#### REPRINT

#### SUBSTITUTE FOR

#### SENATE BILL NO. 906

(As Passed the Senate December 1, 1998)

A bill to make, supplement, and adjust appropriations for

capital outlay programs and state departments and agencies for the fiscal

years ending September 30, 1998 and September 30, 1999; to implement the

appropriations within the budgetary process; to make appropriations for

planning and construction at state agencies; to make appropriations

state building authority rent and insurance; to make a grant for state

building authority rent; to provide for the acquisition of land and buildings; to provide for the elimination of fire hazards; to provide for

special maintenance, remodeling and addition, alteration, renovation,

demolition, and other projects; to provide for elimination of occupa-

tional safety and health hazards; to provide for the award and implemen-

tation of contracts; to provide for the purchase of furnishings and equipment relative to occupancy of a project; to provide for the development of public recreation facilities; to provide for certain advances from the general fund; to prescribe powers and duties of certain

Senate Bill No. 906

10,427,600

Ending

September 30, 1999 state officers and agencies; to require certain reports, plans, and agreements; to provide for leases; to provide for transfers; to prescribe standards and conditions relating to the appropriations; to provide for the expenditure of appropriations; and to repeal acts and parts of acts. THE PEOPLE OF THE STATE OF MICHIGAN ENACT: 1 PART 1 2 LINE-ITEM APPROPRIATIONS 3 Sec. 101. SUMMARY 4 Subject to the conditions set forth in this act, the amounts listed 5 this part are appropriated for certain capital outlay projects at 6 various state agencies for the fiscal year ending September 30, 1999, 7 from the funds indicated in this part. The following is a summary of the 8 appropriations in this part: 9 CAPITAL OUTLAY 10 GROSS APPROPRIATION.....\$ 160,443,700 11 Total interdepartmental grants and intradepartment transfers.....\$ 4,500,000 13 ADJUSTED GROSS APPROPRIATION.....\$ 155,943,700 Total federal revenues..... 14 73,509,000 15 Total local revenues..... 23,129,000 Total private revenues..... 450,000 Total state restricted revenues..... 17 48,428,100 State general fund/general purpose.....\$ 18

2

For Fiscal Year

₽n/	Senate Bill No. 906 3 For Fiscal Yeing	ar
199	September 3	30,
1	Sec. 102. DEPARTMENT OF MANAGEMENT AND BUDGET	
2	Lump sum projects:	
3	Special maintenance, remodeling and additions:	
4	For state agencies special maintenance projects esti-	
5	mated to cost more than \$100,000 but less than	
6	\$1,000,000\$ 4,500,000	
7	For department of community health special mainte-	
8	nance, remodeling and addition projects at various	
9	ICF/MR and state psychiatric facilities 2,000,000	
10	Major special maintenance and remodeling for depart-	
11	ment of corrections	
12	Major special maintenance and remodeling for depart-	
13	ment of community health	
14	Demolition of Clinton valley mental health center 5,000,000	
15	Renovations of print center at secondary complex 2,300,000	
16	Fairlawn center maintenance grant	
17	Planning grant for new forensic center in Ypsilanti 1,000,000	
18	Property acquisition grant for state police post in	
19	Bridgeport	
20	GROSS APPROPRIATION\$ 20,600,000	
21	Appropriated from:	
22	Interdepartmental grant revenues:	
23	IDG from building occupancy charges4,500,000	
24	Federal revenues:	
25	HHS-HCFA, Title XIX, intermediate care facilities for	
26	the mentally retarded and state psychiatric	
27	facilities	

2,000,000

End	Senate Bill No. 906 4 ding	For Fiscal Year
199	99	September 30,
1	Special revenue funds:	
2	Office services-internal services fund 2,300,000	
3	Land sale proceeds	
4	State general fund/general purpose9,800,000	\$
5	Sec. 102a. STATE AGENCY, COMMUNITY COLLEGE, A	ND UNIVERSITY
6	BUILDING PROJECTS	
7	Delta Community College - campus renovations II -	for
8	program and planning to be paid for from colleg	e
9	revenues	\$
10	Lake Superior State University - arts classroom	
11	building - for program and planning to be paid	for
12	from university revenues	\$
13 14	nical center, library and welding and fastening	ſ
15	<pre>project - for program and planning to be paid for from college revenues</pre>	\$
16	Mott Community College - regional technology cent	er
17	building - for program and planning to be paid	for
18	from college revenues	\$
19	University of Michigan - school of natural resour	ces
20	and environmental planning - for program and pl	an-
21	ning to be paid for from university revenues	\$
22	Wayne State University - university wellness cent	er
23	building - for program and planning to be paid	for
24	from university revenues	\$

<b>□</b> nc	Senate Bill No. ling	906	5	For	Fiscal Ye	ar
	_			Se	ptember 3	0,
199						
1	_		cions - multilevel co			
2	facility at	Ionia a	authorized in 1998 PA	273 - to		
3	revise and	establis	sh funding shares (to	tal autho-		
4	rized cost	increase	ed to \$82,000,000, st	ate building		
5	authority s	hare \$32	2,999,900, federal sh	are		
6	increased to	0 \$49,00	00,000, state general	fund share		
7	\$100) 0				\$	
8	GROSS APPROPRE	IATION			\$	
9	Appropria	ted from	n:			
10	State general 600	fund/ge	eneral purpose		\$	
11	Sec. 103.	DEPARTM	MENT OF MILITARY AFFA	IRS		
12	Lump sum pro	ojects:				
13	For departmen	t of mil	litary affairs remode	ling and		
14	additions as 2,175,000	nd speci	al maintenance proje	cts	\$	
15	GROSS APPROPRE 2,175,000	IATION			\$	
16	Appropria <sup>.</sup>	ted from	n:			
17	Federal rev	enues:				
18	DOD, department, 548,000	nt of th	ne army, national gua	rd bureau	\$	
19	Special rev	enue fur	nds:			
20	State general	fund/ge	eneral purpose		\$	

Enc	Senate Bill No. 906 6	For Fiscal Year
199		September 30,
1	Sec. 104. DEPARTMENT OF NATURAL RESOURCES	
2	(1) STATE PARKS:	
3	State parks remodeling and additions	\$
4	GROSS APPROPRIATION2,500,000	\$
5	Appropriated from:	
6	Special revenue funds:	
7	State park improvement fund	\$
8	State park endowment fund	
9	State general fund/general purpose 0	\$
10	(2) WILDLIFE:	
11	Blocking-in Michigan game/wildlife areas 3,400,000	\$
12	Waterfowl habitat acquisition900,000	• • • • •
13	Statewide waterfowl habitat development and	
14	acquisition 900,000	·····
15	GROSS APPROPRIATION	\$
16	Appropriated from:	
17	Federal revenues:	
18	DOI 2,950,000	
19	Special revenue funds:	
20	Private funds450,000	
21	Game and fish protection fund, turkey permit fee: 1,400,000	S
22	Game and fish protection fund, duck stamp 400,000	
23	State general fund/general purpose 0	\$
24	(3) WATERWAYS BOATING PROGRAM	
25	Boating program, planning lump sum	\$

End	Senate Bill No. 906 7 For ding	Fiscal	Year
199	S	eptember	30,
1	Boating program, state boating access projects 1,585,000		
2	Boating program, boating access sites, grants-in-aid:		
3	Whitewater Township, Elk Lake launch, Antrim County		
4	(total project cost \$128,500; state share \$96,400) 96,400	•	
5	Bay County, Independence Park launch (total project		
6	cost \$1,425,000; state share \$1,425,000)	•	
7	Genesee County Parks, C.S. Mott Lake restroom build-		
8	ing (total project cost \$200,000; state share		
9	\$140,000) 140,000	•	
10			
11			
12			
13	Pere Marquette Township, launch upgrade, Mason Count	У	
14	(total project cost \$46,500; state share \$46,500). 46,500	•	
15	City of Grand Haven, Grand River launch, Ottawa		
16	County (total project cost \$39,300; state share		
17	\$29,500) 29,500	•	
18	Harbor Island launch, City of Grand Haven, Ottawa		
19	County (total project cost \$927,000; state share		
20	\$695,300) 695,300	•	
21	Black River launch expansion, City of South Haven,		
22	Van Buren County (total project cost \$171,300;		
23	state share \$128,500)	•	
24	Small grants program, various counties (maximum		
25	allowable grant: \$10,000)	•	
26	East Tawas mooring restroom building, Iosco County		
27	(total project cost \$675,000; state share \$675,000 250,000	)	

End	Senate Bill No. 906 8	For Fiscal Year
199	99	September 30,
1	Boating program, harbor development projects. 5,100,000	
2	Boating harbor projects, grants-in-aid:	
3	Breakwater upgrade, Village of Elk Rapids, Ant	crim
4	County (total project cost \$650,000; state s	share
5	\$325,000) 325,000	
6	City of East Tawas, Newman Street upgrade (tot	cal
7	project cost \$520,000; state share \$60,000).	
8	City of St. Joseph, mooring expansion, Berrier	ı County
9	(total project cost \$350,000; state share \$350,000	350,000)
10	City of Escanaba, restroom building, Delta Cou	ınty
11	(total project cost \$525,000; state share \$2 262,500	262,500)
12	GROSS APPROPRIATION11,503,700	\$
13	Appropriated from:	
14	Federal revenues:	
15	DOI, U.S. fish and wildlife service, Dingell-31,500,000	Johnson.
16	Special revenue funds:	
17	Michigan state waterways fund4,903,700	
18	Harbor development fund5,100,000	
19	State general fund/general purpose0	\$
20	(4) REAL ESTATE	
21	Farmland and open space development acquisition 5,000,000	on \$
22	GROSS APPROPRIATION5,000,000	\$
23	Appropriated from:	
24	Special revenue funds:	
25	Farmland and open space withdrawal fees 5,000,000	
26	State general fund/general purpose	\$

