



HOUSE BILL No. 5581

February 14, 1996, Introduced by Reps. McBryde, Middleton, LeTarte, Geiger, Bobier, Gilmer, Dolan, McNutt, Johnson and Jellema and referred to the Committee on Appropriations.

EXECUTIVE BUDGET BILL

A bill to make appropriations for the department of military affairs for the fiscal year ending September 30, 1997; to provide for the expenditure of the appropriations; to provide for certain powers and duties of the department of military affairs, other state agencies, and local units of government related to the appropriations; and to provide for the preparation of certain reports related to the appropriations.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 101. There is appropriated for the department of military
2 affairs, for the fiscal year ending September 30, 1997, from the funds
3 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	1,068.0	
4	GROSS APPROPRIATION		\$ 84,995,700
5	Interdepartmental grant revenues:		
6	Total interdepartmental grants and intradepartmental		
7	transfers		0
8	ADJUSTED GROSS APPROPRIATION		\$ 84,995,700
9	Federal revenues:		
10	Total federal revenues		28,539,800
11	Special revenue funds:		
12	Total local revenues		0
13	Total private revenues		375,000
14	Total other state restricted revenues		18,802,500
15	State general fund/general purpose		\$ 37,278,400
16	HEADQUARTERS AND ARMORIES		
17	Full-time equated unclassified positions	7.0	
18	Full-time equated classified positions	109.0	
19	Headquarters and armories--109.0 FTE positions		\$ 7,614,800
20	Unclassified military personnel		544,300
21	Military appeals tribunal		900
22	Michigan emergency volunteers		5,000
23	State active duty		60,000
24	Federal initiatives		<u>200,000</u>
25	GROSS APPROPRIATION		\$ 8,425,000
26	Appropriated from:		
27	Federal revenues:		
28	DOD-DOA-NGB		1,581,200
29	Special revenue funds:		
30	Armory rentals		350,000

1	Mackinac bridge authority		40,000
2	State general fund/general purpose	\$	6,453,800
3	MILITARY TRAINING SITES AND SUPPORT FACILITIES		
4	Full-time equated classified positions	242.0	
5	Military training sites and support facilities--		
6	242.0 FTE positions	\$	11,264,000
7	Federal initiatives		200,000
8	Military training sites and support facilities test		
9	projects		<u>100,000</u>
10	GROSS APPROPRIATION	\$	11,564,000
11	Appropriated from:		
12	Federal revenues:		
13	DOD-DOA-NGB		10,103,800
14	Special revenue funds:		
15	Test project fees		100,000
16	State general fund/general purpose	\$	1,360,200
17	DEPARTMENTWIDE APPROPRIATIONS		
18	Departmentwide accounts	\$	6,577,400
19	Special maintenance-state		436,200
20	Special maintenance-federal		2,302,000
21	Equipment safety training		59,800
22	Military contingency fund		100
23	Military retirement		2,034,000
24	Counter narcotic operations		50,000
25	Starbase grant		<u>500,000</u>
26	GROSS APPROPRIATION	\$	11,959,500
27	Appropriated from:		
28	Federal revenues:		
29	DOD-DOA-NGB		6,926,200
30	DOJ-DEA		50,000

1	State general fund/general purpose	\$	4,983,300
2	VETERANS' SERVICE ORGANIZATIONS		
3	American legion	\$	676,200
4	Disabled American veterans		614,000
5	Marine corps veterans		282,000
6	American veterans of World War II and Korea . . .		389,600
7	Veterans of foreign wars		742,700
8	Michigan paralyzed veterans of America		138,900
9	Purple heart		132,300
10	Veterans of World War I		100
11	Polish legion of American veterans		34,700
12	Jewish veterans of America		34,700
13	State of Michigan council-Vietnam veterans of		
14	Michigan		46,400
15	Catholic war veterans		<u>11,100</u>
16	GROSS APPROPRIATION	\$	3,102,700
17	Appropriated from:		
18	State general fund/general purpose	\$	3,102,700
19	GRAND RAPIDS VETERANS' HOME		
20	Full-time equated classified positions . . .	549.0	
21	Grand Rapids veterans' home--549.0 FTE		
22	positions	\$	32,514,900
23	Board of managers		<u>300,000</u>
24	GROSS APPROPRIATION	\$	32,814,900
25	Appropriated from:		
26	Federal revenues:		
27	HHS-HCFA, medicare, hospital insurance		200,000
28	DVA-VHA		7,025,900
29	Special revenue funds:		
30	Private-veterans' home post and posthumous funds		300,000

