

# SENATE BILL No. 1111

February 13, 2002, Introduced by Senators Goschka and Gougeon and referred to the Committee on Appropriations.

## EXECUTIVE BUDGET BILL

A bill to make appropriations for the family independence agency and certain state purposes related to public welfare services for the fiscal year ending September 30, 2003; to provide for the expenditure of the appropriations; to create funds; to provide for the imposition of fees; to provide for reports; to provide for the disposition of fees and other income received by the state agency; and to provide for the powers and duties of certain individuals, local governments, and state departments, agencies, and officers.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

## 1 PART 1

## 2 LINE-ITEM APPROPRIATIONS

3 Sec. 101. Subject to the conditions set forth in this bill,  
 4 the amounts listed in this part are appropriated for the family  
 5 independence agency for the fiscal year ending September 30, 2003,  
 6 from the funds indicated in this part. The following is a summary  
 7 of the appropriations in this part:

8 **FAMILY INDEPENDENCE AGENCY**

## 9 APPROPRIATION SUMMARY:

10	Full-time equated unclassified positions	6.0	
11	Full-time equated classified positions	12,554.3	
12	GROSS APPROPRIATION . . . . .		\$ 3,956,405,800
13	Interdepartmental grant revenues:		
14	Total interdepartmental grants and		
15	intradepartmental transfers . . . . .		978,800
16	ADJUSTED GROSS APPROPRIATION . . . . .		\$ 3,955,427,000
17	Federal revenues:		
18	Total federal revenues . . . . .		2,604,621,650
19	Special revenue funds:		
20	Total local revenues . . . . .		67,129,700
21	Total private revenues . . . . .		9,836,150
22	Total state restricted revenues . . . . .		65,388,800
23	State general fund/general purpose . . . . .		\$1,208,450,700
24	<b>Sec. 102. EXECUTIVE OPERATIONS</b>		
25	Full-time equated unclassified positions	6.0	
26	Full-time equated classified positions	595.0	
27	Unclassified salaries--6.0 FTE positions . . .	\$	505,800
28	Salaries and wages--416.0 FTE positions . . .		21,718,200

1	Contractual services, supplies, and materials	6,613,300
2	Demonstration projects--13.0 FTE positions . . .	8,938,100
3	Child support automation--28.0 FTE positions .	91,586,600
4	Child support distribution computer system--8.0	
5	FTE positions . . . . .	17,155,600
6	Supplemental security income advocates,	
7	salaries and wages--16.0 FTE positions . . .	1,050,800
8	Commission on disability concerns--8.0 FTE	
9	positions . . . . .	956,900
10	Commission for the blind--106.0 FTE positions	<u>18,276,300</u>
11	GROSS APPROPRIATION . . . . .	\$ 166,801,600
12	Appropriated from:	
13	Federal revenues:	
14	Total federal revenues . . . . .	109,731,200
15	Special revenue funds:	
16	Total local revenues . . . . .	275,000
17	Total private revenues . . . . .	1,340,000
18	Total other state restricted revenue . . . . .	6,527,800
19	State general fund/general purpose . . . . .	\$ 48,927,600
20	<b>Sec. 103. FAMILY INDEPENDENCE SERVICES ADMINISTRATION</b>	
21	Full-time equated classified positions 427.5	
22	Salaries and wages--288.5 FTE positions . . . .	\$ 14,454,500
23	Contractual services, supplies, and materials .	19,185,500
24	Child support incentive payments . . . . .	32,409,600
25	Legal support contracts . . . . .	125,896,400
26	Employment and training support services--84.0	
27	FTE positions . . . . .	26,984,200
28	Wage employment verification reporting--2.0	

1	FTE positions . . . . .	2,170,200
2	Urban and rural empowerment/enterprise zones .	100
3	Training and staff development--53.0 FTE	
4	positions . . . . .	10,082,200
5	Community services block grant . . . . .	<u>24,350,000</u>
6	GROSS APPROPRIATION . . . . .	\$ 255,532,700
7	Appropriated from:	
8	Federal revenues:	
9	Total federal revenues . . . . .	234,176,800
10	Special revenue funds:	
11	Total local revenues - donated . . . . .	340,000
12	State general fund/general purpose . . . . .	\$ 21,015,900
13	<b>Sec. 104. CHILD AND FAMILY SERVICES</b>	
14	Full-time equated classified positions 106.3	
15	Salaries and wages--45.3 FTE positions . . . . .	\$ 2,836,800
16	Contractual services, supplies, and materials .	1,683,500
17	Refugee assistance program--5.0 FTE positions .	12,755,100
18	Foster care payments . . . . .	148,963,700
19	Wayne County foster care payments . . . . .	98,506,600
20	Adoption subsidies . . . . .	204,952,800
21	Adoption support services--9.0 FTE positions .	14,568,600
22	Youth in transition--10.0 FTE positions . . . . .	13,353,500
23	Interstate compact . . . . .	300,000
24	Children's benefit fund donations . . . . .	21,000
25	Domestic violence prevention and treatment--6.0	
26	FTE positions . . . . .	13,149,000
27	Teenage parent counseling--4.0 FTE positions .	4,426,700
28	Family preservation and prevention services--20.0	

1	FTE positions . . . . .	77,604,600
2	Black child and family institute . . . . .	100,000
3	Rape prevention and services . . . . .	2,600,000
4	Children's trust fund administration--7.0 FTE	
5	positions . . . . .	474,300
6	Children's trust fund grants . . . . .	3,615,000
7	Attorney general contracts . . . . .	2,481,000
8	Guardian contract . . . . .	600,000
9	Prosecuting attorney contracts . . . . .	<u>1,061,700</u>
10	GROSS APPROPRIATION . . . . .	\$ 604,053,900
11	Appropriated from:	
12	Federal revenues:	
13	Total federal revenues . . . . .	361,640,600
14	Special revenue funds:	
15	Local funds - county payback . . . . .	35,091,000
16	Private - children's benefit fund donations . .	21,000
17	Private - collections . . . . .	5,033,900
18	Children's trust fund . . . . .	3,306,900
19	State general fund/general purpose . . . . .	\$ 198,960,500
20	<b>Sec. 105. JUVENILE JUSTICE SERVICES</b>	
21	Full-time equated classified positions 962.1	
22	Child care fund . . . . .	\$ 139,500,000
23	Child care fund administration--7.5 FTE positions	884,000
24	Juvenile justice operations--934.6 FTE positions	82,330,900
25	Federally funded activities--12.0 FTE positions	1,865,200
26	W.J. Maxey memorial fund . . . . .	45,000
27	Juvenile accountability incentive block grant--4.0	
28	FTE positions . . . . .	8,436,200

