

SUBSTITUTE FOR
HOUSE BILL NO. 4065

A bill to make appropriations for the department of career development and certain other state purposes for the fiscal year ending September 30, 2000; to provide for the expenditure of the appropriations; and to provide for the disposition of fees and other income received by the state agencies.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 PART 1

2 LINE-ITEM APPROPRIATIONS

3 Sec. 101. There is appropriated for the department of career devel-
4 opment for the fiscal year ending September 30, 2000, from the funds
5 indicated in this part, the following:

6 DEPARTMENT OF CAREER DEVELOPMENT

7 APPROPRIATIONS SUMMARY:

8 Full-time equated unclassified positions.....6.0

HB4065, As Passed House, 052599Sub. H.B. 4065 (H-1) as amended May 25, 1999
2For Fiscal Year Ending
September 30, 2000

1	Full-time equated classified positions.....1,066.0		
2	GROSS APPROPRIATION.....	\$	[437,851,500]
3	Interdepartmental grant revenues:		
4	Total interdepartmental grants and intradepartmental		
5	transfers.....	\$	1,047,000
6	ADJUSTED GROSS APPROPRIATION.....	\$	[436,804,500]
7	Federal revenues:		
8	Total federal revenues.....		400,323,300
9	Special revenue funds:		
10	Total local revenues.....		10,867,900
11	Total private revenues.....		2,607,000
12	Total other state restricted revenues.....		4,920,300
13	State general fund/general purpose.....	\$	[18,086,000]
14	Sec. 102. DEPARTMENTAL ADMINISTRATION		
15	Full-time equated unclassified positions.....6.0		
16	Full-time equated classified positions.....11.0		
17	Unclassified salaries.....	\$	536,200
18	Executive office--11.0 FTE positions.....		<u>1,001,700</u>
19	GROSS APPROPRIATION.....	\$	1,537,900
20	Appropriated from:		
21	State general fund/general purpose.....	\$	1,537,900
22	Sec. 103. DEPARTMENT OPERATIONS		
23	Full-time equated classified positions.....86.0		
24	Administrative services--86.0 FTE positions.....	\$	9,602,300
25	Building occupancy charges - property development		
26	services.....		432,600

H01240'99 (H-1)

HB4065, As Passed House, 052599

House Bill No. 4065

3

For Fiscal Year Ending
September 30, 2000

1	Special project advances.....	200,000
2	Workers' compensation.....	<u>196,400</u>
3	GROSS APPROPRIATION.....	\$ 10,431,300
4	Appropriated from:	
5	Federal revenues:	
6	CNS.....	50,000
7	DED-OSERS, rehabilitation services, vocational reha-	
8	bilitation of state grants.....	1,957,300
9	DOL-ETA, bureau of labor statistics.....	990,800
10	DOL-ETA, employment service.....	2,007,400
11	DOL-ETA, job training partnership act.....	434,200
12	DOL-ETA, miscellaneous funds.....	38,900
13	DOL-ETA, veterans' employment and training	
14	administration.....	2,240,600
15	DOL-ETA.....	408,000
16	DED, cooperative demonstration, school-to-work.....	57,700
17	HHS, temporary assistance for needy families.....	565,700
18	Special revenue funds:	
19	Contingent fund, penalty and interest account.....	790,000
20	Private-special project advances.....	200,000
21	State general fund/general purpose.....	\$ 690,700
22	Sec. 104. WORKFORCE DEVELOPMENT	
23	Full-time equated classified positions.....	666.0
24	Employment training services--571.0 FTE positions....	\$ 59,258,600
25	Michigan career and technical institute--95.0 FTE	
26	positions.....	<u>9,675,800</u>

H01240'99 (H-1)

