military contingency fund
2	Military retirement
3	Counter narcotic operations
4	GROSS APPROPRIATION
5	Appropriated from:
6 F	ederal revenues:
7	DOD-national guard bureau
8	DOD-drug enforcement agency narcotic forfeiture
9	funds
10	State general fund/general purpose
11 V	ETERANS SERVICE ORGANIZATIONS
12	American legion
13	Disabled American veterans
14	Marine corps veterans
15	American veterans of World War II and Korea 361,500
16	Veterans of foreign wars
17	Michigan paralyzed veterans of America
18	Purple heart
19	Veterans of World War I
20	Polish legion of American veterans
21	Jewish veterans of America
22	State of Michigan council Vietnam veterans of
23	Michigan
24	Catholic war veterans
25	GROSS APPROPRIATION
26	Appropriated from:
27	State general fund/general purpose \$ 2,903,700
28 GF	AND RAPIDS VETERANS' FACILITY

	Tull time empted alongified modifications	
1	Full-time equated classified positions . 519.0	
2	Grand Rapids veterans' facility519.0 FTE	
3	positions	\$ 30,904,400
4	Board of managers	100,000
5	GROSS APPROPRIATION	\$ 31,004,400
6	Appropriated from:	
7 F	ederal revenues:	
8	HHS-HCFA, medicare, title XVIII	113,700
9	HHS-HCFA, medicaid, title XIX	2,300,000
10	VA-DMS, multiple grants	5,965,500
11 S	pecial revenue funds:	
12	Income and assessments	10,041,100
13	Private-veterans' facility post and posthumous	
14	funds	100,000
15	State general fund/general purpose	\$ 12,484,100
16 D	.J. JACOBETTI VETERANS' FACILITY	
17	Full-time equated classified positions . 150.0	
18	D.J. Jacobetti veterans' facility150.0 FTE	
19	positions	\$ 11,031,500
20	Board of managers	50,000
21	GROSS APPROPRIATION	\$ 11,081,500
22	Appropriated from:	
23 F	ederal revenues:	
24	HHS-HCFA, medicare, title XVIII	172,200
25	HHS-HCFA, medicaid, title XIX	2,100,000
26	VA-DMS, multiple grants	1,930,500
27 S ₁	pecial revenue funds:	÷
28	Private-veterans facility post and posthumous	
	-	

1	funds	50,000
2	Income and assessments	3,360,600
3	State general fund/general purpose	3,468,200

1 GENERAL SECTIONS FOR FY93/94

Sec. 201. (1) In accordance with the provisions of section 30 3 of article IX of the state constitution of 1963, total state spending 4 in section 101 is \$44,898,400.00 and state spending to be paid to 5 units of local government is as follows:

6 DEPARTMENT OF MILITARY AFFAIRS

- 7 Payments in lieu of taxes.....\$ 67,500 8 Total.....\$ 67,500
- 9 (2) When it appears to the principal executive officer of each 10 department that state spending to local units of government will be 11 less than the amount that was projected to be expended for any 12 quarter, the principal executive officer shall immediately give notice 13 of the approximate shortfall to the department of management and 14 budget, the senate and house appropriations committees, and the senate 15 and house fiscal agencies.
- Sec. 202. The appropriations made and the expenditures
 17 authorized under this act and the departments, agencies, commissions,
 18 boards, offices, and programs for which an appropriation is made
 19 under this act are subject to the management and budget act, Act No.
 20 431 of the Public Acts of 1984, being sections 18.1101 to 18.1594 of
 21 the Michigan Compiled Laws.
- 22 Sec. 203. As used in this act:
- 23 (a) "DOD" means the United States department of defense.
- 24 (b) "FTE" means full-time equated.
- Sec. 204. The amounts appropriated for utilities and that 26 portion of contractual services, supplies, and materials used to pay 27 for utility service to state facilities in section 101 may be expended 28 in a manner consistent with the provisions of section 253 of the