0

Enc	Senate Bill No. 906 ding	9	For Fiscal Year
199	99		September 30,
1	(5) FOREST RESOURCE MANAGE	EMENT	
2	Replacement of equipment repairs 1,500,000	air facility in Gayl	lord \$ _
3	GROSS APPROPRIATION1,500,000		\$
4	Appropriated from:		
5	State general fund/general po 1,500,000	urpose	\$
6	Sec. 104a. NATURAL RESOU	RCES TRUST FUND	
7	Natural resources trust fund $\underline{11,119,400}$	projects	\$ <u></u>
8	GROSS APPROPRIATION		\$
9	Appropriated from:		
10	Special revenue funds:		
11	Michigan natural resources to 11,119,400	rust fund	
12	State general fund/general po	urpose	\$
13	Michigan natural resources	s trust fund acquisi	ition projects (by
14	<pre>priority):</pre>		
15	Cheboygan-Gaylord trail-pl	nase II, Cheboygan (	County (#98-191)
16	CN rail yard acquisition,	St. Clair County (9	grant-in-aid to St.
17	Clair County) (#98-118)		
18	Chocolay multi-use trails	, Marquette County (	(grant-in-aid to
19	Chocolay Township) (#98-041)		
20	Hartland Township park, Li Hartland	ivingston County (gr	cant-in-aid to
21	Township) (#98-007)		
22	Holton recreation and natual	ure center, Muskegor	n County (grant-in-
23	to Holton Township) (#98-084)		
24	Little Traverse Bay view p Emmet	park, Emmet County (	grant-in-aid to
25	County) (#98-037)		

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Senate Bill No. 906
                                  10
                                                       For Fiscal Year
Ending
                                                         September 30,
1999
        Lakeshore property acquisition, Baraga County (grant-in-aid to
 1
 2 village of L'Anse) (#98-043)
       Maxwell property purchase (Crow Island state game area),
   Saginaw
 4 County (#98-210)
 5
        Oakwood road land acquisition, Oakland County (grant-in-aid to
 6 Oxford Township) (#98-013)
       Hillsdale's project preserve, Hillsdale County (grant-in-aid to
 8 of Hillsdale) (#98-051)
        Southgate nature center, Wayne County (grant-in-aid to city of
 9
10 Southgate) (#98-106)
11
        Bridge to bay trail, St. Clair County (grant-in-aid to city of
12 Marine City) (#98-110)
13
        Maceday Lake waterfront park acquisition, Oakland County
14 (grant-in-aid to Waterford Township) (#98-121)
        Highland Township park, Oakland County (grant-in-aid to
   Highland
16 Township) (#98-135)
17
        Gratiot-Isabella regional education service district land lab,
18 Gratiot County (grant-in-aid to Gratiot County) (#98-039)
19
        State forest lump sum (#98-188)
        Little Sand Bay, Beaver Island, Charlevoix County (#98-190)
20
21
        Depot beach park land acquisition, Charlevoix County (grant-in-
   aid
22 to city of Charlevoix) (#98-077)
        Michigan natural resources trust fund development projects (by
24 priority):
        Ann Arbor railroad park/Betsie valley trail head development,
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26 County (grant-in-aid to village of Elberta) (#98-033)

Benzie

Senate Bill No. 906 11 For Fiscal Year Ending
September 30,

- 1 Rogue River park redevelopment, Kent County (grant-in-aid to Kent
- **2** County) (#98-099)
- 3 Portage Creek bicentennial park trail development, Kalamazoo County
- 4 (grant-in-aid to City of Portage) (#98-145)
- 5 27th street railtrail, Bay County (grant-in-aid to city of Bay City)
- **6** (#98-006)
- 7 Flat River trail, Montcalm County (grant-in-aid to city of
- 8 Greenville) (#98-097)
- 9 Sterling state park-accessible wetlands interpretive trail, Monroe
- **10** County (#98-206)
- Rogers City linkage plan, Presque Isle County (grant-in-aid to city
- **12** of Rogers City) (#98-140)
- 13 Orin McPherson/scout park development, Oakland County (grant-in-aid
- **14** to city of Hazel Park) (#98-078)
- 15 Rambadt park restrooms and linear park improvement, Osceola County
- 16 (grant-in-aid to city of Reed City) (#98-109)
- 17 Musketawa trail: Musketon-Ravenna, Muskegon County (#98-197)
- 18 Wixom habitat development, Oakland County (grant-in-aid to city of
- **19** Wixom) (#98-079)
- 20 Huron valley trail construction, Oakland County (grant-in-aid to
- 21 western Oakland County trailway management council) (#98-096)
- 22 Sec. 105. DEPARTMENT OF TRANSPORTATION
- 23 STATE TRUNKLINE FUND
- 24 Department buildings and facilities:

Enc	Senate Bill No. 906 12 ling		Fiscal	
199	99	Se	eptember	30,
1	Purchase property, various locations		. \$	
2	Construct, renovate regional offices, various			
3	locations (total project cost \$10,000,000) 2,500,000	• • •	•	
4	Construct, renovate salt storage buildings, vario	us		
5	locations (total project cost \$3,600,000) 600,000			
6	Covered salt storage facilities and brine run-off	•		
7	systems (total project cost \$10,875,000) 1,000,000	• • •		
8	Equipment storage buildings, various locations (t	ota.	1	
9	project cost \$2,685,000)	• • •		
10	Install, replace hydraulic floor hoists, various			
11	locations (total project cost \$2,580,000) 240,000	• • •		
12	Rest room, lunch room modifications, various			
13	locations			
14	Reroof, fence, bituminous surfacing, various			
15	locations500,000	• • •		
16	Office construction, modification, Paw Paw repair			
17	facility	• • •		
18	Office construction, modification, Saginaw mainte	:-		
19	nance garage	• • •		
20	Office construction, modification, Atlanta mainte	:-		
21	nance garage	• • •		
22	Institutional and agency roads	• • •	•	
23	Remodeling and additions:			
24	Expand/renovate Metro district office, Southfield	Ĺ		
25	(total project cost \$4,120,000)	• • •		
26	Miscellaneous remodeling, additions, emergency			

End	Senate Bill No. 906 13 For Fiscal Year ing
199	September 30,
1	ADA modifications, various MDOT facilities (total
2	project cost \$3,000,000)
3	MIOSHA projects, various locations (total project
4	cost \$1,560,000)
5	Environmental pollution control measures:
6	Environmental pollution, site investigations,
7	clean-up, various locations (total project cost
8	\$16,800,000) 500,000
9	Energy savings modifications and upgrade:
10	Energy savings modifications, upgrade lighting, vari-
11	ous locations (total project cost \$5,250,000) 550,000
12	GROSS APPROPRIATION\$9,705,000
13	Appropriated from:
14	Special revenue funds:
15	State trunkline fund
16	State general fund/general purpose\$
17	Sec. 106. DEPARTMENT OF TRANSPORTATION
	AERONAUTICS FUND: AIRPORT PROGRAMS
19	Airport improvement programs\$
10	97,640,000
20	Adrian - Lenawee County airport
21	Allegan - Padgham field
22	Alpena - Alpena County regional airport
23	Ann Arbor - Ann Arbor municipal airport
24	Atlanta - Atlanta municipal airport

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Senate Bill No. 906
                                                       For Fiscal Year
Ending
                                                         September 30,
1999
 1
         Bad Axe - Huron County memorial airport
         Battle Creek - W.K. Kellogg airport
 2
 3
         Bay City - James Clements airport
         Benton Harbor - Southwest Michigan regional airport
 4
 5
         Bellaire - Antrim County airport
 6
         Big Rapids - Roben-Hood airport
 7
         Caseville - Bay area airport
8
         Cheboygan - Cheboygan County airport
 9
         Detroit - Berz-Macomb airport
         Detroit - Detroit City airport
10
11
         Detroit - Gross Ile municipal airport
12
         Detroit - Detroit metropolitan airport, Wayne County air-
13
         port
14
         Detroit - Willow Run airport
         Dowagiac - Dowagiac municipal airport
15
16
         East Jordan - East Jordan city airport
         Escanaba - Delta County airport
17
         Flint - Bishop international airport
18
         Frankfort - Frankfort Dow memorial airport
19
         Gaylord - Otsego County airport
20
         Gladwin - Zettel memorial airport
21
22
         Grand Haven - Memorial airpark
23
         Grand Rapids - Kent County international airport
         Greenville - Greenville municipal airport
24
25
         Gwinn - Sawyer airport
26
         Hancock - Houghton County memorial airport
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Senate Bill No. 906
                                                       For Fiscal Year
Ending
                                                         September 30,
1999
 1
         Hart Shelby - Oceana County airport
         Hessel - Albert J. Lindberg airport
 2
         Hillsdale - Hillsdale municipal airport
 3
         Holland - Tulip city airport
 4
 5
         Howell - Livingston County airport
 6
         Ionia - Ionia County airport
 7
         Iron County - county airports
 8
         Iron Mountain - Ford airport
 9
         Jackson - Jackson County Reynolds field
         Kalamazoo - Kalamazoo/Battle Creek international airport
10
11
         Kalkaska - Kalkaska airport
         Lambertville - Toledo suburban airport
12
         Lansing - Capital city airport
13
14
         Lapeer - Dupont-Lapeer airport
         Lewiston - Garland airport
15
16
         Manistee - Manistee County Blacker airport
         Marine City - Marine City airport
17
         Mason - Mason Jewett field
18
         MDOT - state system plan
19
         Midland - Jack Barstow airport
20
         Monroe - Custer airport
21
22
         Mt. Pleasant - Mt. Pleasant municipal airport
23
         Muskegon - Muskegon County airport
         Newberry - Luce County airport
24
25
         New Haven - Macomb County airport
         New Hudson - New Hudson airport
26
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Senate Bill No. 906
                                                   For Fiscal Year
Ending
                                                     September 30,
1999
        Niles - Jerry Tyler memorial airport
1
2
        Oscoda - Wurtsmith airport
        Pellston - Pellston regional airport
3
        Pontiac - Oakland County international airport
4
5
        Romeo - Romeo airport
        Saginaw - MBS international airport
6
7
        Sandusky - Sandusky city airport
        Sault St. Marie - Chippewa County airport
8
9
        SEMCOG - regional system plan
        South Haven - South Haven area regional airport
10
        Sparta - Sparta airport
11
12
        Statewide - State/local capital improvement
        projects/navigational aids safety projects
13
14
        Sturgis - Kirsch municipal airport
15
        Thompsonville - Thompsonville airport
16
        Three Rivers - Three Rivers municipal airport, Dr. Haines
17
        airport
        Traverse City - Cherry capital airport
18
19
        Troy - Oakland/Troy airport
20
        Weidman - Lake Isabella air park
21
        West Branch - West Branch community airport
    GROSS APPROPRIATION.....$
22
  97,640,000
23
        Appropriated from:
24
      Federal revenues:
  25
      Special revenue funds:
26
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Enc	Senate Bill No. ling	906	17	For Fiscal Year
199				September 30,
1	Local aeronaut 23,129,000	tics match		
2	State aeronaut 4,000,000	tics fund		
3	State general 5,000,000	fund/general p	urpose	\$
4	Sec. 107.	GRANTS - STATE	BUILDING AUTHORITY	RENT
5	State building (945,100)	g authority ren	t - state agencies	\$
6	State building	g authority ren	t - department of	
7	corrections (2,235,300)			
8	State building (3,013,300)	g authority ren	t - universities	
9	State building (306,300)	g authority ren	t - community colleg	es
10	GROSS APPROPRI (6,500,000)	IATION		\$
11	Appropriat	ted from:		
12	State general (6,500,000)	fund/general p	urpose	\$
13				
14				
15			PART 1A	
16	LIN	E-ITEM APPROPRIA	ATIONS FOR FISCAL YE	AR 1997-1998
17	Sec. 121.	SUMMARY		
18	The amounts list state	ted in this part	t are appropriated f	or the various
19	departments and this	agencies, subje	ect to the condition	s set forth in
20	act, for the fig iden-	scal year ending	g September 30, 1998	, from the funds
21	tified in this pappropriations	part. The folloin	owing is a summary o	f the
22	this part:			
23	APPROPRIATION SU	JMMARY:		
24	GROSS APPROPRI	IATION		\$