HB4065, As Passed House, 052599

House Bill No. 4065

4

For Fiscal Year Ending
September 30, 2000

1	GROSS APPROPRIATION.....	\$	68,934,400
2	Appropriated from:		
3	Interdepartmental grant revenues:		
4	IDG-MDOC.....		31,400
5	Federal revenues:		
6	CNS.....		516,500
7	DAG, employment and training.....		250,600
8	DED-OPSE, multiple grants.....		599,500
9	DED-OSERS, centers for independent living.....		56,500
10	DED-OSERS, rehabilitation long-term training.....		350,200
11	DED-OSERS, rehabilitation services, vocational reha-		
12	bilitation of state grants.....		40,117,700
13	DED-OSERS, state grants for technology-related		
14	assistance to individuals with disabilities.....		54,000
15	DED, cooperative demonstration, school-to-work.....		1,017,900
16	DOL-ETA, job training partnership act.....		3,077,700
17	DOL-ETA, multiple grants.....		578,500
18	DOL-NOICC.....		166,800
19	HHS-SSA, supplemental security income.....		4,061,700
20	HHS, temporary assistance for needy families.....		3,567,500
21	Special revenue funds:		
22	Local vocational rehabilitation match.....		3,152,200
23	Private-gifts, bequests, and donations.....		1,357,000
24	Rehabilitation services fees.....		1,908,000
25	Risk management internal service fund.....		99,700
26	Second injury fund.....		50,000

H01240'99 (H-1)

HB4065, As Passed House, 052599

Sub. H.B. 4065 (H-1) as amended May 25, 1999

5

For Fiscal Year Ending
September 30, 2000

1	Student fees.....	80,000
2	Training material fees.....	249,600
3	State general fund/general purpose..... \$	7,591,400
4	Sec. 105. DEPARTMENT GRANTS	
5	Displaced homemakers..... \$	470,000
6	Job training programs subgrantees.....	102,095,600
7	Michigan community service commission subgrantees....	5,900,000
8	Personal assistance services.....	412,000
9	Pre-college programs in engineering and the sciences.	870,000
10	School-to-work subgrantees.....	3,000,000
11	Supported employment grants.....	1,308,600
12	Technology assistance grants.....	1,086,600
13	Vocational rehabilitation client services/facilities.	50,104,000
14	Vocational rehabilitation independent living.....	[2,981,500]
15	Welfare-to-work programs.....	140,279,000
	[Grants to Michigan small business development centers..	<u>2,000,000]</u>
16	GROSS APPROPRIATION..... \$	[310,507,300]
17	Appropriated from:	
18	Interdepartmental grant revenues:	
19	IDG-MDOC.....	1,015,600
20	Federal revenues:	
21	CNS.....	4,500,000
22	DAG, employment and training.....	13,000,000
23	DED-OSERS, centers for independent living.....	525,000
24	DED-OSERS, client assistance for individuals with	
25	disabilities.....	360,600
26	DED-OSERS, rehabilitation services, vocational	
27	rehabilitation of state grants.....	34,935,200

H01240'99 (H-1)

HB4065, As Passed House, 052599Sub. H.B. 4065 (H-1) as amended May 25, 1999
6For Fiscal Year Ending
September 30, 2000

1	DED-OSERS, rehabilitation services facilities.....	2,272,500
2	DED-OSERS, supported employment.....	1,308,600
3	DED-OSERS, state grants for technology-related	
4	assistance to individuals with disabilities.....	1,086,600
5	DED, cooperative demonstration, school-to-work.....	3,000,000
6	DOL-ETA, job training partnership act.....	96,650,000
7	DOL-ETA, multiple grants.....	4,430,000
8	HHS, temporary assistance for needy families.....	127,029,000
9	HHS-SSA, supplemental security income.....	2,362,500
10	Special revenue funds:	
11	Local vocational rehabilitation facilities match.....	1,278,300
12	Local vocational rehabilitation match.....	6,437,400
13	Private-gifts, bequests, and donations.....	800,000
14	Private-oil overcharge.....	250,000
15	Contingent fund, penalty and interest account.....	1,000,000
16	State general fund/general purpose..... \$	[8,266,000]
17	Sec. 106. EMPLOYMENT SERVICE AGENCY	
18	Full-time equated classified positions.....303.0	
19	Building occupancy charges - property development	
20	service..... \$	230,100
21	Rent.....	458,300
22	Workers' compensation.....	141,300
23	Employment service--256.0 FTE positions.....	42,636,600
24	Labor market information--47.0 FTE positions.....	<u>2,974,300</u>
25	GROSS APPROPRIATION..... \$	46,440,600
26	Appropriated from:	

H01240'99 (H-1)

HB4065, As Passed House, 052599

Sub. H.B. 4065 (H-1) as amended May 25, 1999
7

For Fiscal Year Ending
September 30, 2000

1	Federal revenues:	
2	DOL-ETA.....	1,312,700
3	DOL-ETA, bureau of labor statistics.....	1,651,700
4	DOL-ETA, employment service.....	26,968,400
5	DOL-ETA, miscellaneous funds.....	11,368,300
6	DOL-ETA, veterans' employment and training	
7	administration.....	4,396,500
8	Special revenue funds:	
9	Contingent fund, penalty and interest account.....	743,000
10	State general fund/general purpose..... \$	0

