

HOUSE BILL No. 5608

February 26, 2004, Introduced by Rep. Williams and referred to the Committee on Appropriations.

EXECUTIVE BUDGET BILL

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, 2005; 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 bill, 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, 2005, 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.....	48.0
Full-time equated classified positions.....	6,933.9
GROSS APPROPRIATION	\$2,532,026,100
Interdepartmental grant revenues:	
Total interdepartmental grants and intradepartmental transfers	501,329,600
ADJUSTED GROSS APPROPRIATION.....	\$2,030,696,500
Federal revenues:	
Total federal revenues	51,522,900
Special revenue funds:	
Total local revenues	2,664,300

1	Total private revenues	550,100
2	Total other state restricted revenues.....	1,625,114,600
3	State general fund/general purpose.....	\$ 350,844,600
4	Sec. 102. DEPARTMENT OF ATTORNEY GENERAL	
5	(1) APPROPRIATION SUMMARY	
6	Full-time equated unclassified positions.....	6.0
7	Full-time equated classified positions.....	556.0
8	GROSS APPROPRIATION	\$ 62,315,100
9	Interdepartmental grant revenues:	
10	Total interdepartmental grants and intradepartmental	
11	transfers	11,244,300
12	ADJUSTED GROSS APPROPRIATION.....	\$ 51,070,800
13	Federal revenues:	
14	Total federal revenues	9,292,400
15	Special revenue funds:	
16	Total local revenues	0
17	Total private revenues	0
18	Total other state restricted revenues.....	11,070,000
19	State general fund/general purpose.....	\$ 30,708,400
20	(2) ATTORNEY GENERAL OPERATIONS	
21	Full-time equated unclassified positions.....	6.0
22	Full-time equated classified positions.....	556.0
23	Attorney general	\$ 124,900
24	Unclassified positions--5.0 FTE positions.....	476,300
25	Attorney general operations--516.0 FTE positions.....	56,818,800
26	Child support enforcement--25.0 FTE positions.....	2,192,800
27	Prosecuting attorneys coordinating council--15.0 FTE	

1	positions	1,512,100
2	PACC, training project	<u>325,000</u>
3	GROSS APPROPRIATION	\$ 61,449,900
4	Appropriated from:	
5	Interdepartmental grant revenues:	
6	IDG from FIA	2,777,300
7	IDG from MDCIS, financial and insurance services.....	127,900
8	IDG from MDCIS, health services.....	1,218,800
9	IDG from MDCIS, public utility assessments.....	1,748,100
10	IDG from MDMB, risk management revolving fund.....	1,231,900
11	IDG from MDOT, comprehensive transportation fund.....	137,000
12	IDG from MDOT, state aeronautics fund.....	127,100
13	IDG from MDOT, state trunkline fund.....	2,672,300
14	IDG from MDSP, Michigan justice training fund.....	325,000
15	IDG from Michigan gaming control board.....	878,900
16	Federal revenues:	
17	DAG, state administrative match grant/food stamps.....	993,800
18	DED-OPSE, student loans, federal lender allowance.....	300,600
19	DOL-ETA, unemployment insurance.....	1,429,700
20	DOL-OSHA, occupational safety and health.....	262,000
21	EPA, multiple grants	252,700
22	Federal funds	2,199,000
23	HHS, medical assistance, medigrant.....	579,700
24	HHS-OS, state Medicaid fraud control units.....	3,274,900
25	Special revenue funds:	
26	Antitrust enforcement collections.....	581,400
27	Attorney general's operations fund.....	755,000

1	Auto repair facilities fees.....	203,100
2	Collections revenue	615,300
3	Corporate fees and security fees.....	132,900
4	Environmental response fund.....	685,000
5	Franchise fees	254,500
6	Game and fish protection fund.....	667,300
7	Liquor purchase revolving fund.....	893,300
8	Manufactured housing fees.....	198,100
9	Michigan state housing development authority fees.....	507,900
10	Oil and gas privilege fee revenue.....	151,000
11	Prisoner reimbursement	1,119,200
12	Prosecuting attorneys training fees.....	326,800
13	Retirement funds	646,800
14	Second injury fund	965,600
15	Self-insurers security fund.....	162,300
16	Silicosis and dust disease fund.....	483,500
17	State building authority revenue.....	85,400
18	State hospital authority	332,400
19	State lottery fund	215,800
20	Tobacco settlement trust fund.....	366,400
21	Utility consumers fund	496,300
22	Waterways fund	87,100
23	Worker's compensation administrative revolving fund...	137,600
24	State general fund/general purpose.....	\$ 29,843,200
25	(3) INFORMATION TECHNOLOGY	
26	Information technology services and projects.....	\$ <u>865,200</u>
27	GROSS APPROPRIATION	\$ 865,200