1,207,100

End	Senate Bill No. 906 ding	For Fiscal Year
199	18	September 30,
1	Interdepartmental grant revenues:	
2		tal
3		
4	ADJUSTED GROSS APPROPRIATION	\$
5	Federal revenues:	
6	Total federal revenues	
7	Special revenue funds:	
8	Total local revenues	
9	Total private revenues	• • • •
10	Total other state restricted revenues	• • • •
11	State general fund/general purpose	\$
12	Sec. 122. DEPARTMENT OF AGRICULTURE	
	2007 === 2 =======	
13	MICHIGAN STATE FAIR	
13 14	MICHIGAN STATE FAIR	\$
	MICHIGAN STATE FAIR  Michigan state fair operations	
14	MICHIGAN STATE FAIR  Michigan state fair operations	
14 15	MICHIGAN STATE FAIR  Michigan state fair operations	\$
14 15 16	MICHIGAN STATE FAIR  Michigan state fair operations	\$
14 15 16	MICHIGAN STATE FAIR  Michigan state fair operations	\$
14 15 16 17	MICHIGAN STATE FAIR  Michigan state fair operations	\$
14 15 16 17	MICHIGAN STATE FAIR  Michigan state fair operations	\$
14 15 16 17 18	MICHIGAN STATE FAIR  Michigan state fair operations	\$ \$ \$

### SB0906, As Passed House, December 11, 1998 Senate Bill No. 906 State general fund/general purpose.....\$ 2 3 4 PART 2 5 PROVISIONS CONCERNING APPROPRIATIONS FOR FISCAL YEAR 1998-1999 6 GENERAL SECTIONS Sec. 201. (1) Pursuant to section 30 of article IX of the state 8 constitution of 1963, total state spending from state sources for fiscal 9 year 1998-1999 is estimated at \$58,855,700.00 in part 1 of this appropri-10 ation act and state spending from state sources paid to local units 11 government for fiscal year 1998-1999 is estimated at \$17,311,300.00. 12 itemized statement below identifies appropriations from which spending to 13 units of local government will occur: 14 CAPITAL OUTLAY 15 Department of natural resources - waterways..... \$ 973,500 16 State transportation department - state aeronautics program..... 17 9,000,000 18 Grant-in-aid acquisition projects.....\$ 4,609,100 CN rail yard acquisition, St. Clair County 19 20 Chocolay multi-use trails, Marquette County

Hillsdale's project preserve, Hillsdale County

Hartland Township park, Livingston County

Little Traverse Bay view part, Emmet County

Lakeshore property acquisition, Baraga County

Oakwood Road land acquisition, Oakland County

Holton recreation and nature center, Muskegon County

21

22

23

24

25

26

	Senate Bill No. 906 20
1	Southgate nature center, Wayne County
2	Bridge to bay trail, St. Clair County
3	Maceday Lake waterfront park acquisition, Oakland County
4	Highland Township park, Oakland County
5	Gratiot-Isabella regional education service district land
6	lab, Gratiot County
7	Depot beach park land acquisition, Charlevoix County
8	Grant-in-aid development projects\$ 2,728,700
9	Ann Arbor railroad park/Betsie valley trail head develop-
L0	ment, Benzie County
L1	Rogue River park redevelopment, Kent County
L2	Portage Creek bicentennial park trail development,
L3	Kalamazoo County
L <b>4</b>	27th Street railtrail, Bay County
L5	Flat River trail, Montcalm County
L6	Rogers City linkage plan, Presque Isle County
L 7	Orin McPherson/scout park development, Oakland County
L8	Rambadt park restrooms and linear park improvement, Osceola
L9	County
20	Wixom habitat development, Oakland County
21	Huron valley trail construction, Oakland County
22	Total\$ 17,311,300
23	(2) If it appears to the principal executive officer of a department
24	or branch that state spending to local units of government will be less
25	than the amount that was projected to be expended under subsection $(1),$
26	the principal executive officer shall immediately give notice of the

27 approximate shortfall to the state budget director.

Senate Bill No. 906

- 1 Sec. 202. As used in this act:
- 2 (a) "ADA" means the Americans with disability act.
- 3 (b) "Board" means the state administrative board.
- 4 (c) "Community college" does not include a state agency or
- 5 university.
- 6 (d) "Department" means the department of management and budget.
- 7 (e) "Director" means the director of the department of management
- 8 and budget.
- 9 (f) "DOD" means the United States department of defense.
- 10 (g) "DOI" means the United States department of interior.
- 11 (h) "Fiscal agencies" means the senate fiscal agency and the house
- 12 fiscal agency.
- 13 (i) "HHS-HCFA" means the United States department of health and
- 14 human services, health care financing administration.
- 15 (j) "ICF/MR" means intermediate care facilities for the mentally
- 16 retarded.
- 17 (k) "IDG" means interdepartmental grant.
- 18 (1) "JCOS" means the joint capital outlay subcommittee of the
- 19 appropriations committees.
- 20 (m) "MDOT" means the Michigan department of transportation.
- 21 (n) "MIOSHA" means the Michigan occupational safety and health act,
- 22 1974 PA 154, MCL 408.1001 to 408.1094.
- 23 (o) "Self-liquidating project" means a project constructed by a
- 24 community college or university with money raised through the use of a
- 25 debt instrument or other fund sources including, but not limited to,
- 26 gifts, grants, federal funds, or institutional sources, which is expected
- 27 to generate revenues to amortize the loan. A self-liquidating project

- 1 may or may not be a self-supporting project. Examples of a
- 2 self-liquidating project include dormitories, parking facilities, and
- 3 stadia.
- 4 (p) "Self-supporting project" means a project of a community
- ${f 5}$  college or university that will house a function or activity from which
- 6 revenue is generated that will cover all the direct and indirect operat-
- 7 ing costs of the project without the additional transfer of any other
- 8 general fund money of the community college or university.
- **9** (q) "SEMCOG" means the southeast Michigan council of governments.
- 10 (r) "State agency" means an agency of state government. State
- 11 agency does not include a community college or university.
- 12 (s) "State building authority" means the authority created
   under
- 13 1964 PA 183, MCL 830.411 to 830.425.
- 14 (t) "University" means a 4-year university supported by the state.
- 15 University does not include a community college or a state agency.
- 16 (u) "Utility system" means a utility supply or distribution
   system,
- 17 or a combination utility supply and distribution system.
- 18 Sec. 203. The expenditures and funding sources authorized under
- 19 this act are subject to the management and budget act, 1984 PA 431,
- 20 MCL 18.1101 to 18.1594.

#### 21 DEPARTMENT OF CORRECTIONS

- 22 Sec. 301. A maximum security prison that is constructed or com-
- 23 pleted after October 1, 1986, shall have operating manned watchtowers
- 24 equipped with the weaponry, lighting, sighting, and communications
- 25 devices necessary for effective execution of its function. The

- 1 watchtowers shall be constructed pursuant to the American correctional
- 2 association standards for watchtowers.
- 3 Sec. 302. (1) An appropriation and authorization contained in this
- 4 act or a previous appropriations act for the construction of a new cor-
- 5 rectional facility, including a correctional camp, for which a specific
- 6 site was not identified with the appropriation shall not be expended
- 7 until approved by JCOS.
- 8 (2) For the purposes of this section, "site" means a city, village,
- 9 township, or county in which a correctional facility may be located.