11

12

13 PART 2

14 PROVISIONS CONCERNING APPROPRIATIONS

15 GENERAL SECTIONS

16 Sec. 201. (1) Pursuant to section 30 of article IX of the state
17 constitution of 1963, total state spending from state sources for fiscal
18 year 1999-2000 is estimated at [\$23,006,300.00] in this act and state
19 spending from state sources paid to local units of government for fiscal
20 year 1999-2000 is estimated at \$0.

21 (2) If it appears to the principal executive officer of a department
22 or branch that state spending to local units of government will be less
23 than the amount that was projected to be expended under subsection (1),
24 the principal executive officer shall immediately give notice of the
25 approximate shortfall to the state budget director, the house and senate
26 appropriations committees, and the house and senate fiscal agencies.

H01240'99 (H-1)

HB4065, As Passed House, 052599

House Bill No. 4065

8

1 Sec. 202. As used in this appropriation act:

2 (a) "CNS" means the corporation for national services.

3 (b) "DAG" means the United States department of agriculture.

4 (c) "DED" means the United States department of education.

5 (d) "DED-OPSE" means the DED office of postsecondary education.

6 (e) "DED-OSERS" means the DED office of special education
7 rehabilitation services.

8 (f) "Department" means the department of career development.

9 (g) "Director" means the director of the department of career
10 development.

11 (h) "DOL" means the United States department of labor.

12 (i) "DOL-ETA" means the DOL employment and training act.

13 (j) "DOL-NOICC" means the DOL national occupational information
14 coordinating committee.

15 (k) "Fiscal agencies" means the Michigan house fiscal agency and
16 the Michigan senate fiscal agency.

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

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

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

21 (o) "HHS-SSA" means HHS social security administration.

22 (p) "IDG" means interdepartmental grant.

23 (q) "JTPA" means job training partnership act, Public Law 97-300,
24 96 Stat. 1322.

25 (r) "MDOC" means the Michigan department of corrections.

26 Sec. 203. The appropriations made and the expenditures authorized
27 under this act and the departments, agencies, commissions, boards,

HB4065, As Passed House, 052599

House Bill No. 4065

9

1 offices, and programs for which an appropriation is made under this act
2 are subject to the management and budget act, 1984 PA 431, MCL 18.1101 to
3 18.1594.

4 Sec. 204. A department or agency billed by the department of civil
5 service for the 1% charge authorized by section 5 of article XI of the
6 state constitution of 1963 by the end of the first fiscal quarter shall
7 pay the total amount of the billing by the end of the second fiscal
8 quarter.

9 Sec. 205. (1) The department shall submit to the department of man-
10 agement and budget, the house and senate appropriations committees, the
11 house and senate fiscal agencies, and the house and senate standing com-
12 mittees with jurisdiction over technology issues quarterly reports on the
13 department's efforts to change the department's computer software and
14 hardware as necessary to perform properly in the year 2000 and beyond.
15 These reports shall identify actual progress in comparison to the
16 department's approved work plan for these efforts.

17 (2) Beginning with the report on April 1, 2000, the department shall
18 submit to the department of management and budget, the senate and house
19 of representatives standing committees on appropriations, the senate and
20 house fiscal agencies, and the senate and house standing committees
21 having jurisdiction over technology issues quarterly reports identifying
22 for the immediately preceding quarter any problems with information sys-
23 tems, any occurrences of information system failure as a result of non-
24 compliance with year 2000 standards, and any previously unidentified area
25 of impact. These reports shall identify all systems needing corrective
26 action and the contractual obligations of all accountable parties. These
27 reports shall give the status of the progress made in repairing and

HB4065, As Passed House, 052599

House Bill No. 4065

10

1 testing applications, the status of all vendor-supplied solutions to
2 problems, information on the activation of manual or contract processes
3 used to correct problems, and an itemization of the additional costs
4 incurred.

5 (3) The department may present progress billings to the department
6 of management and budget for the costs incurred in changing computer
7 software and hardware as necessary to perform properly in the year 2000
8 and beyond, and for costs incurred as a result of initiating corrective
9 actions. At the time progress billings are presented for reimbursement,
10 the department shall identify the funding sources that should support the
11 work performed, and the department of management and budget shall forward
12 the appropriate funding.