- 1 management and budget act, Act No. 431 of the Public Acts of 1984, 2 being section 18.1253 of the Michigan Compiled Laws.
- 3 Sec. 205. (1) Beginning October 1, 1993, there shall be a
 4 hiring freeze imposed on the state classified civil service. State
 5 departments and agencies shall be prohibited from hiring any new
 6 full-time state classified civil service employees or prohibited from
 7 filling any vacant state classified civil service positions. This
 8 hiring freeze does not apply to internal transfers of classified
 9 employees from one position to another within a department or to
 10 positions that are funded with 80% or more federal or restricted
- 12 (2) The director of the department of management and budget
 13 shall grant exceptions to this hiring freeze when the director
 14 believes that such a hiring freeze will result in rendering a state
 15 department or agency unable to deliver basic services. The director
 16 of the department of management and budget shall report by the
 17 fifteenth of each month to the chairpersons of the senate and house
 18 appropriations committees the number of exclusions to the hiring
 19 freeze approved during the previous month and the reasons to justify
 20 the exclusion.
- Sec. 206. All savings accruing from reduced contribution rates 22 for the state employees retirement system shall be unallotted from 23 appropriation line items as necessary. Such reductions in 24 contribution rates are contingent upon enactment of amendments to the 25 state employees retirement act of 1943, Act No. 240 of the Public Acts 26 of 1943, being sections 38.1 to 38.48 of the Michigan Compiled Laws, 27 including a defined contribution retirement plan for new state 28 employees within the membership of such plan; changes in funding for

11 funds.

- 1 the provision of dental and vision benefits; five year reconciliation
- 2 smoothing; use of a 50 year amortization schedule for unfunded
- 3 actuarial accrued liabilities; and other amendments to the act. The
- 4 director of the department of management and budget shall issue
- 5 instructions to all state agencies regarding contribution changes as
- 6 they occur.

7 HEADQUARTERS AND ARMORIES

- g Sec. 301. The department of military affairs may charge a
- grental fee for rental activities at the garrison training centers of
- 10 not more than the actual cost to the department of military affairs of
- 11 renting the garrison training center including overtime compensation,
- 12 insurance coverage, and maintenance required.

13 DEPARTMENTWIDE APPROPRIATIONS

- 14 Sec. 401. The Michigan veterans' memorial park commission may
- 15 receive and expend gifts, contributions, and bequests from any person,
- 16 public or private corporation, organization, foundation, governmental
- 17 entity, or any other source for the purpose of establishing a
- 18 veterans' memorial park as described in Executive Order No. 1992-12.
- 19 Money contributed to the Michigan veterans' memorial park commission
- 20 shall be deposited in the state treasury through the department of
- 21 military affairs and shall be available for expenditure. Project
- 22 costs hereby authorized shall not exceed the gifts, contributions, and
- 23 bequests received. Money under this section and any specific work
- 24 orders or projects adopted by the Michigan veterans' memorial park
- 25 commission in accordance with section 451(4) of the management and
- 26 budget act, Act No. 431 of the Public Acts of 1984, being section
- 27 18.1451 of the Michigan Compiled Laws, shall not lapse at the end of
- 28 this fiscal year but shall be available for expenditure until

- 1 September 30, 1996. Expenditures shall be in accordance with methods
- 2 and procedures approved by the Michigan veterans' memorial park
- 3 commission, the department of military affairs, and appropriate state
- 4 agencies.
- 5 Sec. 402. Funds available from the Michigan national guard
- 6 armory construction fund created by Act No. 307 of the Public Acts of
- 7 1992, as amended, being sections 32.768 to 32.382a of the Michigan
- 8 Compiled laws are hereby appropriated for expenditure for the purposes
- 9 specified in the above cited act as amended.

10 VETERANS SERVICE ORGANIZATIONS

19 hours, and budget requests.

- Sec. 501. (1) The \$2,903,700.00 appropriated in section 101 for 12 grants to veterans service organizations shall be used only for 13 salaries, wages, related personnel costs, training, and equipment for 14 accredited veteran service advocacy officers and necessary support and 15 managerial staff. To receive a grant from the funds appropriated in 16 section 101, a veterans service organization shall comply with the 17 department of military affairs' requirements of accounting audits, 18 service work activity, accounting of recoveries, listing of volunteer
- 20 (2) A veterans service organization receiving a grant from the 21 funds appropriated in section 101 shall file with the department of 22 military affairs a certified accounting of its expenditures within 120 23 days after the organization's fiscal year end. Each organization 24 shall provide a detailed budget request for the fiscal year ending 25 September 30, 1994 to the department by November 15, 1993 within the 26 format as described by the department. Each organization shall 27 provide 5 copies of a listing of all service activity, an accounting 28 of recoveries, and a listing of volunteer hours for the fiscal year

1 ending September 30, 1993 to the department by January 31, 1994. A 2 veterans service organization receiving a grant from the funds 3 appropriated in section 101 shall use the forms recommended by the 4 Michigan veterans organizations' rehabilitation and veterans service 5 committee for filing reports required by this act. The department 6 shall forward information required under this section to the senate 7 and house fiscal agencies and to the senate and house appropriations 8 subcommittees on military affairs.