#### 10 CAPITAL OUTLAY PROCESSES, PROCEDURES, AND REPORTS

- 11 Sec. 401. Pursuant to section 242(9) of the management and budget
- 12 act, 1984 PA 431, MCL 18.1242, projects authorized for planning and/or
- 13 construction in 1997 PA 116, 1997 PA 114, 1997 PA 480, and 1996 PA 321
- 14 are exempted from requirements contained in section 242 of the management
- 15 and budget act, 1984 PA 431, MCL 18.1242.
- 16 Sec. 402. Each capital outlay project for which appropriations are
- 17 provided in this act shall include sufficient funds for state agency
- 18 projects and from institutions funds for college and university
   projects
- 19 to provide for professionally developed program statements and schematic
- 20 plans.
- 21 Sec. 403. (1) A capital outlay project shall be funded by an appro-
- 22 priation for the purpose provided in a capital outlay appropriation act
- 23 and must conform to the capital outlay processes and procedures as
- 24 described in sections 404 and 405 and this section. Capital outlay

- 1 projects shall not be funded from operating accounts unless approved
  by
- 2 the department and the JCOS.
- 3 (2) Program statements and schematic planning documents shall be
- 4 reviewed by the department and, when completed, shall be submitted to the
- 5 JCOS as either approved or not approved.
- **6** (3) Upon review and approval by the JCOS, the JCOS and the legisla-
- 7 ture may authorize the project for final design and construction with a
- 8 line-item appropriation in an appropriation bill.
- 9 (4) Preliminary plans shall be submitted to the department for
- 10 review and approval. The department shall review and approve final plans
- 11 to be prepared for bidding. Bid results shall be submitted to the JCOS.
- 12 (5) The department shall provide for review and oversight of capital
- 13 outlay projects financed either in total or in part by the state building
- 14 authority pursuant to the provisions of sections 404 and 405.
- 15 Sec. 404. (1) For state agency capital outlay projects or facili-
- 16 ties, the department is responsible for development, oversight, review,
- 17 and approval of program statements, studies, designs, plans, management,
- 18 specifications, contract documents, construction management, and con-
- 19 struction, relative to the acquisition, construction, lease purchase,
- 20 improvement, demolition, or other capital outlay projects for state agen-
- 21 cies for which an appropriation or other authorization has been made.
- (2) The department shall approve the award, selection, and employ-
- 23 ment of architects, engineers, construction managers, and other design or
- 24 construction professional services contractors, subject to rules of the

- 25 department of civil service, to do all of the following:
- 26 (a) Prepare program statements, studies, designs, plans, and
- 27 specifications for the construction of, repairing of, making
   additions

- ${f 1}$  to, remodeling or demolition of, lease purchase of, or acquisition of
- 2 state facilities.
- 3 (b) To administer construction work, including resident inspectors,
- 4 on-site management, and supervision of construction projects.
- $\mathbf{5}$  (3) The department may obtain independent testing services to pro-
- 6 vide quality control of work performed on facilities.
- 7 (4) Prior to state building authority financing, the department
- 8 shall provide final approval of the capital outlay project to ensure
- 9 pliance with the authorized program, plans, and specifications.
- 10 Sec. 405. (1) This section pertains to capital outlay projects for
- 11 community colleges and universities.
- 12 (2) The department shall review documents associated with community
- 13 college and university capital outlay projects for which an appropriation
- 14 or other authorization has been made.
- 15 (3) The department shall provide architectural and engineering
- 16 review of documents including designs, plans, and changes at each
  stage
- 17 of the project to ensure that the project or facility is in compliance
- 18 with approved program, appropriation, and capital outlay requirements.
- 19 (4) The department shall review the selection of architects, engi-
- 20 neers, construction managers, and other design or construction profes-
- 21 sional service contractors.
- (5) The department shall do all of the following:
- 23 (a) Review the construction bid.
- 24 (b) Review monthly reports to ensure appropriate construction
- 25 progress, evaluate change orders, and watch for potential problems.

- ${f 1}$  (c) Respond to college and university requests for assistance on the
- 2 capital outlay process, contractor issues, and other capital outlay
- 3 related issues.
- 4 (d) Provide for field checks and audits throughout the project in
- 5 order to meet the trustee requirements of the state building authority.
- 6 (6) The department may charge a fee for the services described in
- 7 this section at a rate not to exceed actual costs.
- **8** (7) In the event that a college or university agrees to have the
- **9** department provide for the complete administration of a capital outlay
- 10 project, then the provisions of section 404 apply to the project.
- 11 (8) Prior to state building authority financing, the department
- 12 shall provide final review of the capital outlay project to ensure com-
- 13 pliance with the authorized program, plans, and specifications.
- 14 Sec. 406. (1) Before proceeding with final planning and construc-
- 15 tion for projects at community colleges and universities included in an
- 16 appropriations bill, the community college or university must sign
  an
- 17 agreement with the department of management and budget that includes
  the
- 18 following provisions:
- 19 (a) The university or community college agrees to construct the
- ${f 20}$  project within the total authorized cost established by the legislature
- 21 pursuant to the management and budget act, 1984 PA 431, MCL 18.1101 to
- 22 18.1594, and an appropriations act.
- (b) The design and program scope of the project will not deviate
- 24 from the design and program scope represented in the program statement
- 25 and preliminary planning documents approved by the department of manage-
- 26 ment and budget.

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- 27
- 1 (c) Any other items as identified by the department that are
- 2 necessary to complete the project.
- 3 (2) The department of management and budget retains the authority
- 4 and responsibility normally associated with the prudent maintenance of
- 5 the public's financial and policy interests relative to the
- 6 state-financed construction projects managed by a community college or
- 7 university.
- 8 Sec. 407. (1) The department shall provide the JCOS and the fiscal
- ${f 9}$  agencies with reports as considered necessary relative to the status of
- 10 each planning or construction project financed by the state building
- 11 authority, by this act, or by previous acts.
- 12 (2) Before August 15, 1999, the department shall report to the JCOS
- 13 and the fiscal agencies for each construction project other than lump
- 14 sums all of the following:
- 15 (a) The account number and name of each construction project.
- 16 (b) The balance remaining in each account.
- 17 (c) The date of the last expenditure from the account.
- 18 (d) The anticipated date of occupancy if the project is under
- 19 construction.
- (e) The appropriations history for the project.
- 21 (f) The professional service contractor.
- 22 (g) The amount of a project financed with federal funds.
- 23 (h) The amount of a project financed through the state building
- 24 authority.
- (i) The total authorized cost for the project and the state autho-
- 26 rized share if different than the total.

- 1 (3) Before August 15, 1999, the department shall report the
- 2 following for each project by a state agency, university, or community
- 3 college that is authorized for planning but is not yet authorized for
- 4 construction:
- 5 (a) The name of the project and account number.
- **6** (b) Whether a program statement is approved.
- 7 (c) Whether schematics are approved by the department.
- 8 (d) Whether preliminary plans are approved by the department.
- **9** (e) The name of the professional service contractor.
- 10 (4) As used in this section, "project" includes appropriation line
- 11 items made for purchase of real estate.
- 12 Sec. 408. (1) If a capital outlay appropriation is contained in a
- 13 public act that was not reviewed by the JCOS during the legislative pro-
- 14 cess, the director shall notify the JCOS of an expenditure of that capi-
- 15 tal outlay appropriation not less than 60 days before the expenditure.
- (2) For the purposes of this section, "capital outlay appropriation"
- 17 means an appropriation that provides for the construction, renovation, or
- 18 repair of a capital facility or acquisition or development of land and
- 19 that is normally reviewed by the JCOS.
- 20 Sec. 409. From a capital outlay appropriation authorizing the com-
- 21 pletion of final plans and start of construction, or an
   appropriation to
- 22 complete plans and construction, the department shall reimburse the
- 23 lump-sum planning account an amount equal to the releases made from the
- 24 lump-sum planning account for studies, schematic plans, or preliminary
- 25 plans for that project, after the JCOS has approved the project for final
- 26 planning and start or completion of construction.

- 1 Sec. 410. A state agency, college, or university shall take steps
- 2 necessary to make available federal and other money indicated in this
- 3 act, to make available federal or other money that may become available
- 4 for the purposes for which appropriations are made in this act, and to
- 5 use any part or all of the appropriations to meet matching requirements
- **6** that are considered to be in the best interest of this state. However,
- 7 the purpose, scope, and total estimated cost of a project shall not be
- 8 altered to meet the matching requirements.
- 9 Sec. 411. (1) Before money is released for the construction of a
- 10 capital outlay project costing over \$1,000,000.00, at the request of
  the
- 11 JCOS, the department shall submit to the JCOS, with preliminary planning
- 12 documents, a detailed comparative cost analysis. The cost analysis shall
- 13 include a comparison of the financial and other benefits of construction,
- 14 financing, operation, and maintenance of the proposed facility
   between
- 15 all of the following:
- 16 (a) The state.
- 17 (b) The private sector.
- 18 (c) A combination of the state and the private sector.
- 19 (d) A lease agreement.
- 20 (2) If the department's recommendation for financing is inconsistent
- 21 with the findings of the comparative cost analysis, the department shall
- 22 present written documentation to the JCOS outlining the rationale for the
- 23 recommendation.
- 24 (3) For purposes of this section, "capital outlay project"
   means a
- 25 construction project requiring JCOS approval including, but not limited

- 26 to, a general office facility, special use facility, warehouse,
- 27 institutional facility, or utility system designed for use by a state

- 1 agency or university. Capital outlay project does not include a special
- 2 maintenance and remodeling project, grant-in-aid project, prison facili-
- 3 ty, legislative facility, judicial facility, community college facility,
- 4 or self-liquidating facility constructed by a university.

#### 5 USE AND FINANCE STATEMENTS

- 6 Sec. 501. (1) A state agency, university, or community college
- 7 shall not let a contract for new construction of a self-liquidating
- 8 project estimated to cost more than \$1,000,000.00 unless the project is
- 9 authorized by the JCOS. The request for legislative authorization shall
- 10 be initially submitted for review to the JCOS and the department. A
- 11 nonstate-funded project request shall include a complete use and financ-
- 12 ing statement as defined by a policy adopted by the JCOS. The use and
- 13 financing statement for a self-liquidating or self-supporting project
- 14 shall contain the estimated total construction cost and all associated
- 15 estimated operating costs including a statement of anticipated revenues.
- 16 As used in this section, "new construction" includes land or property
- 17 acquisition, remodeling and additions, and maintenance projects.
- 18 (2) A self-liquidating project that is constructed in violation
  of
- 19 this section shall not receive state appropriations for purposes of oper-
- 20 ating the project, or support for future infrastructure enhancements that
- 21 are necessitated, in part or in total, by construction of the project.
- 22 (3) A state agency, including the department of military affairs,
- 23 shall not let a contract for a direct federally funded capital outlay

- 24 construction or major maintenance or remodeling project that is estimated
- 25 to cost more than \$1,000,000.00 and is to be constructed on state-owned

- 1 lands unless the project is approved by the department and by the JCOS.
- 2 For projects over \$1,000,000.00, the state agency shall submit a use and
- 3 finance statement as required for community colleges and universities in
- **4** subsection (1). As used in this subsection, "direct federally funded"
- 5 refers to a project for which federal payments are made directly to the
- 6 construction vendor and not to the state of Michigan.
- 7 Sec. 502. Universities, community colleges, and state agencies
- 8 shall report to the department and to the JCOS on a quarterly basis all
- 9 projects including major special maintenance, remodeling, or additions
- 10 costing between \$500,000.00 and \$1,000,000.00.
- 11 Sec. 503. A statement of a proposed facility's operating cost shall
- 12 be included with the facility's program statement and planning
  documents
- 13 when the plans are presented to JCOS for approval.

