



SENATE BILL No. 230

February 21, 2001, Introduced by Senators MC MANUS, GAST, JOHNSON, STILLE and GOSCHKA and referred to the Committee on Appropriations.

EXECUTIVE BUDGET BILL

A bill to make appropriations for the department of agriculture for the fiscal year ending September 30, 2002; to provide for the expenditure of the appropriations; to create funds; to provide for the imposition of fees; to require reports, audits, and plans; to authorize certain transfers by certain state agencies; and to provide for the disposition of fees and other income received by certain state agencies.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. Subject to the conditions set forth in this bill, the

1 amounts listed in this part are appropriated for the department of
 2 agriculture for the fiscal year ending September 30, 2002, from the
 3 funds indicated in this part. The following is a summary of the
 4 appropriations in this part:

5 **DEPARTMENT OF AGRICULTURE**

6 APPROPRIATION SUMMARY:

7 Full-time equated unclassified positions . . . 6.0

8 Full-time equated classified positions . . . 661.5

9 GROSS APPROPRIATION \$ 100,501,100

10 Interdepartmental grant revenues:

11 Total interdepartmental grants and

12 intradepartmental transfers 10,987,700

13 ADJUSTED GROSS APPROPRIATION \$ 89,513,500

14 Federal revenues:

15 Total federal revenues 5,806,100

16 Special revenue funds:

17 Total local revenues 0

18 Total private revenues 1,121,900

19 Total other state restricted revenues 34,509,200

20 State general fund/general purpose \$ 48,076,200

21 **Sec. 102. EXECUTIVE**

22 Full-time equated unclassified positions . . . 6.0

23 Full-time equated classified positions . . . 67.0

24 Commission and boards \$ 63,300

25 Unclassified positions--6.0 FTE positions . . . 486,700

26 Executive direction--4.0 FTE positions 538,000

27 Management services--58.0 FTE positions 5,317,300

28 Statistical reporting service--5.0 FTE positions 465,100

29 GROSS APPROPRIATION \$ 6,870,400

1	Appropriated from:	
2	Interdepartmental grant revenues:	
3	IDG from MDCIS (LCC) nonretail liquor revenue	
4	fees	8,800
5	Special revenue funds:	
6	Gasoline inspection and testing fund	47,800
7	Industry support funds	5,000
8	Licensing and inspection fees	62,100
9	Michigan state fair revenue	79,000
10	Upper Peninsula state fair revenue	9,000
11	Agriculture equine industry development fund . .	3,000
12	State general fund/general purpose	\$ 6,655,700
13	Sec. 103. DEPARTMENTWIDE	
14	Rent and building occupancy charges	\$ <u>1,647,100</u>
15	GROSS APPROPRIATION	\$ 1,647,100
16	Appropriated from:	
17	Special revenue funds:	
18	Gasoline inspection and testing fund	3,200
19	State general fund/general purpose	\$ 1,643,900
20	Sec. 104. FOOD AND DAIRY	
21	Full-time equated classified positions . . . 119.0	
22	Food safety and quality assurance--119.0 FTE	
23	positions	\$ 10,375,300
24	Local public health	<u>9,157,100</u>
25	GROSS APPROPRIATION	\$ 19,532,400
26	Appropriated from:	
27	Interdepartmental grant revenues:	
28	IDG from MDCH, local public health operations .	9,157,100
29	Federal revenues:	

1	DAG,multiple grants	22,500
2	HHS-FDA	183,600
3	Special revenue funds:	
4	Civil penalties	60,000
5	Licensing and inspection fees	2,484,000
6	State general fund/general purpose \$	7,625,200
7	Sec. 105. ANIMAL INDUSTRY	
8	Full-time equated classified positions . . . 56.0	
9	Animal health and welfare--56.0 FTE positions . \$	<u>5,946,100</u>
10	GROSS APPROPRIATION \$	5,946,100
11	Appropriated from:	
12	Federal revenues:	
13	HHS-FDA	9,000
14	Special revenue funds:	
15	Licensing and inspection fees	201,500
16	Pseudorabies and swine brucellosis fund	30,000
17	State general fund/general purpose \$	5,705,600
18	Sec. 106. PESTICIDE AND PLANT PEST MANAGEMENT	
19	Full-time equated classified positions . . . 131.3	
20	Pesticide and plant pest management--131.3 FTE	
21	positions \$	<u>13,481,700</u>
22	GROSS APPROPRIATION \$	13,481,700
23	Appropriated from:	
24	Federal revenues:	
25	DAG-FS, multiple grants	1,952,200
26	EPA, multiple grants	1,510,000
27	HHS-FDA	15,400
28	Special revenue funds:	
29	Private-slow-the-spread foundation	130,000