9 GRAND RAPIDS VETERANS' FACILITY

Sec. 601. The funds appropriated in section 101 for the board 11 of managers may be expended for facility improvements, the purchase 12 and repair of equipment and furnishings, member services, and other 13 purposes which benefit the Grand Rapids veterans' facility.

14 D.J. JACOBETTI VETERANS' FACILITY

Sec. 701. The funds appropriated in section 101 for the board 16 of managers may be expended for facility improvements, the purchase 17 and repair of equipment and furnishings, member services, and other 18 purposes which benefit the D.J. Jacobetti veterans' facility.

1 GENERAL SECTIONS FOR FY94/95

Sec. 1201. (1) In accordance with the provisions of section 30

3 of article IX of the state constitution of 1963, total state spending

4 in section 102 is \$44,898,400.00 and state spending to be paid to

5 units of local government is as follows:

6 DEPARTMENT OF MILITARY AFFAIRS

7	Payments in lieu of taxes\$	67,500
8	Total\$	67,500

- 9 (2) When it appears to the principal executive officer of each 10 department that state spending to local units of government will be 11 less than the amount that was projected to be expended for any 12 quarter, the principal executive officer shall immediately give notice 13 of the approximate shortfall to the department of management and 14 budget, the senate and house appropriations committees, and the senate 15 and house fiscal agencies.
- Sec. 1202. The appropriations made and the expenditures
 17 authorized under this act and the departments, agencies, commissions,
 18 boards, offices, and programs for which an appropriation is made
 19 under this act are subject to the management and budget act, Act No.
 20 431 of the Public Acts of 1984, being sections 18.1101 to 18.1594 of
 21 the Michigan Compiled Laws.
- 22 Sec. 1203. As used in this act:
- 23 (a) "DOD" means the United States department of defense.
- 24 (b) "FTE" means full-time equated.
- Sec. 1204. The amounts appropriated for utilities and that 26 portion of contractual services, supplies, and materials used to pay 27 for utility service to state facilities in section 102 may be expended 28 in a manner consistent with the provisions of section 253 of the

- 1 management and budget act, Act No. 431 of the Public Acts of 1984, 2 being section 18.1253 of the Michigan Compiled Laws.
- 3 Sec. 1205. (1) Beginning October 1, 1994, there shall be a 4 hiring freeze imposed on the state classified civil service. State 5 departments and agencies shall be prohibited from hiring any new 6 full-time state classified civil service employees or prohibited from 7 filling any vacant state classified civil service positions. This 8 hiring freeze does not apply to internal transfers of classified 9 employees from one position to another within a department or to 10 positions that are funded with 80% or more federal or restricted 11 funds.
- 12 (2) The director of the department of management and budget
 13 shall grant exceptions to this hiring freeze when the director
 14 believes that such a hiring freeze will result in rendering a state
 15 department or agency unable to deliver basic services. The director
 16 of the department of management and budget shall report by the
 17 fifteenth of each month to the chairpersons of the senate and house
 18 appropriations committees the number of exclusions to the hiring
 19 freeze approved during the previous month and the reasons to justify
 20 the exclusion.
- Sec. 1206. Increases in employee wage compensation which accrue 22 as a result of savings in group insurance costs in accordance with 23 terms of valid collective bargaining agreements shall be paid from 24 appropriations lines in section 102 in which authorization for salary 25 and wage payments are included. If a transfer of appropriations is 26 necessary to adjust for these increased wage levels, the director of 27 the department of management and budget may authorize administrative 28 transfers for this purpose consistent with section 393(1) of Act 431

- 1 of the Public Acts of 1984, as amended, being section 18.1393(1) of 2 the Michigan Compiled Laws.
- 3 Sec. 1207. All savings accruing from reduced contribution rates
- 4 for the state employees retirement system shall be unallotted from
- 5 appropriation line items as necessary. Such reductions in
- 6 contribution rates are contingent upon enactment of amendments to the
- 7 state employees retirement act of 1943, Act No. 240 of the Public Acts
- 8 of 1943, being sections 38.1 to 38.48 of the Michigan Compiled Laws,
- 9 including a defined contribution retirement plan for new state
- 10 employees within the membership of such plan; changes in funding for
- 11 the provision of dental and vision benefits; five year reconciliation
- 12 smoothing; use of a 50 year amortization schedule for unfunded
- 13 actuarial accrued liabilities; and other amendments to the act. The
- 14 director of the department of management and budget shall issue
- 15 instructions to all state agencies regarding contribution changes as
- 16 they occur.