1	Income and assessments		10,131,100
2	State general fund/general purpose	\$	15,157,900
3	D.J. JACOBETTI VETERANS' HOME		
4	Full-time equated classified positions	155.0	
5	D.J. Jacobetti veterans' home--155.0 FTE		
6	positions	\$	11,199,100
7	Board of managers		<u>75,000</u>
8	GROSS APPROPRIATION	\$	11,274,100
9	Appropriated from:		
10	Federal revenues:		
11	HHS-HCFA, medicare, hospital insurance		230,200
12	DVA-VHA		2,422,500
13	Special revenue funds:		
14	Private-veterans' home post and posthumous		
15	funds		75,000
16	Income and assessments		3,492,100
17	State general fund/general purpose	\$	5,054,300
18	MICHIGAN VETERANS' TRUST FUND		
19	Full-time equated classified positions	13.0	
20	Administration--13.0 FTE positions	\$	942,800
21	Michigan veterans' trust fund		1,166,200
22	Veterans' trust fund grants		<u>3,746,500</u>
23	GROSS APPROPRIATION	\$	5,855,500
24	Appropriated from:		
25	Michigan veterans' trust fund		4,689,300
26	State general fund/general purpose	\$	1,166,200

27 **GENERAL SECTIONS**

28 Sec. 201. (1) Pursuant to section 30 of article IX of the state
 29 constitution of 1963, total state spending from state sources for
 30 fiscal year 1996-97 is estimated at \$56,080,900.00 in this bill and

1 state spending from state sources paid to local units of government for
2 fiscal year 1996-97 is estimated at \$67,500.00. The itemized statement
3 below identifies appropriations from which spending to units of local
4 government will occur:

5 Headquarters and armories-payments in lieu of taxes \$ 67,500

6 (2) If it appears to the principal executive officer of a
7 department or branch that state spending to local units of government
8 will be less than the amount that was projected to be expended under
9 subsection (1), the principal executive officer shall immediately give
10 notice of the approximate shortfall to the department of management and
11 budget.

12 Sec. 202. The expenditures and funding sources authorized under
13 this bill are subject to the management and budget act, Act No. 431 of
14 the Public Acts of 1984, being sections 18.1101 to 18.1594 of the
15 Michigan Compiled Laws.

16 Sec. 203. (1) In addition to the funds appropriated in section 101,
17 there is appropriated an amount not to exceed \$1,500,000.00 for federal
18 contingency funds. These funds are not available for expenditure until
19 they have been transferred to another line item in this bill pursuant
20 to section 393(2) of the management and budget act, Act No. 431 of the
21 Public Acts of 1984, being section 18.1393 of the Michigan Compiled
22 Laws.

23 (2) In addition to the funds appropriated in section 101, there is
24 appropriated an amount not to exceed \$1,000,000.00 for state restricted
25 contingency funds. These funds are not available for expenditure until
26 they have been transferred to another line item in this bill pursuant
27 to section 393(2) of the management and budget act, Act No. 431 of the
28 Public Acts of 1984, being section 18.1393 of the Michigan Compiled
29 Laws.

30 (3) In addition to the funds appropriated in section 101, there is

1 appropriated an amount not to exceed \$200,000.00 for local and private
2 contingency funds. These funds are not available for expenditure until
3 they have been transferred to another line item in this bill pursuant
4 to section 393(2) of the management and budget act, Act No. 431 of the
5 Public Acts of 1984, being section 18.1393 of the Michigan Compiled
6 Laws.

7 Sec. 204. (1) Beginning October 1, 1996, there is a hiring freeze
8 imposed on the state classified civil service. State departments and
9 agencies are prohibited from hiring any new full-time state classified
10 civil service employees or prohibited from filling any vacant state
11 classified civil service positions. This hiring freeze does not apply
12 to internal transfers of classified employees from 1 position to
13 another within a department or to positions that are 80% or more
14 federal or restricted funds.

15 (2) The director of the department of management and budget shall
16 grant exceptions to this hiring freeze when the director believes that
17 the hiring freeze will result in the state department or agency being
18 unable to deliver basic services. The director of the department of
19 management and budget shall report by the fifteenth of each month to
20 the chairpersons of the senate and house appropriations committees the
21 number of exclusions to the hiring freeze approved during the previous
22 month and the justification for the exclusion.

23 Sec. 205. The department of civil service shall bill departments
24 and/or agencies at the end of the first fiscal quarter for the 1%
25 charges authorized by section 5 of article XI of the state constitution
26 of 1963. Payments shall be made for the total amount of the billing by
27 the end of the second fiscal quarter.

28 Sec. 206. (1) Departments and state agencies that receive funds
29 under this bill may receive and expend federal funds for purposes
30 allowed by the federal government and these funds are appropriated, if

1 the funds are provided as block grants or other similar replacements
2 for or consolidations of prior federal funding sources.

3 (2) Departments and state agencies may use the funds described in
4 subsection (1) to continue existing programs and shall not establish
5 new programs utilizing these funds unless the legislature has enacted
6 modifications to the existing program or enacted a new program.

7 Sec. 207. As used in this appropriation bills:

8 (a) "Department" means the department of military affairs.

9 (b) "Director" means the director of the department of military
10 affairs.

11 (c) "DOD" means the United States department of defense.

12 (d) "DOD-DOA-NGB" means the DOD department of the army, national
13 guard bureau.

14 (e) "DOJ" means the United States department of justice.

15 (f) "DOJ-DEA" means the DOJ drug enforcement agency.

16 (g) "DVA" means the United States department of veterans affairs.

17 (h) "DVA-VHA" means the DVA veterans health administration.

18 (i) "FTE" means full-time equated position.

19 (j) "HHS" means the United States department of health and human
20 services.