1	Juvenile boot camp program . . . . .	1,600,000
2	Committee on juvenile justice administration--4.0	
3	FTE positions . . . . .	464,800
4	Committee on juvenile justice grants . . . . .	<u>5,000,000</u>
5	GROSS APPROPRIATION . . . . .	\$ 240,126,100
6	Appropriated from:	
7	Federal revenues:	
8	Total federal revenues . . . . .	35,553,500
9	Special revenue funds:	
10	Local funds - county payback . . . . .	30,726,200
11	Total private revenues . . . . .	645,000
12	State general fund/general purpose . . . . .	\$ 173,201,400
13	<b>Sec. 106. LOCAL OFFICE STAFF AND OPERATIONS</b>	
14	Full-time equated classified positions 9,825.4	
15	Field staff, salaries and wages--9,674.9	
16	FTE positions . . . . .	\$ 403,926,400
17	Food stamp reinvestment . . . . .	5,700,000
18	Contractual services, supplies, and materials .	28,061,400
19	Outstationed eligibility workers--60.0 FTE	
20	positions . . . . .	5,392,500
21	Wayne County gifts and bequests . . . . .	100,000
22	Volunteer services and reimbursement--90.5 FTE	
23	positions . . . . .	<u>7,455,300</u>
24	GROSS APPROPRIATION . . . . .	\$ 450,635,600
25	Appropriated from:	
26	Federal revenues:	
27	Total federal revenues . . . . .	284,630,350
28	Special revenue funds:	

1	Local funds - donated funds . . . . .	193,100
2	Private funds - hospital contributions . . . . .	2,696,250
3	Private - Wayne County gifts . . . . .	100,000
4	State general fund/general purpose . . . . .	\$ 163,015,900
5	<b>Sec. 107. DISABILITY DETERMINATION SERVICES</b>	
6	Full-time equated classified positions 628.0	
7	Disability determination operations--602.0 FTE	
8	positions . . . . .	\$ 69,891,200
9	Medical consultation program--21.0 FTE positions	3,083,700
10	Retirement disability determination--5.0 FTE	
11	positions . . . . .	<u>828,800</u>
12	GROSS APPROPRIATION . . . . .	\$ 73,803,700
13	Appropriated from:	
14	Interdepartmental grant revenues:	
15	IDG from DMB - office of retirement systems . .	828,800
16	ADJUSTED GROSS APPROPRIATION . . . . .	\$ 72,974,900
17	Appropriated from:	
18	Federal revenues:	
19	Total federal revenues . . . . .	69,896,900
20	State general fund/general purpose . . . . .	\$ 3,078,000
21	<b>Sec. 108. CENTRAL SUPPORT ACCOUNTS</b>	
22	Rent . . . . .	\$ 45,802,900
23	Occupancy charge . . . . .	11,399,300
24	Grand tower facility reimbursement . . . . .	2,150,000
25	Travel . . . . .	7,189,100
26	Equipment . . . . .	1,087,400
27	Worker's compensation . . . . .	5,443,000
28	Advisory commissions . . . . .	17,900

1	Payroll taxes and fringe benefits . . . . .	<u>179,596,300</u>
2	GROSS APPROPRIATION . . . . .	\$ 252,685,900
3	Appropriated from:	
4	Federal revenues:	
5	Total federal revenues . . . . .	161,677,500
6	Special revenue funds:	
7	Local funds - county payback . . . . .	304,400
8	State general fund/general purpose . . . . .	\$ 90,704,000
9	<b>Sec. 109. PUBLIC ASSISTANCE</b>	
10	Full-time equated classified positions . 10.0	
11	Family independence program . . . . .	\$ 423,533,200
12	Transitional work support . . . . .	15,000,000
13	State disability assistance payments . . . . .	22,139,900
14	Food assistance program benefits . . . . .	701,363,900
15	State supplementation . . . . .	59,138,000
16	State supplementation administration . . . . .	2,624,300
17	Low-income home energy assistance program--10.0	
18	FTE positions . . . . .	86,003,600
19	State emergency relief . . . . .	45,787,100
20	Weatherization assistance . . . . .	10,900,000
21	Day care services . . . . .	<u>451,310,000</u>
22	GROSS APPROPRIATION . . . . .	\$1,817,800,000
23	Appropriated from:	
24	Federal revenues:	
25	Total federal revenues . . . . .	1,282,416,200
26	Special revenue funds:	
27	Child support collections . . . . .	48,149,300
28	Supplemental security income recoveries . . . . .	5,104,800

1	Public assistance recoupment revenue . . . . .	2,300,000
2	State general fund/general purpose . . . . .	\$ 479,829,700
3	<b>Sec. 110. INFORMATION TECHNOLOGY</b>	
4	Information technology services and projects .	\$ 60,204,200
5	Client services system . . . . .	12,721,200
6	Data system enhancement . . . . .	<u>22,040,900</u>
7	GROSS APPROPRIATION . . . . .	\$ 94,966,300
8	Appropriated from:	
9	Interdepartmental grant revenues:	
10	IDG from ADP . . . . .	150,000
11	ADJUSTED GROSS APPROPRIATION . . . . .	\$ 94,816,300
12	Federal revenues:	
13	Total federal revenues . . . . .	64,898,600
14	Special revenue funds:	
15	Total local revenues . . . . .	200,000
16	State general fund/general purpose . . . . .	\$ 29,717,700

## PART 2

## PROVISIONS CONCERNING APPROPRIATIONS

**GENERAL SECTIONS**

20 Sec. 201. Pursuant to section 30 of article IX of the state  
 21 constitution of 1963, total state spending from state resources  
 22 under part 1 for fiscal year 2002-2003 is \$1,273,839,500.00 and  
 23 state spending from state resources to be paid to local units of  
 24 government for fiscal year 2002-2003 is \$207,056,200.00. The  
 25 itemized statement below identifies appropriations from which  
 26 spending to units of local government will occur:

27 FAMILY INDEPENDENCE AGENCY

28 CHILD AND FAMILY SERVICES

1	Adoption subsidies . . . . .	\$ 79,224,300
2	JUVENILE JUSTICE SERVICES	
3	Child care fund . . . . .	123,700,000
4	County juvenile officers . . . . .	2,973,200
5	PUBLIC ASSISTANCE	
6	State disability program . . . . .	1,158,700
7	TOTAL . . . . .	\$ 207,056,200

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

11       Sec. 203. As used in this bill:

12       (a) "ADP" means automated data processing.