1	Appropriated from:	
2	Special revenue funds:	
3	State general fund/general purpose.....	\$ 865,200
4	Sec. 103. DEPARTMENT OF CIVIL RIGHTS	
5	(1) APPROPRIATION SUMMARY	
6	Full-time equated unclassified positions.....	5.0
7	Full-time equated classified positions.....	136.0
8	GROSS APPROPRIATION	\$ 12,791,200
9	Interdepartmental grant revenues:	
10	Total interdepartmental grants and intradepartmental	
11	transfers	0
12	ADJUSTED GROSS APPROPRIATION.....	\$ 12,791,200
13	Federal revenues:	
14	Total federal revenues	934,000
15	Special revenue funds:	
16	Total local revenues	0
17	Total private revenues	0
18	Total other state restricted revenues.....	0
19	State general fund/general purpose.....	\$ 11,857,200
20	(2) CIVIL RIGHTS OPERATIONS	
21	Full-time equated unclassified positions.....	5.0
22	Full-time equated classified positions.....	136.0
23	Unclassified positions--5.0 FTE positions.....	\$ 254,100
24	Human resources optimization user charges.....	29,500
25	Civil rights operations--136.0 FTE positions.....	<u>11,668,000</u>
26	GROSS APPROPRIATION	\$ 11,951,600
27	Appropriated from:	

1	Federal revenues:	
2	EEOC, state and local antidiscrimination agency	
3	contracts	600,000
4	HUD, grant	334,000
5	Special revenue funds:	
6	State general fund/general purpose.....	\$ 11,017,600
7	(3) INFORMATION TECHNOLOGY	
8	Information technology services and projects.....	\$ <u>839,600</u>
9	GROSS APPROPRIATION	\$ 839,600
10	Appropriated from:	
11	Special revenue funds:	
12	State general fund/general purpose.....	\$ 839,600
13	Sec. 104. DEPARTMENT OF CIVIL SERVICE	
14	(1) APPROPRIATION SUMMARY	
15	Full-time equated classified positions.....	240.5
16	GROSS APPROPRIATION	\$ 35,262,900
17	Interdepartmental grant revenues:	
18	Total interdepartmental grants and intradepartmental	
19	transfers	2,300,000
20	ADJUSTED GROSS APPROPRIATION.....	\$ 32,962,900
21	Federal revenues:	
22	Total federal revenues	4,779,100
23	Special revenue funds:	
24	Total local revenues	1,700,000
25	Total private revenues	150,000
26	Total other state restricted revenues.....	18,545,500
27	State general fund/general purpose.....	\$ 7,788,300

1	(2) CIVIL SERVICE OPERATIONS	
2	Full-time equated classified positions.....	240.5
3	Civil service operations--210.5 FTE positions.....	\$ 29,345,200
4	Human resources optimization--30.0 FTE positions.....	<u>2,000,000</u>
5	GROSS APPROPRIATION	\$ 31,345,200
6	Appropriated from:	
7	Interdepartmental grant revenues:	
8	IDG, training charges	1,000,000
9	IDG, 1% special funds	1,300,000
10	Federal revenues:	
11	Federal funds 1%	3,637,100
12	Special revenue funds:	
13	Local funds 1%	1,700,000
14	Private funds 1%	150,000
15	Freedom of information fees.....	1,100
16	Human resources optimization user charges	2,000,000
17	State sponsored group insurance.....	2,650,000
18	State sponsored group insurance, flexible spending	
19	accounts and COBRA	5,572,700
20	State restricted funds 1%.....	6,366,700
21	State general fund/general purpose.....	\$ 6,967,600
22	(3) INFORMATION TECHNOLOGY	
23	Information technology services and projects.....	\$ <u>3,917,700</u>
24	GROSS APPROPRIATION	\$ 3,917,700
25	Appropriated from:	
26	Federal revenues:	
27	Federal funds 1%	1,142,000