17 HEADQUARTERS AND ARMORIES

- 18 Sec. 1301. The department of military affairs may charge a
- 19 rental fee for rental activities at the garrison training centers of
- 20 not more than the actual cost to the department of military affairs of
- 21 renting the garrison training center including overtime compensation,
- 22 insurance coverage, and maintenance required.

23 DEPARTMENTWIDE APPROPRIATIONS

- Sec. 1401. The Michigan veterans' memorial park commission may
- 25 receive and expend gifts, contributions, and bequests from any person,
- 26 public or private corporation, organization, foundation, governmental
- 27 entity, or any other source for the purpose of establishing a
- 28 veterans' memorial park as described in Executive Order No. 1992-12.

1 Money contributed to the Michigan veterans' memorial park commission 2 shall be deposited in the state treasury through the department of 3 military affairs and shall be available for expenditure. Project 4 costs hereby authorized shall not exceed the gifts, contributions, and 5 bequests received. Money under this section and any specific work 6 orders or projects adopted by the Michigan veterans' memorial park 7 commission in accordance with section 451(4) of the management and 8 budget act, Act No. 431 of the Public Acts of 1984, being section 9 18.1451 of the Michigan Compiled Laws, shall not lapse at the end of 10 this fiscal year but shall be available for expenditure until 11 September 30, 1996. Expenditures shall be in accordance with methods 12 and procedures approved by the Michigan veterans' memorial park 13 commission, the department of military affairs, and appropriate state 14 agencies.

Sec. 1402. Funds available from the Michigan national guard 16 armory construction fund created by Act No. 307 of the Public Acts of 171992, as amended, being sections 32.768 to 32.382a of the Michigan 18 Compiled laws are hereby appropriated for expenditure for the purposes 19 specified in the above cited act as amended.

20 VETERANS SERVICE ORGANIZATIONS

Sec. 1501. (1) The \$2,903,700.00 appropriated in section 102
22 for grants to veterans service organizations shall be used only for
23 salaries, wages, related personnel costs, training, and equipment for
24 accredited veteran service advocacy officers and necessary support and
25 managerial staff. To receive a grant from the funds appropriated in
26 section 102, a veterans service organization shall comply with the
27 department of military affairs' requirements of accounting audits,
28 service work activity, accounting of recoveries, listing of volunteer

- 1 hours, and budget requests.
- (2) A veterans service organization receiving a grant from the 3 funds appropriated in section 102 shall file with the department of 4 military affairs a certified accounting of its expenditures within 120 5 days after the organization's fiscal year end. Each organization 6 shall provide a detailed budget request for the fiscal year ending 7 September 30, 1995 to the department by November 15, 1994 within the 8 format as described by the department. Each organization shall 9 provide 5 copies of a listing of all service activity, an accounting 10 of recoveries, and a listing of volunteer hours for the fiscal year 11 ending September 30, 1994 to the department by January 31, 1995. A 12 veterans service organization receiving a grant from the funds 13 appropriated in section 102 shall use the forms recommended by the 14 Michigan veterans organizations' rehabilitation and veterans service 15 committee for filing reports required by this act. The department 16 shall forward information required under this section to the senate 17 and house fiscal agencies and to the senate and house appropriations 18 subcommittees on military affairs.

19 GRAND RAPIDS VETERANS' FACILITY

Sec. 1601. The funds appropriated in section 102 for the board 21 of managers may be expended for facility improvements, the purchase 22 and repair of equipment and furnishings, member services, and other 23 purposes which benefit the Grand Rapids veterans' facility.

24 D.J. JACOBETTI VETERANS' FACILITY

Sec. 1701. The funds appropriated in section 102 for the board 26 of managers may be expended for facility improvements, the purchase 27 and repair of equipment and furnishings, member services, and other 28 purposes which benefit the D.J. Jacobetti veterans' facility.