

**SUBSTITUTE FOR
HOUSE BILL NO. 5527**

A bill to make, supplement, and adjust appropriations for various state departments and agencies, capital outlay, and the judicial branch for the fiscal year ending September 30, 2005; and to provide for the expenditure of the appropriations.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 PART 1

2 LINE-ITEM APPROPRIATIONS

3 Sec. 101. There is appropriated for the various state
4 departments and agencies to supplement appropriations for the fiscal
5 year ending September 30, 2005, from the following funds:

6 **APPROPRIATION SUMMARY**

7	GROSS APPROPRIATION.....	\$	(358,818,600)
8	Total interdepartmental grants and intradepartmental		
9	transfers.....		0
10	ADJUSTED GROSS APPROPRIATION.....	\$	(358,818,600)

1	Total federal revenues.....	(105,439,400)
2	Total local revenues.....	0
3	Total private revenues.....	0
4	Total other state restricted revenues.....	(33,000,000)
5	State general fund/general purpose..... \$	(220,379,200)
6	Sec. 102. DEPARTMENT OF AGRICULTURE	
7	(1) APPROPRIATION SUMMARY	
8	GROSS APPROPRIATION..... \$	(552,200)
9	Total interdepartmental grants and intradepartmental	
10	transfers.....	0
11	ADJUSTED GROSS APPROPRIATION..... \$	(552,200)
12	Total federal revenues.....	0
13	Total local revenues.....	0
14	Total private revenues.....	0
15	Total other state restricted revenues.....	0
16	State general fund/general purpose..... \$	(552,200)
17	(2) BUDGETARY SAVINGS	
18	Early retirement savings..... \$	(226,400)
19	Budgetary savings.....	<u>(325,800)</u>
20	GROSS APPROPRIATION..... \$	(552,200)
21	Appropriated from:	
22	Special revenue funds:	
23	State general fund/general purpose..... \$	(552,200)
24	Sec. 103. DEPARTMENT OF ATTORNEY GENERAL	
25	(1) APPROPRIATION SUMMARY	
26	GROSS APPROPRIATION..... \$	(625,300)
27	Total interdepartmental grants and intradepartmental	

1	transfers.....		0
2	ADJUSTED GROSS APPROPRIATION.....	\$	(625,300)
3	Total federal revenues.....		0
4	Total local revenues.....		0
5	Total private revenues.....		0
6	Total other state restricted revenues.....		0
7	State general fund/general purpose.....	\$	(625,300)
8	(2) BUDGETARY SAVINGS		
9	Early retirement savings.....	\$	(278,700)
10	Budgetary savings.....		<u>(346,600)</u>
11	GROSS APPROPRIATION.....	\$	(625,300)
12	Appropriated from:		
13	Special revenue funds:		
14	State general fund/general purpose.....	\$	(625,300)
15	Sec. 104. CAPITAL OUTLAY		
16	(1) APPROPRIATION SUMMARY		
17	GROSS APPROPRIATION.....	\$	(22,000)
18	Total interdepartmental grants and intradepartmental		
19	transfers.....		0
20	ADJUSTED GROSS APPROPRIATION.....	\$	(22,000)
21	Total federal revenues.....		0
22	Total local revenues.....		0
23	Total private revenues.....		0
24	Total other state restricted revenues.....		0
25	State general fund/general purpose.....	\$	(22,000)
26	(2) BUDGETARY SAVINGS		
27	Budgetary savings.....	\$	<u>(22,000)</u>