#### 14 LUMP SUMS AND SPECIAL MAINTENANCE

- 15 Sec. 601. (1) The director shall allocate lump-sum appropriations
- 16 made in this act for remodeling and addition, special maintenance,
   major
- 17 special maintenance, energy conservation, demolition, ICF/MR,
- 18 air-conditioning, and fire protection projects. The director shall
  allo-
- 19 cate other lump sums, in order of program priority and need of the vari-
- 20 ous state agencies or as otherwise based on actual building inspection
- 21 reports by regulatory agencies.
- 22 (2) Any remaining balance from allocations made in this section
- 23 shall lapse to the fund from which it was appropriated pursuant to the
- 24 lapsing of lump sums as provided in the management and budget act, 1984

**25** PA 431, MCL 18.1101 to 18.1594.

- 1 (3) Before August 15, 1999, the department shall submit a report to
- 2 the JCOS and the fiscal agencies indicating the total cost and status of
- 3 all lump-sum projects funded under this act and any previous act that
- 4 have been designated as proposed, designed, bid, under construction, or
- 5 completed within the current fiscal year.
- 6 Sec. 602. (1) The department may expend from the lump-sum special
- 7 maintenance account amounts necessary to demolish any building that is
- 8 specifically authorized by law to be demolished.
- 9 (2) Before July 15, 1999, each state agency, community college, and
- 10 university shall report each year to the department the status of and
- 11 planned schedule for demolition projects already authorized but not yet
- 12 started, the estimated cost of the projects, and the anticipated
   sources
- 13 of financing of the projects.
- Sec. 603. (1) Pursuant to department policy, state agencies may
- 15 expend not more than \$500,000.00 from their operating budget for special
- 16 maintenance, remodeling, or additions purposes. In nonroutine
   emergency
- 17 cases, cases where the health and safety of the public, state
   employees,
- 18 or residents in state facilities are threatened, as determined by the
- 19 department, the state agencies may expend not more than \$1,000,000.00
- 20 from their operating budgets for special maintenance purposes. The
- 21 department shall report to the JCOS on a quarterly basis each time oper-
- 22 ating funds are used for special maintenance purposes in an amount over
- 23 \$500,000.00.
- (2) Expenditures from operating budgets for special maintenance,

- 25 remodeling, or additions accounts or lump-sum maintenance accounts
- 26 greater than \$1,000,000.00 are prohibited unless specifically
- 27 appropriated by the legislature.

33

#### 1 STATE BUILDING AUTHORITY

- 2 Sec. 701. (1) Subject to the provisions of section 242 of the man-
- 3 agement and budget act, 1984 PA 431, MCL 18.1242, and upon the approval
- 4 of the state building authority, the department may expend from the gen-
- **5** eral fund of the state during the fiscal year ending September 30, 1999
- 6 an amount to meet the cash flow requirements of those state building
- 7 authority projects solely for lease to a state agency identified in both
- 8 part 1 and this section, and for which state building authority bonds or
- ${f 9}$  notes have not been issued, and for the sole acquisition by the state
- 10 building authority of equipment and furnishings for lease to a state
- 11 agency as permitted by 1964 PA 183, MCL 830.411 to 830.425, for which the
- 12 issuance of bonds or notes is authorized by a legislative concurrent res-
- 13 olution that is effective for a fiscal year ending September 30, 1999.
- 14 Any general fund advances for which state building authority bonds have
- 15 not been issued shall bear an interest cost to the state building author-
- 16 ity at a rate not to exceed that earned by the state treasurer's
   common
- 17 cash fund during the period in which the advances are outstanding and are
- 18 repaid to the general fund of the state.
- 19 (2) Upon sale of bonds or notes for the projects identified in
- 20 part 1 or for equipment as authorized by legislative concurrent resolu-
- 21 tion, and in this section, the state building authority shall credit the
- 22 general fund of the state an amount equal to that expended from the gen-
- 23 eral fund plus interest, if any, as defined in this section.
- 24 (3) For state building authority projects for which bonds or notes
- 25 have been issued and upon the request of the state building

authority,

- ${f 26}$  the state treasurer shall make advances without interest from the general
- 27 fund as necessary to meet cash flow requirements for the projects, which

- 1 advances shall be reimbursed by the state building authority when the
- 2 investments earmarked for the financing of the projects mature.
- 3 (4) In the event that a project identified in part 1 is terminated
- 4 after final design is complete, advances made on behalf of the state
- 5 building authority for the costs of final design shall be repaid to the
- 6 general fund in a manner recommended by the director and approved by the
- 7 JCOS.
- 8 Sec. 702. (1) State building authority funding to finance construc-
- 9 tion or renovation of a facility that collects revenue in excess of money
- 10 required for the operation of that facility shall not be released to a
- 11 university or community college unless the institution agrees to reim-
- 12 burse that excess revenue to the state building authority. The excess
- 13 revenue shall be credited to the general fund to offset rent obligations
- 14 associated with the retirement of bonds issued for that facility.
- 15 auditor general shall annually identify and present an audit of those
- 16 facilities that are subject to this section. Costs associated with
  the
- 17 administration of the audit shall be charged against money recovered
   pur-
- 18 suant to this section.
- 19 (2) As used in this section, "revenue" includes state appropria-
- 20 tions, facility opening money, other state aid, indirect cost reimburse-
- 21 ment, and other revenue generated by the activities of the facility.
- Sec. 703. (1) The state building authority rent appropriations in
- 23 part 1 may also be expended for the payment of required premiums for
- 24 insurance on facilities owned by the state building authority or payment
- 25 of costs that may be incurred as the result of any deductible

provisions

26 in such insurance policies.

- 1 (2) If the amount appropriated in part 1 for state building
- 2 authority rent is not sufficient to pay the rent obligations and
- 3 insurance premiums and deductibles identified in subsection (1) for state
- 4 building authority projects, there is appropriated from the general fund
- 5 of the state the amount necessary to pay such obligations.
- 6 Sec. 704. The department shall provide the JCOS and the fiscal
- 7 agencies a report, 15 days after the reporting date, relative to the
- 8 status of construction projects associated with state building authority
- 9 bonds on March 31 and September 30 of each year, or 30 days after a refi-
- 10 nancing or restructuring bond issue is sold. The report shall include,
- 11 but is not limited to, the following:
- (a) A list of all completed construction projects for which state
- 13 building authority bonds have been sold, and which bonds are currently
- 14 active.
- 15 (b) A list of all projects under construction for which sale of
- 16 state building authority bonds are pending.
- 17 (c) A list of all projects authorized for construction or identified
- 18 in an appropriations act for which approval of schematic/preliminary
- 19 plans or total authorized cost is pending that have state building
- 20 authority bonds identified as a source of financing.
- 21 Sec. 705. It is the intention of the legislature that the
- 22 University of Michigan take the necessary actions to ensure that eliqible
- 23 interest reimbursements from medicare and medicaid programs are made
- 24 available to the state to satisfy part of the amount appropriated
   for the
- 25 University of Michigan adult general hospital facility rent appropriation
- 26 of \$27,917,000.00 contained within the state building authority rent
- 27 appropriation in part 1. To the extent of a difference between the

- 1 estimated and actual amount received, there is appropriated from the
- 2 general fund of the state the amounts necessary to satisfy the hospital
- 3 rental requirements of the state building authority's 1986 revenue
- $oldsymbol{4}$  refunding bonds, series I. To the extent payments made to the state by
- 5 the University of Michigan are required to be reimbursed pursuant to the
- 6 agreement with the University of Michigan, there is appropriated from the
- 7 general fund the amount necessary for such reimbursement.
- 8 Sec. 706. (1) The state building authority, on behalf of the state,
- 9 with the approval of the board, for the purpose of providing office and
- 10 warehouse space for state agencies, may acquire for not more than the
- 11 market value, subject to an independent fee appraisal, including esti-
- 12 mated real estate taxes, various lease projects which contain purchase
- 13 options in an aggregate cost not to exceed \$45,000,000.00. The state
- 14 building authority is also authorized to pay any ancillary costs, other
- 15 than the market value, that the state is required to pay under an option
- 16 to purchase.
- 17 (2) All documents regarding the acquisition of the property
- 18 described in subsection (1) shall be approved by the attorney general.
- 19 (3) The acquisition and subsequent conveyance to the state building
- 20 authority shall conform to the provisions of 1964 PA 183, MCL 830.411 to
- **21** 830.425.
- (4) Upon completion of the purchase of the Grand tower, the authori-
- 23 zation for the acquisition of various lease projects that contain pur-
- 24 chase options will be renewed at \$35,000,000.00.