13       (b) "Department" means the family independence agency.

14       (c) "DMB" means the department of management and budget.

15       (d) "FTE" means full-time equated.

16       (e) "IDG" means interdepartmental grant.

17       (f) "Temporary assistance for needy families" (TANF) or "title  
 18 IV" means title IV of the social security act, chapter 531, 49  
 19 Stat. 620, 42 U.S.C. 601 to 603, 604 to 608, 609 to 619, 620 to  
 20 629e, 651 to 655, 656 to 660, 663 to 669b, 670 to 673, 673b, 674  
 21 to 679, and 679b.

22       (g) "Title IV-A" means part A of title IV of the social  
 23 security act, chapter 531, 49 Stat. 620, 42 U.S.C. 601 to 604, 605  
 24 to 608, and 609 to 619.

25       (h) "Title IV-D" means part D of title IV of the social  
 26 security act, chapter 531, 49 Stat. 620, 42 U.S.C. 651 to 655, 656  
 27 to 660, and 663 to 669b.

28       (i) "Title IV-E" means part E of title IV of the social

1 security act, chapter 531, 49 Stat. 620, 42 U.S.C. 670 to 673,  
2 673b to 679, and 679b.

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

8       Sec. 205. (1) A hiring freeze is imposed on the state  
9 classified civil service. State departments and agencies are  
10 prohibited from hiring any new full-time state classified civil  
11 service employees and prohibited from filling any vacant state  
12 classified civil service positions. This hiring freeze does not  
13 apply to internal transfers of classified employees from one  
14 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  
17 hiring freeze will result in rendering a state department or  
18 agency unable to deliver basic services, cause loss of revenue to  
19 the state, result in the inability of the state to receive federal  
20 funds, or would necessitate additional expenditures that exceed  
21 any savings from maintaining a vacancy. The state budget director  
22 shall report quarterly to the chairpersons of the senate and house  
23 standing committees on appropriations the number of exceptions to  
24 the hiring freeze approved during the previous quarter and the  
25 reasons to justify the exception.

26       Sec. 206. (1) In addition to the funds appropriated in part 1,  
27 there is appropriated an amount not to exceed \$200,000,000.00 for  
28 federal contingency funds. These funds are not available for

1 expenditure until they have been transferred to another line item  
2 in this bill under section 393(2) of the management and budget  
3 act, 1984 PA 431, MCL 18.1393.

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

10 (3) In addition to the funds appropriated in part 1, there is  
11 appropriated an amount not to exceed \$20,000,000.00 for local  
12 contingency funds. These funds are not available for expenditure  
13 until they have been transferred to another line item in this bill  
14 under section 393(2) of the management and budget act, 1984 PA  
15 431, MCL 18.1393.

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

22 Sec. 208. Unless otherwise specified, the department shall use  
23 the Internet to fulfill the reporting requirements of this bill.  
24 This may include transmission of reports via electronic mail to  
25 the recipients identified for each reporting requirement or it may  
26 include placement of reports on the Internet or an Intranet site.

27 Sec. 211. The department may receive and expend advances or  
28 reimbursements from the department of state police for the

1 administration of the individual and family grant disaster  
2 assistance program. An account shall be established in the  
3 department for this purpose when a disaster is declared. The  
4 authorization and allotment for the account shall be in the amount  
5 advanced or reimbursed from the department of state police.

6       Sec. 212. In addition to funds appropriated in part 1 for all  
7 programs and services, there is appropriated for write-offs of  
8 accounts receivable, deferrals, and for prior year obligations in  
9 excess of applicable prior year appropriations, an amount equal to  
10 total write-offs and prior year obligations, but not to exceed  
11 amounts available in prior year revenues or current year revenues  
12 that are in excess of the authorized amount.

13       Sec. 213. The department may retain all of the state's share  
14 of food assistance overissuance collections as an offset to  
15 general fund/general purpose costs. Retained collections shall be  
16 applied against federal funds deductions in all appropriation  
17 units where department costs related to the investigation and  
18 recoupment of food assistance overissuances are incurred.  
19 Retained collections in excess of such costs shall be applied  
20 against the federal funds deducted in the executive operations  
21 appropriation unit.

22       Sec. 214. (1) The department shall submit a report to the  
23 chairpersons of the senate and house appropriations subcommittees  
24 on the family independence agency budget and to the senate and  
25 house fiscal agencies on the details of allocations within program  
26 budgeting line items and within the salaries and wages line items  
27 in the field services appropriation unit. The report shall  
28 include a listing, by account, dollar amount, and fund source, of

1 salaries and wages; longevity and insurance; retirement;  
2 contractual services, supplies, and materials; equipment; travel;  
3 and grants within each program line item appropriated for the  
4 fiscal year ending September 30, 2003.

5 (2) On a bimonthly basis, the department shall report on the  
6 number of FTEs in pay status by type of staff.

7 Sec. 215. If a legislative objective of this bill or the  
8 social welfare act, 1939 PA 280, MCL 400.1 to 400.119b, cannot be  
9 implemented without loss of federal financial participation  
10 because implementation would conflict with or violate federal  
11 regulations, the department shall notify the state budget  
12 director, the house and senate appropriations committees and the  
13 house and senate fiscal agencies of that fact.

14 Sec. 218. The department shall prepare a semiannual report on  
15 the temporary assistance for needy families (TANF) federal block  
16 grant. The report shall include projected expenditures for the  
17 current fiscal year, an accounting of any previous year funds  
18 carried forward, and a summary of all interdepartmental or  
19 interagency agreements relating to the use of TANF funds. The  
20 report shall be forwarded to the state budget director and the  
21 house and senate appropriations subcommittees on the family  
22 independence agency budget on or before January 15, 2003, and May  
23 15, 2003.

24 Sec. 221. If the revenue collected by the department from  
25 private and local sources exceeds the amount appropriated in part  
26 1, the revenue may be carried forward, with approval from the  
27 state budget director, into the subsequent fiscal year.

28 Sec. 227. The family independence agency, with the approval of

1 the state budget director, is authorized to realign sources of  
2 financing authorizations in order to maximize temporary assistance  
3 for needy families' maintenance of effort countable expenditures.  
4 This realignment of financing shall not be made until 15 days  
5 after notifying the chairs of the house and senate appropriations  
6 subcommittees on the family independence agency and house and  
7 senate fiscal agencies, and shall not produce an increase or  
8 decrease in any line-item expenditure authorization.

