

**HOUSE SUBSTITUTE FOR
SENATE BILL NO. 270**

A bill to make, supplement, and adjust appropriations for the departments of attorney general, civil rights, civil service, information technology, management and budget, state, and treasury, the executive office, and the legislative branch for the fiscal year ending September 30, 2004; to provide for the expenditure of these appropriations; to provide for the funding of certain work projects; to provide for the imposition of certain fees; to establish or continue certain funds, programs, and categories; to transfer certain funds; to prescribe certain requirements for bidding on state contracts; to provide for disposition of year-end balances; to prescribe the powers and duties of certain principal executive departments and state agencies, officials, and employees; and to provide for the disposition of fees and other income received by the various principal executive departments and 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 act, the amounts listed in this part are appropriated for the departments of attorney general, civil rights, civil service, information technology, management and budget, state, and treasury, the executive office, the legislative branch, and certain other state purposes, for the fiscal year ending September 30, 2004, from the funds indicated in this part. The following is a summary of the appropriations in this part:

TOTAL GENERAL GOVERNMENT

APPROPRIATIONS SUMMARY:

Full-time equated unclassified positions.....43.0

Full-time equated classified positions.....6,799.4

GROSS APPROPRIATION..... \$ [2,888,617,900]

Interdepartmental grant revenues:

Total interdepartmental grants and intradepartmental

transfers..... 578,420,900

ADJUSTED GROSS APPROPRIATION..... \$ [2,310,197,000]

Federal revenues:

Total federal revenues..... 104,533,900

Special revenue funds:

Total local revenues..... 2,610,800

Total private revenues..... 550,100

Total other state restricted revenues..... 1,858,051,500

State general fund/general purpose..... \$ [344,450,700]

Sec. 102. DEPARTMENT OF ATTORNEY GENERAL**(1) APPROPRIATIONS SUMMARY**

Senate Bill No. 270 (H-1) as amended June 17, 2003

1	Full-time equated unclassified positions.....	6.0	
2	Full-time equated classified positions.....	537.0	
3	GROSS APPROPRIATION.....	\$	[60,578,200]
4	Interdepartmental grant revenues:		
5	Total interdepartmental grants and intradepartmental		
6	transfers.....		11,909,000
7	ADJUSTED GROSS APPROPRIATION.....	\$	[48,669,200]
8	Federal revenues:		
9	Total federal revenues.....		7,564,400
10	Special revenue funds:		
11	Total local revenues.....		0
12	Total private revenues.....		0
13	Total other state restricted revenues.....		9,145,100
14	State general fund/general purpose.....	\$	[31,959,700]
15	(2) ATTORNEY GENERAL OPERATIONS		
16	Full-time equated unclassified positions.....	6.0	
17	Full-time equated classified positions.....	537.0	
18	Attorney general.....	\$	124,900
19	Unclassified positions--5.0 FTE positions.....		476,300
20	Attorney general operations--522.0 FTE positions....		[57,323,700]
21	[Child support enforcement.....		100]
22	Prosecuting attorneys coordinating council--15.0 FTE		
23	positions.....		1,503,700
24	PACC, training project.....		<u>325,000</u>
25	GROSS APPROPRIATION.....	\$	[59,753,700]
26	Appropriated from:		
27	Interdepartmental grant revenues:		
28	IDG from FIA.....		2,663,600

1	IDG from MDCIS, financial and insurance services....	812,400
2	IDG from MDCIS, health services.....	1,579,200
3	IDG from MDCIS, public utility assessments.....	1,678,700
4	IDG from MDMB, risk management revolving fund.....	1,183,000
5	IDG from MDOT, comprehensive transportation fund....	131,500
6	IDG from MDOT, state aeronautics fund.....	125,400
7	IDG from MDOT, state trunkline fund.....	2,566,200
8	IDG from MDSP, Michigan justice training fund.....	325,000
9	IDG from Michigan gaming control board.....	844,000
10	Federal revenues:	
11	DAG, state administrative match grant/food stamps...	978,200
12	DED-OPSE, student loan, federal lender allowance....	288,600
13	DOL-ETA, unemployment insurance.....	1,372,900
14	DOL-OSHA, occupational safety and health.....	251,600
15	EPA, multiple grants.....	242,600
16	Federal funds.....	729,200
17	HHS, medical assistance, medigant.....	556,700
18	HHS-OS, state medicaid fraud control units.....	3,144,600
19	Special revenue funds:	
20	Antitrust enforcement collections.....	558,300
21	Auto repair facilities fees.....	195,000
22	Collections revenue.....	590,900
23	Corporate fees and security fees.....	127,600
24	Environmental response fund.....	657,800
25	Franchise fees.....	244,400
26	Game and fish protection fund.....	640,800
27	Liquor purchase revolving fund.....	857,800

Senate Bill No. 270 (H-1) as amended June 17, 2003

1	Manufactured housing fees.....	190,200
2	Michigan state housing development authority fees...	487,700
3	Oil and gas privilege fee revenue.....	145,000
4	Prisoner reimbursement.....	301,700
5	Prosecuting attorneys training fees.....	326,800
6	Retirement funds.....	621,100
7	Second injury fund.....	927,200
8	Self-insurers security fund.....	155,900
9	Silicosis and dust disease fund.....	464,300
10	State building authority revenue.....	82,000
11	State hospital authority.....	319,200
12	State lottery fund.....	207,300
13	Tobacco settlement trust fund.....	351,800
14	Utility consumers fund.....	476,600
15	Waterways fund.....	83,600
16	Worker's compensation administrative revolving fund.	132,100
17	State general fund/general purpose..... \$	[31,135,200]
18	(3) INFORMATION TECHNOLOGY	
19	Information technology services and projects..... \$	<u>824,500</u>
20	GROSS APPROPRIATION..... \$	824,500
21	Appropriated from:	
22	Special revenue funds:	
23	State general fund/general purpose..... \$	824,500
24	Sec. 103. DEPARTMENT OF CIVIL RIGHTS	
25	(1) APPROPRIATIONS SUMMARY	
26	Full-time equated unclassified positions.....3.0	

1	Full-time equated classified positions.....	137.0	
2	GROSS APPROPRIATION.....	\$	13,100,800
3	Interdepartmental grant revenues:		
4	Total interdepartmental grants and intradepartmental		
5	transfers.....		0
6	ADJUSTED GROSS APPROPRIATION.....	\$	13,100,800
7	Federal revenues:		
8	Total federal revenues.....		934,000
9	Special revenue funds:		
10	Total local revenues.....		0
11	Total private revenues.....		0
12	Total other state restricted revenues.....		0
13	State general fund/general purpose.....	\$	12,166,800
14	(2) CIVIL RIGHTS OPERATIONS		
15	Full-time equated unclassified positions.....	3.0	
16	Full-time equated classified positions.....	137.0	
17	Unclassified positions--3.0 FTE positions.....	\$	254,100
18	Civil rights operations--137.0 FTE positions.....		<u>12,042,800</u>
19	GROSS APPROPRIATION.....	\$	12,296,900
20	Appropriated from:		
21	Federal revenues:		
22	EEOC, state and local antidiscrimination agency		
23	contracts.....		600,000
24	HUD, grant.....		334,000
25	Special revenue funds:		
26	State general fund/general purpose.....	\$	11,362,900
27	(3) INFORMATION TECHNOLOGY		

1	Information technology services and projects.....	\$	<u>803,900</u>
2	GROSS APPROPRIATION.....	\$	803,900
3	Appropriated from:		
4	Special revenue funds:		
5	State general fund/general purpose.....	\$	803,900
6	Sec. 104. DEPARTMENT OF CIVIL SERVICE		
7	(1) APPROPRIATIONS SUMMARY		
8	Full-time equated classified positions.....	211.5	
9	GROSS APPROPRIATION.....	\$	31,853,600
10	Interdepartmental grant revenues:		
11	Total interdepartmental grants and intradepartmental		
12	transfers.....		2,300,000
13	ADJUSTED GROSS APPROPRIATION.....	\$	29,553,600
14	Federal revenues:		
15	Total federal revenues.....		4,779,100
16	Special revenue funds:		
17	Total local revenues.....		1,700,000
18	Total private revenues.....		150,000
19	Total other state restricted revenues.....		14,872,200
20	State general fund/general purpose.....	\$	8,052,300
21	(2) CIVIL SERVICE OPERATIONS		
22	Full-time equated classified positions.....	211.5	
23	Agency services--74.0 FTE positions.....	\$	5,549,800
24	Human resources/administrative support--85.0 FTE		
25	positions.....		15,141,800
26	Employee benefits--31.0 FTE positions.....		5,096,200
27	Audit and compliance--21.5 FTE positions.....		2,202,200

1	Training.....		<u>1,000,000</u>
2	GROSS APPROPRIATION.....	\$	28,990,000
3	Appropriated from:		
4	Interdepartmental grant revenues:		
5	IDG, training charges.....		1,000,000
6	IDG, 1% special funds.....		1,300,000
7	Federal revenues:		
8	Federal funds 1%.....		3,637,100
9	Special revenue funds:		
10	Local funds 1%.....		1,700,000
11	Private funds 1%.....		150,000
12	Freedom of information fees.....		1,100
13	State restricted funds 1%.....		6,287,400
14	State sponsored group insurance.....		2,650,000
15	State sponsored group insurance, flexible spending		
16	accounts, and COBRA.....		5,096,200
17	State general fund/general purpose.....	\$	7,168,200
18	(3) INFORMATION TECHNOLOGY		
19	Information technology services and projects.....	\$	<u>2,863,600</u>
20	GROSS APPROPRIATION.....	\$	2,863,600
21	Appropriated from:		
22	Federal revenues:		
23	Federal funds 1%.....		1,142,000
24	Special revenue funds:		
25	State restricted funds 1%.....		699,600
26	State sponsored group insurance, flexible spending		
27	accounts, and COBRA.....		137,900

1	State general fund/general purpose.....	\$	884,100
2	Sec. 105. EXECUTIVE OFFICE		
3	(1) APPROPRIATIONS SUMMARY		
4	Full-time equated unclassified positions.....	10.0	
5	Full-time equated classified positions.....	74.2	
6	GROSS APPROPRIATION.....	\$	4,859,300
7	Interdepartmental grant revenues:		
8	Total interdepartmental grants and intradepartmental		
9	transfers.....		0
10	ADJUSTED GROSS APPROPRIATION.....	\$	4,859,300
11	Federal revenues:		
12	Total federal revenues.....		0
13	Special revenue funds:		
14	Total local revenues.....		0
15	Total private revenues.....		0
16	Total other state restricted revenues.....		0
17	State general fund/general purpose.....	\$	4,859,300
18	(2) EXECUTIVE OFFICE OPERATIONS		
19	Full-time equated unclassified positions.....	10.0	
20	Full-time equated classified positions.....	74.2	
21	Governor.....	\$	177,000
22	Lieutenant governor.....		123,900
23	Executive office--74.2 FTE positions.....		3,708,700
24	Unclassified positions--8.0 FTE positions.....		<u>849,700</u>
25	GROSS APPROPRIATION.....	\$	4,859,300
26	Appropriated from:		

1	Special revenue funds:		
2	State general fund/general purpose.....	\$	4,859,300
3	Sec. 106. DEPARTMENT OF INFORMATION TECHNOLOGY		
4	(1) APPROPRIATIONS SUMMARY		
5	Full-time equated unclassified positions.....	3.0	
6	Full-time equated classified positions.....	1,749.4	
7	GROSS APPROPRIATION.....	\$	356,489,300
8	Interdepartmental grant revenues:		
9	Total interdepartmental grants and intradepartmental		
10	transfers.....		356,489,300
11	ADJUSTED GROSS APPROPRIATION.....	\$	0
12	Federal revenues:		
13	Total federal revenues.....		0
14	Special revenue funds:		
15	Total local revenues.....		0
16	Total private revenues.....		0
17	Total other state restricted revenues.....		0
18	State general fund/general purpose.....	\$	0
19	(2) ADMINISTRATION		
20	Full-time equated unclassified positions.....	3.0	
21	Full-time equated classified positions.....	1,749.4	
22	Agriculture--13.9 FTE positions.....	\$	1,461,900
23	Attorney general--5.0 FTE positions.....		824,600
24	Career development--50.8 FTE positions.....		6,492,700
25	Civil rights--4.0 FTE positions.....		804,000
26	Civil service--25.9 FTE positions.....		2,863,700

1	Community health--148.3 FTE positions.....	30,616,000
2	Consumer and industry services--124.4 FTE positions.	15,158,000
3	CIS, unemployment agency--97.5 FTE positions.....	10,321,700
4	Corrections--128.0 FTE positions.....	12,321,200
5	Education--37.0 FTE positions.....	2,514,100
6	Environmental quality--66.7 FTE positions.....	6,567,500
7	Family independence agency--354.6 FTE positions.....	144,348,800
8	Gaming--7.0 FTE positions.....	762,600
9	History, arts, and libraries--9.9 FTE positions.....	1,036,600
10	Lottery--38.0 FTE positions.....	3,363,100
11	Management and budget--81.0 FTE positions.....	25,897,600
12	Military and veterans affairs--9.9 FTE positions....	1,170,300
13	Natural resources--96.5 FTE positions.....	8,866,700
14	State--100.5 FTE positions.....	20,321,600
15	State police--149.1 FTE positions.....	18,591,800
16	Transportation--107.0 FTE positions.....	26,135,800
17	Treasury--94.4 FTE positions.....	<u>16,049,000</u>
18	GROSS APPROPRIATION..... \$	356,489,300
19	Appropriated from:	
20	Interdepartmental grant revenues:	
21	IDG from user fees.....	356,489,300
22	Special revenue funds:	
23	State general fund/general purpose..... \$	0
24	Sec. 107. LEGISLATURE	
25	(1) APPROPRIATIONS SUMMARY	
26	GROSS APPROPRIATION..... \$	119,488,400

1	Interdepartmental grant revenues:	
2	Total interdepartmental grants and intradepartmental	
3	transfers.....	1,662,900
4	ADJUSTED GROSS APPROPRIATION.....	\$ 117,825,500
5	Federal revenues:	
6	Total federal revenues.....	0
7	Special revenue funds:	
8	Total local revenues.....	0
9	Total private revenues.....	400,000
10	Total other state restricted revenues.....	2,495,100
11	State general fund/general purpose.....	\$ 114,930,400
12	(2) LEGISLATURE	
13	Senate.....	\$ 26,876,800
14	Senate automated data processing.....	2,013,500
15	Senate fiscal agency.....	2,870,100
16	House of representatives.....	42,421,900
17	House automated data processing.....	1,570,500
18	House fiscal agency.....	2,774,500
19	Legislative auditor general.....	<u>14,472,900</u>
20	GROSS APPROPRIATION.....	\$ 93,000,200
21	Appropriated from:	
22	Interdepartmental grant revenues:	
23	IDG from MDCIS, liquor purchase revolving fund.....	51,600
24	IDG from MDCS.....	95,100
25	IDG from MDOT, comprehensive transportation fund....	47,400
26	IDG from MDOT, Michigan transportation fund.....	181,100
27	IDG from MDOT, state aeronautics fund.....	16,600