13 Sec. 206. The department shall provide a report prepared by the
14 department's internal auditor on the activities of the internal auditor
15 for the prior fiscal year. This report shall include a listing of each
16 audit or investigation performed by the internal auditor pursuant to
17 sections 486(4) and 487 of the management and budget act, 1984 PA 431,
18 MCL 18.1486 and 18.1487. The report shall identify the proportion of
19 time spent on each of the statutory responsibilities listed in
20 sections 485(4), 486(4), and 487 of the management and budget act, 1984
21 PA 431, MCL 18.1485, 18.1486, and 18.1487, and the time spent on all
22 other activities performed in the internal audit function. The first
23 report shall be due on March 1, 2000 and biennially thereafter beginning
24 on May 1, 2001 and shall be submitted to the governor, auditor general,
25 the senate and house appropriations committees, the senate and house
26 fiscal agencies, and the director.

1 Sec. 207. (1) Beginning October 1, 1999, a hiring freeze is imposed
2 on the state classified civil service. State departments and agencies
3 are prohibited from hiring any new full-time state classified civil serv-
4 ice employees and prohibited from filling any vacant state classified
5 civil service positions. This hiring freeze does not apply to internal
6 transfers of classified employees from 1 position to another within a
7 department or to positions that are funded with 80% or more federal or
8 restricted funds.

9 (2) The state budget director shall grant exceptions to this hiring
10 freeze when the state budget director believes that the hiring freeze
11 will result in rendering a state department or agency unable to deliver
12 basic services. The state budget director shall report by the fifteenth
13 of each month to the chairpersons of the senate and house of representa-
14 tives standing committees on appropriations the number of exceptions to
15 the hiring freeze approved during the previous month and the reasons to
16 justify the exceptions.

17 Sec. 208. Of the funds appropriated in part 1 that are in units
18 other than the grants unit, a department shall not provide grants to
19 local government agencies, institutions of higher education, or nonprofit
20 organizations unless the department provides notice of the grant to the
21 appropriate subcommittees of the house and senate appropriations commit-
22 tees at least 10 days before the grant is issued or at least 72 hours
23 before any announcement to local governmental units or the public.

24 Sec. 209. (1) The director shall take all reasonable steps to
25 ensure businesses in deprived and depressed communities compete for and
26 perform contracts to provide services or supplies or both for the
27 department.

HB4065, As Passed House, 052599

House Bill No. 4065

12

1 (2) The director shall strongly encourage firms with which the
2 department contracts to subcontract with certified businesses in
3 depressed and deprived communities for services or supplies or both.

4 Sec. 210. Money appropriated in part 1 shall not be used for the
5 purchase of foreign goods or services when competitively priced and of
6 comparable quality American goods or services are available.

7 Sec. 212. Sixty days before beginning any effort to privatize, the
8 department shall submit a complete project plan to the appropriate house
9 and senate appropriations subcommittees and the house and senate fiscal
10 agencies. The plan shall include the criteria under which the privatiza-
11 tion initiative will be evaluated. The evaluation shall be completed and
12 submitted to the appropriate house and senate appropriations subcommit-
13 tees and the house and senate fiscal agencies within 30 months.

14 Sec. 213. All reports required in this act shall be made available
15 to the public primarily through Internet access, unless a printed version
16 is requested. The department shall provide electronic notification to
17 all legislative offices for specific reports requested by the
18 legislature.

19 Sec. 214. The department shall not permit any other department,
20 agency, or office of this state to use funds or FTE positions authorized
21 for the department or allow any funds or FTE positions from any other
22 department, agency, or office to be used within the department without a
23 30-day notice given to the appropriate subcommittees of the house and
24 senate appropriations committees.

HB4065, As Passed House, 052599

Sub. H.B. 4065 (H-1) as amended May 25, 1999 13

1 DEPARTMENT OF CAREER DEVELOPMENT

2 Sec. 301. The Michigan career and technical institute may receive
3 equipment and in-kind contributions for the direct support of staff serv-
4 ices through the Pine Lake fund, the Delton-Kellogg school district or
5 other local or intermediate school district, or any combination of local
6 or intermediate school districts in addition to those authorized in
7 part 1.