9       Sec. 259. From the funds appropriated in part 1 for  
10 information technology, the department shall pay user fees to the  
11 department of information technology for technology related  
12 services and projects. Such user fees shall be subject to  
13 provisions of an interagency agreement between the department and  
14 the department of information technology.

15       Sec. 260. Amounts appropriated in part 1 for information  
16 technology may be designated as work projects and carried forward  
17 to support technology projects under the direction of the  
18 department of information technology. Funds designated in this  
19 manner are not available for expenditure until approved as work  
20 projects under section 451a of the management and budget act, 1984  
21 PA 431, MCL 18.1451a.

## 22 **EXECUTIVE OPERATIONS**

23       Sec. 301. The department may distribute cash assistance to  
24 recipients electronically by using debit cards.

25       Sec. 302. The appropriation in part 1 for the Michigan  
26 commission for the blind includes funds for case services. These  
27 funds may be used for tuition payments for blind clients for the  
28 school year beginning September 2002.

1       Sec. 303. The appropriation in part 1 for commissions and  
2 boards may be used for per diem payments to members of commissions  
3 or boards for a full day of committee work at which a quorum is  
4 present for performing official business as authorized by each  
5 respective commission or board. The per diem payment for the  
6 Michigan commission for the blind shall be at a rate of \$50.00 per  
7 day.

8 **FAMILY INDEPENDENCE SERVICES ADMINISTRATION**

9       Sec. 401. (1) From the federal money received for child  
10 support incentive payments, up to \$10,415,700.00 shall be retained  
11 by the state and expended for legal support contracts and child  
12 support program expenses.

13       (2) In addition to the amount retained in subsection (1),  
14 additional incentives may be retained and used by the state for  
15 special, enhanced, or centralized initiatives or services that are  
16 reasonably calculated by the department, in consultation with the  
17 state court administrative office and the state budget office, to  
18 result in an equivalent or greater increase in child support  
19 collections or child support incentive payments received from the  
20 federal government.

21       (3) At the end of the current fiscal year, the department may,  
22 when it is cost beneficial to the state and counties, withhold  
23 from submitting to the federal office of child support  
24 administrative expenses eligible for federal financial  
25 participation. The department may recoup earned but unclaimed  
26 federal funds from the resulting increased federal child support  
27 incentive. The recoupment by the department shall be made prior  
28 to distribution of the increased incentive to the counties. Any

1 incentive funds retained by the state under this section shall be  
2 separate and apart from incentive funds retained in any other  
3 section of this bill.

4 (4) A county shall not be penalized due to the failure to  
5 comply with federal child support enforcement system requirements  
6 if the department determines that all of the following conditions  
7 are met:

8 (a) The county, friend of the court, and the department have a  
9 written agreement that outlines the county's commitment to  
10 participate in the system.

11 (b) The county and the friend of the court are fully and  
12 timely cooperating with the work plan outlined in the child  
13 support enforcement memorandum of understanding between the  
14 department and the county.

15 (c) The county and the friend of the court are implementing  
16 the child support enforcement system required for federal  
17 certification.

18 (d) The friend of the court and county prosecuting use the  
19 statewide system to monitor and process IV-D cases.

20 (5) In addition to the amount specified in subsection (1), the  
21 family independence agency may retain any federal title IV-D  
22 incentive payment revenues withheld from counties pursuant to the  
23 imposition of financial penalties, and may use the federal  
24 revenues retained for any child support program purpose.

25 Sec. 403. Not later than September 30 of each year, the  
26 department shall submit for public hearing to the chairpersons of  
27 the house and senate appropriations subcommittees dealing with  
28 appropriations for the family independence agency the proposed use

1 and distribution plan for community services block grant funds  
2 appropriated in part 1 for the succeeding fiscal year.

3       Sec. 404. The department shall develop a plan based on  
4 recommendations from the department of civil rights, and Indian  
5 organizations to assure that the community services block grant  
6 funds are equitably distributed. The plan must be developed by  
7 October 31, 2002, and the plan shall be delivered to the  
8 appropriations subcommittees on the family independence agency in  
9 the house and senate.

10       Sec. 412. If title IV-D-related child support collections are  
11 escheated, the state budget director is authorized to adjust the  
12 sources of financing for the funds appropriated in part 1 for  
13 legal support contracts to reduce federal authorization by 66% of  
14 the escheated amount and increase general fund/general purpose  
15 authorization by the same amount. This budget adjustment is  
16 required to offset the loss of federal revenue due to the  
17 escheated amount being counted as title IV-D program income in  
18 accordance with federal regulations at 45 C.F.R. 304.50.

19       Sec. 413. In addition to the funds appropriated in part 1,  
20 there is hereby appropriated up to \$28,785,700.00. This  
21 appropriation is contingent upon the receipt of a refund from the  
22 federal government related to penalties previously imposed for the  
23 child support enforcement system and upon certification from the  
24 state budget director that the funds are available for  
25 expenditure. Of this amount, up to \$10,000,000.00 may be used to  
26 continue before-or-after school programs, up to \$8,785,700.00 may  
27 be used for the child support enforcement system, up to  
28 \$8,600,000.00 may be used for the family independence program

1 children's clothing allowance, up to \$650,000.00 may be used to  
2 supplement community services block grant funding for community  
3 action agencies, up to \$500,000.00 may be used to support a  
4 fatherhood initiative, and up to \$250,000.00 may be used to fund  
5 innovation grants.

6 **CHILD AND FAMILY SERVICES**

7       Sec. 501. The following goal is established by state law.  
8 During the fiscal year ending September 30, 2003, not more than  
9 3,000 children supervised by the department shall remain in foster  
10 care longer than 24 months. The department shall give priority to  
11 reducing the number of children under 1 year of age in foster  
12 care.

13       Sec. 502. From the funds appropriated in part 1 for foster  
14 care, the department shall provide 50% reimbursement to Indian  
15 tribal governments for foster care expenditures for children who  
16 are under the jurisdiction of Indian tribal courts and who are not  
17 otherwise eligible for federal foster care cost sharing.

18       Sec. 503. The department shall continue adoption subsidy  
19 payments to families after the eighteenth birthday of an adoptee  
20 who meets the following criteria:

21       (a) Has not yet graduated from high school or passed a high  
22 school equivalency examination.

23       (b) Is making progress toward completing high school.

24       (c) Has not yet reached his or her twenty-first birthday.