1	IDG from MDOT, state trunkline fund.....	371,100
2	IDG, single audit act.....	900,000
3	Special revenue funds:	
4	Construction lien fund.....	12,400
5	Contract audit administration fees.....	52,700
6	Correctional industries revolving fund.....	29,600
7	Game and fish protection fund.....	21,400
8	Marine safety fund.....	1,900
9	Michigan economic development corporation.....	47,500
10	Michigan education trust.....	34,000
11	Michigan state fair revolving fund.....	33,000
12	Michigan state housing development authority fees...	44,100
13	Michigan strategic fund.....	40,000
14	Michigan veterans trust fund.....	22,600
15	Motor transport revolving fund.....	32,500
16	Office services revolving fund.....	29,300
17	State services fee fund.....	978,700
18	Waterways fund.....	5,600
19	State general fund/general purpose..... \$	89,952,000
20	(3) LEGISLATIVE COUNCIL	
21	Legislative council..... \$	10,161,700
22	Legislative service bureau automated data processing	1,342,200
23	e-Law, legislative council technology enhancement	
24	project.....	180,500
25	Legislative corrections ombudsman.....	493,100
26	Worker's compensation.....	135,800
27	National association dues.....	<u>344,500</u>

1	GROSS APPROPRIATION.....	\$	12,657,800
2	Appropriated from:		
3	Special revenue funds:		
4	Private - gifts and bequests revenues.....		400,000
5	State general fund/general purpose.....	\$	12,257,800
6	(4) LEGISLATIVE RETIREMENT SYSTEM		
7	General nonretirement expenses.....	\$	<u>4,057,000</u>
8	GROSS APPROPRIATION.....	\$	4,057,000
9	Appropriated from:		
10	Special revenue funds:		
11	Court fees.....		1,109,800
12	State general fund/general purpose.....	\$	2,947,200
13	(5) PROPERTY MANAGEMENT		
14	Capitol building.....	\$	2,160,000
15	Cora Anderson building.....		6,940,300
16	Farnum building and other properties.....		<u>673,100</u>
17	GROSS APPROPRIATION.....	\$	9,773,400
18	Appropriated from:		
19	Special revenue funds:		
20	State general fund/general purpose.....	\$	9,773,400
21	Sec. 108. DEPARTMENT OF MANAGEMENT AND BUDGET		
22	(1) APPROPRIATIONS SUMMARY		
23	Full-time equated unclassified positions.....	6.0	
24	Full-time equated classified positions.....	716.0	
25	GROSS APPROPRIATION.....	\$	230,187,500
26	Interdepartmental grant revenues:		
27	Total interdepartmental grants and intradepartmental		

1	transfers.....	103,716,800
2	ADJUSTED GROSS APPROPRIATION..... \$	126,470,700
3	Federal revenues:	
4	Total federal revenues.....	440,800
5	Special revenue funds:	
6	Total local revenues.....	0
7	Total private revenues.....	0
8	Total other state restricted revenues.....	89,701,300
9	State general fund/general purpose..... \$	36,328,600
10	(2) MANAGEMENT AND BUDGET SERVICES	
11	Full-time equated unclassified positions.....6.0	
12	Full-time equated classified positions.....574.5	
13	Unclassified positions--6.0 FTE positions..... \$	570,800
14	Management and budget services operations--574.5 FTE	
15	positions.....	126,689,400
16	Motor vehicle fleet.....	<u>58,500,000</u>
17	GROSS APPROPRIATION..... \$	185,760,200
18	Appropriated from:	
19	Interdepartmental grant revenues:	
20	IDG from building occupancy and parking charges.....	94,958,700
21	IDG from department of career development.....	100,000
22	IDG from MDCH.....	235,000
23	IDG from MDOT, comprehensive transportation fund....	63,700
24	IDG from MDOT, state aeronautics fund.....	38,300
25	IDG from MDOT, state trunkline fund.....	1,386,500
26	IDG from user fees.....	4,636,400
27	Federal revenues:	

1	Federal funds.....	413,200
2	Special revenue funds:	
3	Game and fish protection fund.....	310,700
4	Health management funds.....	1,462,700
5	Marine safety fund.....	29,900
6	Motor transport fund.....	58,500,000
7	Pension trust funds.....	1,299,000
8	Special revenue, internal service, and pension trust	
9	funds.....	4,775,500
10	State building authority revenue.....	511,200
11	State lottery fund.....	139,600
12	Waterways fund.....	67,500
13	State general fund/general purpose..... \$	16,832,300
14	(3) STATEWIDE APPROPRIATIONS	
15	Professional development fund - AFSCME..... \$	400,000
16	Professional development fund - MPES.....	105,000
17	Professional development fund - UAW.....	<u>900,000</u>
18	GROSS APPROPRIATION..... \$	1,405,000
19	Appropriated from:	
20	Interdepartmental grant revenues:	
21	IDG from employer contributions.....	1,405,000
22	Special revenue funds:	
23	State general fund/general purpose..... \$	0
24	(4) SPECIAL PROGRAMS	
25	Full-time equated classified positions.....141.5	
26	Building occupancy charges - property management	
27	services for executive/legislative building	

1	occupancy.....	\$	1,875,000
2	Retirement services--127.5 FTE positions.....		14,034,800
3	Office of children's ombudsman--14.0 FTE positions..		<u>1,215,000</u>
4	GROSS APPROPRIATION.....	\$	17,124,800
5	Appropriated from:		
6	Special revenue funds:		
7	Deferred compensation.....		1,380,800
8	Pension trust funds.....		12,654,000
9	State general fund/general purpose.....	\$	3,090,000
10	(5) INFORMATION TECHNOLOGY		
11	Information technology services and projects.....	\$	<u>25,897,500</u>
12	GROSS APPROPRIATION.....	\$	25,897,500
13	Appropriated from:		
14	Interdepartmental grant revenues:		
15	IDG from building occupancy and parking charges.....		655,700
16	IDG from MDOT, comprehensive transportation fund....		2,100
17	IDG from MDOT, state aeronautics fund.....		1,100
18	IDG from MDOT, state trunkline fund.....		47,500
19	IDG from user fees.....		186,800
20	Federal revenues:		
21	Federal funds.....		27,600
22	Special revenue funds:		
23	Deferred compensation.....		2,600
24	Game and fish protection fund.....		9,800
25	Health management funds.....		41,700
26	Marine safety fund.....		900
27	MAIN user charges.....		4,042,200

1	Pension trust funds.....	2,052,300
2	Special revenue, internal service, and pension trust	
3	funds.....	2,404,600
4	State building authority revenue.....	9,700
5	State lottery fund.....	4,600
6	Waterways fund.....	2,000
7	State general fund/general purpose..... \$	16,406,300
8	Sec. 109. DEPARTMENT OF STATE	
9	(1) APPROPRIATIONS SUMMARY	
10	Full-time equated unclassified positions.....6.0	
11	Full-time equated classified positions.....1,848.3	
12	GROSS APPROPRIATION..... \$	222,944,000
13	Interdepartmental grant revenues:	
14	Total interdepartmental grants and intradepartmental	
15	transfers.....	89,925,300
16	ADJUSTED GROSS APPROPRIATION..... \$	133,018,700
17	Federal revenues:	
18	Total federal revenues.....	46,619,500
19	Special revenue funds:	
20	Total local revenues.....	0
21	Total private revenues.....	100
22	Total other state restricted revenues.....	73,418,200
23	State general fund/general purpose..... \$	12,980,900
24	(2) EXECUTIVE DIRECTION	
25	Full-time equated unclassified positions.....6.0	
26	Full-time equated classified positions.....28.2	

1	Secretary of state.....	\$	124,900
2	Unclassified positions--5.0 FTE positions.....		464,200
3	Operations--28.2 FTE positions.....		<u>2,093,400</u>
4	GROSS APPROPRIATION.....	\$	2,682,500
5	Appropriated from:		
6	Interdepartmental grant revenues:		
7	IDG from MDOT, Michigan transportation fund.....		1,185,600
8	Special revenue funds:		
9	Auto repair facilities fees.....		50,700
10	Driver fees.....		98,300
11	Expedient service fees.....		43,400
12	Look-up fees.....		558,400
13	Parking ticket court fines.....		6,900
14	Personal identification card fees.....		10,200
15	Reinstatement fees - operator licenses.....		110,000
16	Vehicle theft prevention fees.....		29,800
17	State general fund/general purpose.....	\$	589,200
18	(3) DEPARTMENT SERVICES		
19	Full-time equated classified positions.....	151.0	
20	Operations--144.5 FTE positions.....	\$	19,789,600
21	Assigned claims assessments--6.5 FTE positions.....		<u>644,200</u>
22	GROSS APPROPRIATION.....	\$	20,433,800
23	Appropriated from:		
24	Interdepartmental grant revenues:		
25	IDG from MDOT, Michigan transportation fund.....		10,740,100
26	Federal revenues:		
27	Federal funds.....		50,300

1	Special revenue funds:		
2	Assigned claims assessments.....	644,200	
3	Auto repair facilities fees.....	375,100	
4	Child support clearance fees.....	31,000	
5	Driver fees.....	506,200	
6	Expedient service fees.....	224,300	
7	Look-up fees.....	6,149,000	
8	Marine safety fund.....	67,400	
9	Off-road vehicle title fees.....	6,900	
10	Parking ticket court fines.....	47,500	
11	Personal identification card fees.....	875,000	
12	Reinstatement fees - operator licenses.....	419,000	
13	Scrap tire fund.....	61,900	
14	Snowmobile registration fee revenue.....	15,900	
15	Vehicle theft prevention fees.....	219,900	
16	State general fund/general purpose.....	\$ 100	
17	(4) REGULATORY SERVICES		
18	Full-time equated classified positions.....	250.6	
19	Operations--148.4 FTE positions.....	\$ 11,950,300	
20	Auto regulation--101.7 FTE positions.....	7,333,000	
21	Motorcycle safety education grants and		
22	administration--0.5 FTE positions.....	<u>1,343,800</u>	
23	GROSS APPROPRIATION.....	\$ 20,627,100	
24	Appropriated from:		
25	Interdepartmental grant revenues:		
26	IDG from MDOT, Michigan transportation fund.....	2,740,700	
27	Federal revenues:		

1	Federal funds.....	85,900
2	Special revenue funds:	
3	Auto repair facilities fees.....	3,892,700
4	Commercial driver training school fees.....	59,100
5	Driver fees.....	5,692,800
6	Expedient service fees.....	27,900
7	Look-up fees.....	3,845,300
8	Motorcycle safety fund.....	1,443,200
9	Parking ticket court fines.....	7,600
10	Personal identification card fees.....	39,900
11	Reinstatement fees - operator licenses.....	1,463,700
12	Vehicle theft prevention fees.....	1,324,900
13	State general fund/general purpose..... \$	3,400
14	(5) CUSTOMER DELIVERY SERVICES	
15	Full-time equated classified positions.....1,390.0	
16	Branch operations--962.4 FTE positions..... \$	63,827,300
17	Central records--261.7 FTE positions.....	15,590,200
18	Customer services administration--149.7 FTE	
19	positions.....	15,433,200
20	Commemorative license plates--16.2 FTE positions....	2,147,300
21	Specialty license plates.....	1,922,000
22	Olympic center plate.....	75,700
23	Organ donor program.....	<u>104,000</u>
24	GROSS APPROPRIATION..... \$	99,099,700
25	Appropriated from:	
26	Interdepartmental grant revenues:	
27	IDG from MDOT, Michigan transportation fund.....	56,517,700

1	Federal revenues:	
2	Federal funds.....	1,183,300
3	Special revenue funds:	
4	Private funds.....	100
5	Auto repair facilities fees.....	79,400
6	Child support clearance fees.....	340,300
7	Driver fees.....	11,349,700
8	Expedient service fees.....	2,500,300
9	Look-up fees.....	16,881,400
10	Marine safety fund.....	980,800
11	Michigan state police auto theft fund.....	100,000
12	Mobile home commission fees.....	407,100
13	Motorcycle safety fund.....	30,100
14	Off-road vehicle title fees.....	104,900
15	Olympic center training fund.....	75,700
16	Parking ticket court fines.....	1,393,100
17	Personal identification card fees.....	1,312,700
18	Reinstatement fees - operator licenses.....	1,027,000
19	Snowmobile registration fee revenue.....	287,300
20	Vehicle theft prevention fees.....	180,600
21	State general fund/general purpose..... \$	4,348,200
22	(6) ELECTION REGULATION	
23	Full-time equated classified positions.....28.5	
24	Election administration and services--25.5 FTE	
25	positions..... \$	2,639,900
26	Help America vote act.....	45,300,000
27	Fees to local units.....	69,800

1	Qualified voter file--3.0 FTE positions.....		<u>1,334,200</u>
2	GROSS APPROPRIATION.....	\$	49,343,900
3	Appropriated from:		
4	Federal revenues:		
5	Federal funds.....		45,300,000
6	Special revenue funds:		
7	State general fund/general purpose.....	\$	4,043,900
8	(7) DEPARTMENTWIDE APPROPRIATIONS		
9	Building occupancy charges/rent.....	\$	10,486,600
10	Worker's compensation.....		<u>748,900</u>
11	GROSS APPROPRIATION.....	\$	11,235,500
12	Appropriated from:		
13	Interdepartmental grant revenues:		
14	IDG from MDOT, Michigan transportation fund.....		4,895,300
15	Special revenue funds:		
16	Auto repair facilities fees.....		162,100
17	Driver fees.....		498,700
18	Expedient service fees.....		16,400
19	Look-up fees.....		2,159,400
20	Parking ticket court fines.....		537,700
21	State general fund/general purpose.....	\$	2,965,900
22	(8) INFORMATION TECHNOLOGY		
23	Information technology services and projects.....	\$	<u>19,521,500</u>
24	GROSS APPROPRIATION.....	\$	19,521,500
25	Appropriated from:		
26	Interdepartmental grant revenues:		
27	IDG from MDOT, Michigan transportation fund.....		13,845,900

1	Special revenue funds:	
2	Administrative order processing fee.....	10,500
3	Auto repair facilities fees.....	170,500
4	Child support clearance fees.....	15,400
5	Driver fees.....	629,900
6	Expedient service fees.....	462,800
7	Look-up fees.....	2,646,600
8	Parking ticket court fines.....	78,700
9	Personal identification card fees.....	26,100
10	Reinstatement fees - operator licenses.....	442,400
11	Vehicle theft prevention fees.....	162,500
12	State general fund/general purpose..... \$	1,030,200