8 Sec. 302. The Michigan rehabilitation service shall make every
9 effort to ensure that all sources of matching funds in this state are
10 used to obtain federal vocational rehabilitation funds. All sources
11 include, but are not limited to, privately raised funds to support public
12 nonprofit rehabilitation centers as permitted by the rehabilitation act
13 of 1973, Public Law 93-112, 29 U.S.C. 701 to 717, 720 to 724, 730 to 732,
14 740 to 741, 750, 752, 760 to 762, 770 to 777b, 777d to 777f, 780, 781 to
15 785, 790 to 794d, 795 to 795q, and 796 to 796i.

16 Sec. 303. (1) The appropriation in part 1 to the department for the
17 work first program shall be expended for grants which provide employment
18 and training services to [family independence program applicants and
recipients and may be expended for grants which provide employment and
training services to former family independence program recipients, as well
as to recipients of noncash public assistance, specifically child day care,
medicaid, or food stamp benefits.]

19 (2) An applicant may be a district, intermediate district, community
20 college, public or private nonprofit college or university, nonprofit
21 organization that provides school-to-work transition programs or that
22 provides employment and training services or vocational rehabilitation
23 programs or state licensed accredited vocational or technical education
24 programs, proprietary school licensed by the state board of education,
25 local workforce development board, or a consortium consisting of any com-
26 bination of districts, intermediate districts, community colleges,
27 nonprofit organizations described in this subsection, licensed

1 proprietary schools, or public or private nonprofit colleges or
2 universities described in this subsection.

3 (3) When the work first job search requirements have been completed,
4 if the participant has not found employment, the work first site shall
5 identify the barriers which may have prevented the participant from
6 obtaining employment and assist the client in removing those barriers.
7 The work first site shall also identify appropriate education and job
8 training programs which would be available to the participant.

9 (4) Work first program participants shall [include applicants and]
10 recipients
11 of the family independence program established under section 57a of the
12 social welfare act, 1939 PA 280, MCL 400.57a, and such individuals
13 referred to a job club program by a county family independence agency
14 board or a county friend of the court as long as the participation in the
15 job club is part of an application made under this section. [Additionally,
16 the department and the family independence agency shall work together to
17 develop a program to provide employment services to former family
18 independence program recipients and to recipients of noncash public
19 assistance benefits such as child day care, medicaid, or food stamp
20 benefits. This program shall not be construed to be an entitlement to
21 services.]

22 (5) Participants in the work first program shall not be enrolled and
23 counted in membership in a school district or intermediate school
24 district.

25 (6) The department will work with the family independence agency to
26 coordinate support services to work first participants relating to
special/emergency needs.

(7) Work first program participants must receive or be provided an
explanation of the program including their benefits and responsibilities
before the job interview phase of the program. This explanation shall
include clear guidelines with regard to an individual's eligibility for
postemployment training support and for applying hours in training toward
federal work requirements.

HB4065, As Passed House, 052599

House Bill No. 4065

15

1 (8) The department of career development shall make every effort to
2 place a minimum of 25% of clients who participate in the work first
3 program in positions that provide wages of \$6.00 per hour or more.

4 (9) The department of career development shall submit to the house
5 and senate fiscal agencies and the state budget director by March 15,
6 2000 a report on the work first program, including the number of partici-
7 pants served under this section, the number of persons who located
8 employment through work first, the average wage of participants who found
9 employment, the number of persons who retained jobs for 90 days, the
10 number of participants placed in employment training and education pro-
11 grams, the number of clients referred to work first who failed to report,
12 a compilation of barriers to employment by incidence and type experienced
13 by participants, and the number of participants referred back to the
14 family independence agency with sanctions recommended by the family inde-
15 pendence agency.

16 (10) A grant awarded under this section may extend beyond the end of
17 the fiscal year in which the grant is awarded and the funds awarded for
18 the grant may be available in the subsequent fiscal year for payment the
19 next fiscal year.

20 (11) The department of career development shall provide to the state
21 budget director and the house and senate fiscal agencies by May 15 and
22 November 15 of each year a report on the work first grants. The report
23 due by May 15 shall provide the information described in this subsection
24 for each grant or contract awarded during the preceding 2 quarters of the
25 state fiscal year. The report due by November 15 shall provide this
26 information for each grant or contract awarded during the preceding full
27 fiscal year. The report shall contain both of the following:

1 (a) The amount and recipient of each grant or contract.