37

#### 1 COLLEGES AND UNIVERSITIES

- 2 Sec. 801. (1) This section applies only to projects for community
- 3 colleges.
- 4 (2) State support is directed towards the remodeling and additions,
- 5 special maintenance, or construction of certain community college
- **6** buildings. The community college shall obtain or provide for site acqui-
- 7 sition and initial main utility installation to operate the facility.
- 8 Funding shall be comprised of local and state shares, and the state share
- 9 shall include 50% of any federal money awarded for projects appropriated
- 10 in this act. Not more than 50% of a capital outlay project, not includ-
- 11 ing a lump-sum special maintenance project or remodeling and
   addition
- 12 project, for a community college shall be appropriated from state
   and
- 13 federal funds.
- 14 (3) An expenditure under this act is authorized when the release of
- 15 the appropriation is approved by the board upon the recommendation of the
- 16 director. The director may recommend to the board the release of any
- 17 appropriation in part 1 only after the director is assured that the legal
- 18 entity operating the community college to which the appropriation is made
- 19 has complied with this act and has matched the amounts appropriated as
- 20 required by this act. A release of funds in part 1 shall not exceed 50%
- 21 of the total cost of planning and construction of any project, not
- 22 including lump-sum remodeling and additions and special maintenance.
- 23 Further planning and construction of a project authorized by this act or
- 24 applicable sections of the management and budget act, 1984 PA 431, MCL
- 25 18.1101 to 18.1594, shall be in accordance with the purpose and

scope as

 ${f 26}$  defined and delineated in the approved program statements and planning

- 1 documents. This act is applicable to all projects for which planning
- 2 appropriations were made in previous acts.
- **3** (4) The community college shall take the steps necessary to secure
- 4 available federal construction and equipment money for projects funded
- 5 for construction in this act if an application was not previously made.
- **6** If there is a reasonable expectation that a prior year unfunded applica-
- 7 tion may receive federal money in a subsequent year, the college shall
- 8 take whatever action necessary to keep the application active. If fed-
- 9 eral money is received, the state share shall be adjusted accordingly as
- 10 provided by this act.
- 11 Sec. 802. If matching revenues are received in an amount less than
- 12 the appropriations contained in this act, the state funds of the appro-
- 13 priation shall be reduced in proportion to the amount of matching revenue
- 14 received.
- Sec. 803. Subject to section 801, a consortium comprised of a com-
- 16 munity college and a university may receive up to 100% of the total
- 17 project capital cost allocated to the participating university if all of
- 18 the following criteria are met and approved by the JCOS and the
- 19 department:
- (a) The university and the community college have entered into a
- 21 binding consortium joint use agreement for use and maintenance of the
- 22 facility and for the pro rata offset of the community college's and
- 23 university's future state appropriations equal to the straight-line unde-
- 24 preciated balance of the university's appropriated capital cost upon ter-
- 25 mination of the agreement prior to the minimum term requirements in sub-

26 division (b). Any appropriation offset required by this section shall be

- 1 structured in a manner so as not to impair the rating or repayment of the
- 2 local funding mechanism.
- 3 (b) The joint use agreement is for a term of not less than 15 years
- 4 or the term of the local funding mechanism, whichever is longer.
- 5 (c) Articulation agreements have been entered into that provide for
- 6 maximum credit transfer and efficient program completion.
- 7 (d) In addition to lower division offerings, the facility will
- 8 accommodate only upper division first professional degree programs not
- 9 already offered by a university currently serving the area.
- 10 (e) There is recognized community and industrial support for the
- 11 consortium facility.
- 12 Sec. 804. (1) The director may require that community colleges and
- 13 universities that have an authorized project listed in part 1 submit doc-
- 14 umentation regarding the project match and governing board approval of
- 15 the authorized project within 60 days after the beginning of the fiscal
- **16** year.
- (2) If the documentation required by the director under subsection
- 18 (1) is not submitted, or does not adequately authenticate the availabil-
- 19 ity of the project match or board approval of the authorized project, the
- 20 authorization may terminate. The authorization terminates 30 days after
- 21 the director notifies the JCOS of the intent to terminate the project
- 22 unless the JCOS convenes to extend the authorization.
- 23 Sec. 805. The total project cost for the Michigan State University
- 24 science building renovations project authorized in 1996 PA 480 is
- 25 increased from \$80,600,000.00 to \$93,000,000.00 to cover cost overruns of
- 26 the project. The state building authority share is increased from

- 1 \$60,499,900.00 to \$69,750,000.00; the GF/GP share remains at \$100.00; and
- 2 the university share is increased from \$20,100,000.00 to \$23,250,000.00.
- **3** Sec. 806. The \$12,000,000.00 capital outlay authorization in 1996
- 4 PA 321 at Kellogg Community College is renamed the computer technology
- 5 and academic center. The total authorized cost of the project remains at
- **6** \$12,000,000.00, state building authority share remains at \$5,999,900.00,
- 7 Kellogg Community College share remains at \$6,000,000.00, state general
- 8 fund share remains at \$100.00.

Sec. 807. The total project cost for the North Central

Michigan

College multipurpose facility and general campus renovations project authorized in 1996 PA 321 is increased from \$7,935,000.00 to \$10,000,000.00 to cover changes in the project. The state building authority remains at \$3,967,400.00, the general fund/general purpose share remains at \$100.00, and the college share is increased from \$3,967,500.00 to \$6,032,500.00.

#### 9 DEPARTMENT OF MANAGEMENT AND BUDGET

- Sec. 901. If the JCOS approves, the department, for purposes of
- 11 administrative and fiscal efficiency, may consolidate or discontinue
   fed-
- 12 eral surplus property warehouses administered pursuant to 1961 PA 139,
- 13 MCL 18.251 to 18.261.
- 14 Sec. 902. (1) The department shall provide the JCOS and the fiscal
- 15 agencies a report, 15 days after the reporting date, of privately owned
- 16 leased space by state agencies, by March 31 and September 30 of each
- 17 year, consisting of the following:
- 18 (a) Department.
- 19 (b) Agency division and leased number.
- **20** (c) Building location (address and city).
- 21 (d) Type of building.
- **22** (e) County.
- 23 (f) Name and address of lessor.
- (q) Square footage and net square footage rate.

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- (h) Monthly and annual cost.
- 2 (i) Date lease started and expires.
- 3 (j) Options and services.
- 4 (2) The lease report shall be summarized for office space, group
- 5 homes, and other space for the Lansing area and statewide, excepting the
- 6 Lansing area.

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- 7 Sec. 903. The department of management and budget may demolish,
- 8 dismantle, or otherwise dispose of the following surplus buildings:
- 9 (a) Department of community health buildings 11, 12, and 17 at the
- 10 Caro Center and Hawthorn Center Cottage building 1.
- 11 (b) Department of corrections: all buildings at Camp Baraga; build-
- 12 ings 9, 10, 21, and 64 at Camp Branch; the Chapel building at Cassidy
- 13 Lake; the abandoned garage at Camp Pellston; the M-unit building at Camp
- 14 Sauble; buildings 22 and 41 at Florence Crane; buildings H and I at the
- 15 Handlon Michigan Training Unit; building 60 at Marquette Branch Prison;
- 16 building 12 at Muskegon Correctional Facility; buildings 9, 15, and 20 at
- 17 Michigan Reformatory; buildings 22, 70, 73, 76, 77, 82, 88, 90, 102,
  107,
- 18 111, 114, 115, 129, 131, 132, and 134, and the Peek Farm Old Well House
- 19 at the State Prison of Southern Michigan; and building 15 and the Barn
- 20 and Root Cellar at Western Wayne.
- 21 Sec. 904. Of the revenue derived from the sale of the Clinton
- 22 Valley Mental Health Center of the department of community health, not
- 23 more than \$5,000,000.00 of the revenue shall be deposited to a restricted
- 24 account to offset the cost of demolition.
- Sec. 905. The resources appropriated in section 102 for the prop-
- 26 erty acquisition for the state police are to be utilized towards the

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- 1 purchase of a land parcel adjacent to the state police headquarters
- 2 facility in Bridgeport.

#### 3 DEPARTMENT OF NATURAL RESOURCES

- 4 Sec. 1001. The appropriation made in this act for the harbors and
- 5 docks program is for the purpose of participating with the federal gov-
- **6** ernment and assisting political entities and subdivisions of this state
- 7 in the construction and improvement of recreational boating facilities
- 8 within this state. Subject to the approval of the board, this money
- **9** shall be allocated by the department of natural resources to the federal
- 10 government, or to the political entities or local units of government
- 11 involved in the particular projects. An allocation shall not exceed the
- 12 state portion as listed with each project description. The department of
- 13 natural resources shall take the steps necessary to match federal money
- 14 available for the construction and improvement of recreational
   boating
- 15 facilities within this state, and to meet requirements of the
   federal
- 16 government.
- 17 Sec. 1002. (1) Before August 15, 1999, the department of natural
- 18 resources shall report each year to the JCOS the status of each project
- 19 that received an appropriation in any capital outlay act, if the project
- 20 is either not completed or has a balance remaining in its account. The
- 21 report shall be in the same form and contain the information as required
- 22 under section 407. The report shall be separated into the following
- 23 areas, by fund sources:
- 24 (a) Waterways projects.

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- 1 (b) Urban recreation projects.
- 2 (c) State park projects.
- (d) Wildlife and fisheries projects. 3
- (e) Other projects.
- (2) A project request for reauthorization by the department of 5 natu-
- 6 ral resources shall also be identified within the report required by sub-
- 7 section (1). These reauthorization requests shall identify the subsec-
- 8 tion number of section 248 of the management and budget act, 1984 PA 431,
- 9 MCL 18.1248, that provides the reason and justification for the requested
- **10** reauthorization.
- (3) A project shall be reauthorized if approved by the JCOS 11 after

12 review by the department. Sec. 1002a. The dep The department of natural resources is authorized

utilize the following unexpended FY 1997-98 GF/GP appropriations for con-

tinued renovation of state offices in the Mason building. funds

shall be considered a work project appropriation as per section 451

PA 504 of 1998, and shall not lapse but be carried into FY 1998-99. ADMINISTRATIVE SERVICES

Budget and program support..... 300,000

Office of litigation and program services........

100,000 Total.....

400,000

#### 13 CAPITAL OUTLAY-NATURAL RESOURCES TRUST FUND

- Sec. 1003. (1) The department of natural resources shall enter 14 into
- 15 agreements with local units of government for the purpose of administer-
- 16 ing the grants identified in section 104. Among other provisions,
- 17 agreements shall require that grant recipients agree to do all of the
- 18 following:
- 19 (a) Dedicate to public recreation uses in perpetuity the land
- 20 acquired.
- (b) Replace lands converted or lost to other than public 21 recreation
- **22** use.