1	GROSS APPROPRIATION.....	\$	(22,000)
2	Appropriated from:		
3	Special revenue funds:		
4	State general fund/general purpose.....	\$	(22,000)
5	Sec. 105. DEPARTMENT OF CIVIL RIGHTS		
6	(1) APPROPRIATION SUMMARY		
7	GROSS APPROPRIATION.....	\$	(210,500)
8	Total interdepartmental grants and intradepartmental		
9	transfers.....		0
10	ADJUSTED GROSS APPROPRIATION.....	\$	(210,500)
11	Total federal revenues.....		0
12	Total local revenues.....		0
13	Total private revenues.....		0
14	Total other state restricted revenues.....		0
15	State general fund/general purpose.....	\$	(210,500)
16	(2) BUDGETARY SAVINGS		
17	Early retirement savings.....	\$	(80,100)
18	Budgetary savings.....		<u>(130,400)</u>
19	GROSS APPROPRIATION.....	\$	(210,500)
20	Appropriated from:		
21	Special revenue funds:		
22	State general fund/general purpose.....	\$	(210,500)
23	Sec. 106. DEPARTMENT OF CIVIL SERVICE		
24	(1) APPROPRIATION SUMMARY		
25	GROSS APPROPRIATION.....	\$	(211,100)
26	Total interdepartmental grants and intradepartmental		
27	transfers.....		0

1	ADJUSTED GROSS APPROPRIATION.....	\$	(211,100)
2	Total federal revenues.....		0
3	Total local revenues.....		0
4	Total private revenues.....		0
5	Total other state restricted revenues.....		0
6	State general fund/general purpose.....	\$	(211,100)
7	(2) BUDGETARY SAVINGS		
8	Early retirement savings.....	\$	(125,400)
9	Budgetary savings.....		<u>(85,700)</u>
10	GROSS APPROPRIATION.....	\$	(211,100)
11	Appropriated from:		
12	Special revenue funds:		
13	State general fund/general purpose.....	\$	(211,100)
14	Sec. 107. COMMUNITY COLLEGES		
15	(1) APPROPRIATION SUMMARY		
16	GROSS APPROPRIATION.....	\$	(3,143,200)
17	Total interdepartmental grants and intradepartmental		
18	transfers.....		0
19	ADJUSTED GROSS APPROPRIATION.....	\$	(3,143,200)
20	Total federal revenues.....		0
21	Total local revenues.....		0
22	Total private revenues.....		0
23	Total other state restricted revenues.....		0
24	State general fund/general purpose.....	\$	(3,143,200)
25	(2) BUDGETARY SAVINGS		
26	Budgetary savings.....	\$	<u>(3,143,200)</u>
27	GROSS APPROPRIATION.....	\$	(3,143,200)

1	Appropriated from:		
2	Special revenue funds:		
3	State general fund/general purpose.....	\$	(3,143,200)
4	Sec. 108. DEPARTMENT OF COMMUNITY HEALTH		
5	(1) APPROPRIATION SUMMARY		
6	GROSS APPROPRIATION.....	\$	(159,817,600)
7	Total interdepartmental grants and intradepartmental		
8	transfers.....		0
9	ADJUSTED GROSS APPROPRIATION.....	\$	(159,817,600)
10	Total federal revenues.....		(74,034,900)
11	Total local revenues.....		0
12	Total private revenues.....		0
13	Total other state restricted revenues.....		0
14	State general fund/general purpose.....	\$	(85,782,700)
15	(2) MEDICAL SERVICES		
16	Health plan services.....	\$	(119,000,000)
17	Medical expenses recoupment.....		<u>(11,550,000)</u>
18	GROSS APPROPRIATION.....	\$	(130,550,000)
19	Appropriated from:		
20	Federal revenues:		
21	Total federal revenues.....		(74,034,900)
22	Special revenue funds:		
23	State general fund/general purpose.....	\$	(56,515,100)
24	(3) BUDGETARY SAVINGS		
25	Early retirement savings.....	\$	(2,030,700)
26	Budgetary savings.....		<u>(27,236,900)</u>
27	GROSS APPROPRIATION.....	\$	(29,267,600)