13 **Sec. 110. DEPARTMENT OF TREASURY**

14 **(1) APPROPRIATIONS SUMMARY**

15	Full-time equated unclassified positions.....9.0	
16	Full-time equated classified positions.....1,526.0	
17	GROSS APPROPRIATION..... \$	1,849,116,800
18	Interdepartmental grant revenues:	
19	Total interdepartmental grants and intradepartmental	
20	transfers.....	12,417,600
21	ADJUSTED GROSS APPROPRIATION..... \$	1,836,699,200
22	Federal revenues:	
23	Total federal revenues.....	44,196,100
24	Special revenue funds:	
25	Total local revenues.....	910,800
26	Total private revenues.....	0

1	Total other state restricted revenues.....	1,668,419,600
2	State general fund/general purpose..... \$	123,172,700
3	(2) EXECUTIVE DIRECTION	
4	Full-time equated unclassified positions.....9.0	
5	Full-time equated classified positions.....4.0	
6	Unclassified positions--9.0 FTE positions..... \$	800,900
7	Office of the director--4.0 FTE positions.....	<u>543,300</u>
8	GROSS APPROPRIATION..... \$	1,344,200
9	Appropriated from:	
10	Special revenue funds:	
11	State lottery fund.....	139,500
12	State services fee fund.....	150,800
13	State general fund/general purpose..... \$	1,053,900
14	(3) DEPARTMENTWIDE APPROPRIATIONS	
15	Travel..... \$	1,716,000
16	Rent and building occupancy charges - property	
17	management services.....	6,092,200
18	Worker's compensation insurance premium.....	<u>556,900</u>
19	GROSS APPROPRIATION..... \$	8,365,100
20	Appropriated from:	
21	Interdepartmental grant revenues:	
22	IDG from MDOT, state aeronautics fund.....	2,500
23	IDG, state agency collection fees.....	16,900
24	Special revenue funds:	
25	Delinquent tax collection revenue.....	3,828,600
26	Municipal finance fees.....	10,600
27	Treasury fees.....	17,800

1	Waterways fund.....	2,200
2	State general fund/general purpose..... \$	4,486,500
3	(4) LOCAL GOVERNMENT PROGRAMS	
4	Full-time equated classified positions.....70.0	
5	Supervision of the general property tax law--51.0	
6	FTE positions..... \$	8,069,600
7	Property tax assessor training--4.0 FTE positions...	360,600
8	Local finance--15.0 FTE positions.....	1,493,600
9	State compliance audits.....	59,900
10	Pari-mutuel audits.....	<u>240,000</u>
11	GROSS APPROPRIATION..... \$	10,223,700
12	Appropriated from:	
13	Special revenue funds:	
14	Local - assessor training fees.....	360,600
15	Local - audit charges.....	457,200
16	Local - equalization study charge-backs.....	40,000
17	Local - revenue from local government.....	50,000
18	Land reutilization fund.....	3,985,700
19	Municipal finance fees.....	236,500
20	State services fee fund.....	240,000
21	State general fund/general purpose..... \$	4,853,700
22	(5) TAX PROGRAMS	
23	Full-time equated classified positions.....663.0	
24	Customer contact--180.0 FTE positions..... \$	13,770,000
25	Tax compliance--290.0 FTE positions.....	21,879,500
26	Tax policy--35.0 FTE positions.....	3,234,800
27	Tax processing--154.0 FTE positions.....	10,332,100

1	Home heating assistance.....	1,600,000
2	Bottle bill implementation.....	250,000
3	New hire reporting.....	1,545,000
4	Tobacco tax collection--4.0 FTE positions.....	<u>210,600</u>
5	GROSS APPROPRIATION..... \$	52,822,000
6	Appropriated from:	
7	Interdepartmental grant revenues:	
8	IDG, data/collection services fees.....	250,900
9	IDG from FIA.....	1,545,000
10	IDG from MDCH.....	210,600
11	IDG from MDOT, Michigan transportation fund.....	6,364,000
12	IDG from MDOT, state aeronautics fund.....	43,100
13	Federal revenues:	
14	HHS-SSA, low-income energy assistance.....	1,600,000
15	Special revenue funds:	
16	Bottle deposit fund.....	250,000
17	Delinquent tax collection revenue.....	38,132,400
18	Tobacco tax revenue.....	328,500
19	Waterways fund.....	56,200
20	State general fund/general purpose..... \$	4,041,300
21	(6) BANKING AND MANAGEMENT SERVICES	
22	Full-time equated classified positions.....295.0	
23	Human resources, program management, and	
24	purchasing--32.0 FTE positions..... \$	2,826,500
25	Internal audit--5.5 FTE positions.....	406,800
26	Mail operations--20.0 FTE positions.....	1,496,700
27	Office of revenue and tax analysis--15.5 FTE	

1	positions.....	1,111,600
2	Unclaimed property--19.0 FTE positions.....	2,972,400
3	Collections--131.0 FTE positions.....	11,787,100
4	Finance and accounting--32.0 FTE positions.....	1,234,900
5	Receipts processing--40.0 FTE positions.....	<u>2,324,500</u>
6	GROSS APPROPRIATION..... \$	24,160,500
7	Appropriated from:	
8	Interdepartmental grant revenues:	
9	IDG from FIA, title IV-D.....	501,100
10	IDG from MDOT, state aeronautics fund.....	16,900
11	IDG, levy/warrant cost assessment fees.....	1,810,800
12	IDG, receipt, warrant and cash processing fees.....	722,300
13	IDG, state agency collection fees.....	450,100
14	Special revenue funds:	
15	Delinquent tax collection revenue.....	10,089,100
16	Escheats revenue.....	2,972,500
17	Garnishment fees.....	419,800
18	Treasury fees.....	162,100
19	Waterways fund.....	18,100
20	State general fund/general purpose..... \$	6,997,700
21	(7) FINANCIAL PROGRAMS	
22	Full-time equated classified positions.....226.0	
23	Retirement investments--72.0 FTE positions..... \$	11,671,700
24	Michigan merit award board/MEAP administration--24.0	
25	FTE positions.....	3,248,900
26	MEAP testing contracts.....	25,578,200
27	Michigan education savings program.....	1,000,000

1	Common cash investments and debt management--11.5	
2	FTE positions.....	994,900
3	Student financial assistance programs--118.5 FTE	
4	positions.....	<u>33,223,500</u>
5	GROSS APPROPRIATION..... \$	75,717,200
6	Appropriated from:	
7	Interdepartmental grant revenues:	
8	IDG, fiscal agent service fees.....	147,400
9	Federal revenues:	
10	DED-OPSE, federal lenders allowance.....	9,509,700
11	DED-OESE, grants for federal assessments.....	10,698,800
12	DED-OPSE, higher education act of 1965, insured	
13	loans.....	21,887,600
14	Special revenue funds:	
15	College work-study.....	46,300
16	Michigan merit award trust fund.....	19,497,400
17	Retirement funds.....	11,671,700
18	School bond fees.....	401,600
19	Treasury fees.....	230,900
20	State general fund/general purpose..... \$	1,625,800
21	(8) DEBT SERVICE	
22	Water pollution control bond and interest redemption \$	2,750,300
23	Quality of life bond.....	37,499,900
24	Clean Michigan initiative.....	<u>33,035,900</u>
25	GROSS APPROPRIATION..... \$	73,286,100
26	Appropriated from:	
27	Special revenue funds:	

1	Recreation bond resources.....	878,000
2	State general fund/general purpose..... \$	72,408,100
3	(9) GRANTS	
4	Grants to counties in lieu of taxes..... \$	9,900
5	Convention facility development distribution.....	48,000,000
6	Senior citizen cooperative housing tax exemption	
7	program.....	15,499,900
8	Commercial mobile radio service payments.....	26,500,000
9	Health and safety fund grants.....	23,500,000
10	Qualified agricultural loan payments.....	4,999,900
11	City of Benton Harbor - enterprise zone.....	42,600
12	Renaissance zone reimbursement.....	<u>1,639,900</u>
13	GROSS APPROPRIATION..... \$	120,192,200
14	Appropriated from:	
15	Special revenue funds:	
16	Commercial mobile radio service fees.....	26,500,000
17	Convention facility development fund.....	48,000,000
18	Health and safety fund.....	23,500,000
19	State general fund/general purpose..... \$	22,192,200
20	(10) BUREAU OF STATE LOTTERY	
21	Full-time equated classified positions.....166.0	
22	Lottery operations--166.0 FTE positions..... \$	16,512,600
23	Promotion and advertising.....	17,672,000
24	Lottery information technology services and projects	<u>3,363,200</u>
25	GROSS APPROPRIATION..... \$	37,547,800
26	Appropriated from:	
27	Special revenue funds:	

1	State lottery fund.....	37,547,800
2	State general fund/general purpose..... \$	0
3	(11) CASINO GAMING	
4	Full-time equated classified positions.....102.0	
5	Michigan gaming control board..... \$	49,900
6	Casino gaming control administration--102.0 FTE	
7	positions.....	16,516,500
8	Information technology services and projects.....	<u>762,500</u>
9	GROSS APPROPRIATION..... \$	17,328,900
10	Appropriated from:	
11	Special revenue funds:	
12	Casino gambling agreements.....	383,500
13	State services fee fund.....	16,945,400
14	State general fund/general purpose..... \$	0
15	(12) REVENUE SHARING	
16	Constitutional state general revenue sharing grants. \$	694,540,100
17	Statutory state general revenue sharing grants.....	<u>717,540,100</u>
18	GROSS APPROPRIATION..... \$	1,412,080,200
19	Appropriated from:	
20	Special revenue funds:	
21	Sales tax.....	1,412,080,200
22	State general fund/general purpose..... \$	0
23	(13) INFORMATION TECHNOLOGY	
24	Information technology services and projects..... \$	<u>16,048,900</u>
25	GROSS APPROPRIATION..... \$	16,048,900
26	Appropriated from:	
27	Interdepartmental grant revenues:	

Senate Bill No. 270 (H-1) as amended June 17, 2003

1	IDG from MDOT, Michigan transportation fund.....	336,000
2	Federal revenues:	
3	DED-OPSE, higher education act of 1965, insured	
4	loans.....	500,000
5	Special revenue funds:	
6	Local - assessor training fees.....	3,000
7	Delinquent tax collection revenue.....	8,667,400
8	Land reutilization fund.....	20,000
9	Michigan merit award trust fund.....	393,000
10	Retirement funds.....	616,000
11	State general fund/general purpose..... \$	5,513,500

12 PART 2

13 PROVISIONS CONCERNING APPROPRIATIONS

14 **GENERAL SECTIONS**

15 Sec. 201. (1) Pursuant to section 30 of article IX of the state
 16 constitution of 1963, total state spending from state resources under
 17 part 1 for fiscal year 2003-2004 is [\$2,202,502,200.00] and state
 18 spending from state resources to be paid to local units of government
 19 for fiscal year 2003-2004 is \$1,513,721,300.00. The itemized
 20 statement below identifies appropriations from which spending to units
 21 of local government will occur:

22 DEPARTMENT OF STATE

23	Fees to local units.....	\$	<u>69,800</u>
24	Subtotal.....	\$	69,800

25 DEPARTMENT OF TREASURY

Senate Bill No. 270 (H-1) as amended June 17, 2003

1	Senior citizen cooperative housing tax exemption....	\$	15,499,900
2	Grants to counties in lieu of taxes.....		9,900
3	Health and safety fund grants.....		23,500,000
4	City of Benton Harbor enterprise zone.....		42,600
5	Constitutional state general revenue sharing grants.		694,540,100
6	Statutory state general revenue sharing grants.....		717,540,100
7	Convention facility development fund distribution...		48,000,000
8	Commercial mobile radio service payments.....		12,879,000
9	Renaissance zone reimbursements.....		<u>1,639,900</u>
10	Subtotal.....	\$	<u>1,513,651,500</u>
11	TOTAL GENERAL GOVERNMENT.....	\$	1,513,721,300

12 (2) Pursuant to section 30 of article IX of the state constitution
 13 of 1963, total state spending from state sources for fiscal year
 14 2003-2004 is estimated at [\$25,960,265,153.00] in the 2003-2004
 15 appropriations acts and total state spending from state sources paid
 16 to local units of government for fiscal year 2003-2004 is estimated at
 17 \$15,974,850,421.00. The state-local proportion is estimated at [61.54%]
 18 of total state spending from state resources.

19 (3) If payments to local units of government and state spending
 20 from state sources for fiscal year 2003-2004 are different than the
 21 amounts estimated in subsection (2), the state budget director shall
 22 report the payments to local units of government and state spending
 23 from state sources that were made for fiscal year 2003-2004 to the
 24 senate and house of representatives standing committees on
 25 appropriations within 30 days after the final bookclosing for fiscal
 26 year 2003-2004.

27 Sec. 202. The appropriations authorized under this act are

1 subject to the management and budget act, 1984 PA 431, MCL 18.1101 to
2 18.1594.

3 Sec. 203. As used in this act:

4 (a) "AFSCME" means American federation of state, county, and
5 municipal employees.

6 (b) "COBRA" means the consolidated omnibus budget reconciliation
7 act of 1985, Public Law 99-272, 100 Stat. 82.

8 (c) "CPI" means consumer price index.

9 (d) "DAG" means the United States department of agriculture.

10 (e) "DED-OESE" means the United States department of education,
11 office of elementary and secondary education.

12 (f) "DED-OPSE" means the United States department of education,
13 office of postsecondary education.

14 (g) "DOL-ETA" means the United States department of labor,
15 employment and training administration.

16 (h) "DOL-OSHA" means the United States department of labor,
17 occupational safety and health administration.

18 (i) "EEOC" means the United States equal employment opportunity
19 commission.

20 (j) "EPA" means the United States environmental protection agency.

21 (k) "FIA" means the Michigan family independence agency.

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

23 (m) "GF/GP" means general fund/general purpose.

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

26 (o) "HHS-OS" means the HHS office of the secretary.

27 (p) "HHS-SSA" means the HHS social security administration.

1 (q) "HUD" means the United States department of housing and urban
2 development.

3 (r) "IDG" means interdepartmental grant.

4 (s) "MAIN" means the Michigan administrative information network.

5 (t) "MCL" means the Michigan Compiled Laws.

6 (u) "MDA" means the Michigan department of agriculture.

7 (v) "MDCH" means the Michigan department of community health.

8 (w) "MDCIS" means the Michigan department of consumer and industry
9 services.

10 (x) "MDCS" means the Michigan department of civil service.

11 (y) "MDMB" means the Michigan department of management and budget.