- 23 (c) Convey to the state any mineral interests acquired by the grant
- 24 recipient with an exception allowed for a share of the mineral
  interests
- 25 acquired, which share is based on the portion of the fair market value of

- 1 the property that was provided by the local cash contribution of the
- 2 grant recipient.
- 3 (2) The agreements entered into under subsection (1) shall also pro-
- 4 vide the full payments of grants be made only after proof of acquisition
- 5 is submitted by the grant recipient and all costs are verified by the
- 6 department of natural resources.
- 7 Sec. 1004. The department of natural resources shall take steps
- 8 necessary to make available federal or other funds that may become avail-
- ${f 9}$  able for the purpose for which appropriations are made in section 104 and
- 10 to use any or all of the appropriations to meet matching requirements
- 11 which are determined to be in the best interest of the state.
- 12 Sec. 1005. Any unobligated balance in any appropriation made under
- 13 section 104 shall not revert to the fund from which appropriated at the
- 14 close of the fiscal year, but shall continue until the purpose for which
- 15 it was appropriated is completed for a period not to exceed 3 fiscal
- ${f 16}$  years. The unexpended balance of any appropriation made in section  ${f 104}$
- 17 remaining after the purpose for which it was appropriated is completed
- 18 shall revert to the Michigan natural resources trust fund and be made
- 19 available for appropriation.
- 20 Sec. 1006. If a person or organization has acquired an option on a
- 21 parcel of property prior to final determination by the department of nat-
- 22 ural resources and the Michigan natural resources trust fund board, the
- 23 property shall not be considered for acquisition unless the department
- 24 and board can demonstrate that a clear recreational advantage exists in
- 25 obtaining the parcel of property for the people of the state at a

reason-

26 able fair market value.

#### 1 STATE TRANSPORTATION DEPARTMENT

- 2 Sec. 1101. (1) From federal-state-local project appropriations
- 3 tained in part 1 for the purpose of assisting political entities and sub-
- 4 divisions of this state in the construction and improvement of publicly
- 5 used airports and landing fields within this state, the state transporta-
- 6 tion department may permit the award of contracts on behalf of units of
- 7 local government for the authorized locations not to exceed the indicated
- 8 amounts, of which the state allocated portion shall not exceed the amount
- 9 appropriated in part 1.
- (2) Political entities and subdivisions shall provide not less than
- 11 5% of the cost of any project under this section. State money shall
- 12 be allocated until local money is allocated, and except as provided
  in
- 13 subsection (4) state money for any 1 project shall not exceed 1/3 of the
- 14 total appropriation in part 1 from state funds for airport improvement
- 15 programs.
- 16 (3) The Michigan aeronautics commission may take those steps neces-
- 17 sary to match federal money available for airport construction and
- 18 improvement within this state, and to meet the matching requirements of
- 19 the federal government. Whether acting alone or jointly with another
- 20 political subdivision or public agency or with this state, a political
- 21 subdivision or public agency of this state shall not submit to any agency
- 22 of the federal government a project application for airport planning or
- 23 development unless it is authorized in this act and the project applica-
- 24 tion is approved by the governing body of each political subdivision or

- 25 public agency making the application, and by the Michigan aeronautics
- 26 commission.

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- 1 (4) From appropriations contained in part 1 for airport improvement
- 2 programs, \$4,300,000.00 of the state funds shall be used as state
- 3 resources for state funded components of the comprehensive northwest air-
- 4 lines midfield terminal project. The \$4,300,000.00 of state funds shall
- 5 be subject to audit by the auditor general.
- 6 Sec. 1102. On or before November 15 of each year, the state trans-
- 7 portation department shall report to the JCOS the projects funded from
- 8 the previous fiscal year capital outlay act and the proposed projects
- ${f 9}$  with the estimated dollars for the current fiscal year. If there has to
- 10 be a delay in reporting, the department shall notify JCOS in writing of
- 11 the date the report can be received.
- Sec. 1103. An aeronautics project proposed for funding with
- 13 federal-state-local appropriations contained in part 1 that includes
- 14 acquisition of an airport facility from a private owner or political sub-
- 15 division for operation by the state or by a political subdivision
- 16 requires line-item authorization in an appropriations act and is not
- 17 fundable with appropriations from the federal/local airport discretionary
- 18 contingencies account.
- 19 Sec. 1104. (1) Before August 15, 1999, the state transportation
- 20 department shall report each year to the JCOS the status of each project
- 21 that received an appropriation in any capital outlay act, if the project
- 22 is either not completed or has a balance remaining in its account. The
- 23 report shall be in the same form and contain the information as required
- 24 under section 407. The report shall be separated into all the following
- 25 areas:
- 26 (a) Highway programs, including each of the following:

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- 1 (i) Lump sums.
- 2 (ii) Construction.
- 3 (b) Airport programs, including each of the following:
- 4 (i) Lump sums.
- 5 (ii) Construction.
- 6 (2) A project request for reauthorization by the state transporta-
- 7 tion department shall also be identified within the reports required by
- ${f 8}$  subsection (1). These reauthorization requests shall identify the sub-
- 9 section number of section 248 of the management and budget act, 1984
- 10 PA 431, MCL 18.1248, that provides the reason and justification for the
- 11 requested reauthorization.
- 12 (3) A project shall be reauthorized if approved by the JCOS after
- 13 review by the department.
- 14 Sec. 1105. A planning project or construction project appropriated
- 15 for the airport program shall be considered the same as a capital outlay
- 16 account and shall be subject to the requirements and restrictions
   stated
- 17 in this act relative to all capital outlay accounts for construction
- 18 unless otherwise expressly provided. This section does not apply to an
- 19 operating account otherwise established by law.

20

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- 22 PART 2A
- 23 PROVISIONS CONCERNING APPROPRIATIONS FOR FISCAL YEAR 1997-1998

#### 24 GENERAL SECTIONS

- 25 Sec. 2101. Pursuant to section 30 of article IX of the state con-
- 26 stitution of 1963, total state spending from state resources in part 1A

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- 1 of this appropriation act is \$1,207,100.00. There is no local spending
- 2 pursuant to section 30 of article IX of the state constitution of 1963.

#### 3 CAPITAL OUTLAY

- Sec. 2102. (1) If the state budget director certifies to the senate
- 5 and house appropriations committees that sufficient general fund/general
- 6 purpose balances will exist at the close of the fiscal year ending
- 7 September 30, 1998, an amount not to exceed \$87,800,000.00 is appropri-
- 8 ated to the judiciary for design and construction of a new office facil-
- 9 ity and underground parking structure to be located in Lansing. If suf-
- 10 ficient funds are not available, the appropriation shall not be made. If
- 11 sufficient funds are available, the appropriation shall be made only
- 12 after the appropriations in section 204 of 1998 PA 273 have been
- 13 recorded.
- 14 (2) If sufficient state general fund/general purpose balances
  are
- 15 not available for the fiscal year ending September 30, 1998 to fully
- 16 finance the project in subsection (1), any amount needed to fully finance
- 17 the project after the available general fund/general purpose balances
- 18 have been applied shall be financed through the state building
- 19 authority.
- 20 (3) The capital outlay project described in subsection (1) shall be
- 21 funded for the purpose provided in a capital outlay appropriation act and
- 22 shall conform to the capital outlay processes and procedures described in
- 23 section 404. Capital outlay projects shall not be funded from operating
- 24 accounts unless approved by the department of management and budget and

25 the JCOS.

- (4) The program statement and schematic planning documents for
- 2 above referenced project shall be reviewed by the department and, when
- 3 completed, shall be submitted to the JCOS for approval.
- 4 (5) Preliminary plans, final plans, and bid results for the above
- 5 referenced project shall be reviewed by the department and submitted to
- 6 the JCOS as either approved or not approved.
- 7 Sec. 2103. (1) The department shall provide the JCOS and the fiscal
- 8 agencies with reports as considered necessary relative to the status of
- 9 the project as financed in section 2102.
- 10 (2) Before August 15, 1999, the department shall report the follow-
- 11 ing to the JCOS and the fiscal agencies for the project referenced in
- 12 section 2102:
- 13 (a) The account number and name of each construction project.
- 14 (b) The balance remaining in each account.
- 15 (c) The date of the last expenditure from the account.
- 16 (d) The anticipated date of occupancy if the project is under
- 17 construction.
- 18 (e) The appropriation history for the project.
- **19** (f) The professional service contractor.
- 20 (g) The total authorized cost for the project and the state autho-
- 21 rized share if different than the total.

#### 22 DEPARTMENT OF MICHIGAN JOBS COMMISSION

- 23 Sec. 2104. (1) The appropriation in section 101 of 1997 PA 104
- 24 the department of Michigan jobs commission for economic development job
- 25 training shall be expended for competitive grants that provide economic

- 1 development job training and may include social services/vocational
  job
- 2 club training, job placement, or job retention services.
- 3 (2) Not more than 2% of the total grant, administration, and operat-
- 4 ing funds appropriated in section 101 of 1997 PA 104 for the department
- 5 of Michigan jobs commission's economic development job training grants
- 6 program may be expended for administrative costs.
- **7** (3) Funds appropriated in section 101 of 1997 PA 104 to the depart-
- 8 ment of Michigan jobs commission for economic development job training
- 9 grants shall not be expended for the training of permanent striker
- 10 replacement workers.
- (4) Seventy percent of the economic development job training grant
- 12 funds described in this section shall be awarded to community colleges or
- 13 a consortium of community colleges and other eligible applicants pursuant
- 14 to the requirements of section 406 of 1997 PA 104.
- 15 (5) Training grants provided by the private sector trainers may
- 16 reach or exceed 20% of total grants, but not be less than 10% of total
- 17 grants.
- 18 (6) An applicant may be a district, intermediate district, community
- 19 college, public or private nonprofit college or university, nonprofit
- 20 organization whose primary purpose is to provide education programs or
- 21 employment and training services or vocational rehabilitation programs or
- 22 school-to-work transition programs, local workforce development board,
- 23 the headquarters of a federal and state sponsored manufacturing technol-
- 24 ogy center, or a consortium consisting of any combination of districts,
- 25 intermediate districts, community colleges, nonprofit organizations

- 26 described in this subsection, or public or private nonprofit
   colleges or
- 27 universities described in this subsection.