1	Commodity inspection fees	991,500
2	Licensing and inspection fees	2,278,000
3	State general fund/general purpose	\$ 6,604,600
4	Sec. 107. ENVIRONMENTAL STEWARDSHIP	
5	Full-time equated classified positions . . .	55.0
6	Environmental stewardship--48.0 FTE positions .	\$ 8,756,500
7	Farmland and Open Space Preservation--7.0 FTE	
8	positions	700,000
9	Cooperative Resource Management Program	1,000,000
10	Local conservation districts	2,800,000
11	Migrant labor housing	<u>950,000</u>
12	GROSS APPROPRIATION	\$ 14,206,500
13	Appropriated from:	
14	Interdepartmental grant revenues:	
15	IDG from MDEQ, biosolids	80,000
16	IDG from MDNR, district forestry and wildlife	
17	program	1,000,000
18	IDG from MDEQ type II well survey	15,000
19	IDG from MDEQ, right to farm	105,000
20	Federal revenues:	
21	DAG-FS, multiple grants	100,000
22	DAG-NRCS	250,000
23	EPA, multiple grants	400,000
24	Special revenue funds:	
25	Private - oil company overcharge settlement . .	193,900
26	Agricultural preservation fund	700,000
27	Groundwater and freshwater protection fund . . .	4,668,200
28	Industry support funds	40,000
29	State general fund/general purpose	\$ 6,654,400

1	Sec. 108. LABORATORY PROGRAM		
2	Full-time equated classified positions . . .	136.0	
3	Consumer protection program--136.0 FTE positions		<u>10,663,500</u>
4	GROSS APPROPRIATION	\$	10,663,500
5	Appropriated from:		
6	Interdepartmental grant revenues:		
7	IDG from MDCIS (LCC), liquor quality testing fees		164,000
8	Federal revenues:		
9	DAG, multiple grants		1,137,300
10	Special revenue funds:		
11	Private - oil company overcharge settlement . .		798,000
12	Agriculture equine industry development fund . .		509,100
13	Gasoline inspection and testing fund		1,472,100
14	Testing fees		200,700
15	Weights and measures regulation fees		323,400
16	State general fund/general purpose	\$	6,058,900
17	Sec. 109. MARKET DEVELOPMENT		
18	Full-time equated classified positions . . .	22.5	
19	Marketing and emergency management--14.5 FTE		
20	positions	\$	2,035,100
21	Agriculture development--8.0 FTE positions . . .		1,598,600
22	Food bank		1,024,200
23	Grown in Michigan		100,000
24	Northwest Michigan horticultural research		
25	station		41,800
26	Southwestern Michigan tourist council - taste		
27	of Michigan		<u>60,400</u>
28	GROSS APPROPRIATION	\$	4,860,100
29	Appropriated from:		