12 (z) "MDOT" means the Michigan department of transportation.

13 (aa) "MDSP" means the Michigan department of state police.

14 (bb) "MEAP" means the Michigan educational assessment program.

15 (cc) "MESA" means the Michigan employment security agency.

16 (dd) "MPES" means the Michigan professional employees society.

17 (ee) "PA" means public act.

18 (ff) "PACC" means the prosecuting attorneys coordinating council.

19 (gg) "UAW" means the united auto workers.

20 Sec. 204. The department of civil service shall bill departments
21 and agencies at the end of the first fiscal quarter for the 1% charge
22 authorized by section 5 of article XI of the state constitution of
23 1963. Payments shall be made for the total amount of the billing by
24 the end of the second fiscal quarter.

25 Sec. 205. (1) A hiring freeze is imposed on the state classified
26 civil service. State departments and agencies are prohibited from
27 hiring any new full-time state classified civil service employees and

1 prohibited from filling any vacant state classified civil service
2 positions. This hiring freeze does not apply to internal transfers of
3 classified employees from 1 position to another within a department.

4 (2) The attorney general and secretary of state may grant
5 exceptions to the hiring freeze for their respective departments
6 pursuant to the same criteria that the state budget director is able
7 to grant exceptions under this subsection. The state budget director
8 shall grant exceptions to this hiring freeze when the state budget
9 director believes that the hiring freeze will result in rendering a
10 state department or agency unable to deliver basic services, cause
11 loss of revenue to the state, result in the inability of the state to
12 receive federal funds, or necessitate additional expenditures that
13 exceed any savings from maintaining a vacancy. The state budget
14 director shall report quarterly to the chairpersons of the senate and
15 house of representatives standing committees on appropriations the
16 number of exceptions to the hiring freeze approved during the previous
17 quarter and the reasons to justify the exception.

18 Sec. 207. At least 60 days before beginning any effort to
19 privatize, the departments and agencies receiving appropriations in
20 part 1 shall submit a complete project plan to the senate and house of
21 representatives standing committees on appropriations subcommittees on
22 general government and the senate and house fiscal agencies. The plan
23 shall include the criteria under which the privatization initiative
24 will be evaluated. The evaluation shall be completed and submitted to
25 the senate and house of representatives standing committees on
26 appropriations subcommittees on general government and the senate and
27 house fiscal agencies within 30 months.

1 Sec. 208. Unless otherwise specified, departments and agencies
 2 receiving appropriations in part 1 shall use the Internet to fulfill
 3 the reporting requirements of this act. This requirement may include
 4 transmission of reports via electronic mail to the recipients
 5 identified for each reporting requirement, or it may include placement
 6 of reports on an Internet or Intranet site.

7 Sec. 209. Funds appropriated in part 1 shall not be used for the
 8 purchase of foreign goods or services, or both, if competitively
 9 priced and of comparable quality American goods or services, or both,
 10 are available.

11 Sec. 210. The director of each department receiving
 12 appropriations in part 1 shall take all reasonable steps to ensure
 13 businesses in deprived and depressed communities compete for and
 14 perform contracts to provide services or supplies, or both. Each
 15 director shall strongly encourage firms with which the department
 16 contracts to subcontract with certified businesses in depressed and
 17 deprived communities for services, supplies, or both.

18 Sec. 211. Pursuant to section 352 of the management and budget
 19 act, 1984 PA 431, MCL 18.1352, that provides for a transfer of state
 20 general funds into the countercyclical budget and economic
 21 stabilization fund, there is appropriated into the countercyclical
 22 budget and economic stabilization fund the sum of \$0.00. The
 23 calculation required by section 352 of the management and budget act,
 24 1984 PA 431, MCL 18.1352, is determined as follows:

25		2002	2003
26	Michigan personal income (millions).....	\$304,491	\$313,930
27	less: transfer payments.....	<u>47,031</u>	<u>48,865</u>

1	Subtotal.....	257,460	265,065
2	Divided by: Detroit CPI for 12 months.....		
3	Ending June 30 (1982=1.00).....	1.729	1.781
4	Equals: real adjusted Michigan personal		
5	income.....	\$148,907	\$148,840
6	Percentage change.....		0.0%
7	Percentage change in excess of 2%.....		0.0%
8	Multiplied by: estimated GF/GP revenue in		
9	FY 2002-2003 (millions).....		8,083.8
10	Equals: countercyclical budget and		
11	economic stabilization fund calculation		
12	for the fiscal year ending September 30,		
13	2004.....		\$0.00

14 Sec. 212. The departments and agencies receiving appropriations
 15 in part 1 shall receive and retain copies of all reports funded from
 16 appropriations in part 1. Federal and state guidelines for short-term
 17 and long-term retention of records shall be followed.

18 Sec. 213. Funds appropriated in part 1 shall not be used by this
 19 state, a department, an agency, or an authority of this state to
 20 purchase an ownership interest in a casino enterprise or a gambling
 21 operation as those terms are defined in the Michigan gaming control
 22 and revenue act, the Initiated Law of 1996, MCL 432.201 to 432.226.

23 Sec. 214. From the funds appropriated in part 1 for information
 24 technology, departments and agencies shall pay user fees to the
 25 department of information technology for technology-related services
 26 and projects. Such user fees shall be subject to provisions of an
 27 interagency agreement between the departments and agencies and the

1 department of information technology.

2 Sec. 215. A department or state agency shall not take
3 disciplinary action against an employee for communicating with a
4 member of the legislature or their staff.

5 Sec. 216. None of the funds appropriated in part 1 of this act
6 shall be used to fund the cost of a 2004 presidential primary.

7 **DEPARTMENT OF ATTORNEY GENERAL**

8 Sec. 301. (1) The attorney general shall perform all legal
9 services, including representation before courts and administrative
10 agencies rendering legal opinions and providing legal advice to a
11 principal executive department or state agency. A principal executive
12 department or state agency shall not employ or enter into a contract
13 with any other person for services described in this section.

14 (2) The attorney general shall defend judges of all state courts
15 if a claim is made or a civil action is commenced for injuries to
16 persons or property caused by the judge through the performance of the
17 judge's duties while acting within the scope of his or her authority
18 as a judge.

19 (3) The attorney general shall perform the duties specified in
20 1846 RS 12, MCL 14.28 to 14.35, and 1919 PA 232, MCL 14.101 to 14.102,
21 and as otherwise provided by law.

22 Sec. 302. The attorney general may sell copies of the biennial
23 report in excess of the 350 copies that the attorney general may
24 distribute on a gratis basis. Gratis copies shall not be provided to
25 members of the legislature. Electronic copies of biennial reports
26 shall be made available on the department of attorney general's

1 website. The attorney general shall sell copies of the report at not
2 less than the actual cost of the report and shall deposit the money
3 received into the general fund.

4 Sec. 303. The department of attorney general is responsible for
5 the legal representation for state of Michigan state employee worker's
6 disability compensation cases. The risk management revolving fund
7 revenue appropriation in part 1 is to be satisfied by billings from
8 the department of attorney general for the actual costs of legal
9 representation, including salaries and support costs.

10 Sec. 304. In addition to the funds appropriated in part 1, not
11 more than \$400,000.00 shall be reimbursed per fiscal year for food
12 stamp fraud cases heard by the third circuit court of Wayne County
13 that were initiated by the department of attorney general pursuant to
14 the existing contract between the family independence agency, the
15 prosecuting attorneys association of Michigan, and the department of
16 attorney general. The source of this funding is money earned by the
17 department of attorney general under the agreement after the allowance
18 for reimbursement to the department of attorney general for costs
19 associated with the prosecution of food stamp fraud cases. It is
20 recognized that the federal funds are earned by the department of
21 attorney general for its documented progress on the prosecution of
22 food stamp fraud cases according to the United States department of
23 agriculture regulations and that once earned by this state, the funds
24 become state funds.

25 Sec. 305. Any proceeds from a lawsuit initiated by or settlement
26 agreement entered into on behalf of this state against a manufacturer
27 of tobacco products by the attorney general are state funds and are

1 subject to appropriation as provided by law.

2 Sec. 306. Any unobligated antitrust enforcement revenue, not to
3 exceed \$250,000.00, may be carried forward and available for
4 appropriation in the succeeding fiscal year.

5 Sec. 307. (1) In addition to the funds appropriated in part 1,
6 there is appropriated up to \$500,000.00 from litigation expense
7 reimbursements awarded to the state.

8 (2) The funds may be expended for the payment of attorney fees
9 assessed against the governor or the attorney general when acting in
10 an official capacity as the named party in litigation against the
11 state. The funds may also be expended for the payment of state costs
12 incurred under section 16 of chapter X of the code of criminal
13 procedure, 1927 PA 175, MCL 770.16.

14 (3) Unexpended funds at the end of the fiscal year are carried
15 forward for expenditure in the following year, up to a maximum
16 authorization of \$500,000.00.

17 Sec. 308. (1) From the prisoner reimbursement funds in part 1,
18 \$301,700.00 is appropriated to the department for activities related
19 to the state correctional facility reimbursement act, 1935 PA 253, MCL
20 800.401 to 800.406.

21 (2) In addition to the funds appropriated in subsection (1), if
22 the department collects more than \$1,131,000.00 in prisoner
23 reimbursements, an amount equal to that excess amount, not to exceed
24 \$1,000,000.00, is appropriated from the general fund to the department
25 for use by the department in defending this state, its departments,
26 and its employees against civil litigation claims filed by prisoners.

27 Sec. 309. (1) For the purposes of providing title IV-D child

1 support enforcement funding, the family independence agency, as the
2 state IV-D agency, shall within 30 days after this act is enacted
3 enter into a cooperative agreement with the attorney general for
4 federal IV-D funding to support the child support enforcement
5 activities within the office of the attorney general.

6 (2) The attorney general or his or her designee shall, to the
7 extent allowable under federal law, have access to any information
8 used by the state to locate parents who fail to pay court ordered
9 child support.

10 **DEPARTMENT OF CIVIL RIGHTS**

11 Sec. 401. (1) In addition to the appropriations contained in
12 part 1, the department of civil rights may receive and expend funds
13 from local or private sources for all of the following purposes:

14 (a) Developing and presenting training for employers on equal
15 employment opportunity law and procedures.

16 (b) The publication and sale of civil rights related informational
17 material.

18 (c) The provision of copy material made available under freedom of
19 information requests.

20 (d) Other copy fees, subpoena fees, and witness fees.

21 (e) Developing, presenting, and participating in mediation
22 processes for certain civil rights cases.

23 (f) Workshops, seminars, and recognition or award programs
24 consistent with the programmatic mission of the individual unit
25 sponsoring or coordinating the programs.

26 (2) The department of civil rights shall annually report to the

1 state budget director, the senate and house of representatives
2 standing committees on appropriations, and the senate and house fiscal
3 agencies the amount of funds received and expended for purposes
4 authorized under this section.

5 Sec. 402. The department of civil rights may contract with local
6 units of government to review equal employment opportunity compliance
7 of potential contractors and may charge for and expend amounts
8 received from local units of government for the purpose of developing
9 and providing these contractual services.

10 **DEPARTMENT OF CIVIL SERVICE**

11 Sec. 501. (1) All restricted funds shall be assessed a sum not
12 less than 1% of the total aggregate payroll paid from those funds for
13 financing the department of civil service on the basis of actual 1%
14 restricted sources total aggregate payroll of the classified service
15 for fiscal year 2003 in accordance with section 5 of article XI of the
16 state constitution of 1963. This includes, but is not limited to,
17 restricted funds appropriated in part 1 of any appropriations bill.
18 Unexpended 1% appropriated funds shall be returned to each 1% fund
19 source at the end of the fiscal year.

20 (2) The 1% financing from restricted sources shall be credited to
21 the department of civil service by the end of the second fiscal
22 quarter.

23 Sec. 502. Except where specifically appropriated for this
24 purpose, 1% of the financing from restricted sources shall be credited
25 to the department of civil service. For restricted sources of funding
26 within the general fund that have the legislative authority for

1 carryover, if current spending authorization or revenues are
2 insufficient to accept the charge, the shortage shall be taken from
3 carryforward balances of that funding source. Restricted revenue
4 sources that do not have carryforward authority shall be utilized to
5 satisfy departmental operating deducts first and civil service
6 obligations second. General fund dollars are appropriated for any
7 shortfall, pursuant to approval by the state budget director.

8 Sec. 503. The appropriation in part 1 to the department of civil
9 service, for state-sponsored group insurance, flexible spending
10 accounts, and COBRA, represents amounts, in part, included within the
11 various appropriations throughout state government for the current
12 fiscal year to fund the flexible spending account program included
13 within the department of civil service. Deposits against
14 state-sponsored group insurance, flexible spending accounts, and COBRA
15 for the flexible spending account program shall be made from
16 assessments levied during the current fiscal year in a manner
17 prescribed by the department of civil service. Unspent employee
18 contributions to the flexible spending accounts may be used to offset
19 administrative costs for the flexible spending account program, with
20 any remaining balance of unspent employee contributions to be lapsed
21 to the general fund.

[Sec. 504. (1) The department shall compile the following
information about human resources for all executive branch departments:

(a) An organizational chart for each department that clearly
identifies each department's human resources office and its relationship
to other department offices.

(b) A detailed job description for each person employed in each
department's human resources office.

(c) The total number of personnel employed in each department's
human resources office.

(d) The amount of funding allocated to each department's human
resources operations.

(2) The department shall submit a report containing this information
for the previous fiscal year to the senate and house of representatives
standing committees on appropriations subcommittees on general government

by November 30, 2003. The report shall include recommendations for consolidating executive branch human resources functions into 1 department, and an estimate of cost savings, if any, that would be realized from combining these operations.]

22 INFORMATION TECHNOLOGY

23 Sec. 571. The appropriation in part 1 for the department of
24 information technology shall be funded by user fees assessed against
25 other principal executive departments and agencies. Such user fees
26 shall be based upon services provided by the department of information
27 technology.

1 Sec. 572. (1) The department of information technology may sell
2 and accept paid advertising for placement on any state website under
3 its jurisdiction. The department shall review and approve the content
4 of each advertisement. The department may refuse to accept
5 advertising from any person or organization or require modification to
6 advertisements based upon criteria determined by the department.
7 Revenue received under this subsection will be used for operating
8 costs of the department and for future technology enhancements to
9 state of Michigan e-government initiatives. Funds received under this
10 subsection shall be limited to \$250,000.00. Any funds in excess of
11 \$250,000.00 shall be deposited in the state general fund.

12 (2) The department of information technology may accept gifts,
13 donations, contributions, bequests, and grants of money from any
14 public or private source to assist with the underwriting or
15 sponsorship of state web pages or services offered on those web
16 pages. A private or public funding source may receive recognition in
17 the web page. The department of information technology may reject any
18 gift, donation, contribution, bequest, or grant.