1	Special revenue funds:		
2	State restricted funds 1%.....		744,700
3	Human resources optimization user charges.....		1,070,900
4	State sponsored group insurance, flexible spending		
5	accounts and COBRA		139,400
6	State general fund/general purpose.....	\$	820,700
7	Sec. 105. EXECUTIVE OFFICE		
8	(1) APPROPRIATION SUMMARY		
9	Full-time equated unclassified positions.....	10.0	
10	Full-time equated classified positions.....	74.2	
11	GROSS APPROPRIATION	\$	4,859,500
12	Interdepartmental grant revenues:		
13	Total interdepartmental grants and intradepartmental		
14	transfers	\$	0
15	ADJUSTED GROSS APPROPRIATION.....		4,859,500
16	Federal revenues:		
17	Total federal revenues		0
18	Special revenue funds:		
19	Total local revenues		0
20	Total private revenues		0
21	Total other state restricted revenues.....		0
22	State general fund/general purpose.....	\$	4,859,500
23	(2) EXECUTIVE OFFICE OPERATIONS		
24	Full-time equated unclassified positions.....	10.0	
25	Full-time equated classified positions.....	74.2	
26	Governor	\$	177,000
27	Lieutenant governor		123,900

1	Executive office--74.2 FTE positions.....	3,708,800
2	Unclassified positions--8.0 FTE positions.....	<u>849,800</u>
3	GROSS APPROPRIATION	\$ 4,859,500
4	Appropriated from:	
5	Special revenue funds:	
6	State general fund/general purpose.....	\$ 4,859,500
7	Sec. 106. DEPARTMENT OF INFORMATION TECHNOLOGY	
8	(1) APPROPRIATION SUMMARY	
9	Full-time equated unclassified positions.....	6.0
10	Full-time equated classified positions.....	1,756.4
11	GROSS APPROPRIATION	\$ 366,235,800
12	Interdepartmental grant revenues:	
13	Total interdepartmental grants and intradepartmental	
14	transfers	366,235,800
15	ADJUSTED GROSS APPROPRIATION.....	\$ 0
16	Federal revenues:	
17	Total federal revenues	0
18	Special revenue funds:	
19	Total local revenues	0
20	Total private revenues	0
21	Total other state restricted revenues.....	0
22	State general fund/general purpose.....	\$ 0
23	(2) ADMINISTRATION	
24	Full-time equated unclassified positions.....	6.0
25	Full-time equated classified positions.....	1,756.4
26	Unclassified positions--6.0 FTE positions.....	\$ 300,000
27	Enterprisewide services--75.0 FTE positions.....	26,771,400

1	Health and human services--775.6 FTE positions.....	200,851,900
2	Education services--38.9 FTE positions.....	3,305,100
3	Public protection--296.0 FTE positions.....	36,561,200
4	Resources services--171.1 FTE positions.....	16,450,400
5	Transportation services--107.0 FTE positions.....	26,808,400
6	General services--292.8 FTE positions.....	<u>55,187,400</u>
7	GROSS APPROPRIATION	\$ 366,235,800
8	Appropriated from:	
9	Interdepartmental grant revenues:	
10	IDG from department of agriculture.....	1,621,500
11	IDG from department of attorney general.....	865,200
12	IDG from department of civil rights.....	839,600
13	IDG from department of civil service.....	3,917,700
14	IDG from department of community health.....	31,053,600
15	IDG from department of corrections.....	15,118,600
16	IDG from department of education.....	2,540,600
17	IDG from department of environmental quality.....	6,763,900
18	IDG from family independence agency.....	130,795,600
19	IDG from Michigan gaming control board.....	1,100,600
20	IDG from department of history, arts, and libraries...	1,022,100
21	IDG from department of labor and economic growth.....	42,309,100
22	IDG from bureau of state lottery.....	4,236,700
23	IDG from department of management and budget.....	25,966,400
24	IDG from department of military and veterans affairs..	1,182,000
25	IDG from department of natural resources.....	8,633,900
26	IDG from department of state.....	23,114,200
27	IDG from department of state police.....	21,614,400