1	Appropriated from:		
2	Special revenue funds:		
3	State general fund/general purpose.....	\$	(29,267,600)
4	Sec. 109. DEPARTMENT OF CORRECTIONS		
5	(1) APPROPRIATION SUMMARY		
6	GROSS APPROPRIATION.....	\$	(41,149,900)
7	Total interdepartmental grants and intradepartmental		
8	transfers.....		0
9	ADJUSTED GROSS APPROPRIATION.....	\$	(41,149,900)
10	Total federal revenues.....		0
11	Total local revenues.....		0
12	Total private revenues.....		0
13	Total other state restricted revenues.....		0
14	State general fund/general purpose.....	\$	(41,149,900)
15	(2) CORRECTIONAL FACILITIES-ADMINISTRATION		
16	Academic/vocational programs.....	\$	(14,800,000)
17	Jail utilization savings.....		<u>(6,000,000)</u>
18	GROSS APPROPRIATION.....	\$	(20,800,000)
19	Appropriated from:		
20	Special revenue funds:		
21	State general fund/general purpose.....	\$	(20,800,000)
22	(3) BUDGETARY SAVINGS		
23	Budgetary savings.....	\$	(19,172,600)
24	Early retirement savings.....		<u>(1,177,300)</u>
25	GROSS APPROPRIATION.....	\$	(20,349,900)
26	Appropriated from:		
27	Special revenue funds:		

1	State general fund/general purpose.....	\$	(20,349,900)
2	Sec. 110. DEPARTMENT OF EDUCATION		
3	(1) APPROPRIATION SUMMARY		
4	GROSS APPROPRIATION.....	\$	(501,100)
5	Total interdepartmental grants and intradepartmental		
6	transfers.....		0
7	ADJUSTED GROSS APPROPRIATION.....	\$	(501,100)
8	Total federal revenues.....		0
9	Total local revenues.....		0
10	Total private revenues.....		0
11	Total other state restricted revenues.....		0
12	State general fund/general purpose.....	\$	(501,100)
13	(2) BUDGETARY SAVINGS		
14	Early retirement savings.....	\$	(188,100)
15	Budgetary savings.....		<u>(313,000)</u>
16	GROSS APPROPRIATION.....	\$	(501,100)
17	Appropriated from:		
18	Special revenue funds:		
19	State general fund/general purpose.....	\$	(501,100)
20	Sec. 111. DEPARTMENT OF ENVIRONMENTAL QUALITY		
21	(1) APPROPRIATION SUMMARY		
22	GROSS APPROPRIATION.....	\$	(1,015,300)
23	Total interdepartmental grants and intradepartmental		
24	transfers.....		0
25	ADJUSTED GROSS APPROPRIATION.....	\$	(1,015,300)
26	Total federal revenues.....		0
27	Total local revenues.....		0

1	Total private revenues.....	0
2	Total other state restricted revenues.....	0
3	State general fund/general purpose..... \$	(1,015,300)
4	(2) BUDGETARY SAVINGS	
5	Early retirement savings..... \$	(595,600)
6	Budgetary savings.....	<u>(419,700)</u>
7	GROSS APPROPRIATION..... \$	(1,015,300)
8	Appropriated from:	
9	Special revenue funds:	
10	State general fund/general purpose..... \$	(1,015,300)
11	Sec. 112. FAMILY INDEPENDENCE AGENCY	
12	(1) APPROPRIATION SUMMARY	
13	GROSS APPROPRIATION..... \$	(77,529,800)
14	Total interdepartmental grants and intradepartmental	
15	transfers.....	0
16	ADJUSTED GROSS APPROPRIATION..... \$	(77,529,800)
17	Total federal revenues.....	(31,404,500)
18	Total local revenues.....	0
19	Total private revenues.....	0
20	Total other state restricted revenues.....	0
21	State general fund/general purpose..... \$	(46,125,300)
22	(2) BUDGETARY SAVINGS	
23	Early retirement savings..... \$	(6,161,600)
24	Budgetary savings.....	<u>(12,521,600)</u>
25	GROSS APPROPRIATION..... \$	(18,683,200)
26	Appropriated from:	
27	Special revenue funds:	