19 (3) Funds accepted by the department of information technology
20 under subsections (1) and (2) are appropriated and allotted when
21 received and may be expended upon receipt.

22 (4) Except as excluded under subsection (1), any unexpended
23 revenue received under this section shall not lapse to the general
24 fund and shall be available for future appropriations.

25 (5) The department of information technology shall develop a
26 search function of all state departments and agencies. This search
27 function shall be easily accessible to visitors on the front page of

1 the state's website.

2 (6) The privacy policy adopted by the department of information
3 technology shall include the following provisions:

4 (a) Instruction on how visitors can set their browsers to be
5 warned before each cookie is written to a visitor's computer.

6 (b) The e-Michigan office will also include instructions for
7 visitors to inform them how to view and remove cookies on their
8 personal computers.

9 (7) By April 1, the department of information technology shall
10 report to the senate and house of representatives standing committees
11 on appropriations and the senate and house fiscal agencies that all of
12 the following information is available on the department's website:

13 (a) The amount of gifts, donations, contributions, bequests, and
14 grants of money received by the department of information technology
15 under this section for the immediately preceding fiscal year.

16 (b) A listing of the expenditures made from the amounts received
17 by the department of information technology as reported in subdivision
18 (a).

19 (c) A listing of any gift, donation, contribution, bequest, or
20 grant of property other than funding received by the department of
21 information technology under this section for the immediately
22 preceding year.

23 (d) The total revenue received from the sale of paid advertising
24 accepted under this section and a statement of the total number of
25 advertising transactions.

26 Sec. 573. The department of information technology may enter
27 into agreements to supply spatial information and technical services

1 to other principal executive departments, state agencies, local units
2 of government, and other organizations. The department of information
3 technology may receive and expend funds in addition to those
4 authorized in part 1 for providing information and technical services,
5 publications, maps, and other products. The department of information
6 technology may expend amounts received for salaries, supplies, and
7 equipment necessary to provide informational products and technical
8 services.

9 Sec. 574. The legislature shall have access to all historical
10 and current data contained within MAIN pertaining to state
11 departments. State departments shall have access to all historical
12 and current data contained within MAIN.

13 Sec. 576. When used in this act, "information technology
14 services" means services involving all aspects of managing and
15 processing information including, but not limited to, all of the
16 following:

- 17 (a) Application development and maintenance.
- 18 (b) Desktop computer support and management.
- 19 (c) Mainframe computer support and management.
- 20 (d) Server support and management.
- 21 (e) Local area network support and management.
- 22 (f) Information technology contract, project, and procurement
23 management.
- 24 (g) Information technology planning and budget management.
- 25 (h) Telecommunication services, security, infrastructure, and
26 support.
- 27 (i) Software and software licensing.

1 Sec. 577. (1) Funds appropriated in part 1 for the Michigan
2 public safety communications system shall be expended upon approval of
3 an expenditure plan by the state budget director.

4 (2) The department of information technology shall assess all
5 subscribers of the Michigan public safety communications system
6 reasonable access and maintenance fees.

7 (3) All money received by the department of information technology
8 under this section shall be deposited to the state general fund
9 pursuant to section 443 of the management and budget act, 1984 PA 431,
10 MCL 18.1443.

11 (4) The department of information technology shall provide a
12 report to the senate and house of representatives standing committees
13 on appropriations, the senate and house fiscal agencies, and the state
14 budget director on April 15, indicating the amount of revenue
15 collected under this section and deposited to the state general fund
16 for the immediately preceding 6-month period.

17 Sec. 578. The department of information technology shall submit
18 a report for the immediately preceding fiscal year ending September 30
19 to the senate and house of representatives standing committees on
20 appropriations subcommittees on general government and the senate and
21 house fiscal agencies by March 1. The report shall include the
22 following:

23 (a) The total amount of funding appropriated for information
24 technology services and projects, by funding source, for all principal
25 executive departments and agencies.

26 (b) A listing of the expenditures made from the amounts received
27 by the department of information technology, as reported in

1 subdivision (a).

2 Sec. 579. The department of information technology shall provide
3 a report that analyzes and makes recommendations on the life-cycle of
4 information technology hardware and software. The report shall be
5 submitted to the senate and house of representatives standing
6 committees on appropriations subcommittees on general government and
7 the senate and house fiscal agencies by March 1.

8 **LEGISLATURE**

9 Sec. 600. The senate, the house of representatives, or an agency
10 within the legislative branch may receive, expend, and transfer funds
11 in addition to those authorized in part 1.

12 Sec. 601. (1) Funds appropriated in part 1 to an entity within
13 the legislative branch shall not be expended or transferred to another
14 account without written approval of the authorized agent of the
15 legislative entity. If the authorized agent of the legislative entity
16 notifies the state budget director of its approval of an expenditure
17 or transfer before the year-end book-closing date for that legislative
18 entity, the state budget director shall immediately make the
19 expenditure or transfer. The authorized legislative entity agency
20 shall be designated by the speaker of the house of representatives for
21 house entities, the senate majority leader for senate entities, and
22 the legislative council for legislative council entities.

23 (2) Funds appropriated within the legislative branch, to a
24 legislative council component, shall not be expended by any agency or
25 other subgroup included in that component without the approval of the
26 legislative council.

1 Sec. 602. The senate may charge rent and assess charges for
 2 utility costs. The amounts received for rent charges and utility
 3 assessments are appropriated to the senate for the renovation,
 4 operation, and maintenance of the Farnum building and other
 5 properties.

6 Sec. 603. The appropriation contained in part 1 for national
 7 association dues is to be distributed in the following manner by the
 8 legislative council:

9	National conference of state legislatures.....	\$	157,000
10	Council of state governments.....		141,100
11	National conference of insurance legislators.....		8,600
12	National conference of commissioners on uniform		
13	state laws.....		37,800

14 Sec. 604. (1) The appropriation in part 1 to the legislative
 15 council includes funds to operate the legislative parking facilities
 16 in the capitol area. The legislative council shall establish rules
 17 regarding the operation of the legislative parking facilities.

18 (2) The legislative council shall collect a fee from state
 19 employees and the general public using certain legislative parking
 20 facilities. The revenues received from the parking fees shall be
 21 allocated by the legislative council.

22 Sec. 605. The appropriation in part 1 to the legislative council
 23 for publication of the Michigan manual is considered a work project
 24 account. The unexpended portion remaining on September 30 shall not
 25 lapse and shall be carried forward into the subsequent fiscal year for
 26 use in paying the associated biennial costs of publication of the
 27 Michigan manual.

1 Sec. 606. The appropriation in part 1 to the legislative branch,
2 for property management, is considered a work project account. The
3 unexpended portion remaining on September 30 shall not lapse and shall
4 be carried forward into the subsequent fiscal year for the use for
5 which it was intended.

6 Sec. 607. In addition to funds appropriated in part 1, the
7 Michigan capitol committee publications save the flags fund account
8 may accept contributions, gifts, bequests, devises, grants, and
9 donations. Those funds that are not expended in the fiscal year
10 ending September 30 shall not lapse at the close of the fiscal year
11 and shall be carried forward for expenditure in the following fiscal
12 years.

13 Sec. 608. Funds appropriated in part 1 for e-Law, the
14 legislative council's technology enhancement project, shall be used to
15 support technology improvements for legislative functions performed by
16 the legislative council agencies and to provide greater access to the
17 public regarding legislative information. These funds, along with
18 funds previously appropriated for the legislative session integration
19 system, are designated as a work project and shall not lapse at the
20 end of the fiscal year, and shall continue to be available for
21 expenditure until the project has been completed. The total cost is
22 estimated at \$3,992,750.00, and the tentative completion date is
23 September 30, 2005.

24 Sec. 609. The funds appropriated in part 1 shall not be used to
25 pay for health insurance benefits for unmarried domestic partners of
26 legislators or legislative employees.

27 Sec. 611. Pursuant to section 53 of article IV of the state

1 constitution of 1963, the auditor general shall conduct audits of the
2 judicial branch. The audits may include the supreme court and its
3 administrative units, the court of appeals, and trial courts.

4 Sec. 612. (1) The auditor general shall take all reasonable
5 steps to ensure that certified minority- and women-owned and operated
6 accounting firms, and accounting firms owned and operated by persons
7 with disabilities participate in the audits of the books, accounts,
8 and financial affairs of each principal executive department, branch,
9 institution, agency, and office of this state.

10 (2) The auditor general shall strongly encourage firms with which
11 the auditor general contracts to perform audits of the principal
12 executive departments and state agencies to subcontract with certified
13 minority- and women-owned and operated accounting firms, and
14 accounting firms owned and operated by persons with disabilities.

15 (3) The auditor general shall compile an annual report regarding
16 the number of contracts entered into with certified minority- and
17 women-owned and operated accounting firms, and accounting firms owned
18 and operated by persons with disabilities. The auditor general shall
19 deliver the report to the state budget director and the senate and
20 house of representatives standing committees on appropriations
21 subcommittees on general government by November 1 of each year.

22 Sec. 615. From the funds appropriated in part 1 to the
23 legislative auditor general, the legislative auditor general's salary
24 and the salaries of the remaining 2.0 FTE unclassified positions shall
25 be set by the speaker of the house of representatives, the senate
26 majority leader, the house of representatives minority leader, and the
27 senate minority leader.

1 Sec. 618. Any audits, reviews, or investigations requested of
2 the auditor general by the legislature or by legislative leadership,
3 legislative committees, or individual legislators should include an
4 estimate of the additional costs involved and, when those costs exceed
5 \$50,000.00, should provide supplemental funding. The auditor general
6 will determine whether to perform those activities in keeping with
7 Audit Directive No. 29, which describes the office of auditor general
8 policy on responding to legislative requests.

9 **DEPARTMENT OF MANAGEMENT AND BUDGET**

10 Sec. 701. Proceeds in excess of necessary costs incurred in the
11 conduct of transfers or auctions of state surplus, salvage, or scrap
12 property made pursuant to section 267 of the management and budget
13 act, 1984 PA 431, MCL 18.1267, are appropriated to the department of
14 management and budget to offset costs incurred in the acquisition and
15 distribution of federal surplus property.

16 Sec. 702. The department of management and budget may receive
17 and expend funds in addition to those authorized in part 1 for
18 conducting training and orientation workshops and seminars that are
19 consistent with the programmatic mission of the individual unit
20 sponsoring or coordinating the program.

21 Sec. 703. (1) The department of management and budget may
22 receive and expend funds in addition to those authorized by part 1 for
23 maintenance and operation services provided specifically to other
24 principal executive departments or state agencies, the legislative
25 branch, or the judicial branch or provided in connection with
26 facilities transferred to the operational jurisdiction of the

1 department of management and budget.

2 (2) The department of management and budget may receive and expend
3 funds in addition to those authorized by part 1 for real estate,
4 architectural, design, and engineering services provided specifically
5 to other principal executive departments or state agencies, the
6 legislative branch, or the judicial branch.

7 (3) The department of management and budget may receive and expend
8 funds in addition to those authorized in part 1 for mail pickup and
9 delivery services provided specifically to other principal executive
10 departments and state agencies, the legislative branch, or the
11 judicial branch.

12 (4) The department of management and budget may receive and expend
13 funds in addition to those authorized in part 1 for purchasing
14 services provided specifically to other principal executive
15 departments and state agencies, the legislative branch, or the
16 judicial branch.

17 Sec. 705. (1) The appropriation in part 1 to the department of
18 management and budget, for statewide appropriations from employer
19 contributions, represents amounts included within the various
20 appropriations for longevity and insurance, whether appropriated as a
21 single line item or commingled with program line items, throughout
22 state government for the current fiscal year for purposes of funding
23 the child care information and referral services, severance pay funds,
24 and professional development funds included within statewide
25 appropriations. Deposits against the interdepartmental grant from
26 employer contributions shall be made from assessments levied against
27 the longevity and insurance appropriations during the current fiscal

1 year in a manner prescribed by the department of management and
2 budget. Any deposits made under this subsection and any unencumbered
3 funds are restricted revenues, may be carried over into the succeeding
4 fiscal years, and are appropriated.

5 (2) From the funds appropriated in part 1 to the department of
6 management and budget for professional development funds and child
7 care information and referral services, the department of management
8 and budget may expend funds for staff support associated with
9 administration of the professional development funds and child care
10 information and referral services in amounts as may be specified in
11 joint labor/management agreements or through the coordinated
12 compensation hearings process.

13 (3) In addition to the funds appropriated in part 1 for severance
14 pay funds, the department of management and budget may receive and
15 expend funds from other state agencies for staff support associated
16 with the administration of these funds.

17 (4) In addition to the funds appropriated in part 1 to the
18 department of management and budget, for statewide appropriations from
19 employer contributions, the department of management and budget may
20 receive and expend funds in such additional amounts as may be
21 specified in joint labor/management agreements or through the
22 coordinated compensation hearings process in the same manner and
23 subject to the same conditions as prescribed in subsections (1), (2),
24 and (3).

25 Sec. 706. To the extent a specific appropriation is required for
26 a detail source of financing included in part 1 for the department of
27 management and budget appropriations financed from special revenue and

1 internal service and pension trust funds, or MAIN user charges, the
2 specific amounts are appropriated within the special revenue internal
3 service and pension trust funds in portions not to exceed the
4 aggregate amount appropriated in part 1.

5 Sec. 708. In addition to the funds appropriated in part 1 to the
6 department of management and budget, the department may receive and
7 expend funds from other principal executive departments and state
8 agencies to implement donated annual leave and administrative leave
9 bank transfer provisions as may be specified in joint labor/management
10 agreements. The amounts may also be transferred to other principal
11 executive departments and state agencies under the joint agreement and
12 any amounts transferred under the joint agreement are authorized for
13 receipt and expenditure by the receiving principal executive
14 department or state agency. Any amounts received by the department of
15 management and budget under this section and intended, under the joint
16 labor/management agreements, to be available for use beyond the close
17 of the fiscal year and any unencumbered funds may be carried over into
18 the succeeding fiscal year.

19 Sec. 709. The source of financing in part 1 for the Michigan
20 administrative information network shall be funded by proportionate
21 charges assessed against the respective state funds benefiting from
22 this project in the amounts determined by the department.

23 Sec. 710. (1) Deposits against the interdepartmental grant from
24 building occupancy and parking charges appropriated in part 1 shall be
25 collected, in part, from state agencies, the legislative branch, and
26 the judicial branch based on estimated costs associated with
27 maintenance and operation of buildings managed by the department of

1 management and budget. To the extent excess revenues are collected
2 due to estimates of building occupancy charges exceeding actual costs,
3 the excess revenues may be carried forward into succeeding fiscal
4 years for the purpose of returning funds to state agencies.