1	Interdepartmental grant revenues:		
2	IDG from MDCIS (LCC), nonretail liquor license		
3	fees		457,800
4	Federal revenues:		
5	DAG, multiple grants		226,100
6	Special revenue funds:		
7	Industry support funds		260,000
8	State general fund/general purpose	\$	3,916,200
9	Sec. 110. FAIRS AND EXPOSITIONS		
10	Full-time equated classified positions	35.0	
11	Michigan state fair operations--22.0 FTE		
12	positions	\$	6,092,100
13	Upper Peninsula state fair--8.0 FTE positions		1,392,800
14	Fairs and racing--5.0 FTE positions		615,800
15	Building and track improvement-county and		
16	state fairs		966,300
17	Premiums--county and state fairs		1,707,900
18	Purses and supplements--fairs and licensed		
19	tracks		2,438,200
20	Standardbred Fedele Fauri futurity		80,800
21	Standardbred Michigan futurity		80,800
22	Quarterhorse programs		39,600
23	Licensed tracks -- light horse racing		76,700
24	Standardbred breeders' awards		1,234,400
25	Standardbred purses and supplements--licensed		
26	tracks		276,500
27	Standard sire stakes		1,034,200
28	Standardbred training and stabling		43,700
29	Thoroughbred program		1,809,800

1	Thoroughbred sire stakes	1,034,200
2	Thoroughbred owners' awards	155,700
3	Distribution of outstanding winning tickets . .	500,000
4	Draft horse shows	<u>78,200</u>
5	GROSS APPROPRIATION	\$ 19,657,700
6	Appropriated from:	
7	Special revenue funds:	
8	Agriculture equine industry development fund . .	8,804,500
9	Michigan state fair revenue	6,185,000
10	Upper Peninsula state fair revenue	1,214,900
11	State general fund/general purpose	\$ 3,453,300
12	Sec. 111. OFFICE OF RACING COMMISSIONER	
13	Full-time equated classified positions . . .	39.7
14	Office of racing commissioner--39.7 FTE	
15	positions	\$ <u>3,877,200</u>
16	GROSS APPROPRIATION	\$ 3,877,200
17	Appropriated from:	
18	Special revenue funds:	
19	Agriculture equine industry development fund . .	3,877,200
20	State general fund/general purpose	\$ 0
21	Sec. 112. BUDGETARY SAVINGS	
22	Budgetary savings	\$ (241,600)
23	GROSS APPROPRIATION	\$ (241,600)
24	Appropriated from:	
25	State general fund/general purpose	\$ (241,600)
26	PART 2	
27	PROVISIONS CONCERNING APPROPRIATIONS	
28	<u>GENERAL SECTIONS</u>	
29	Sec. 201. Pursuant to section 30 of article IX of the state	

1 constitution of 1963, total state spending from state resources under
 2 part 1 for fiscal year 2001-2002 is \$82,585,400.00 and state spending
 3 from state resources to be paid to local units of government for
 4 fiscal year 2001-2002 is \$4,600,000.00. The itemized statement below
 5 identifies appropriations from which spending to units of local
 6 government will occur:

7 DEPARTMENT OF AGRICULTURE

8	Groundwater and freshwater protection program	.	\$ 1,800,000
9	Local conservation districts	<u>2,800,000</u>
10	TOTAL	\$ 4,600,000

11 Sec. 202. The appropriations authorized under this bill are
 12 subject to the management and budget act, 1984 PA 431, MCL 18.1101 to
 13 18.1594.

14 Sec. 203. As used in this bill:

15 (a) "DAG" means the United States department of agriculture.

16 (b) "DAG-FS" means the United States department of agriculture -
 17 forest service.

18 (c) "DAG-NRCS" means the United States department of agriculture -
 19 natural resources conservation service.

20 (d) "Department" means the department of agriculture.

21 (e) "Director" means the director of the department.

22 (f) "EPA" means the United States environmental protection agency.

23 (g) "FTE" means full-time equated.

24 (h) "HHS-FDA" means the United States department of health and
 25 human services - food and drug administration.

26 (i) "IDG" means interdepartmental grant.

27 (j) "MDCH" means the Michigan department of community health.

28 (k) "MDCIS (LCC)" means the Michigan department of consumer and
 29 industry services - liquor control commission.

30 (l) "MDEQ" means the Michigan department of environmental quality.

1 (m) "MDNR" means the Michigan department of natural resources.

2 Sec. 204. The department of civil service shall bill departments
3 and agencies at the end of the first fiscal quarter for the 1% charge
4 authorized by section 5 of article XI of the state constitution of
5 1963. Payments shall be made for the total amount of the billing by
6 the end of the second fiscal quarter.