1	State general fund/general purpose.....	\$	(18,683,200)
2	(3) PUBLIC ASSISTANCE		
3	Family independence program.....	\$	(1,042,800)
4	Day care services.....		<u>(38,163,300)</u>
5	GROSS APPROPRIATION.....	\$	(39,206,100)
6	Appropriated from:		
7	Federal revenues:		
8	Total federal revenues.....		(22,104,200)
9	Special revenue funds:		
10	State general fund/general purpose.....	\$	(17,101,900)
11	(4) CENTRAL SUPPORT ACCOUNTS		
12	Rent.....	\$	<u>(5,405,400)</u>
13	GROSS APPROPRIATION.....	\$	(5,405,400)
14	Appropriated from:		
15	Federal revenues:		
16	Total federal revenues.....		(3,405,400)
17	Special revenue funds:		
18	State general fund/general purpose.....	\$	(2,000,000)
19	(5) CHILD AND FAMILY SERVICES		
20	Adoption subsidies.....	\$	<u>(11,273,900)</u>
21	GROSS APPROPRIATION.....	\$	(11,273,900)
22	Appropriated from:		
23	Federal revenues:		
24	Total federal revenues.....		(5,894,900)
25	Special revenue funds:		
26	State general fund/general purpose.....	\$	(5,379,000)
27	(6) JUVENILE JUSTICE SERVICES		

1	Juvenile justice operations.....	\$	<u>(2,961,200)</u>
2	GROSS APPROPRIATION.....	\$	(2,961,200)
3	Appropriated from:		
4	Special revenue funds:		
5	State general fund/general purpose.....	\$	(2,961,200)
6	Sec. 113. HIGHER EDUCATION		
7	(1) APPROPRIATION SUMMARY		
8	GROSS APPROPRIATION.....	\$	(36,903,900)
9	Total interdepartmental grants and intradepartmental		
10	transfers.....		0
11	ADJUSTED GROSS APPROPRIATION.....	\$	(36,903,900)
12	Total federal revenues.....		0
13	Total local revenues.....		0
14	Total private revenues.....		0
15	Total other state restricted revenues.....		(20,000,000)
16	State general fund/general purpose.....	\$	(16,903,900)
17	(2) GRANTS AND FINANCIAL AID		
18	Michigan merit award program.....	\$	<u>(20,000,000)</u>
19	GROSS APPROPRIATION.....	\$	(20,000,000)
20	Appropriated from:		
21	Special revenue funds:		
22	Michigan merit award trust fund.....		(20,000,000)
23	State general fund/general purpose.....	\$	0
24	(3) BUDGETARY SAVINGS		
25	Budgetary savings.....	\$	<u>(16,903,900)</u>
26	GROSS APPROPRIATION.....	\$	(16,903,900)
27	Appropriated from:		

1	Special revenue funds:		
2	State general fund/general purpose.....	\$	(16,903,900)
3	Sec. 114. DEPARTMENT OF HISTORY, ARTS, AND		
4	LIBRARIES		
5	(1) APPROPRIATION SUMMARY		
6	GROSS APPROPRIATION.....	\$	(10,623,100)
7	Total interdepartmental grants and intradepartmental		
8	transfers.....		0
9	ADJUSTED GROSS APPROPRIATION.....	\$	(10,623,100)
10	Total federal revenues.....		0
11	Total local revenues.....		0
12	Total private revenues.....		0
13	Total other state restricted revenues.....		0
14	State general fund/general purpose.....	\$	(10,623,100)
15	(2) BUDGETARY SAVINGS		
16	Early retirement savings.....	\$	(101,000)
17	Budgetary savings.....		<u>(522,100)</u>
18	GROSS APPROPRIATION.....	\$	(623,100)
19	Appropriated from:		
20	Special revenue funds:		
21	State general fund/general purpose.....	\$	(623,100)
22	(3) MICHIGAN COUNCIL FOR ARTS AND CULTURAL AFFAIRS		
23	Arts and cultural grants.....	\$	<u>(10,000,000)</u>
24	GROSS APPROPRIATION.....	\$	(10,000,000)
25	Appropriated from:		
26	Special revenue funds:		
27	State general fund/general purpose.....	\$	(10,000,000)