1	IDG from department of transportation.....	26,827,300
2	IDG from department of treasury.....	16,712,800
3	Special revenue funds:	
4	State general fund/general purpose.....	\$ 0
5	Sec. 107. LEGISLATURE	
6	(1) APPROPRIATION SUMMARY	
7	GROSS APPROPRIATION	\$ 118,630,800
8	Interdepartmental grant revenues:	
9	Total interdepartmental grants and intradepartmental	
10	transfers	1,801,500
11	ADJUSTED GROSS APPROPRIATION.....	\$ 116,829,300
12	Federal revenues:	
13	Total federal revenues	0
14	Special revenue funds:	
15	Total local revenues	0
16	Total private revenues	400,000
17	Total other state restricted revenues.....	2,356,500
18	State general fund/general purpose.....	\$ 114,072,800
19	(2) LEGISLATURE	
20	Senate	\$ 27,117,500
21	Senate automated data processing.....	2,429,700
22	Senate fiscal agency	2,901,700
23	House of representatives	41,990,900
24	House automated data processing.....	1,862,200
25	House fiscal agency	2,732,900
26	Legislative auditor general.....	<u>14,301,500</u>
27	GROSS APPROPRIATION	\$ 93,336,400

1	Appropriated from:	
2	Interdepartmental grant revenues:	
3	IDG from MDCIS, liquor purchase revolving fund.....	11,300
4	IDG from MDCS	107,900
5	IDG from MDOT, comprehensive transportation fund.....	25,200
6	IDG from MDOT, Michigan transportation fund.....	204,300
7	IDG from MDOT, state aeronautics fund.....	19,600
8	IDG from MDOT, state trunkline fund.....	474,600
9	IDG, single audit act	958,600
10	Special revenue funds:	
11	Construction lien fund	7,200
12	Contract audit administration fees.....	52,700
13	Correctional industries revolving fund.....	31,300
14	Game and fish protection fund.....	21,400
15	Marine safety fund	1,900
16	Michigan economic development corporation.....	41,200
17	Michigan education trust fund.....	30,000
18	Michigan state fair revolving fund.....	33,000
19	Michigan state housing development authority fees.....	22,100
20	Michigan strategic fund	37,500
21	Michigan veterans trust fund.....	24,400
22	Motor transport revolving fund.....	4,700
23	Office services revolving fund.....	6,800
24	State services fee fund	926,900
25	Waterways fund	5,600
26	State general fund/general purpose.....	\$ 90,288,200
27	(3) LEGISLATIVE COUNCIL	
28	Legislative council	\$ 9,409,000

1	Legislative service bureau automated data processing..	1,322,100
2	e-Law, legislative council technology enhancement	
3	project	500
4	Worker's compensation	133,900
5	National association dues.....	<u>98,500</u>
6	GROSS APPROPRIATION	\$ 10,964,000
7	Appropriated from:	
8	Special revenue funds:	
9	Private - gifts and bequests revenues.....	400,000
10	State general fund/general purpose.....	\$ 10,564,000
11	(4) LEGISLATIVE RETIREMENT SYSTEM	
12	General nonretirement expenses.....	\$ <u>4,057,000</u>
13	GROSS APPROPRIATION	\$ 4,057,000
14	Appropriated from:	
15	Special revenue funds:	
16	Court fees	1,109,800
17	State general fund/general purpose.....	\$ 2,947,200
18	(5) PROPERTY MANAGEMENT	
19	Capitol building	\$ 2,160,000
20	Cora Anderson building	7,340,300
21	Farnum building and other properties.....	<u>773,100</u>
22	GROSS APPROPRIATION	\$ 10,273,400
23	Appropriated from:	
24	Special revenue funds:	
25	State general fund/general purpose.....	\$ 10,273,400
26	Sec. 108. DEPARTMENT OF MANAGEMENT AND BUDGET	
27	(1) APPROPRIATION SUMMARY	