7 Sec. 205. (1) In addition to the funds appropriated in part 1,
8 there is appropriated an amount not to exceed \$5,000,000.00 for
9 federal contingency funds. These funds are not available for
10 expenditure until they have been transferred to another line item in
11 this bill under section 393(2) of the management and budget act, 1984
12 PA 431, MCL 18.1393.

13 (2) In addition to the funds appropriated in part 1, there is
14 appropriated an amount not to exceed \$6,000,000.00 for state
15 restricted contingency funds. These funds are not available for
16 expenditure until they have been transferred to another line item in
17 this bill under section 393(2) of the management and budget act, 1984
18 PA 431, MCL 18.1393.

19 (3) In addition to the funds appropriated in part 1, there is
20 appropriated an amount not to exceed \$100,000.00 for local contingency
21 funds. These funds are not available for expenditure until they have
22 been transferred to another line item in this bill under section
23 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

24 (4) In addition to the funds appropriated in part 1, there is
25 appropriated an amount not to exceed \$100,000.00 for private
26 contingency funds. These funds are not available for expenditure
27 until they have been transferred to another line item in this bill
28 under section 393(2) of the management and budget act, 1984 PA 431,
29 MCL 18.1393.

30 Sec. 206. Unless otherwise specified the department shall use the

1 Internet to fulfill the reporting requirements of this bill. This may
2 include transmission of reports via electronic mail to the recipients
3 identified for each reporting requirement, or it may include placement
4 of reports on an Internet or Intranet site. Quarterly, the department
5 shall provide to the appropriations subcommittee members, state budget
6 office, and the fiscal agencies an electronic and paper copy listing
7 of the reports submitted during the most recent 3-month period along
8 with the Internet or Intranet site of each report, if any.

9 Sec. 207. (1) A hiring freeze is imposed on the state classified
10 civil service. State departments and agencies are prohibited from
11 hiring any new full-time state classified civil service employees and
12 prohibited from filling any vacant state classified civil service
13 positions. This hiring freeze does not apply to internal transfers of
14 classified employees from one position to another within a department.

15 (2) The state budget director shall grant exceptions to this
16 hiring freeze when the state budget director believes that the hiring
17 freeze will result in rendering a state department or agency unable to
18 deliver basic services, cause loss of revenue to the state, result in
19 the inability of the state to receive federal funds, or would
20 necessitate additional expenditures that exceed any savings from
21 maintaining a vacancy. The state budget director shall report by the
22 thirtieth of each month to the chairpersons of the senate and house
23 standing committees on appropriations the number of exceptions to the
24 hiring freeze approved during the previous month and the reasons to
25 justify the exception.

26 Sec. 208. (1) The negative appropriation for budgetary savings in
27 part 1 shall be satisfied by savings from the hiring freeze imposed in
28 Section 207 and, if necessary, by other savings identified by the
29 department director and approved by the state budget director.

30 (2) Appropriation authorizations shall be adjusted after the

approval of transfers by the legislature pursuant to section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

Sec. 209. Of the funds appropriated in part 1, the department may provide for indemnity as provided for pursuant to the animal industry act of 1987, 1988 PA 466, MCL 287.701 to 287.747, not to exceed \$10,000.00 per order from any line item for the fiscal year ending September 30, 2002. Before the department provides for an indemnification under this section, the department shall report the reason for the indemnification, the amount of the indemnification, and to whom the indemnification is to be paid. The report shall be given to each member of the house and senate appropriations subcommittees on agriculture and to the senate and house fiscal agencies and state budget director.

Sec. 210. The unexpended and unencumbered balance of revenue deposited pursuant to section 20 of the horse racing law of 1995, 1995 PA 279, MCL 431.320, for the fiscal year ending September 30, 2002 shall be appropriated to the Michigan agriculture equine industry development fund for distribution as set forth in section 20 of the horse racing law of 1995, 1995 PA 279, MCL 431.320.