25       Sec. 504. The department's ability to satisfy appropriation  
26 deducts in part 1 for foster care private collections shall not be  
27 limited to collections and accruals pertaining to services  
28 provided only in the current fiscal year but shall include

1 revenues collected during the fiscal year in excess of the amount  
2 specified in part 1.

3       Sec. 508. (1) In addition to the amount appropriated in part 1  
4 for children's trust fund grants, money granted or money received  
5 as gifts or donations to the children's trust fund created by 1982  
6 PA 249, MCL 21.171 to 21.172, is appropriated for expenditure in  
7 an amount not to exceed \$800,000.00.

8       (2) The state child abuse and neglect prevention board may  
9 initiate a joint project with another state agency to the extent  
10 that the project supports the programmatic goals of both the state  
11 child abuse and neglect prevention board and the state agency.  
12 The department may invoice the state agency for shared costs of a  
13 joint project in an amount authorized by the state agency, and the  
14 state child abuse and neglect prevention board may receive and  
15 expend funds for shared costs of a joint project in addition to  
16 those authorized by part 1.

17       (3) From the funds appropriated in part 1 for children's trust  
18 fund, the department may utilize interest and investment revenue  
19 from the current fiscal year to help satisfy appropriation  
20 deducts.

21       Sec. 509. (1) From the funds appropriated in part 1, the  
22 department shall not expend funds to preserve or reunite a family,  
23 unless there is a court order requiring the preservation or  
24 reuniting of the family or the court denies the petition, if  
25 either of the following would result:

26       (a) A child would be living in the same household with a  
27 parent or other adult who has been convicted of criminal sexual  
28 conduct against a child.

1 (b) A child would be living in the same household with a  
2 parent or other adult against whom there is a substantiated charge  
3 of sexual abuse against a child.

4 (2) Notwithstanding subsection (1), this section shall not  
5 prohibit counseling or other services provided by the department,  
6 if the service is not directed toward influencing the child to  
7 remain in an abusive environment, justifying the actions of the  
8 abuser, or reuniting the family.

9 Sec. 510. The department shall not be required to put up for  
10 bids contracts with service providers if currently only 1 provider  
11 in the service area exists.

12 Sec. 512. From the funds appropriated in part 1 for foster  
13 care payments, the department may expend up to \$1,500,000.00 for  
14 foster care pilot projects that include ways to increase foster  
15 parent recruitment, improve foster parent retention, and increase  
16 delivery of training and supportive services to foster parents.

17 Sec. 513. The department shall not expend funds appropriated  
18 in part 1 to pay for the placement of a child in an out-of-state  
19 facility unless all of the following conditions are met:

20 (a) There is no appropriate placement available in this state.

21 (b) The out-of-state facility meets all of the licensing  
22 standards of this state for a comparable facility.

23 (c) The out-of-state facility meets all of the applicable  
24 licensing standards of the state in which it is located.

25 (d) The department has done an on-site visit to the out-of-  
26 state facility, reviewed the facility records, and reviewed  
27 licensing records and reports on the facility and believes that  
28 the facility is an appropriate placement for the child.

1       Sec. 515. From the funds appropriated in part 1 for foster  
2 care payments and related administrative costs, the department may  
3 implement the federally approved title IV-E child welfare waiver  
4 managed care demonstration project.

5       Sec. 518. (1) The funds appropriated in part 1 for family  
6 preservation and prevention services in the 2002-2003 fiscal year  
7 reflect strong families/safe children allocations to local  
8 multipurpose collaborative bodies that are no less than the  
9 allocations in effect on April 1, 1997 except when a community  
10 fails to meet specific program requirements in addressing high  
11 out-of-home placement rates, in which case that community's  
12 allocation could be reduced and the amount of the reduction  
13 redistributed to communities that demonstrate low out-of-home  
14 placement rates.

15       (2) In order to maintain this level of funding, the department  
16 may use up to \$8,000,000.00 in TANF funds provided that the local  
17 multipurpose collaborative bodies submit data to the department  
18 that will enable the department to document potential federal  
19 claimable expenditures.

20       (3) No later than March 1, 2003, each local multipurpose  
21 collaborative body shall submit a report to the department that  
22 includes the number of people receiving strong families/safe  
23 children services, the local goals for this program, and a measure  
24 of the effectiveness in meeting these goals.

25       Sec. 523. From the funds appropriated in part 1 for youth in  
26 transition, domestic violence prevention and treatment, and  
27 teenage parent counseling, the department is authorized to make  
28 allocations of TANF funds only to the agencies that report

1 necessary data to the department for the purpose of meeting TANF  
2 eligibility reporting requirements. The use of TANF funds under  
3 this section should not be considered an ongoing commitment of  
4 funding.

5       Sec. 531. (1) From the funds appropriated in part 1, the  
6 family independence agency may make claims for and pay to local  
7 units of government a portion of federal title IV-E revenues  
8 earned as a result of eligible costs incurred by local units of  
9 government.

10       (2) The family independence agency shall make payments under  
11 subsection (1) only to local units of government which have  
12 entered into formal agreements with the family independence  
13 agency. Such agreement must:

14       (a) Provide for the family independence agency to retain 50%  
15 of the federal revenues earned;

16       (b) Provide for agency review and approval of the local unit's  
17 plan for allocating costs to title IV-E;

18       (c) Provide for the local unit of government to submit bills  
19 at times, and in the format, specified by the family independence  
20 agency;

21       (d) Specify that the local unit of government is responsible  
22 for meeting all federal title IV-E regulation requirements,  
23 including reporting requirements, with regard to the activities  
24 and costs being billed to title IV-E;

25       (e) Provide for the local unit of government to pay the state  
26 for the amount of any federal revenues paid to the local unit  
27 which may subsequently be disallowed by the federal government;  
28 and,

1 (f) Be signed by the director of the department, the chief  
2 executive officer of the local government agency providing the  
3 title IV-E services, the chair of the county board of  
4 commissioners, and the chief executive officer of the county.

5 **PUBLIC ASSISTANCE**

6 Sec. 601. (1) The department may terminate a vendor payment  
7 for shelter upon written notice from the appropriate local unit of  
8 government that a recipient's rental unit is not in compliance  
9 with applicable local housing codes or when the landlord is  
10 delinquent on property tax payments. A landlord shall be  
11 considered to be in compliance with local housing codes when the  
12 department receives from the landlord a signed statement stating  
13 that the rental unit is in compliance with local housing codes and  
14 that statement is not contradicted by the recipient and the local  
15 housing authority. The department shall terminate vendor payments  
16 if a taxing authority notifies the department that taxes are  
17 delinquent.