21 (k) "HHS-HCFA" means the HHS health care financing administration.

22 **HEADQUARTERS AND ARMORIES**

23 Sec. 301. The department may charge a reasonable rental fee for
24 renting an armory. The fee shall include the cost of overtime
25 compensation, insurance coverage, and any maintenance required.

26 **DEPARTMENTWIDE APPROPRIATIONS**

27 Sec. 401. Money appropriated in section 101 for the military duty
28 contingency fund shall be used to fund nonfederally supported missions
29 of the national guard when called to state duty.

30 Sec. 402. The Michigan veterans' memorial park commission may

1 receive and expend gifts, contributions, and bequests from any person,
2 public or private corporation, organization, foundation, governmental
3 entity, or any other source for the purpose of establishing a veterans'
4 memorial park as described in Executive Order No. 1992-12. Money
5 contributed to the Michigan veterans' memorial park commission shall be
6 deposited in the state treasury through the department and shall be
7 available for expenditure. Project costs authorized by this bill shall
8 not exceed the gifts, contributions, and bequests received. Money
9 under this section and any specific work orders or projects adopted by
10 the Michigan veterans' memorial park commission in accordance with
11 section 451(4) of the management and budget act, Act No. 431 of the
12 Public Acts of 1984, being section 18.1451 of the Michigan Compiled
13 Laws, shall not lapse at the end of this fiscal year but shall be
14 available for expenditure until September 30, 1997. Expenditures shall
15 be in accordance with methods and procedures approved by the Michigan
16 veterans' memorial park commission, the department, and appropriate
17 state agencies.

18 Sec. 403. Money available from the Michigan national guard armory
19 construction fund created in section 382a of the Michigan military act,
20 Act No. 150 of the Public Acts of 1967, being section 32.782a of the
21 Michigan Compiled Laws, is appropriated for expenditure for the
22 purposes specified in section 382a of Act No. 150 of the Public Acts of
23 1967, being section 32.782a of the Michigan Compiled Laws.

24 **VETERANS SERVICE ORGANIZATIONS**

25 Sec. 501. (1) Money appropriated in section 101 for grants to
26 veterans service organizations shall be used only for salaries, wages,
27 related personnel costs, training, and equipment for accredited veteran
28 service advocacy officers and necessary support and managerial staff.
29 Training shall be provided for service advocacy officers and shall be
30 conducted by accredited advocacy officers.

1 (2) To receive a grant from the money appropriated in section 101,
2 a veterans service organization shall meet the following eligibility
3 requirements:

4 (a) Be congressionally chartered by the United States congress.

5 (b) Be an active participating member of the Michigan veterans
6 organizations' rehabilitation and veterans service committee and abide
7 by its rules, guidelines, and programs.

8 (c) Demonstrate the receipt of monetary or service support from its
9 own organization.

10 (d) Comply with the department's and legislature's requirements of
11 accounting audits, service work activity, accounting of recoveries,
12 listing of volunteer hours, budget requests, and other requirements
13 specified in subsection (3).

14 (e) For a veterans service organization founded after September 30,
15 1989, be in operation and providing service to Michigan veterans for
16 not less than 2 years prior to receiving an initial state grant.
17 During this 2-year period of time, the organization shall file a
18 listing of service work activity and an accounting of recoveries with
19 the department, the house and senate fiscal agencies, and the house and
20 senate subcommittees on military affairs on forms as described by the
21 department.

22 (3) A veterans service organization receiving a grant from the
23 money appropriated in section 101 shall file with the department a
24 certified accounting of its expenditures within 120 days after the
25 organization's fiscal year end. Each organization shall provide a
26 detailed budget request for the fiscal year ending September 30, 1998,
27 to the department by November 15, 1996, within the format as described
28 by the department to be used in the development of the budget ending
29 September 30, 1998. Each organization shall provide 5 copies of a
30 listing of all service activity, an accounting of recoveries, and a

1 listing of volunteer hours for the fiscal year ending September 30,
2 1996, to the department by January 31, 1997. A veterans service
3 organization receiving a grant from the money appropriated in section
4 101 shall use the forms recommended by the Michigan veterans
5 organizations' rehabilitation and veterans service committee for filing
6 reports required by this act. The department shall forward information
7 required under this section to the house and senate fiscal agencies and
8 to the house and senate appropriations subcommittees on military
9 affairs.

10 Sec. 502. Appropriations in section 101 for veterans' service
11 organizations shall include funding to provide services to veterans of
12 World War I.

13 **VETERANS' HOMES**

14 Sec. 601. Appropriations in section 101 for the veterans' homes
15 shall not be used for any purpose other than for veterans and veterans'
16 families.

17 Sec. 602. The money appropriated in section 101 for the boards of
18 managers may be expended for facility improvements, the purchase and
19 repair of equipment and furnishings, member services, and other
20 purposes that benefit the veterans' homes.

21 Sec. 603. The money appropriated in section 101 for the boards of
22 managers of veterans' homes shall be considered a work project account
23 and unexpended money remaining at the close of the fiscal year shall
24 not lapse to the general fund but shall be carried forward to the
25 subsequent fiscal year.

Final page.