2 (b) The number of participants in each service delivery area and the
3 number of clients placed in employment in each service delivery area.

4 [(12) The department and the family independence agency shall estab-
5 lish clear joint guidelines on the eligibility of work first participants
6 for post-employment training support and on how training/education hours
7 can be applied toward federal work participation requirements. These
8 guidelines shall be developed in a manner which balances the ability
9 of participants to obtain training and subsequent long-term, high-wage
10 employment with the need to connect participants with the workplace. Any
11 and all training/education, with the exception of high school completion
12 and GED preparation, must be occupationally relevant and in demand in
13 the labor market as determined by the workforce development board.
14 Participants must make satisfactory progress while in training/education.
15 The department shall submit these guidelines to the house and senate
16 appropriations committees with jurisdiction over the department, over the
17 family independence agency, and to the fiscal agencies by October 1, 1999.

(13) Work first participants may meet the work participation requirement by combining a minimum of 10 hours per week of work with training/education. Training/education may last up to 12 months and the calculated hours may include actual classroom seat time up to 10 hours per week plus up to 1 hour of study time for each hour of classroom seat time. The combined work and training/education hours must equal the minimum of hours required to meet the federal work participation requirements, 30 hours per week for a single parent, 35 hours per week for two-parent families, 55 hours if utilizing federally funded day care, and 20 hours per week for single parents with a child under the age of 6. Work first participants may enroll in additional hours of classroom seat time beyond the 10 hours. However, these hours and the related study time will not count toward the work participation requirement. The training may be no longer than a 1-year program, or the final year of a 2- or 4-year undergraduate program which is designed to lead to immediate labor force attachment.

(14) Work first participants may meet the federal work participation requirement through enrollment in a short-term vocational program requiring 30 hours of classroom seat time per week for a period not to exceed 6 months, or by enrollment in full-time internships, practicums, or clinicals required by an academic or training institution for licensure, professional certification, or degree completion, without an additional work requirement. Two-parent families who receive federally funded day care must work an addition 25 hours per week to meet the federal work participation requirement.

(15) Work first participants who lack a high school diploma or GED and who enroll in high school completion or classes to obtain a GED may count up to 10 hours of classroom seat time, combined with a minimum of numbers of hours of work per week, to meet their federal work participation requirement. There shall be no time limit on high school completion. GED preparation shall be limited to 6 months.]

18 Sec. 304. (1) Of the funds appropriated in part 1 for precollege
19 programs in engineering and the sciences, \$515,000.00 shall be provided
20 in the form of a grant to the Detroit precollege engineering program,
21 incorporated and \$355,000.00 shall be provided in the form of a grant to
22 the Grand Rapids area precollege engineering program.

23 (2) The department shall submit a report to the appropriate house
24 and senate appropriations subcommittees and the house and senate fiscal
25 agencies by February 1, 2000, evaluating the effectiveness of the precol-
26 lege programs in engineering and sciences funded through part 1

27 appropriations and making recommendations on whether state support to

HB4065, As Passed House, 052599

House Bill No. 4065

17

1 expand such programs to other areas of the state is warranted in future
2 fiscal years.

3 Sec. 305. (1) In addition to the funds appropriated for the depart-
4 ment in part 1, there is appropriated an amount not to exceed
5 \$41,000,000.00 for federal contingency funds. These funds are not avail-
6 able for expenditure until they have been transferred to another line
7 item in this act pursuant to section 393(2) of the management and budget
8 act, 1984 PA 431, MCL 18.1393.

9 (2) In addition to the funds appropriated in part 1, there is appro-
10 priated an amount not to exceed \$2,000,000.00 for state restricted con-
11 tingency funds. These funds are not available for expenditure until they
12 have been transferred to another line item in this act pursuant to sec-
13 tion 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

14 (3) In addition to the funds appropriated in part 1, there is appro-
15 priated an amount not to exceed \$8,000,000.00 for local contingency
16 funds. These funds are not available for expenditure until they have
17 been transferred to another line item in this act pursuant to section
18 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

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

24 Sec. 306. The local match requirements for vocational rehabilita-
25 tion facilities establishment grants shall not exceed 21.3%.