18 (2) Whenever a client agrees to the release of his or her name  
19 and address to the local housing authority, the department shall  
20 request from the local housing authority information regarding  
21 whether the housing unit for which vendoring has been requested  
22 meets applicable local housing codes. Vendoring shall be  
23 terminated for those units that the local authority indicates in  
24 writing do not meet local housing codes until such time as the  
25 local authority indicates in writing that local housing codes have  
26 been met.

27 (3) In order to participate in the rent vendoring programs of  
28 the department, a landlord shall cooperate in weatherization and

1 conservation efforts directed by the department or by an energy  
2 provider participating in an agreement with the department when  
3 the landlord's property has been identified as needing services.

4       Sec. 603. (1) The department, as it determines is appropriate,  
5 shall enter into agreements with energy providers by which cash  
6 assistance recipients and the energy providers agree to permit the  
7 department to make direct payments to the energy providers on  
8 behalf of the recipient. The payments may include heat and  
9 electric payment requirements from recipient grants and amounts in  
10 excess of the payment requirements.

11       (2) The department shall establish caps for natural gas, wood,  
12 electric heat service, deliverable fuel heat services, and for  
13 electric service based on available federal funds.

14       (3) The department shall negotiate with positive billing  
15 utility companies to develop extended payment plans. Such plans  
16 shall allow clients who terminate from positive billing due to  
17 increased income to make monthly payments in order to gradually  
18 liquidate utility arrears.

19       (4) It is the intent of the legislature that the department  
20 review and adjust the standard utility allowance for the state  
21 food assistance program to ensure that it reflects current energy  
22 costs in the state.

23       Sec. 604. (1) The department shall operate a state disability  
24 assistance program. Except as provided in subsection (3), persons  
25 eligible for this program shall include needy citizens of the  
26 United States or aliens exempted from the supplemental security  
27 income citizenship requirement who are at least 18 years of age or  
28 emancipated minors meeting 1 or more of the following

1 requirements:

2 (a) A recipient of supplemental security income, social  
3 security, or medical assistance due to disability or 65 years of  
4 age or older.

5 (b) A person with a physical or mental impairment which meets  
6 federal supplemental security income disability standards, except  
7 that the minimum duration of the disability shall be 90 days.  
8 Substance abuse alone is not defined as a basis for eligibility.

9 (c) A resident of an adult foster care facility, a home for  
10 the aged, a county infirmary, or a substance abuse treatment  
11 center.

12 (d) A person receiving 30-day postresidential substance abuse  
13 treatment.

14 (e) A person diagnosed as having acquired immunodeficiency  
15 syndrome.

16 (f) A person receiving special education services through the  
17 local intermediate school district.

18 (g) A caretaker of a disabled person as defined in subdivision  
19 (a), (b), (e), or (f) above.

20 (2) Applicants for and recipients of the state disability  
21 assistance program shall be considered needy if they:

22 (a) Meet the same asset test as is applied to applicants for  
23 the family independence program.

24 (b) Have a monthly budgetable income that is less than the  
25 payment standards.

26 (3) Except for a person described in subsection (1)(c) or (d),  
27 a person is not disabled for purposes of this section if his or  
28 her drug addiction or alcoholism is a contributing factor material

1 to the determination of disability. "Material to the  
2 determination of disability" means that, if the person stopped  
3 using drugs or alcohol, his or her remaining physical or mental  
4 limitations would not be disabling. If his or her remaining  
5 physical or mental limitations would be disabling, then the drug  
6 addiction or alcoholism is not material to the determination of  
7 disability and the person may receive state disability assistance.  
8 Such a person must actively participate in a substance abuse  
9 treatment program, and the assistance must be paid to a third  
10 party or through vendor payments. For purposes of this section,  
11 substance abuse treatment includes receipt of inpatient or  
12 outpatient services or participation in alcoholics anonymous or a  
13 similar program.

14 (4) A refugee or asylee who loses his or her eligibility for  
15 the federal supplemental security income program by virtue of  
16 exceeding the maximum time limit for eligibility as delineated in  
17 section 402 of title IV of the personal responsibility and work  
18 opportunity reconciliation act of 1996, Public Law 104-193, 8  
19 U.S.C. 1612, and who otherwise meets the eligibility criteria  
20 under this section shall be eligible to receive benefits under the  
21 state disability assistance program.

22 Sec. 605. The level of reimbursement provided to state  
23 disability assistance recipients in licensed adult foster care  
24 facilities shall be the same as the prevailing supplemental  
25 security income rate under the personal care category.

26 Sec. 606. County family independence agencies shall require  
27 each recipient of state disability assistance who has applied with  
28 the social security administration for supplemental security

1 income to sign a contract to repay any assistance rendered through  
2 the state disability assistance program upon receipt of  
3 retroactive supplemental security income benefits.

4       Sec. 607. The department's ability to satisfy appropriation  
5 deductions in part 1 for state disability assistance/supplemental  
6 security income recoveries and public assistance recoupment  
7 revenues shall not be limited to recoveries and accruals  
8 pertaining to state disability assistance, or family independence  
9 assistance grant payments provided only in the current fiscal  
10 year, but shall include all related net recoveries received during  
11 the current fiscal year.

12       Sec. 608. Adult foster care facilities providing domiciliary  
13 care or personal care to residents receiving supplemental security  
14 income or homes for the aged serving residents receiving  
15 supplemental security income shall not require those residents to  
16 reimburse the home or facility for care at rates in excess of  
17 those legislatively authorized. To the extent permitted by  
18 federal law, adult foster care facilities and homes for the aged  
19 serving residents receiving supplemental security income shall not  
20 be prohibited from accepting third-party payments in addition to  
21 supplemental security income provided that the payments are not  
22 for food, clothing, shelter, or result in a reduction in the  
23 recipient's supplemental security income payment.

24       Sec. 610. In developing good cause criteria for the state  
25 emergency relief program, the department shall grant exemptions if  
26 the emergency resulted from unexpected expenses related to  
27 maintaining or securing employment.

28       Sec. 611. (1) The department shall not require providers of

1 burial services to accept state payment for indigent burials as  
2 payments in full. Providers shall be permitted to collect  
3 additional payment, not to exceed \$2,450.00, from relatives or  
4 other persons on behalf of the deceased.

5 (2) Any additional payment collected pursuant to subsection  
6 (1) shall not increase the maximum charge limit for state payment  
7 as established by law.