1	Full-time equated unclassified positions.....	6.0	
2	Full-time equated classified positions.....	723.0	
3	GROSS APPROPRIATION		\$ 157,337,500
4	Interdepartmental grant revenues:		
5	Total interdepartmental grants and intradepartmental		
6	transfers		86,575,200
7	ADJUSTED GROSS APPROPRIATION.....		\$ 70,762,300
8	Federal revenues:		
9	Total federal revenues		444,600
10	Special revenue funds:		
11	Total local revenues		0
12	Total private revenues		0
13	Total other state restricted revenues.....		33,206,100
14	State general fund/general purpose.....		\$ 37,111,600
15	(2) MANAGEMENT AND BUDGET SERVICES		
16	Full-time equated unclassified positions.....	6.0	
17	Full-time equated classified positions.....	581.5	
18	Unclassified positions--6.0 FTE positions.....		\$ 570,800
19	Executive operations--21.0 FTE positions.....		2,241,500
20	Human resources optimization user charges.....		29,500
21	Administrative services--64.5 FTE positions.....		5,960,600
22	Budget and financial management--113.5 FTE positions..		9,926,600
23	Office of the state employer--24.0 FTE positions.....		2,604,800
24	Design and construction services--40.0 FTE positions..		4,751,500
25	Business support services--86.5 FTE positions.....		7,372,000
26	Building operation services--232.0 FTE positions.....		75,921,100
27	Building occupancy charges, rent, and utilities.....		<u>3,798,700</u>

1	GROSS APPROPRIATION	\$ 113,177,100
2	Appropriated from:	
3	Interdepartmental grant revenues:	
4	IDG from MDOT, state aeronautics fund.....	33,300
5	IDG from MDOT, comprehensive transportation fund.....	58,400
6	IDG from MDOT, state trunkline fund.....	1,193,300
7	IDG from building occupancy and parking charges.....	78,664,200
8	IDG from department of labor and economic growth.....	100,000
9	IDG from MDCH	235,000
10	IDG from user fees	4,892,800
11	Federal revenues:	
12	Federal funds	430,500
13	Special revenue funds:	
14	Game and fish protection fund.....	218,200
15	Health management funds	1,577,400
16	Marine safety fund	22,200
17	Pension trust funds	1,413,700
18	Special revenue, internal service, and pension trust	
19	funds	5,394,200
20	State building authority revenue.....	530,500
21	State lottery fund	122,700
22	Waterways fund	50,700
23	State general fund/general purpose.....	\$ 18,240,000
24	(3) STATEWIDE APPROPRIATIONS	
25	Professional development fund - MPES.....	\$ 105,000
26	Professional development fund - AFSCME.....	<u>400,000</u>
27	GROSS APPROPRIATION	\$ 505,000

1	Appropriated from:	
2	Interdepartmental grant revenues:	
3	IDG from employer contributions.....	505,000
4	Special revenue funds:	
5	State general fund/general purpose.....	\$ 0
6	(4) SPECIAL PROGRAMS	
7	Full-time equated classified positions.....	141.5
8	Building occupancy charges - property management services	
9	for executive/legislative building occupancy.....	\$ 1,712,300
10	Retirement services--127.5 FTE positions.....	14,697,400
11	Office of children's ombudsman--14.0 FTE positions....	<u>1,279,300</u>
12	GROSS APPROPRIATION	\$ 17,689,000
13	Appropriated from:	
14	Special revenue funds:	
15	Deferred compensation	1,445,700
16	Pension trust funds	13,251,700
17	State general fund/general purpose.....	\$ 2,991,600
18	(5) INFORMATION TECHNOLOGY	
19	Information technology services and projects.....	\$ <u>25,966,400</u>
20	GROSS APPROPRIATION	\$ 25,966,400
21	Appropriated from:	
22	Interdepartmental grant revenues:	
23	IDG from MDOT, state aeronautics fund.....	1,100
24	IDG from MDOT, comprehensive transportation fund.....	2,100
25	IDG from MDOT, state trunkline fund.....	47,500
26	IDG from building occupancy and parking charges.....	655,700
27	IDG from user fees	186,800