26 Sec. 307. Funds earned or authorized by the United States
27 department of labor in excess of the gross appropriation in part 1 for

HB4065, As Passed House, 052599

Sub. H.B. 4065 (H-1) as amended May 25, 1999

18

1 the employment service agency from the United States department of labor
2 are appropriated and may be expended for staffing and related expenses
3 incurred in the operation of its programs. These funds may be spent
4 after the department notifies the appropriations subcommittees of the
5 house and senate of the purpose and amount of each grant award.

6 Sec. 308. The department shall report to the appropriations subcom-
7 mittees of the house and senate by September 30, 2000 on the distribution
8 of the Michigan community service commission volunteer investment
9 grants.

10 Sec. 309. The department shall work cooperatively with the depart-
11 ment of civil service to identify state employees who will lose their
12 jobs as a result of an agency or program being reorganized, modified, or
13 eliminated and shall develop training programs and provide training to
14 these individuals that will provide them an opportunity and skills neces-
15 sary to secure new employment within state government or the private
16 sector.

17 Sec. 310. [(1)] Of the funds appropriated in part 1 for vocational
18 reha-
19 bilitation independent living, not less than [\$1,903,800.00] shall be used
20 for the support of centers for independent living which are in compliance
21 with federal standards for such centers, for the development of new cen-
22 ters in areas presently unserved or underserved, for technical assistance
23 to centers, and for projects to build capacity of centers to deliver
24 independent living services. Applications for such funds shall be
25 reviewed in accordance with criteria and procedures established by the
26 statewide independent living council, the Michigan rehabilitation serv-
ices unit within the department, and the Michigan commission for the

H01240'99 (H-1)

- 1 blind. All funds must be used in a manner consistent with the priorities
2 established in the state plan for independent living.

[(2) The statewide independent living council, the Michigan association of centers for independent living, and Michigan rehabilitation services shall jointly produce a report providing the information listed in subdivisions (a), (b), (c), (d), and (e). Of the general fund/general purpose revenue appropriated in part 1 for vocational rehabilitation independent living, \$903,800.00 is restricted and shall not be made available for distribution and expenditure prior to the submission and approval by the relevant subcommittees of this report.

(a) A detailed spending plan, including the specific entities, projects, and activities for each center for independent living that will be funded with the general fund/general purpose appropriation being restricted by this subsection.

(b) Anticipated results in terms of enhanced statewide access to independent living services to individuals who do not have access to such services through other existing public agencies, including measures by which these results can be monitored over time.

(c) Information from each center for independent living receiving funding through appropriations in part 1 detailing their total budget for their 3 most recently completed fiscal years as well as the amount within each of those budgets funded through the vocational rehabilitation independent living grant program referenced in part 1, the total amount funded through other state agencies, the amount funded through federal sources, and the amount funded through local and private sources.

(d) Savings to state taxpayers in other specific areas that can be shown to be the direct result of activities funded from the vocational rehabilitation independent living grant program during the most recently completed state fiscal year as well as additional anticipated savings that would directly result from the expenditure of the funds restricted by this subsection.

(e) Other information deemed relevant by the 3 reporting entities.

(3) The report required in subsection (2), shall be submitted for approval to the house and senate appropriations subcommittees for the department, the house and senate fiscal agencies, and the state budget director on or before January 15, 2000.]

3 Sec. 311. (1) The department shall have at least 1 disabled veter-
4 ans outreach program specialist or local veterans employment representa-
5 tive present at each Michigan works! employment services office on a
6 full- or part-time basis during hours of operation.

7 (2) The department shall ensure that each Michigan works! employment
8 services office shall have the necessary equipment to allow the disabled
9 veterans outreach specialist or local veterans employment representative
10 to perform his or her duties in the same manner they were performed prior
11 to February 1, 1998.

12 (3) The department shall require each Michigan works! employment
13 services office to have an employee available to ask each individual who
14 enters the office for service whether that individual is a veteran and to
15 refer each veteran to the disabled veterans outreach program specialist
16 or local veterans employment representative on duty at the time.

17 (4) The department shall require that each Michigan
18 works! employment services office shall have posted in a conspicuous
19 place within the office a notice advising veterans that a disabled veter-
20 ans outreach program specialist or a local veterans employment represen-
21 tative is available to assist him or her.

22 (5) The department shall require each Michigan works! employment
23 services office to provide free mediated services to employers wishing to
24 hire a veteran.