8 Sec. 612. For purposes of determining housing affordability  
9 eligibility for state emergency relief, a group is considered to  
10 have sufficient income to meet ongoing housing expenses if their  
11 total housing obligation does not exceed 75% of their total net  
12 income.

13 Sec. 613. (1) From the funds appropriated in part 1 for state  
14 emergency relief, the maximum allowable charge limit for indigent  
15 burials shall be \$1,114.00. The funds shall be distributed as  
16 follows: \$710.00 for funeral directors; \$234.00 for cemeteries or  
17 crematoriums; and \$170.00 for the provider of the vault.

18 (2) On December 31, 2002, participating funeral home directors  
19 or cemeteries or crematoriums shall submit on a quarterly basis a  
20 report on a form made available by the department, that includes  
21 all of the following information:

22 (a) The number of indigent burials performed.

23 (b) The cost of services rendered for each indigent burial  
24 performed.

25 (c) The total reimbursement received from the state for  
26 indigent burials.

27 (d) The amount the participating provider received from  
28 families toward indigent burials.

1 (e) All other sources of reimbursement received by the  
2 participating providers shall be documented individually for  
3 indigent burials.

4 (f) The percentage of total burials performed by the provider  
5 which represent indigent burials.

6 (3) The department shall report on an annual basis on the  
7 information received from participating providers under subsection  
8 (2). The department shall submit the report to the state budget  
9 director, the chairpersons of the senate and house appropriations  
10 committees, the chairpersons of the senate and house  
11 appropriations subcommittees on the family independence agency,  
12 the senate and house fiscal agencies, and the senate and house  
13 policy offices.

14 Sec. 614. The funds available in part 1 for burial services  
15 shall be available if the deceased was an eligible recipient and  
16 an application for emergency relief funds was made within 10 days  
17 of the burial or cremation of the deceased person. Each provider  
18 of burial services shall be paid directly by the department.

19 Sec. 615. Except as required by federal law or regulations,  
20 funds appropriated in part 1 shall not be used to provide public  
21 assistance to a person who is an illegal alien. This section  
22 shall not prohibit the department from entering into contracts  
23 with food banks or emergency shelter providers who may, as a  
24 normal part of doing business, provide food or emergency shelter  
25 to individuals.

26 Sec. 616. (1) The appropriation in part 1 for the  
27 weatherization program shall be expended in such a manner that at  
28 least 25% of the households weatherized under the program shall be

1 households of families receiving 1 or more of the following:

2 (a) Family independence assistance.

3 (b) State disability assistance.

4 (c) Food assistance.

5 (d) Supplemental security income.

6 (2) Any unencumbered balances of the weatherization program  
7 shall not lapse and may be carried forward to fiscal year 2004.

8 Sec. 617. In operating the family independence program with  
9 funds appropriated in part 1, the department shall not approve as  
10 a minor parent's adult supervised household a living arrangement  
11 in which the minor parent lives with his or her partner as the  
12 supervising adult.

13 Sec. 618. The department may only reduce, terminate, or  
14 suspend assistance provided under the social welfare act, 1939 PA  
15 280, MCL 400.1 to 400.119b, without prior notice in 1 or more of  
16 the following situations:

17 (a) The only eligible recipient has died.

18 (b) A recipient member of a program group or family  
19 independence assistance group has died.

20 (c) A recipient child is removed from his or her family home  
21 by court action.

22 (d) A recipient requests in writing that his or her assistance  
23 be reduced, terminated, or suspended.

24 (e) A recipient has intentionally violated 1 or more of the  
25 requirements of the social welfare act, 1939 PA 280, MCL 400.1 to  
26 400.119b.

27 (f) A recipient has been approved to receive assistance in  
28 another state.

1 (g) A change in either state or federal law that requires  
2 automatic grant adjustments for classes of recipients.

3 Sec. 619. The department shall exempt from the denial of title  
4 IV-A assistance and food assistance benefits, contained in section  
5 115 of title I of the personal responsibility and work opportunity  
6 reconciliation act of 1996, Public Law 104-193, 21 U.S.C. 862a,  
7 any individual who has been convicted of a felony that included  
8 the possession, use, or distribution of a controlled substance,  
9 after August 22, 1996, provided that the individual is not in  
10 violation of his or her probation or parole requirements. Benefits  
11 shall be provided to such individuals as follows:

12 (a) A third-party payee or vendor shall be required for any  
13 cash benefits provided.

14 (b) An authorized representative shall be required for food  
15 assistance receipt.

16 Sec. 621. Funds appropriated in part 1 may be used to support  
17 multicultural assimilation and support services. The department  
18 shall distribute all of the funds described in this section based  
19 on assessed community needs.

20 Sec. 624. The department shall maintain a plan to provide for  
21 implementation of temporary assistance for needy families-funded  
22 individual development accounts.

23 Sec. 625. The department in collaboration with the Michigan  
24 state university center for urban affairs and its partner  
25 organizations, the Michigan credit union league and the national  
26 federation of community development credit unions, shall further  
27 the work begun in fiscal year 1999-2000 that implemented the  
28 individual development accounts programs in the growing number of

1 low-income designated credit unions, i.e., community development  
2 credit unions (CDCUs) located in this state's poorest communities.  
3 This further work will extend capacity-building and technical  
4 assistance services to existing and emerging CDCUs serving low-  
5 income populations and will include:

6 (a) Creation of a Michigan-based support system for the  
7 capacity-building of existing and emerging CDCUs serving low-  
8 income individuals and families, including development and testing  
9 of training, technical assistance, and professional development  
10 initiatives and related materials, and other capacity-building  
11 services to Michigan CDCUs.

12 (b) Other related support to assist existing and emerging  
13 CDCUs in becoming self-supporting institutions to assist  
14 impoverished Michigan residents in becoming economically  
15 independent.

16 (c) Training and technical assistance to CDCUs in the  
17 development of support services, such as economic literacy, credit  
18 counseling, budget counseling, and asset management programs for  
19 low-income individuals and families.

20 Sec. 631. The department shall maintain policies and  
21 procedures to achieve all of the following:

22 (a) The identification of individuals on entry into the system  
23 who have a history of domestic violence, while maintaining the  
24 confidentiality of that information.

25 (b) Referral of persons so identified to counseling and  
26 supportive services.

27 (c) In accordance with a determination of good cause, the  
28 waiving of certain requirements of family independence programs

1 where compliance with those requirements would make it more  
2 difficult for the individual to escape domestic violence or would  
3 unfairly penalize individuals who have been victims of domestic  
4 violence or who are at risk of further domestic violence.