1	Federal revenues:	
2	Federal funds	14,100
3	Special revenue funds:	
4	Game and fish protection fund.....	9,800
5	Health management funds	41,700
6	Marine safety fund	900
7	MAIN user charges	3,964,000
8	Pension trust funds	2,739,200
9	Special revenue, internal service, and pension trust	
10	funds	2,404,600
11	State building authority revenue.....	9,700
12	State lottery fund	4,600
13	Waterways fund	2,000
14	Deferred compensation	2,600
15	State general fund/general purpose.....	\$ 15,880,000
16	Sec. 109. DEPARTMENT OF STATE	
17	(1) APPROPRIATION SUMMARY	
18	Full-time equated unclassified positions.....	6.0
19	Full-time equated classified positions.....	1,853.8
20	GROSS APPROPRIATION	\$ 188,266,000
21	Interdepartmental grant revenues:	
22	Total interdepartmental grants and intradepartmental	
23	transfers	20,000,000
24	ADJUSTED GROSS APPROPRIATION.....	\$ 168,266,000
25	Federal revenues:	
26	Total federal revenues	1,391,000
27	Special revenue funds:	

1	Total local revenues	0
2	Total private revenues	100
3	Total other state restricted revenues.....	151,553,500
4	State general fund/general purpose.....	\$ 15,321,400
5	(2) EXECUTIVE DIRECTION	
6	Full-time equated unclassified positions.....	6.0
7	Full-time equated classified positions.....	29.2
8	Secretary of state	\$ 124,900
9	Unclassified positions--5.0 FTE positions.....	459,200
10	Operations--29.2 FTE positions.....	<u>2,256,400</u>
11	GROSS APPROPRIATION	\$ 2,840,500
12	Appropriated from:	
13	Special revenue funds:	
14	Auto repair facilities fees.....	52,900
15	Driver fees	102,600
16	Expedient service fees	45,300
17	Look-up fees	605,700
18	Parking ticket court fines.....	7,200
19	Personal identification card fees.....	10,600
20	Reinstatement fees - operator licenses.....	114,800
21	Transportation administration collection fund.....	1,286,200
22	Vehicle theft prevention fees.....	31,100
23	State general fund/general purpose.....	\$ 584,100
24	(3) DEPARTMENT SERVICES	
25	Full-time equated classified positions.....	176.3
26	Operations--167.8 FTE positions.....	\$ 22,392,700
27	Assigned claims assessments--6.5 FTE positions.....	674,600

1	Motorcycle safety education administration--2.0 FTE	
2	positions	353,800
3	Motorcycle safety grants	<u>875,800</u>
4	GROSS APPROPRIATION	\$ 24,296,900
5	Appropriated from:	
6	Federal revenues:	
7	Federal funds	52,100
8	Special revenue funds:	
9	Assigned claims assessments.....	674,600
10	Auto repair facilities fees.....	388,600
11	Child support clearance fees.....	32,100
12	Driver fees	1,123,400
13	Expedient service fees	232,400
14	Look-up fees	7,193,200
15	Marine safety fund	69,800
16	Motorcycle safety fund	1,229,600
17	Off-road vehicle title fees.....	7,200
18	Parking ticket court fines.....	49,200
19	Personal identification card fees.....	77,700
20	Reinstatement fees - operator licenses.....	502,600
21	Scrap tire fund	64,200
22	Snowmobile registration fee revenue.....	16,500
23	Transportation administration collection fund.....	12,329,800
24	Vehicle theft prevention fees.....	227,800
25	State general fund/general purpose.....	\$ 26,100
26	(4) REGULATORY SERVICES	
27	Full-time equated classified positions.....	251.1