25 Sec. 312. (1) In developing school-to-work programs, the department
26 shall cooperate with the Michigan department of education in emphasizing
27 the importance of apprenticeship opportunities for students who may

HB4065, As Passed House, 052599

H01240 '99 (H-1)

HB4065, As Passed House, 052599

House Bill No. 4065

20

1 choose to participate including, but not limited to, low-income students
2 and students with disabilities.

3 (2) The school-to-work apprenticeship programs shall link employers,
4 organized labor, educators, and community organizations for the purpose
5 of providing necessary knowledge, skills, and labor market information to
6 students.

7 (3) As participants in school-to-work apprenticeship programs, stu-
8 dents will be expected to obtain any of the following:

9 (a) High school diploma, or its equivalent.

10 (b) Skill certificate.

11 (c) Possible further training, including a registered
12 apprenticeship.

13 (d) Certificate or associate degree recognizing successful comple-
14 tion of 1 or 2 years of postsecondary education.

15 (e) Admission to a college or university, or a first job on a career
16 pathway.

17 (4) In order for a public school to receive and spend school-to-work
18 funds, it must receive approval of its implementation plan from its gov-
19 erning board or its intermediate school board and forward such approval
20 to its local workforce development board. As used in this subsection,
21 "public school" and "intermediate school board" mean those terms as
22 defined in the revised school code, 1976 PA 451, MCL 380.1 to 380.1852.

23 Sec. 313. Any funds appropriated to the department for fiscal year
24 1999-2000 that are committed or encumbered in a contractual agreement may
25 be available in the subsequent fiscal year until the project specified in
26 the contractual agreement is completed. A listing of the contractual

HB4065, As Passed House, 052599

House Bill No. 4065

21

1 agreements shall be forwarded to the regulatory subcommittees not later
2 than November 30, 2000.

3 Sec. 314. State and federal funds allocated to local workforce
4 development boards for disbursement shall not be appropriated unless the
5 local workforce development boards maintain a partnership with governmen-
6 tal agencies, public school districts, and public colleges located within
7 the local service delivery area.

8 Sec. 315. From the funds appropriated in section 103(6) for voca-
9 tional rehabilitation independent living, a portion of the funds shall be
10 distributed to the superior alliance for independent living in Marquette
11 County.

12 Sec. 316. On or before October 1, 1999, each Michigan works! agency
13 shall hold a public hearing on its employment service plan for fiscal
14 year 1999-2000. The plan shall include what services are to be deliv-
15 ered, how services are to be delivered, the anticipated number of indi-
16 viduals to be registered for work, and the anticipated number of regis-
17 trants who will be placed in jobs.

18 Sec. 317. (1) From the funds appropriated in part 1 for
19 welfare-to-work programs, the department shall compile the data listed in
20 the subsections below on participants in the enhanced technical voca-
21 tional training (ETVT) program in an effort to develop long-term data on
22 the program's effectiveness.

23 (2) Using all relevant state data resources, the department shall
24 acquire data on participants 90 days, 1 year, and 3 years following their
25 completion of the program that show whether the participant is employed
26 and the wages earned by the participant. Using survey data, the
27 department shall acquire data on participants at the same time intervals

HB4065, As Passed House, 052599

Sub. H.B. 4065 (H-1) as amended May 25, 1999 22

1 that show the degree to which participants are receiving health care and
2 other benefits from their employers and the degree to which the partici-
3 pants are receiving public assistance and type of assistance received.

4 (3) The department shall file a report with the appropriate house
5 and senate appropriations subcommittees and the house and senate fiscal
6 agencies by February 1, 2000 summarizing the above data acquired during
7 the previous 12-month period. The summary shall include all of the
8 following:

9 (a) The percentage of participants employed at each interval.

10 (b) The average wage earned, the range of wages earned, and a mea-
11 sure of the variability of wages earned for participants at each
12 interval.

13 (c) The percentage of participants receiving health care benefits
14 and other benefits at each interval.

15 (d) The percentage of participants receiving some form of public
16 assistance at each interval.

17 (4) The department shall cooperate with the family independence
18 agency in formulating and acquiring any similar data for the work first
19 program as may be required in the family independence agency appropria-
20 tions act or other law.

[Sec. 318. The funds appropriated in part 1 for grants to Michigan small business development centers shall be dedicated to the Michigan small business development center headquarters. The funds shall be distributed to the regional small business development centers, satellite offices, and affiliates for the purpose of staff expansion, increased service hours, outreach to small business, and improvements in internet and other communication.]