EXECUTIVE

Sec. 301. The appropriations in part 1 may be used for per diem payments to members of boards, committees, and commissions for a full day's board, committee, or commission work at which a quorum is present; for attending a hearing as authorized by the respective board, committee, or commission; or for performing official business as authorized by the respective board, committee, or commission. The per diem payments shall be at a rate as follows:

- | | |
|---|------------------|
| (a) Commission of agriculture | \$ 75.00 per day |
| (b) Upper Peninsula state fair board | \$ 50.00 per day |
| (c) Agricultural marketing and bargaining board | \$ 35.00 per day |

1 (d) Michigan state fair council \$ 50.00 per day

2 (e) Grape and wine industry council \$ 50.00 per day

3 Sec. 302. The department may receive and expend revenue and use
4 that revenue to cover necessary expenses related to publications,
5 audit and licensing functions, livestock sales, certification of
6 nursery stock, bean inspection services, and laboratory analyses as
7 specified in the following:

8 (a) Management services publications.

9 (b) Management services audit and licensing functions.

10 (c) Upper Peninsula state fair livestock sales.

11 (d) Pesticide and plant pest management propagation and
12 certification of virus free foundation stock.

13 (e) Pesticide and plant pest management bean inspection and
14 grading services.

15 (f) Laboratory support testing for testing horses in draft horse
16 pulling contests at county fairs when local jurisdictions request
17 state assistance.

18 (g) Laboratory support analyses to determine foreign substances in
19 horses engaged in racing or pulling contests at tracks.

20 (h) Laboratory support analysis of food, livestock, and
21 agricultural products for disease, foreign products for disease,
22 toxic materials, foreign substances, and quality standards.

23 (i) Laboratory support test samples for other agencies and
24 organizations.

25 (j) Fruit and vegetable inspection at shipping and termination
26 points and processing plants.

27 **FOOD AND DAIRY**

28 Sec. 401. The department shall monitor restaurant inspection and
29 licensing functions carried out by local health departments to ensure
30 uniform application and enforcement of minimum program requirements.

1 On or before April 1, 2002, the department shall report to the senate
2 and house appropriations subcommittees on agriculture, the senate and
3 house fiscal agencies, and the state budget director on local health
4 department conformance with minimum program requirements.

5 **ANIMAL INDUSTRY**

6 Sec. 501. From the funds appropriated in part 1 for the bovine
7 tuberculosis program, the department of agriculture shall reimburse
8 the department of natural resources for those costs associated with
9 monitoring and testing wildlife for bovine tuberculosis that are
10 necessary to support the department of agriculture goals and are
11 jointly agreed to by the department of agriculture and the department
12 of natural resources to be in excess of efforts necessary to
13 effectively plan and execute the eradication of bovine tuberculosis
14 from Michigan's wild free-ranging deer herd.

15 **PESTICIDE AND PLANT PEST MANAGEMENT**

16 Sec. 601. The department is authorized to enter into a
17 cooperative agreement with a nonprofit foundation or agency associated
18 with the gypsy moth slow-the-spread program in order to receive funds
19 for managing plant pests.

20 **ENVIRONMENTAL STEWARDSHIP**

21 Sec. 701. The funds appropriated in part 1 for the energy
22 conservation program shall be distributed on a competitive basis that
23 will be based on statewide energy conservation criteria.

24 Sec. 702. (1) The department may expend the amount appropriated
25 in part 1 for migrant labor housing grants for construction of new
26 migrant labor housing. Project grants shall not exceed \$4,000.00 per
27 unit. An applicant is not eligible for more than a \$16,000.00 grant
28 in any fiscal year. Units shall be equivalent in construction to
29 units approved by the DAG-rural development agency for low interest
30 construction loans and shall be not less than 484 square feet in

1 size and be self-contained with a minimum of 1 bedroom, a kitchen, a
2 flush toilet, a lavatory, and bathing facilities.

3 (2) Any unexpended migrant labor housing funds from the prior year
4 shall be available for grants in the subsequent fiscal year.

5 Sec. 703. The appropriation in part 1 for local conservation
6 districts shall be allocated in the following manner:

7 (a) Of the total appropriation, \$690,000.00 shall be allocated for
8 district forestry and wildlife programs to assist private land
9 management. Grants to districts will be made in accordance with a
10 plan developed by the department of agriculture in cooperation with
11 the forest management division of the department of natural resources.