1	Sec. 115. JUDICIARY		
2	(1) APPROPRIATION SUMMARY		
3	GROSS APPROPRIATION.....	\$	(1,923,600)
4	Total interdepartmental grants and intradepartmental		
5	transfers.....		0
6	ADJUSTED GROSS APPROPRIATION.....	\$	(1,923,600)
7	Total federal revenues.....		0
8	Total local revenues.....		0
9	Total private revenues.....		0
10	Total other state restricted revenues.....		0
11	State general fund/general purpose.....	\$	(1,923,600)
12	(2) JUDICIARY REDUCTIONS		
13	Judiciary reductions.....	\$	(1,739,000)
14	Early retirement savings.....		<u>(184,600)</u>
15	GROSS APPROPRIATION.....	\$	(1,923,600)
16	Appropriated from:		
17	State general fund/general purpose.....	\$	(1,923,600)
18	Sec. 116. DEPARTMENT OF LABOR AND ECONOMIC GROWTH		
19	(1) APPROPRIATION SUMMARY		
20	GROSS APPROPRIATION.....	\$	(3,469,000)
21	Total interdepartmental grants and intradepartmental		
22	transfers.....		0
23	ADJUSTED GROSS APPROPRIATION.....	\$	(3,469,000)
24	Total federal revenues.....		0
25	Total local revenues.....		0
26	Total private revenues.....		0
27	Total other state restricted revenues.....		0

1	State general fund/general purpose.....	\$	(3,469,000)
2	(2) BUDGETARY SAVINGS		
3	Early retirement savings.....	\$	(2,271,000)
4	Budgetary savings.....		<u>(1,198,000)</u>
5	GROSS APPROPRIATION.....	\$	(3,469,000)
6	Appropriated from:		
7	Special revenue funds:		
8	State general fund/general purpose.....	\$	(3,469,000)
9	Sec. 117. DEPARTMENT OF MANAGEMENT AND BUDGET		
10	(1) APPROPRIATION SUMMARY		
11	GROSS APPROPRIATION.....	\$	(1,139,700)
12	Total interdepartmental grants and intradepartmental		
13	transfers.....		0
14	ADJUSTED GROSS APPROPRIATION.....	\$	(1,139,700)
15	Total federal revenues.....		0
16	Total local revenues.....		0
17	Total private revenues.....		0
18	Total other state restricted revenues.....		0
19	State general fund/general purpose.....	\$	(1,139,700)
20	(2) MANAGEMENT AND BUDGET SERVICES		
21	Early retirement savings.....	\$	(731,500)
22	Budgetary savings.....		<u>(408,200)</u>
23	GROSS APPROPRIATION.....	\$	(1,139,700)
24	Appropriated from:		
25	Special revenue funds:		
26	State general fund/general purpose.....	\$	(1,139,700)
27	Sec. 118. DEPARTMENT OF MILITARY AND VETERANS		

1 AFFAIRS**2 (1) APPROPRIATION SUMMARY**

3	GROSS APPROPRIATION.....	\$	(754,500)
4	Total interdepartmental grants and intradepartmental		
5	transfers.....		0
6	ADJUSTED GROSS APPROPRIATION.....	\$	(754,500)
7	Total federal revenues.....		0
8	Total local revenues.....		0
9	Total private revenues.....		0
10	Total other state restricted revenues.....		0
11	State general fund/general purpose.....	\$	(754,500)

12 (2) BUDGETARY SAVINGS

13	Early retirement savings.....	\$	(341,300)
14	Budgetary savings.....		<u>(413,200)</u>
15	GROSS APPROPRIATION.....	\$	(754,500)

16 Appropriated from:**17** Special revenue funds:

18	State general fund/general purpose.....	\$	(754,500)
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19 Sec. 119. DEPARTMENT OF NATURAL RESOURCES**20 (1) APPROPRIATION SUMMARY**

21	GROSS APPROPRIATION.....	\$	(861,100)
22	Total interdepartmental grants and intradepartmental		
23	transfers.....		0
24	ADJUSTED GROSS APPROPRIATION.....	\$	(861,100)
25	Total federal revenues.....		0
26	Total local revenues.....		0
27	Total private revenues.....		0