5 (2) Appropriations in part 1 to the department of management and
6 budget, for management and budget services from building occupancy
7 charges and parking charges, may be increased to return excess revenue
8 collected to state agencies.

9 Sec. 713. The department of management and budget shall notify
10 the chairpersons of the senate and house of representatives standing
11 committees on appropriations and the chairpersons of the senate and
12 house of representatives standing committees on appropriations
13 subcommittees on general government on any revisions exceeding
14 \$500,000.00 to current contracts for computer software development,
15 hardware acquisition, or quality assurance at least 14 days before the
16 department of management and budget finalizes the revisions.

17 Sec. 715. The department of management and budget shall maintain
18 an Internet website that contains notice of all invitations for bids
19 and requests for proposals over \$50,000.00 issued by the department or
20 by any state agency operating under delegated authority. The
21 department shall not accept an invitation for bid or request for
22 proposal in less than 14 days after the notice is made available on
23 the Internet website, except in situations where it would be in the
24 best interest of the state and documented by the department. In
25 addition to the requirements of this section, the department may
26 advertise the invitations for bids and requests for proposals in any
27 manner the department determines appropriate, in order to give the

1 greatest number of individuals and businesses the opportunity to make
2 bids or requests for proposals.

3 Sec. 716. The department of management and budget may receive
4 and expend funds from the Vietnam veterans memorial monument fund as
5 provided in the Michigan Vietnam veterans memorial act, 1988 PA 234,
6 MCL 35.1051 to 35.1057. Funds are appropriated and allocated when
7 received and may be expended upon receipt.

8 Sec. 717. The Michigan veterans' memorial park commission may
9 receive and expend money from any source, public or private,
10 including, but not limited to, gifts, grants, donations of money, and
11 government appropriations, for the purposes described in Executive
12 Order No. 2001-10. Funds are appropriated and allocated when received
13 and may be expended upon receipt. Any deposits made under this
14 section and unencumbered funds are restricted revenues and may be
15 carried over into succeeding fiscal years.

16 Sec. 718. Funds collected by the department of management and
17 budget under sections 55, 57, 58, and 59 of the administrative
18 procedures act of 1969, 1969 PA 306, MCL 24.255, 24.257, 24.258, and
19 24.259, and section 203 of the legislative council act, 1986 PA 268,
20 MCL 4.1203, are appropriated for all expenses necessary to provide for
21 the costs of publication and distribution. The funds appropriated
22 under this section are allotted for expenditure when they are received
23 by the department of treasury and shall not lapse to the general fund
24 at the end of the fiscal year.

25 Sec. 719. (1) Funds in part 1 for motor vehicle fleet are
26 appropriated to the department of management and budget for
27 administration and for the acquisition, lease, operation, maintenance,

1 repair, replacement, and disposal of state motor vehicles.

2 (2) The appropriation in part 1 for motor vehicle fleet shall be
3 funded by revenue from rates charged to principal executive
4 departments and agencies for utilizing vehicle travel services
5 provided by the department.

6 (3) It is the intent of the legislature that the department of
7 management and budget have the authority to determine the
8 appropriateness of vehicle assignment, to include year, make, model,
9 size, and price of vehicle. The department shall have the authority
10 to assign motor vehicles, permanently or temporarily, to state
11 agencies and to institutions of higher education.

12 (4) It is the intent of the legislature that the department of
13 management and budget complete a project plan which results in the
14 reduction of expenditures related to vehicle travel services, to
15 include a reduction in the number of state vehicles in the motor
16 vehicle fleet. The department shall report quarterly to the senate
17 and house of representatives standing committees on appropriations
18 subcommittees on general government and the senate and house fiscal
19 agencies on the status of the project plan to reduce vehicle travel
20 service expenditures and the number of cars in the motor vehicle
21 fleet.

22 **DEPARTMENT OF STATE**

23 Sec. 801. All funds made available by section 3171 of the
24 insurance code of 1956, 1956 PA 218, MCL 500.3171, are appropriated
25 and made available to the department of state to be expended only for
26 the uses and purposes for which the funds are received as provided by
27 sections 3171 to 3177 of the insurance code of 1956, 1956 PA 218,

1 MCL 500.3171 to 500.3177.

2 Sec. 802. From the funds appropriated in part 1, the department
3 of state shall sell copies of records including, but not limited to,
4 records of motor vehicles, off-road vehicles, snowmobiles, watercraft,
5 mobile homes, personal identification cardholders, drivers, and boat
6 operators and shall charge \$7.00 per record sold only as authorized in
7 section 208b of the Michigan vehicle code, 1949 PA 300, MCL 257.208b,
8 section 7 of 1972 PA 222, MCL 28.297, and sections 80130, 80315,
9 81114, and 82156 of the natural resources and environmental protection
10 act, 1994 PA 451, MCL 324.80130, 324.80315, 324.81114, and 324.82156.
11 The department shall use the revenue received from the sale of records
12 for necessary expenses as appropriated in part 1. The balance of the
13 fee revenue remaining on September 30 shall revert to the general
14 fund.

15 Sec. 803. From the funds appropriated in part 1, the secretary
16 of state may enter into agreements with the department of corrections
17 for the manufacture of vehicle registration plates 15 months before
18 the registration year in which the registration plates will be used.

19 Sec. 804. (1) The department of state may accept gifts,
20 donations, contributions, and grants of money and other property from
21 any private or public source to underwrite, in whole or in part, the
22 cost of a departmental publication that is prepared and disseminated
23 under the Michigan vehicle code, 1949 PA 300, MCL 257.1 to 257.923. A
24 private or public funding source may receive written recognition in
25 the publication and may furnish a traffic safety message, subject to
26 departmental approval, for inclusion in the publication. The
27 department may reject a gift, donation, contribution, or grant. The

1 department may furnish copies of a publication underwritten, in whole
2 or in part, by a private source to the underwriter at no charge.

3 (2) The department of state may sell and accept paid advertising
4 for placement in a departmental publication that is prepared and
5 disseminated under the Michigan vehicle code, 1949 PA 300, MCL 257.1
6 to 257.923. The department may charge and receive a fee for any
7 advertisement appearing in a departmental publication and shall review
8 and approve the content of each advertisement. The department may
9 refuse to accept advertising from any person or organization. The
10 department may furnish a reasonable number of copies of a publication
11 to an advertiser at no charge.

12 (3) Pending expenditure, the funds received under this section
13 shall be deposited in the Michigan department of state publications
14 fund created by section 211 of the Michigan vehicle code, 1949 PA 300,
15 MCL 257.211. Funds given, donated, or contributed to the department
16 from a private source are appropriated and allocated for the purpose
17 for which the revenue is furnished. Funds granted to the department
18 from a public source are allocated and may be expended upon receipt.
19 The department shall not accept a gift, donation, contribution, or
20 grant if receipt is conditioned upon a commitment of state funding at
21 a future date. Revenue received from the sale of advertising is
22 appropriated and may be expended upon receipt.

23 (4) Any unexpended revenues received under this section shall be
24 carried over into subsequent fiscal years and shall be available for
25 appropriation for the purposes described in this section.

26 (5) On March 1 of each year, the department of state shall file a
27 report with the senate and house of representatives standing

1 committees on appropriations, the senate and house fiscal agencies,
2 and the state budget director. The report shall include all of the
3 following information:

4 (a) The amount of gifts, contributions, donations, and grants of
5 money received by the department under this section for the prior
6 fiscal year.

7 (b) A listing of the expenditures made from the amounts received
8 by the department as reported in subdivision (a).

9 (c) A listing of any gift, donation, contribution, or grant of
10 property other than funding received by the department under this
11 section for the prior year.

12 (d) The total revenue received from the sale of paid advertising
13 accepted under this section and a statement of the total number of
14 advertising transactions.

15 (6) In addition to copies delivered without charge as the
16 secretary of state considers necessary, the department of state may
17 sell copies of manuals and other publications regarding the sale,
18 ownership, or operation or regulation of motor vehicles, with
19 amendments, at prices to be established by the secretary of state. As
20 used in this subsection, the term "manuals and other publications"
21 means videos and proprietary electronic publications. All funds
22 received from sales of these manuals and other publications shall be
23 credited to the Michigan department of state publications fund.

24 Sec. 805. Funds collected by the department of state under
25 section 211 of the Michigan vehicle code, 1949 PA 300, MCL 257.211,
26 are appropriated for all expenses necessary to provide for the costs
27 of the publication. Funds are allotted for expenditure when they are

1 received by the department of treasury and shall not lapse to the
2 general fund at the end of the fiscal year.

3 Sec. 806. From the funds appropriated in part 1, the department
4 of state shall use available balances at the end of the state fiscal
5 year to provide payment to the department of state police in the
6 amount of \$315,900.00 for the services provided by the traffic
7 accident records program as first appropriated in 1990 PA 196 and 1990
8 PA 208.

9 Sec. 807. From the funds appropriated in part 1, the department
10 of state may restrict funds from miscellaneous revenue to cover cash
11 shortages created from normal branch office operations. This amount
12 shall not exceed \$50,000.00 of the total funds available in
13 miscellaneous revenue.

14 Sec. 808. (1) Commemorative and specialty license plate fee
15 revenue collected by the department of state and deposited into the
16 Michigan transportation fund is authorized for expenditure up to the
17 amount of revenue collected but not to exceed the amount appropriated
18 to the department of state in part 1 to administer commemorative and
19 specialty license plate programs.

20 (2) Commemorative and specialty license plate fee revenue
21 collected by the department of state and deposited in the Michigan
22 transportation fund in addition to the amount appropriated in part 1
23 to the department of state shall be available for other Michigan
24 transportation fund-supported programs.

25 Sec. 809. Funds or revenues in the Olympic education training
26 center fund, after deducting manufacturing and administrative costs,
27 are appropriated for distribution to the Olympic education training

1 center at Northern Michigan University. Distributions shall occur on
2 a quarterly basis. Any undistributed revenue remaining at the end of
3 the fiscal year shall be carried over into the next fiscal year.

4 Sec. 810. The department of state may produce and sell copies of
5 a training video designed to inform registered automotive repair
6 facilities of their obligations under Michigan law. The price shall
7 not exceed the cost of production and distribution. The money
8 received from the sale of training videos shall revert to the
9 department of state and be placed in the auto repair facility
10 account.

11 Sec. 811. (1) The department of state, in collaboration with the
12 gift of life transplantation society or its successor federally
13 designated organ procurement organization, may develop and administer
14 a public information campaign concerning the Michigan organ donor
15 program.

16 (2) The department may solicit funds from any private or public
17 source to underwrite, in whole or in part, the public information
18 campaign authorized by this section. The department may accept gifts,
19 donations, contributions, and grants of money and other property from
20 private and public sources for this purpose. A private or public
21 funding source underwriting the public information campaign, in whole
22 or in substantial part, shall receive sponsorship credit for its
23 financial backing.

24 (3) Funds received under this section, including grants from state
25 and federal agencies, shall not lapse to the general fund at the end
26 of the fiscal year but shall remain available for expenditure for the
27 purposes described in this section.

1 Sec. 812. Collector plate and fund-raising registration plate
2 revenues collected by the department of state are appropriated and
3 allotted for distribution to the recipient university or public or
4 private agency overseeing a state-sponsored goal when received.

5 Distributions shall occur on a quarterly basis or as otherwise
6 authorized by law. Any revenues remaining at the end of the fiscal
7 year shall not lapse to the general fund but shall remain available
8 for distribution to the university or agency in the next fiscal year.

9 Sec. 813. (1) Funding appropriated in part 1 for the organ donor
10 program shall be used for producing a pamphlet to be distributed with
11 driver licenses and personal identification cards regarding organ
12 donations. The funds shall be used to update and print a pamphlet
13 that will explain the organ donor program and encourage people to
14 become donors by marking a checkoff on driver license and personal
15 identification card applications.

16 (2) The pamphlet shall include a return reply form addressed to
17 the gift of life organization. Funding appropriated in part 1 for the
18 organ donor program shall be used to pay for return postage costs.

19 Sec. 814. The department shall consult with the senate and house
20 of representatives standing committees on appropriations subcommittees
21 on general government regarding the projected closing or consolidation
22 of any secretary of state branch offices.

23 Sec. 815. (1) Any service assessment collected by the department
24 of state from the user of a credit or debit card under section 3 of
25 1995 PA 144, MCL 11.23, is appropriated to the department for
26 necessary expenses related to that service and may be remitted to a
27 credit or debit card company, bank, or other financial institution.

1 Funds are allocated for expenditure when they are received by the
2 department of treasury.

3 (2) The service assessment imposed by the department of state for
4 credit and debit card services may be based either on a percentage of
5 each individual credit or debit card transaction, or on a flat rate
6 per transaction, or both scaled to the amount of the transaction.
7 However, the department shall not charge any amount for a service
8 assessment which exceeds the costs billable to the department for
9 service assessments.

10 (3) If there is a balance of service assessments received from
11 credit and debit card services remaining on September 30, the balance
12 may be carried forward to the following fiscal year and appropriated
13 for the same purpose.

14 (4) As used in this section, "service assessment" means and
15 includes costs associated with service fees imposed by credit and
16 debit card companies and processing fees imposed by banks and other
17 financial institutions.

18 Sec. 816. In addition to the funds appropriated in part 1, funds
19 collected by the department of state under section 248j of the
20 Michigan vehicle code, 1949 PA 300, MCL 257.248j, may be used to
21 defray expenses of the secretary of state in administering chapter II
22 of the Michigan vehicle code, 1949 PA 300, MCL 257.201 to 257.259.
23 Funds shall be available for expenditure after approval of transfers
24 by both the senate and house of representatives standing committees on
25 appropriations in accord with the provisions of section 393(2) of the
26 management and budget act, 1984 PA 431, MCL 18.1393.

27 Sec. 817. (1) Funds in part 1 for motorcycle safety education

1 grants and administration are appropriated to the department of state
2 for operation of the motorcycle safety education program previously
3 operated by the department of education under section 811a of the
4 Michigan vehicle code, 1949 PA 300, MCL 257.811a.

5 (2) Funds in part 1 for motorcycle safety education grants and
6 administration shall be derived from original and renewal motorcycle
7 license endorsements, annual motorcycle registration fees, and
8 motorcycle operator driving test fees.

9 (3) Funds in part 1 for motorcycle safety education grants and
10 administration shall be used to provide grants to colleges,
11 universities, intermediate school districts, local school districts,
12 law enforcement agencies, or other governmental agencies located in
13 the state, to help subsidize safety training courses for individuals
14 interested in operating motorcycles.