12 (b) Of the total appropriation, \$130,000.00 shall be allocated for
13 local conservation district training.

14 (c) Of the total appropriation, each local conservation district
15 meeting the minimum grant requirements shall receive a grant of
16 \$20,000.00 to support basic operations, unless the district resides in
17 a county consisting of multiple districts, in which case a \$20,000.00
18 grant shall be divided equally among the districts in that county.
19 The amount of money allocated under this subdivision shall not be used
20 by local conservation districts to replace any money received from
21 local sources.

22 (d) Of the remaining appropriation after distributions under
23 subdivisions (a) through (c), additional grants, not to exceed
24 \$20,000.00 per local conservation district, may be provided based on a
25 formula approved by the commission of agriculture. Grants under this
26 subdivision shall require at least a 100% cash or in-kind local match.
27 Criteria used to distribute grants under this subdivision shall
28 include, but are not limited to, the natural resources need, the size,
29 and the population of the area served by each local conservation
30 district.

1 **MARKET DEVELOPMENT**

2 Sec. 801. Within the appropriations in part 1 for market
3 development, \$448,400.00 is for the grape and wine industry council,
4 from which the department may provide grants for the purposes as
5 described in section 303 of the Michigan liquor control code of 1998,
6 1998 PA 58, MCL 436.1303.

7 Sec. 802. In any given year when insufficient amounts of Michigan
8 surplus products are offered to the food bank council and accepted for
9 distribution, unused funds may be applied by the food bank council for
10 the direct purchase of foods from Michigan growers, manufacturers, or
11 wholesalers.

12 Sec. 803. (1) The \$100,000.00 appropriated in part 1 for the
13 grown in Michigan program is to provide competitive grants to Michigan
14 nonprofit organizations to raise in-state consumer awareness of
15 Michigan grown commodities.

16 (2) The grants are to be made by the director on a competitive
17 basis considering the following order of priority:

18 (a) Cooperative efforts by recognized, statewide, grower funded
19 organizations.

20 (b) The number of consumers made aware of the benefits of Michigan
21 grown commodities.

22 (c) The number of Michigan grown products encompassed in the
23 proposal.

24 (d) The amount of the match.

25 (3) A grant made under this section shall not be less than
26 \$2,500.00 or more than \$25,000.00.

27 (4) Each grant shall be matched equally with grantees' funds. In-
28 kind contributions shall not be considered as matching funds.

29 Sec. 804. Indirect costs may not be charged against the future
30 farmers of America grant in part 1 by any administering agency.

Sec. 805. The department is authorized to receive and expend up to \$5,000,000 of utility company uncollectible allowance recovery fund resources which may be deposited into the agricultural development fund for the support of grants for value-added agricultural processing and agricultural production ventures in accordance with the Jullian-Stille Value-Added Act, P.A.322 of 2000. The agriculture development fund resources when certified as available by the department of treasury, shall remain unallotted until such time as the state budget director has reviewed and approved a department submitted allotment schedule. Expenditures for support of agricultural processing and production ventures shall not exceed revenues received. Unexpended resources remaining in the fund at the end of the fiscal year shall remain in the fund and not lapse to the general fund.

FAIRS AND EXPOSITIONS

Sec. 901. (1) The appropriation of \$276,500.00 in part 1 for standardbred purses and supplements - licensed tracks is intended to provide state purse supplements for 4 races at state licensed pari-mutuel horse racing tracks. The purse supplements are to be used for races comprised only of Michigan-bred horses segregated into a 4-year-old colt trot division, a 4-year-old filly trot division, a 4-year-old colt pace division, and a 4-year-old filly pace division.