1	Total other state restricted revenues.....	0
2	State general fund/general purpose..... \$	(861,100)
3	(2) BUDGETARY SAVINGS	
4	Early retirement savings..... \$	(579,000)
5	Budgetary savings.....	<u>(282,100)</u>
6	GROSS APPROPRIATION..... \$	(861,100)
7	Appropriated from:	
8	Special revenue funds:	
9	State general fund/general purpose..... \$	(861,100)
10	Sec. 120. DEPARTMENT OF STATE	
11	(1) APPROPRIATION SUMMARY	
12	GROSS APPROPRIATION..... \$	(990,500)
13	Total interdepartmental grants and intradepartmental	
14	transfers.....	0
15	ADJUSTED GROSS APPROPRIATION..... \$	(990,500)
16	Total federal revenues.....	0
17	Total local revenues.....	0
18	Total private revenues.....	0
19	Total other state restricted revenues.....	0
20	State general fund/general purpose..... \$	(990,500)
21	(2) BUDGETARY SAVINGS	
22	Early retirement savings..... \$	(822,000)
23	Budgetary savings.....	<u>(168,500)</u>
24	GROSS APPROPRIATION..... \$	(990,500)
25	Appropriated from:	
26	Special revenue funds:	
27	State general fund/general purpose..... \$	(990,500)

Sec. 121. DEPARTMENT OF STATE POLICE**(1) APPROPRIATION SUMMARY**

GROSS APPROPRIATION.....	\$	(3,006,500)
Total interdepartmental grants and intradepartmental transfers.....		0
ADJUSTED GROSS APPROPRIATION.....	\$	(3,006,500)
Total federal revenues.....		0
Total local revenues.....		0
Total private revenues.....		0
Total other state restricted revenues.....		0
State general fund/general purpose.....	\$	(3,006,500)

(2) BUDGETARY SAVINGS

Early retirement savings.....	\$	(306,500)
Budgetary savings.....		<u>(2,700,000)</u>
GROSS APPROPRIATION.....	\$	(3,006,500)

Appropriated from:

Special revenue funds:

State general fund/general purpose.....	\$	(3,006,500)
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Sec. 122. DEPARTMENT OF TRANSPORTATION**(1) APPROPRIATION SUMMARY**

GROSS APPROPRIATION.....	\$	(13,000,000)
Total interdepartmental grants and intradepartmental transfers.....		0
ADJUSTED GROSS APPROPRIATION.....	\$	(13,000,000)
Total federal revenues.....		0
Total local revenues.....		0
Total private revenues.....		0

1	Total other state restricted revenues.....	(13,000,000)
2	State general fund/general purpose..... \$	0
3	(2) TRANSPORTATION ECONOMIC DEVELOPMENT	
4	Target industries/economic redevelopment..... \$	(6,500,000)
5	Urban county congestion.....	(3,250,000)
6	Rural county primary.....	<u>(3,250,000)</u>
7	GROSS APPROPRIATION..... \$	(13,000,000)
8	Appropriated from:	
9	Special revenue funds:	
10	Economic development fund.....	(13,000,000)
11	State general fund/general purpose..... \$	0
12	Sec. 123. DEPARTMENT OF TREASURY	
13	(1) APPROPRIATION SUMMARY	
14	GROSS APPROPRIATION..... \$	(1,368,700)
15	Total interdepartmental grants and intradepartmental	
16	transfers.....	0
17	ADJUSTED GROSS APPROPRIATION..... \$	(1,368,700)
18	Total federal revenues.....	0
19	Total local revenues.....	0
20	Total private revenues.....	0
21	Total other state restricted revenues.....	0
22	State general fund/general purpose..... \$	(1,368,700)
23	(2) BUDGETARY SAVINGS	
24	Early retirement savings..... \$	(724,500)
25	Budgetary savings.....	<u>(644,200)</u>
26	GROSS APPROPRIATION..... \$	(1,368,700)
27	Appropriated from:	

1 Special revenue funds:

2 State general fund/general purpose..... \$ (1,368,700)

3 PART 2

4 PROVISIONS CONCERNING APPROPRIATIONS

5 **GENERAL SECTIONS**

6 Sec. 201. Pursuant to section 30 of article IX of the state
7 constitution of 1963, total state spending under part 1 for fiscal
8 year 2004-2005 is (\$253,379,200.00). State payments to local units of
9 government under part 1 are \$0.00.