- 1 (7) On or before October 1, 1997, the department of Michigan jobs
- 2 commission shall publish proposed application criteria, instructions, and
- **3** forms for use by eligible applicants. The department of Michigan jobs
- 4 commission shall provide at least a 2-week period of public comment prior
- 5 to finalization of the application criteria, instructions, and forms.
- **6** (8) Applications for all grants shall be submitted to the department
- 7 of Michigan jobs commission, and each application shall contain at least
- 8 all of the following:
- ${f 9}$  (a) The name, address, and total number of employees of each busi-
- 10 ness organization whose employees are receiving job training.
- (b) A description of the specific job skills that will be taught.
- 12 (c) A clear statement of the project's scope of activities, the
- 13 number of participants to be involved, the number of participants who
- 14 have been an employee of the business organization for at least 30 days
- 15 before the date of application who are at risk of becoming unemployed
- 16 unless trained in the program, and the number of participants who are
- 17 either a new employee within 30 days of the date of application or who
- 18 will become a new employee of the business organization as a result of
- 19 the individual's participation in the program.
- 20 (d) A management plan and description of staff responsibilities.
- 21 (e) A commitment to maintain participant records in a form and
- 22 manner required by the department.
- (f) A budget that relates to the proposed activities and various
- 24 program components and that demonstrates whether the estimated costs are
- 25 reasonable and justified. Estimated costs include, but are not

limited

- 26 to, necessary child care, necessary transportation, job development, the
- 27 cost of an annual audit performed by a certified public accountant,
   and

- 1 the cost of any tests required to demonstrate successful completion of a
- 2 program. A budget shall include revenues from all sources of funding,
- 3 total costs, and costs per participant.
- 4 (g) A demonstration of training commitment made by the business
- **5** organization on employee training for the 5-year period immediately pre-
- 6 ceding application for state grant assistance and evidence that the
- 7 training would not occur but for the state assistance.
- 8 (h) Evidence that the training will strengthen the state's economic
- ${f 9}$  base and provide participants with the skills necessary for longterm
- 10 employment.
- 11 (i) Evidence that the grant will not supplant other available public
- 12 or private job training funds.
- 13 (j) Evidence of collaboration with appropriate community and busi-
- 14 ness organizations.
- 15 (9) The priority of the department's award of grants shall be based
- 16 on the following criteria:
- 17 (a) A demonstrated need for the type of training offered and pros-
- 18 pects for participant job placement or job retention and for strengthen-
- 19 ing the state's economic base.
- 20 (b) The average state unemployment rate for the 12-month period
- 21 immediately preceding application for state grant assistance for the
- 22 locality of the business organization.
- 23 (c) The number of persons who will become employed as a result of
- 24 participation in the proposed program and the number of persons at risk
- 25 of becoming unemployed to be trained in the program.
- (d) The qualifications of the project director and key personnel who
- **27** will administer the program.

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- 1 (e) The availability of appropriate classroom space, materials, and
- 2 equipment.
- **3** (f) The cost per participant and participant contact hours of
- 4 training.
- 5 (g) The strength of commitment to guaranteed job placement upon
- 6 pletion of training.
- 7 (h) Collaboration with appropriate community and business
- 8 organizations.
- 9 (i) The inclusion of an evaluation plan that will provide an assess-
- 10 ment of the impact of the training program on participant job placement
- 11 and job retention and on strengthening the state's economic base.
- (j) The extent to which the proposals maximize other federal, local,
- 13 private, or in-kind financial contributions.
- 14 (k) The extent to which the proposal supports workforce development
- 15 for small business organizations with not more than 250 employees
- 16 worldwide.
- 17 (1) Other criteria determined by the department of Michigan jobs
- 18 commission to be important in achieving the objectives of the program.
- 19 (10) Not more than \$5,000,000.00 of the amount appropriated in sec-
- 20 tion 101 of 1997 PA 104 for economic development job training may be
- 21 allocated to rapid response grants for employee training programs that
- 22 maintain or attract permanent jobs for Michigan residents. A grant under
- 23 this subsection shall be awarded to eligible applicants under this part
- 24 by the chief executive officer of the department of Michigan jobs
- 25 commission.

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- 1 (11) Participants in economic development job training programs
- 2 shall be 16 years or older and not enrolled and counted in membership in
- 3 a school district or intermediate school district.
- 4 (12) Not later than 60 days after the completion of the grant
- 5 period, grant recipients shall provide an evaluation report on the educa-
- ${f 6}$  tional and employment outcomes of the participants in the program in a
- 7 form and manner prescribed by the department of Michigan jobs
- 8 commission.
- 9 (13) A grant awarded under this section may extend beyond the end of
- 10 the fiscal year in which the grant is awarded, and the funds awarded for
- 11 the grant may be carried over into the next fiscal year for payment in
- 12 the next fiscal year. Unexpended and unencumbered amounts remaining in
- 13 the fiscal year ending September 30, 1998, from economic development job
- 14 training grants awarded prior to September 15, 1997, may be used to award
- 15 additional economic development job training grants during the fiscal
- 16 year ending September 30, 1998. Unexpended and unencumbered amounts
- 17 remaining in the fiscal year ending September 30, 1998 may be appropri-
- 18 ated from economic development job training grants awarded in fiscal
- 19 years prior to and including fiscal year 1998 and may be used to cover
- 20 employment service activities costs disallowed by the United States
- 21 department of labor.
- 22 (14) A recipient of a grant under this section shall not charge
- 23 tuition or fees to participants in the program funded by the grant.
- 24 However, a nonprofit organization may charge tuition or fees if the
- 25 tuition plan or fees are recognized by the state and the nonprofit organ-
- 26 ization receives additional funding from other governmental or private
- 27 funding sources for its programs.

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- 1 (15) If a participant in a program funded under this section is an
- 2 employee of a business organization whose employees are receiving
  job
- 3 training under the program and the participant was an employee of that
- 4 business organization prior to 30 days before the date of the grant
- 5 application, the business organization shall provide at least 25% of the
- 6 program's costs, excluding the costs of the participant's wages for the
- 7 time participants are involved in program training. For purposes of
- ${f 8}$  meeting the 25% match requirement, small business organizations with not
- **9** more than 250 employees worldwide at the time of application may include
- 10 the costs of pretraining needs assessments and wages paid to participants
- 11 while enrolled in training. This subsection does not apply to an
  indi-
- 12 vidual who becomes a new employee of a business organization as a result
- 13 of the individual's participation in the program.
- 14 (16) A grant awarded to an economic development job training grant
- 15 recipient that guarantees a predetermined number of specified jobs for
- 16 new employees that are directly related to the participant's area of
- 17 training or for existing employees shall be paid to the grant recipient
- 18 according to the following schedule:
- (a) 40% of the grant amount shall be paid within 30 days after the
- 20 grant is awarded.
- 21 (b) 40% of the grant amount shall be paid at the completion of the
- 22 training period, after the grant recipient submits to the department an
- 23 interim report specifying actual costs of the training program and train-
- 24 ing outcomes of the students.
- (c) 20% of the grant amount shall be paid at the conclusion of the

 ${f 26}$  grant period, as determined by the department.

- 1 (17) A recipient of a grant under this section shall allow the
- 2 department of Michigan jobs commission or the department's designee to
- 3 audit all records related to the grant for all entities that receive
- 4 money, either directly or indirectly through a contract, from the grant
- **5** funds. A grant recipient or contractor shall reimburse the state for all
- 6 disallowances found in the audit.
- 7 (18) The department of Michigan jobs commission shall provide to the
- 8 department of management and budget and the house and senate fiscal agen-
- 9 cies within 10 days after the end of each quarter of the state fiscal
- 10 year a report specifying all of the following:
- 11 (a) The amount and recipient of each grant or contract awarded
- 12 during that quarter.
- (b) The number of participants under each grant or contract and the
- 14 number of new hires who are in training under the grant.
- (c) The names, addresses, and total number of employees of all busi-
- 16 ness organizations for whom training is or will be provided.
- 17 (d) The matching funds, if any, to be provided by a business
- 18 organization.

#### 19 DEPARTMENT OF TREASURY

- 20 Sec. 2105. (1) Of the \$10,000,000.00 appropriated in 1997 PA 111 to
- 21 the state community policing program, \$6,506,000.00 shall be expended for
- 22 state grants to local communities receiving notice from the department of
- 23 treasury of a state financial assistance award and subject to the terms
- 24 and conditions contained within the community policing grant agreement.

- 1 (2) Additional officers hired under the state community
  policing
- 2 grant program are encouraged to participate in training for community
- 3 policing through a Michigan law enforcement officers' training council
- 4 approved program. Participation in training for community policing shall

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- 5 not be a condition for receiving state community policing grant funds.
- **6** (3) The remaining appropriation of \$3,494,000.00 shall be expended
- 7 for technology and equipment grants and allocated to local communities
- 8 for applications submitted to the department of management and budget on
- 9 or before June 30, 1998.
- 10 (4) An award distributed under subsection (3) shall not exceed
- 11 \$500,00.00 or the amount of state assistance requested under the applica-
- 12 tion submitted on or before June 30, 1998, whichever is less.
- 13 (5) The department of treasury shall issue a single payment to grant
- 14 recipients described in subsections (1) and (3) without regard to the
- 15 number of years contained in a federal grant agreement under the federal
- 16 community oriented policing services program.

#### 17 HIGHER EDUCATION

- 18 Sec. 2106. The amount appropriated in part 1A for the school of
- 19 aviation sciences at Western Michigan University shall be considered a
- 20 work project and funds may be carried forward into the fiscal year ending
- 21 September 30, 1999.

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#### 1 MISCELLANEOUS

- 2 Enacting section 1. Section 406 of 1997 PA 104 and section 959d of
- **3** 1997 PA 111 are repealed.