(2) The appropriation in part 1 for licensed tracks - light horse racing shall be allocated as follows:

Arabian and Appaloosa horse racing	\$ 19,200
Quarter horse racing	\$ 57,500

Sec. 902. Included in the appropriation made in part 1 for the thoroughbred program is \$30,500.00 for the Michigan united thoroughbred breeders and owners association to conduct a thoroughbred yearling show. The Michigan united thoroughbred breeders and owners association shall submit to the department an itemized list of

1 expenses showing that the expenses of the yearling show were paid.

2 Sec. 903. From the funds appropriated in part 1 for thoroughbred
3 owners' awards, the department shall develop a program to provide for
4 thoroughbred owners' awards that will be given to owners of Michigan-
5 bred horses finishing first in nonrestricted races at licensed pari-
6 mutuel tracks in Michigan.

7 Sec. 904. The \$78,200.00 appropriated in part 1 for draft horse
8 shows shall be allocated in equal amounts to the Can-Am draft horse
9 show held at the Michigan state fairgrounds and the Great Lakes draft
10 horse show held at Michigan State University.

11 Sec. 905. A county fair, district fair, 4-H fair, or state fair
12 receiving funds in part 1 to be used for prizes or awards, in whole or
13 in part, as a condition precedent to the receiving of the funds for
14 those purposes, shall publish the rules relative to the prizes,
15 awards, and deadlines for entries eligible for the funds in their
16 official premium books or lists relative to the prizes or awards. An
17 aggrieved exhibitor may make a written complaint to the fair within 10
18 days after the fair ends. If the fair has not satisfactorily settled
19 the grievance within 45 days after it is submitted to the fair, the
20 aggrieved person may file the complaint with the department and the
21 department shall investigate the complaint and make a finding of fact
22 regarding the complaint and take appropriate action regarding the
23 complaint.

24 Sec. 906. Of the amount appropriated in part 1 for purses and
25 supplements - fairs/licensed tracks, a sufficient amount is
26 appropriated to provide for overnight purse supplements pursuant to
27 the horse racing law of 1995, 1995 PA 279, MCL 431.301 to 431.336.

28 Sec. 907. Of the amount appropriated in part 1 for premiums,
29 \$11,400.00 shall be expended as a grant for the Michigan horse show
30 association - fall youth show at the Michigan exposition and

1 fairgrounds.

2 Sec. 908. From the appropriations for premiums - county and state
3 fairs in part 1, \$120,000.00 shall be awarded through a competitive
4 grant program to local, regional, or state fairs or expositions to
5 promote youth involvement and adult exhibitions in the animal
6 agriculture industry. Appropriate exhibition classes for youth shall
7 be developed that encourage a production exhibit for which premium
8 awards may be paid. The age for youth exhibitors shall be
9 determined by the standards of the association requesting the grant
10 or, if standards do not exist, the age for youth exhibitors shall be
11 ages 9 through 21. Implementation of the latest technologies into the
12 evaluation of the animals shall be encouraged in the production
13 exhibit. Adult exhibitions should focus on the performance or end
14 product, or both, with the appropriate technologies used to enhance
15 placings and the awarding of premiums.

16 Sec. 909. The funds appropriated in part 1 for distribution of
17 outstanding wining tickets are not available for expenditure until
18 they are deposited in the agriculture equine industry development fund
19 pursuant to section 2 of 1951 PA 90, MCL 431.252. These funds shall
20 be expended in accordance with section 2 of 1951 PA 90, MCL 431.252,
21 and only after they have been transferred to another line item in this
22 bill under section 393(2) of the management and budget act, 1984 PA
23 431, MCL 18.1393.

24 Sec. 910. An individual or other entity that leases land, a
25 building, or other property under the Michigan exposition and
26 fairgrounds act, 1978 PA 361, MCL 285.161 to 285.176, is not eligible
27 for a state grant, loan, appropriation, or other state subsidy related
28 to the leased land, building, or other property.

29 **OFFICE OF RACING COMMISSIONER**

30 Sec. 1001. The racing commissioner may pay rewards of not more

1 than \$5,800.00 to a person who provides information that results in
2 the arrest and conviction on a felony or misdemeanor charge for a
3 crime that involves the horse racing industry. A reward paid pursuant
4 to this section shall be paid out of the office of racing commissioner
5 line item.