15 (4) Funds in part 1 for motorcycle safety education grants and
16 administration may be used by the department of state for
17 administration costs of the motorcycle safety education program, to
18 include, but not be limited to, review and approval or disapproval of
19 grant applications, monitoring eligibility of motorcycle safety
20 instructors, conducting program evaluation, certifying third party
21 testers, and inspecting training sites.

22 Sec. 818. The unexpended funds appropriated in part 1 for the
23 help America vote act of 2002, Public Law 107-252, 116 Stat. 1666, are
24 considered work project appropriations and any unencumbered or
25 unallotted funds are carried over into the succeeding fiscal year.
26 The following is in compliance with section 451a(1) of the management
27 and budget act, 1984 PA 431, MCL 18.1451a:

1 (a) The purpose of the project is to implement provisions of the
2 help America vote act, section 37 of 2002 PA 91, MCL 168.37, and other
3 election reforms.

4 (b) These projects will be accomplished by state employees, by
5 contracts with private vendors, or by grants to local units of
6 government.

7 (c) The total estimated cost of this project is \$45,300,000.00.

8 (d) The tentative completion date for this project is September
9 30, 2007.

10 DEPARTMENT OF TREASURY

11 OPERATIONS

12 Sec. 901. (1) Amounts needed to pay for interest, fees,
13 principal, arbitrage rebates as required by federal law, and costs
14 associated with the payment, registration, trustee services, credit
15 enhancements, and issuing costs in excess of the amount appropriated
16 to the department of treasury in part 1 for debt service on notes and
17 bonds that are issued by the state under sections 14, 15, and 16 of
18 article IX of the state constitution of 1963 as implemented by 1967
19 PA 266, MCL 17.451 to 17.455, are appropriated.

20 (2) In addition to the amount appropriated to the department of
21 treasury for debt service in part 1, there is appropriated an amount
22 for fiscal year cash-flow borrowing costs to pay for interest on
23 interfund borrowing made under 1967 PA 55, MCL 12.51 to 12.53.

24 Sec. 902. (1) From the funds appropriated in part 1, the
25 department of treasury may contract with private collection agencies
26 and law firms to collect taxes and other accounts due this state. In

1 addition to the amounts appropriated in part 1 to the department of
2 treasury, there are appropriated amounts necessary to fund collection
3 costs and fees not to exceed 25% of the collections or 2.5% plus
4 operating costs, whichever amount is prescribed by the contract. The
5 appropriation to fund collection costs and fees for the collection of
6 taxes or other accounts due this state are from the fund or account to
7 which the revenues being collected are recorded or dedicated.
8 However, if the taxes collected are constitutionally dedicated for a
9 specific purpose, the appropriation of collection costs and fees are
10 from the general purpose account of the general fund.

11 (2) From the funds appropriated in part 1, the department of
12 treasury may contract with private collections agencies and law firms
13 to collect defaulted student loans and other accounts due the Michigan
14 guaranty agency. In addition to the amounts appropriated in part 1 to
15 the department of treasury, there are appropriated amounts necessary
16 to fund collection costs and fees not to exceed 22% of the collection
17 or a lesser amount as prescribed by the contract. The appropriation
18 to fund collection costs and fees for the auditing and collection of
19 defaulted student loans due the Michigan guaranty agency is from the
20 fund or account to which the revenues being collected are recorded or
21 dedicated.

22 (3) In cases in which the department of treasury is unable to
23 collect defaulted student loans, the department shall explore the
24 feasibility of donated services in lieu of repayment. The department
25 of treasury shall file a report by January 1 with the senate and house
26 of representatives standing committees on appropriations subcommittees
27 on general government on the implementation status of this section,

1 along with any suggested statutory changes.

2 (4) The department of treasury shall submit a report for the
3 immediately preceding fiscal year ending September 30 to the state
4 budget director and the senate and house of representatives standing
5 committees on appropriations not later than November 30 stating the
6 agencies or law firms employed, the amount of collections for each,
7 the costs of collection, and other pertinent information relating to
8 determining whether this authority should be continued.

9 Sec. 903. (1) The department of treasury, through its bureau of
10 investments, may charge an investment service fee against the
11 applicable retirement funds. The fees may be expended for necessary
12 salaries, wages, contractual services, supplies, materials, equipment,
13 travel, worker's compensation insurance premiums, and grants to the
14 civil service commission and state employees' retirement funds.
15 Service fees shall not exceed the aggregate amount appropriated in
16 part 1. The department of treasury shall maintain accounting records
17 in sufficient detail to enable the retirement funds to be reimbursed
18 periodically for fee revenue that is determined by the department of
19 treasury to be surplus.

20 (2) In addition to the funds appropriated in part 1 from the
21 retirement funds to the department of treasury, there is appropriated
22 from retirement funds an amount sufficient to pay for the services of
23 money managers, investment advisors, investment consultants,
24 custodians and other outside professionals, the state treasurer
25 considers necessary to prudently manage the retirement funds'
26 investment portfolios. The state treasurer shall report annually to
27 the senate and house of representatives standing committees on

1 appropriations concerning the performance of each portfolio by
2 investment advisor.

3 Sec. 904. The department of treasury shall sell copies of the
4 state tax manual, uniform accounting procedures manual, general
5 property tax law manual, and other local government assistance manuals
6 with amendments, at a price not to exceed the cost of printing. The
7 revenue received from the sale of preparation and local government
8 assistance manuals shall revert to the department of treasury and be
9 placed in the local government assistance manual revolving fund.

10 Sec. 905. (1) The department of treasury shall charge for audits
11 as permitted by state or federal law or under contractual arrangements
12 with local units of government, other principal executive departments,
13 or state agencies. A report detailing audits performed and audit
14 charges for the immediately preceding fiscal year shall be submitted
15 to the state budget director and the senate and house fiscal agencies
16 not later than November 30.

17 (2) The appropriation in part 1 to the department of treasury, for
18 state compliance audits, shall be used to cover the cost of the state
19 audits performed by independent certified public accountants or
20 department of treasury auditors. The scope of the state audit shall
21 be defined by the state treasurer. The state audits shall be
22 performed by independent certified public accountants contracted with
23 by the state treasurer or by department of treasury auditors, if the
24 county has agreed to contract with and pay the department for their
25 financial single audit.

26 (3) The state audits shall be performed for the most current
27 county fiscal year in conjunction with the financial single audit.

1 The state audit may be performed either by certified public
2 accountants contracted by the state treasurer or department of
3 treasury staff, independent of the financial single audit, if a state
4 audit has not been performed within the last 3 years.

5 Sec. 906. A revolving fund known as the assessor certification
6 and training fund is created in the department of treasury. The
7 assessor certification and training fund shall be used to organize and
8 operate a property assessor certification and training program. Each
9 participant certified and trained shall pay to the department of
10 treasury an examination fee of \$25.00, an initial certification fee of
11 \$35.00, an annual renewal fee of \$50.00 for levels 1 and 2 and \$95.00
12 for levels 3 and 4 to offset the cost of administering the
13 certification and training program. Training courses shall be offered
14 in assessment administration. Each participant shall pay a fee to
15 cover the expenses incurred in offering the optional programs to
16 certified assessing personnel and other individuals interested in an
17 assessment career opportunity. The fees collected shall be credited
18 to the assessor certification and training fund.

19 Sec. 907. The amount appropriated in part 1 to the department of
20 treasury, home heating assistance program, is to cover the costs,
21 including data processing, of administering federal home heating
22 credits to eligible claimants and to administer the supplemental fuel
23 cost payment program for eligible tax credit and welfare recipients.

24 Sec. 908. Revenue from the airport parking tax act, 1987 PA 248,
25 MCL 207.371 to 207.383, is appropriated and shall be distributed under
26 section 7a of the airport parking tax act, 1987 PA 248, MCL 207.377a.

27 Sec. 909. The disbursement by the department of treasury from

1 the bottle deposit fund to dealers as required by section 3c(2) of the
2 Initiated Law of 1976, MCL 445.573c, is appropriated.

3 Sec. 910. (1) There is appropriated an amount sufficient to
4 recognize and pay refundable income tax credits as provided by the
5 management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

6 (2) The appropriations under subsection (1) shall be funded by
7 restricting income tax revenue in an amount sufficient to record these
8 expenditures.

9 Sec. 911. A plaintiff in a garnishment action involving this
10 state shall pay to the state treasurer 1 of the following:

11 (a) A fee of \$6.00 at the time a writ of garnishment of periodic
12 payments is served upon the state treasurer, as provided in section
13 4012 of the revised judicature act of 1961, 1961 PA 236,
14 MCL 600.4012.

15 (b) A fee of \$6.00 at the time any other writ of garnishment is
16 served upon the state treasurer, except that the fee shall be reduced
17 to \$5.00 for each writ of garnishment for individual income tax
18 refunds or credits filed by magnetic media.

19 Sec. 912. (1) The department of treasury may contract with
20 private firms to appraise and, if necessary, appeal the assessments of
21 senior citizen cooperative housing units. Payment for this service
22 shall be from savings resulting from the appraisal or appeal process.

23 (2) Of the funds appropriated in part 1 to the department of
24 treasury for the senior citizens' cooperative housing tax exemption
25 program, a portion is to be utilized for a program audit of the
26 program. The department of treasury shall forward copies of the audit
27 report to the senate and house of representatives standing committees

1 on appropriations subcommittees on general government and to the state
2 budget office. The department of treasury may utilize up to 1% of the
3 funds for program administration and auditing.

4 Sec. 913. The state treasurer may make loans to local units of
5 government from the state's common cash fund to implement local
6 government infrastructure and private facility projects that will
7 ultimately use long-term debt to finance the costs. These loans may
8 be made at any time and shall be repaid, in full, not later than 12
9 months after the date of the loan. In addition to the full repayment
10 of the loan principal, the borrowing unit shall pay interest at the
11 average rate earned on common cash investments during the period of
12 the loan. The total of all outstanding loans shall not exceed
13 \$50,000,000.00 in the aggregate and no single loan shall exceed
14 \$7,500,000.00.

15 Sec. 914. The department of treasury may provide a \$200.00
16 annual prize from the Ehlers internship award account in the gifts,
17 bequests, and deposit fund to the runner-up of the Rosenthal prize for
18 interns. The Ehlers internship award account is interest bearing.

19 Sec. 915. Pursuant to section 61 of the Michigan campaign
20 finance act, 1976 PA 388, MCL 169.261, there is appropriated from the
21 general fund to the state campaign fund an amount equal to the amounts
22 designated for tax year 2003. Except as otherwise provided in this
23 section, the amount appropriated shall not revert to the general fund
24 and shall remain in the state campaign fund. Any amounts remaining in
25 the state campaign fund in excess of \$10,000,000.00 on December 31,
26 2006 shall revert to the general fund.

27 Sec. 916. The department of treasury may make available to

1 interested entities otherwise unavailable customized unclaimed
2 property listings of nonconfidential information in its possession.
3 The charge for this information is as follows: 1 to 100,000 records
4 at 2.5 cents per record and 100,001 or more records at .5 cents per
5 record. The revenue received from this service shall be deposited to
6 the appropriate revenue account or fund. The department shall submit
7 an annual report on or before June 1 to the state budget director and
8 the senate and house of representatives standing committees on
9 appropriations that states the amount of revenue received from the
10 sale of information.

11 Sec. 917. (1) There is appropriated for write-offs and advances
12 an amount equal to total write-offs and advances for departmental
13 programs, but not to exceed current year authorizations that would
14 otherwise lapse to the general fund.

15 (2) The department of treasury shall submit a report for the
16 immediately preceding fiscal year to the state budget director and the
17 senate and house fiscal agencies not later than November 30, stating
18 the amounts appropriated for write-offs and advances under
19 subsection (1).

20 Sec. 918. In addition to funds appropriated in part 1, the
21 department of treasury may receive and expend funds for conducting tax
22 orientation workshops and seminars. Funds received may not exceed
23 costs incurred in conducting the workshops and seminars.

24 Sec. 919. (1) From funds appropriated in part 1, the department
25 of treasury may contract with private auditing firms to audit for and
26 collect unclaimed property due this state in accordance with the
27 Michigan uniform unclaimed property act. In addition to the amounts

1 appropriated in part 1 to the department of treasury, there are
2 appropriated amounts necessary to fund auditing and collection costs
3 and fees not to exceed 12% of the collections, or a lesser amount as
4 prescribed by the contract. The appropriation to fund collection
5 costs and fees for the auditing and collection of unclaimed property
6 due this state is from the fund or account to which the revenues being
7 collected are recorded or dedicated.

8 (2) The department of treasury shall submit a report for the
9 immediately preceding fiscal year ending September 30 to the state
10 budget director and the senate and house of representatives standing
11 committees on appropriations not later than November 30 stating the
12 auditing firms employed, the amount of collections for each, the costs
13 of collection, and other pertinent information relating to determining
14 whether this authority should be continued.

15 Sec. 920. Payments from the appropriation in part 1 to the
16 department of treasury for grants to counties in lieu of taxes for
17 lands transferred to the federal government include a payment for
18 Sleeping Bear Dunes national lakeshore under 1974 PA 359, MCL 3.901 to
19 3.910.

20 Sec. 921. All of the revenue collected under section 12(3)(a) of
21 the tobacco products tax act, 1993 PA 327, MCL 205.432, is
22 appropriated to the health and safety fund of this state for
23 distribution as set forth in the health and safety fund act, 1987
24 PA 264, MCL 141.471 to 141.479.

25 Sec. 922. From the state general fund/general purpose
26 appropriation in part 1, there is allocated \$1,639,900.00 to reimburse
27 public libraries as provided by section 12 of the Michigan renaissance

Senate Bill No. 270 (H-1) as amended June 17, 2003 (1 of 2)

1 zone act, 1996 PA 376, MCL 125.2692, for property taxes levied in
2 2003. Reimbursements shall be made in amounts to each eligible
3 recipient not later than 60 days after the department of treasury
4 certifies to the department that it has received all necessary
5 information to properly determine the amounts due each eligible
6 recipient under section 12(4) of the Michigan renaissance zone act,
7 1996 PA 376, MCL 125.2692. Any excess allocations shall lapse to the
8 general fund.

9 Sec. 923. The department of treasury shall submit a report for
10 the immediately preceding fiscal year ending September 30 to the
11 senate and house of representatives standing committees on
12 appropriations subcommittees on general government, the senate and
13 house fiscal agencies, and the state budget director by November 30
14 stating the amount of Michigan transportation fund revenue collected
15 and the cost of collection.

[Sec. 924. Notwithstanding any other provision of this act, the
department of treasury shall not expend any funds on initiating a new
audit of any taxpayer until the department fully and completely complies
with 1941 PA 122, section 205.4(3). This provision shall not require the
department to disclose audit selection criteria. The department shall
publish the required handbook which informs taxpayers and tax preparers
of audit and collection procedures used by the department and procedures
which govern departmental communications with taxpayers in the audit and
collection process. The department may comply with this publishing
requirement by making the audit information available to taxpayers and
tax preparers through the department's website on the Internet.]