10 Sec. 202. The appropriations made and the expenditures
11 authorized under this part and the departments, agencies, commissions,
12 boards, offices, and programs for which an appropriation is made under
13 part 1 are subject to the management and budget act, 1984 PA 431, MCL
14 18.1101 to 18.1594.

15 Sec. 203. (1) The negative appropriation for budgetary savings
16 in part 1 shall be satisfied by savings realized from the hiring
17 freeze imposed on the state classified civil service for the fiscal
18 year ending September 30, 2005, efficiencies, lapses, unclassified
19 positions, and other administrative savings that do not jeopardize
20 essential state services identified by department directors and
21 approved by the state budget director.

22 (2) Appropriation authorization adjustments required to implement
23 negative appropriations for budgetary savings shall be made only after
24 the approval of transfers by the legislature pursuant to section
25 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

26 Sec. 204. (1) The negative appropriations for early retirement
27 savings in part 1 shall be satisfied by savings realized from not

1 filling all of the positions lost due to the early retirement plan for
2 state employees enacted in 2004.

3 (2) Appropriation authorization adjustments required due to
4 negative appropriations for early retirement savings and budgetary
5 savings shall be made only after the approval of transfers by the
6 legislature under section 393(2) of the management and budget act,
7 1984 PA 431, MCL 18.1393.

8 **DEPARTMENT OF COMMUNITY HEALTH**

9 Sec. 301. Effective October 1, 2004, the department shall
10 eliminate Medicaid eligibility for parents, caretaker relatives, and
11 persons under age 21 but older than 18 who are not required to be
12 covered under federal Medicaid requirements.

13 **DEPARTMENT OF CORRECTIONS**

14 Sec. 401. (1) The negative appropriation in part 1 for jail
15 utilization savings shall be satisfied by savings realized from
16 increased utilization of jail beds leased to house state prisoners.

17 (2) Appropriation authorization adjustments required to implement
18 the negative appropriation for jail utilization savings shall be made
19 only after the approval of transfers by the legislature pursuant to
20 section 393(2) of the management and budget act, 1984 PA 431, MCL
21 18.1393.

22 **HIGHER EDUCATION**

23 Sec. 501. For the fiscal year ending September 30, 2005, there
24 is appropriated from the Michigan merit award trust fund to the

1 general fund the amount of \$20,000,000.00.

2 **FAMILY INDEPENDENCE AGENCY**

3 Sec. 601. Contingent upon the receipt of funds from the sale of
4 W. J. Maxey training school property identified by the family
5 independence agency as parcels 1, 3, and 4, a total of \$2,961,200.00
6 is appropriated for the W. J. Maxey training school.

7 Sec. 602. The department shall implement a plan resulting in a
8 \$2,000,000.00 general fund savings by restructuring local offices in
9 counties with more than 10 offices. The department shall report to
10 the house and senate appropriations subcommittees on the family
11 independence agency budget, the house and senate fiscal agencies and
12 policy offices, and the state budget director on or before January 1,
13 2005 on the plan.

14 Sec. 603. The negative appropriation for day care services in
15 part 1 shall be satisfied by savings realized from lowering the
16 reimbursement rate paid to relative child day care providers to that
17 currently paid to child day care aides.

18 Sec. 604. The negative appropriation for the family independence
19 program in part 1 shall be satisfied by savings realized from lowering
20 the annual school clothing allowance to \$41.20 per eligible child.

21 Enacting section 1. This act does not take effect unless House
22 Bill No. 4364 of the 92nd Legislature is enacted into law.