5       Sec. 635. Within 6 business days of receiving all information  
6 necessary to process an application for payments for child day  
7 care, the family independence agency shall determine whether the  
8 child day care provider to whom the payments, if approved, would  
9 be made, is listed on the child abuse and neglect central  
10 registry. If the provider is listed on the central registry, the  
11 family independence agency shall immediately send written notice  
12 denying the applicant's request for child day care payments.

13       Sec. 640. (1) From the funds appropriated in part 1 for day  
14 care services, the family independence agency may expend up to  
15 \$8,000,000.00 to provide infant and toddler incentive payments to  
16 child day care providers serving children from 0 to 2-1/2 years of  
17 age who meet licensing or training requirements.

18       (2) The use of the funds under this section should not be  
19 considered an ongoing commitment of funding.

20       Sec. 643. As a condition of receipt of federal TANF funds,  
21 homeless shelters shall collaborate with the family independence  
22 agency to obtain necessary TANF eligibility information on  
23 families as soon as possible after admitting a family to the  
24 homeless shelter. From the funds appropriated in part 1 for  
25 homeless shelters within state emergency relief, the department is  
26 authorized to make allocations of TANF funds only to the agencies  
27 that report necessary data to the department for the purpose of  
28 meeting TANF eligibility reporting requirements. Homeless

1 shelters that do not report necessary data to the department for  
2 the purpose of meeting TANF eligibility reporting requirements  
3 will not receive reimbursements which exceed the per diem amount  
4 they received in fiscal year 2000. The use of TANF funds under  
5 this section should not be considered an ongoing commitment of  
6 funding.

7       Sec. 645. An individual or family is considered homeless, for  
8 purposes of eligibility for state emergency relief, if living  
9 temporarily with others in order to escape domestic violence. For  
10 purposes of this section, domestic violence is defined and  
11 verified in the same manner as in the family independence agency's  
12 policies on good cause for not cooperating with child support and  
13 paternity requirements.

14       Sec. 648. From the funds appropriated in part 1 for assistance  
15 payments, the department shall continue to make assistance  
16 payments to recipients beyond the federal 5-year limit set under  
17 the personal responsibility and work opportunity reconciliation  
18 act of 1996, Public Law 104-193, 110 Stat. 2105, providing the  
19 recipient is complying with asset, income, and participation  
20 standards set as a condition of eligibility to receive assistance.

21       Sec. 653. From the funds appropriated in part 1 for food  
22 assistance, an individual who is the victim of domestic violence  
23 and does not qualify for any other exemption may be exempt from  
24 the 3-month in 36-month limit on receiving food assistance under  
25 section 6(o)(6) of the food stamp act of 1977, Public Law 88-525,  
26 7 U.S.C. 2015. This exemption can be extended an additional 3  
27 months upon demonstration of continuing need.

28       Sec. 660. From the funds appropriated in part 1 for food bank

1 council activities within state emergency relief, the department  
2 is authorized to make allocations of TANF funds only to the  
3 agencies that report necessary data to the department for the  
4 purpose of meeting TANF eligibility reporting requirements. The  
5 agencies that do not report necessary data to the department for  
6 the purpose of meeting TANF eligibility reporting requirements  
7 will not receive allocations in excess of those received in fiscal  
8 year 2000. The use of TANF funds under this section should not be  
9 considered an ongoing commitment of funding.

10 Sec. 661. From the funds appropriated in part 1 for  
11 transitional work support, the department shall expend up to  
12 \$15,000,000.00 in general fund/general purpose funds to develop  
13 and fund a transitional work support program. The department  
14 shall provide the house and senate appropriations subcommittees on  
15 the family independence agency, the house and senate fiscal  
16 agencies, the house and senate policy offices, and the state  
17 budget director with a report that includes all of the following:

- 18 (a) The number of participants served.  
19 (b) The average cost per program participant.  
20 (c) Any other information that the department considers  
21 relevant.

22 Sec. 665. The department shall continue to partner with the  
23 department of transportation to use TANF and other sources of  
24 available funding to support public transportation needs of TANF-  
25 eligible individuals.

26 Sec. 666. The department shall develop and implement a plan to  
27 increase the participation of eligible family independence program  
28 recipients in the federal earned income tax credit.

1 **JUVENILE JUSTICE SERVICES**

2       Sec. 701. The department shall expend a portion of the federal  
3 juvenile accountability incentive block grant to support the boot  
4 camp program. The remainder of the state allocation of the  
5 juvenile accountability incentive block grant shall be used to  
6 provide funding to enable juvenile courts, juvenile probation  
7 offices, and community-based programs to be more effective and  
8 efficient in holding juvenile offenders accountable and reducing  
9 recidivism, treating substance abuse problems, and developing  
10 community-based alternatives for female offenders and the  
11 following:

- 12       (a) To better address gang, drug, and youth violence.  
13       (b) For training, equipment, and technology.  
14       (c) For the establishment of programs that protect students  
15 and school personnel from drug, gang, and youth violence.

16       Sec. 706. Counties shall be subject to 50% charge back for the  
17 use of alternative regional detention services, if those detention  
18 services do not fall under the basic provision of section 117e of  
19 the social welfare act, 1939 PA 280, MCL 400.117e, or if a county  
20 operates those detention services programs primarily with  
21 professional rather than volunteer staff.

22       Sec. 707. In order to be reimbursed for child care fund  
23 expenditures, counties are required to submit department developed  
24 reports to enable the department to document potential federally  
25 claimable expenditures. This requirement is in accordance with  
26 the reporting requirements specified in section 117a(7) of the  
27 social welfare act, 1939 PA 280, MCL 400.117a.

28       Sec. 709. As a condition of receiving funds appropriated in

1 part 1 for the child care fund, by February 15, 2003, counties  
2 shall have an approved service spending plan for the fiscal year  
3 ending September 30, 2003. Counties must submit the service  
4 spending plan to the department by December 15, 2002 for approval.

5 Sec. 710. From the funds appropriated in part 1 for juvenile  
6 justice services, the department may continue contracts for county  
7 juvenile justice day treatment programs.

8 **DISABILITY DETERMINATION SERVICES**

9 Sec. 801. The family independence agency disability  
10 determination services in agreement with the department of  
11 management and budget office of retirement systems will develop  
12 the medical information and determine eligibility of medical  
13 disability retirement for state employees, state police, judges,  
14 and school teachers.