16 Sec. 940. The department of treasury may provide receipt,
17 warrant and cash processing, data, collection, investment, fiscal
18 agent, levy and warrant cost assessment, writ of garnishment, and
19 other user services on a contractual basis for other principal
20 executive departments and state agencies. Funds for the services
21 provided are appropriated and shall be expended for salaries and
22 wages, fees, supplies, and equipment necessary to provide the
23 services. Any unobligated balance of the funds received shall revert
24 to the general fund of this state as of September 30.

25 Sec. 941. The department of treasury may enter into agreements
26 to supply data or collection services to other executive principal
27 departments or state agencies, the United States department of

1 treasury, or local units of government within this state. The
2 department of treasury shall charge for this tax data service and
3 amounts received are appropriated and shall be expended for salaries
4 and wages, fees, supplies, and equipment necessary to provide the
5 service.

6 Sec. 942. (1) The department of treasury shall provide accounts
7 receivable collections services to other principal executive
8 departments and state agencies under 1927 PA 375, MCL 14.131 to
9 14.134. The department of treasury shall deduct a fee equal to the
10 cost of collections from all receipts except unrestricted general fund
11 collections. Fees shall be credited to a restricted revenue account
12 and appropriated to the department of treasury to pay for the cost of
13 collections. The department of treasury shall maintain accounting
14 records in sufficient detail to enable the respective accounts to be
15 reimbursed periodically for fees deducted that are determined by the
16 department of treasury to be surplus to the actual cost of
17 collections.

18 (2) The department of treasury shall submit a report for the
19 immediately preceding fiscal year to the state budget director and the
20 senate and house fiscal agencies not later than November 30, stating
21 the principal executive departments and state agencies served, funds
22 collected, and costs of collection under subsection (1).

23 Sec. 943. The appropriation in part 1 to the department of
24 treasury, for treasury fees, shall be assessed against all restricted
25 funds that contribute to the total value of state managed investments
26 in the ratio each restricted fund contributes to the total value of
27 state managed investments. The department of treasury shall provide a

1 report to the state budget director, the senate and house of
2 representatives standing committees on appropriations subcommittees on
3 general government, and the senate and house fiscal agencies by
4 November 30 of each year identifying the fees assessed against each
5 restricted fund.

6 Sec. 950. Revenue received under the Michigan education trust
7 act, 1986 PA 316, MCL 390.1421 to 390.1444, may be expended by the
8 board of directors of the Michigan education trust for necessary
9 salaries, wages, supplies, contractual services, equipment, worker's
10 compensation insurance premiums, and grants to the civil service
11 commission and state employees' retirement fund.

12 Sec. 951. (1) From the funds appropriated in part 1 for the
13 Michigan merit award board/MEAP administration, the department shall
14 provide tests to nonpublic schools and home-schooled students upon
15 request. The department shall notify nonpublic schools that they are
16 eligible to receive the tests.

17 (2) The department shall release test results at the same time to
18 all private schools and public school districts taking the tests.

19 (3) The results of each test administered as part of the Michigan
20 educational assessment program, including tests administered to high
21 school students, shall include an item analysis that lists all items
22 that are counted for individual student scores and the percentage of
23 students choosing each possible response.

24 Sec. 952. (1) The \$1,000,000.00 appropriated in part 1 for the
25 Michigan education savings program is from the Michigan merit award
26 trust fund to fund an incentive program for the Michigan education
27 savings program created under the Michigan education savings program

1 act, 2000 PA 161, MCL 390.1471 to 390.1486.

2 (2) The funds appropriated for the Michigan education savings
3 program shall be used to provide a state match to dollars invested on
4 behalf of each child named as a designated beneficiary in the Michigan
5 education savings program who is 6 years of age or less, who is a
6 Michigan resident, and whose family's income is \$80,000.00 or less.

7 (3) During the current fiscal year, the state shall provide \$1.00
8 of matching funds for each \$3.00 of individual contributions to the
9 educational savings accounts. The maximum state match for each
10 designated beneficiary shall be \$200.00.

11 (4) The state match shall be available only in the first year the
12 child is enrolled in the Michigan education savings program.

13 Sec. 960. The department of treasury may expend revenues
14 received under the hospital finance authority act, 1969 PA 38,
15 MCL 331.31 to 331.84, for necessary salaries, wages, supplies,
16 contractual services, equipment, worker's compensation insurance
17 premiums, and grants to the civil service commission and state
18 employees' retirement fund. The department of treasury shall maintain
19 accounting records in sufficient detail to enable the hospital clients
20 to be reimbursed periodically for fees that are determined by the
21 department of treasury to be surplus to needs.

22 Sec. 961. The department of treasury may expend revenue received
23 under the shared credit rating act, 1985 PA 227, MCL 141.1051 to
24 141.1076, for necessary salaries, wages, supplies, contractual
25 services, equipment, worker's compensation insurance premiums, and
26 grants to the civil service commission and state employees' retirement
27 fund.

1 Sec. 962. The department of treasury shall establish a separate
2 account for the funds related to the Michigan higher education
3 facilities authority. The department of treasury may expend revenue
4 received under the higher education facilities authority act, 1969
5 PA 295, MCL 390.921 to 390.934, for necessary salaries, wages,
6 supplies, contractual services, equipment, worker's compensation
7 insurance premiums, and grants to the civil service commission and
8 state employees' retirement fund. The department of treasury shall
9 maintain accounting records in sufficient detail to enable the
10 educational institution clients to be reimbursed periodically for fees
11 that are determined by the department to be surplus to needs.

12 Sec. 963. The department of treasury may expend revenues
13 received under the Michigan public educational facilities authority,
14 Executive Order No. 2002-3, for necessary salaries, wages, supplies,
15 contractual services, equipment, worker's compensation insurance
16 premiums, and grants to the civil service commission and state
17 employees' retirement fund.

18 Sec. 964. The department of treasury may expend revenues
19 received under the Michigan broadband development authority act, 2002
20 PA 49, MCL 484.3201 to 484.3225, for necessary salaries, wages,
21 supplies, contractual services, equipment, worker's compensation
22 insurance premiums, and grants to the civil service commission and
23 state employees' retirement fund.

24 **REVENUE SHARING**

25 Sec. 970. (1) Revenue collected in accordance with section 10 of
26 article IX of the state constitution of 1963 in excess of the amount
27 appropriated in part 1 for constitutional revenue sharing is

1 appropriated for distribution to townships, cities, and villages on a
2 population basis as specified by law. The appropriation in part 1 for
3 statutory state general revenue sharing grants to townships, cities,
4 and villages shall be reduced by an amount equal to any additional
5 constitutional revenue sharing appropriations authorized in this
6 section.

7 (2) The appropriation in part 1 for statutory state general
8 revenue sharing grants shall be distributed according to the Glenn
9 Steil state revenue sharing act of 1971, 1971 PA 140, MCL 141.901 to
10 141.921. Undistributed funds shall lapse to the general fund.

11 Sec. 971. County treasurers shall comply with section 151 of the
12 state school aid act of 1979, 1979 PA 94, MCL 388.1751, to receive
13 funds under part 1 for the statutory state general revenue sharing
14 grant payments in excess of the constitutional state general revenue
15 sharing grant payments. The payment of funds under part 1 for the
16 statutory state general revenue sharing grant payments in excess of
17 the constitutional state general revenue sharing grant payments shall
18 not be withheld if a local unit of government or the department of
19 treasury fails to provide a county treasurer with information
20 necessary to comply with section 151 of the state school aid act of
21 1979, 1979 PA 94, MCL 388.1751.

22 **LOTTERY**

23 Sec. 980. In addition to the funds appropriated in part 1 to the
24 bureau of state lottery, there is appropriated from lottery revenues
25 the amount necessary for, and directly related to, implementing and
26 operating lottery games. Appropriations under this section shall only
27 be expended for contractually mandated payments for vendor

1 commissions, contractually mandated payments for instant tickets
2 intended for resale, the contractual costs of providing and
3 maintaining the on-line system communications network, and incentive
4 and bonus payments to lottery retailers.

5 Sec. 981. The funds appropriated in part 1 to the bureau of
6 state lottery shall not be used for any promotional efforts directed
7 towards individuals who are less than 18 years of age.

8 Sec. 982. The funds appropriated in part 1 to the bureau of
9 state lottery shall not be used to directly or indirectly associate
10 professional or amateur sports figures with the lottery or its
11 products.

12 Sec. 983. The bureau of state lottery shall complete a project
13 plan which includes new strategies for the bureau to use in its
14 efforts to increase lottery ticket sales, and improvements they are
15 going to make to how they expend funding for advertising and
16 promotion. The bureau of state lottery shall report quarterly to the
17 senate and house of representatives standing committees on
18 appropriations subcommittees on general government and the senate and
19 house fiscal agencies on the status of the project plan to increase
20 lottery ticket sales and improve expenditure of funds.

21 Sec. 984. The bureau of state lottery shall complete a project
22 plan which includes incentives to be offered to lottery salespeople in
23 an effort to increase lottery ticket sales. The bureau of state
24 lottery shall report quarterly to the senate and house of
25 representatives standing committees on appropriations subcommittees on
26 general government and the senate and house fiscal agencies on the
27 status of the project plan to offer incentives to lottery

1 salespeople.

2 **CASINO GAMING**

3 Sec. 990. Revenue collected by the Michigan gaming control board
4 regarding the wagering tax imposed on adjusted gross receipts received
5 by the licensee from gaming authorized under the Michigan gaming
6 control and revenue act, the Initiated Law of 1996, MCL 432.201 to
7 432.226, at the rate of 8.15% is appropriated and shall be deposited
8 in the state school aid fund to provide additional funds for K-12
9 classroom education.

10 Sec. 991. From the revenue collected by the Michigan gaming
11 control board regarding the total annual assessment of each casino
12 licensee, \$2,000,000.00 is appropriated and shall be deposited in the
13 compulsive gaming prevention fund as described in section 12a(5) of
14 the Michigan gaming control and revenue act, the Initiated Law of
15 1996, MCL 432.212a.

16 Sec. 992. In addition to the funds appropriated in part 1, funds
17 distributed by the Michigan gaming control board to the department of
18 treasury for oversight of casino gaming are appropriated upon
19 receipt. These funds may be used to pay for costs incurred for casino
20 gaming oversight activities.

21 Sec. 993. (1) Funds appropriated in part 1 for local government
22 programs may be used to provide assistance to a local revenue sharing
23 board referenced in an agreement authorized by the Indian gaming
24 regulatory act, Public Law 100-497, 102 Stat. 2467.

25 (2) A local revenue sharing board described in subsection (1)
26 shall comply with the open meetings act, 1976 PA 267, MCL 15.261 to
27 15.275, and the freedom of information act, 1976 PA 442, MCL 15.231 to

1 15.246.

2 (3) A county treasurer is authorized to receive and administer
3 funds received for and on behalf of a local revenue sharing board.
4 Funds appropriated in part 1 for local government programs may be used
5 to audit local revenue sharing board funds held by a county
6 treasurer. This section does not limit the ability of local units of
7 government to enter into agreements with federally recognized Indian
8 tribes to provide financial assistance to local units of government or
9 to jointly provide public services.

10 (4) The director of the department of state police and the
11 executive director of the Michigan gaming control board are authorized
12 to assist the local revenue sharing boards in determining allocations
13 to be made to local public safety organizations.

14 (5) The department of treasury shall submit a report by September
15 30 to the senate and house of representatives standing committees on
16 appropriations on the receipts and distribution of revenues by local
17 revenue sharing boards.

18 Sec. 994. If revenues collected in the state services fee fund
19 are less than the amounts appropriated from the fund, available
20 revenues shall be used to fully fund the appropriation in part 1 of
21 this act for casino gaming regulation activities before distributions
22 are made to other state departments and agencies. If the remaining
23 revenue in the fund is insufficient to fully fund appropriations to
24 other state departments or agencies, the shortfall shall be
25 distributed proportionally among those departments and agencies.

26 **REVENUE STATEMENT**

27 Sec. 1101. Pursuant to section 18 of article V of the state

1 constitution of 1963, fund balances and estimates are presented in the
 2 following statement:

3 BUDGET RECOMMENDATIONS BY OPERATING FUNDS

4 (Amounts in millions)

5 Fiscal Year 2003-2004

6		Beginning			
7	Fund	Unreserved			
8	#	Fund	Estimated	Ending	
9		Balance	Revenue	Balance	
10	OPERATING FUNDS				
11	General	0110	0.0	20,829.9	0.0
12	Special Revenue Funds:				
13	Countercyclical budget and				
14	economic stabilization	0111	0.0	0.0	0.0
15	Game and fish protection	0112	12.8	63.0	8.0
16	Michigan employment security act				
17	administration	0113	1.2	102.9	1.3
18	State aeronautics	0114	0.0	57.8	0.0
19	Michigan veterans' benefit trust	0115	0.0	2.5	0.0
20	State trunkline	0116	0.0	1,748.2	0.0
21	Michigan state waterways	0117	0.5	24.1	0.2
22	Blue Water Bridge	0118	0.0	13.2	0.0
23	Michigan transportation	0119	0.0	2,118.8	0.0
24	Comprehensive transportation	0120	0.0	297.5	0.0
25	School aid	0122	0.0	12,359.2	0.0
26	Marine safety	0123	0.0	5.0	0.0

1	Game and fish protection trust	0124	0.0	17.4	0.0
2	State park improvement	0125	3.8	31.5	3.0
3	Forest development	0126	4.0	22.3	0.0
4	Michigan civilian conservation				
5	corps endowment	0128	0.2	2.3	0.0
6	Michigan natural resources trust	0129	0.0	49.4	0.0
7	Michigan state parks endowment	0130	11.2	21.7	11.2
8	Safety education and training	0131	1.6	7.6	0.0
9	Uninsured employers' security	0135	0.0	0.0	0.0
10	Bottle deposit	0136	0.0	24.7	0.0
11	State construction code	0138	8.5	11.0	9.0
12	Children's trust	0139	1.0	3.2	1.1
13	State casino gaming	0140	2.0	28.8	3.3
14	Homeowner construction lien				
15	recovery	0141	1.2	4.4	4.5
16	Michigan nongame fish and				
17	wildlife	0143	0.4	0.9	0.3
18	Michigan merit award trust	0154	0.0	227.8	0.0
19	Tobacco settlement trust	0155	12.0	76.0	0.0
20	Michigan underground storage tank				
21	finance assurance	0160	0.0	0.0	0.0
22	TOTALS		\$60.4	\$38,151.1	\$41.9