1	Operations--251.1 FTE positions.....	\$	20,806,900
2	County clerk education and training		<u>100,000</u>
3	GROSS APPROPRIATION	\$	20,906,900
4	Appropriated from:		
5	Federal revenues:		
6	Federal funds		92,300
7	Special revenue funds:		
8	Auto repair facilities fees.....		4,183,400
9	Commercial driver training school fees.....		63,500
10	Driver fees		930,500
11	Expedient service fees		29,900
12	Look-up fees		3,962,400
13	Notary fee fund		300,000
14	Notary education and training fund		100,000
15	Parking ticket court fines.....		8,200
16	Personal identification card fees.....		42,900
17	Reinstatement fees - operator licenses.....		1,535,400
18	Transportation administration collection fund.....		7,898,700
19	Vehicle theft prevention fees.....		1,423,800
20	State general fund/general purpose.....	\$	335,900
21	(5) CUSTOMER DELIVERY SERVICES		
22	Full-time equated classified positions.....		1,368.7
23	Customer services administration--154.7 FTE		
24	positions	\$	16,555,200
25	Branch operations--958.4 FTE positions.....		66,772,100
26	Central records--239.4 FTE positions.....		14,704,500
27	Commemorative license plates--16.2 FTE positions.....		2,147,300

1	Specialty license plates	1,922,000
2	Olympic center plate	75,700
3	Organ donor program	<u>104,100</u>
4	GROSS APPROPRIATION	\$ 102,280,900
5	Appropriated from:	
6	Interdepartmental grant revenues:	
7	IDG from MDOT, Michigan transportation fund.....	20,000,000
8	Federal revenues:	
9	Federal funds	1,246,600
10	Special revenue funds:	
11	Private funds	100
12	Auto repair facilities fees.....	83,600
13	Child support clearance fees.....	358,900
14	Driver fees	12,270,100
15	Expedient service fees	2,629,800
16	Look-up fees	17,109,700
17	Marine safety fund	1,031,600
18	Michigan state police auto theft fund.....	105,600
19	Mobile home commission fees.....	428,900
20	Off-road vehicle title fees.....	110,600
21	Parking ticket court fines.....	1,457,900
22	Personal identification card fees.....	1,379,700
23	Reinstatement fees - operator licenses.....	1,045,600
24	Snowmobile registration fee revenue.....	302,100
25	Transportation administration collection fund.....	38,480,600
26	Vehicle theft prevention fees.....	190,500
27	State general fund/general purpose.....	\$ 4,049,000

1 **(6) ELECTION REGULATION**

2 Full-time equated classified positions..... 28.5

3 Election administration and services--25.5 FTE

4 positions \$ 2,743,300

5 Fees to local units 69,800

6 Qualified voter file--3.0 FTE positions..... 1,773,500

7 GROSS APPROPRIATION \$ 4,586,600

8 Appropriated from:

9 Special revenue funds:

10 State general fund/general purpose..... \$ 4,586,600

11 **(7) DEPARTMENTWIDE APPROPRIATIONS**

12 Building occupancy charges/rent..... \$ 9,513,000

13 Worker's compensation 727,000

14 GROSS APPROPRIATION \$ 10,240,000

15 Appropriated from:

16 Special revenue funds:

17 Auto repair facilities fees..... 147,500

18 Driver fees 453,800

19 Expedient service fees 15,000

20 Look-up fees 1,968,300

21 Parking ticket court fines..... 489,200

22 Transportation administration collection fund..... 4,463,400

23 State general fund/general purpose..... \$ 2,702,800

24 **(8) INFORMATION TECHNOLOGY**

25 Information technology services and projects..... \$ 23,114,200

26 GROSS APPROPRIATION \$ 23,114,200

27 Appropriated from:

1	Special revenue funds:	
2	Administrative order processing fee.....	10,900
3	Auto repair facilities fees.....	176,500
4	Child support clearance fees.....	15,900
5	Driver fees	1,279,600
6	Expedient service fees	442,700
7	Look-up fees	2,650,700
8	Parking ticket court fines.....	81,400
9	Personal identification card fees.....	848,000
10	Reinstatement fees - operator licenses.....	457,900
11	Transportation administration collection fund.....	13,945,600
12	Vehicle theft prevention fees.....	168,100
13	State general fund/general purpose.....	\$ 3,036,900
14	Sec. 110. DEPARTMENT OF TREASURY	
15	(1) APPROPRIATION SUMMARY	
16	Full-time equated unclassified positions.....	9.0
17	Full-time equated classified positions.....	1,594.0
18	GROSS APPROPRIATION	\$1,586,327,300
19	Interdepartmental grant revenues:	
20	Total interdepartmental grants and intradepartmental	
21	transfers	13,172,800
22	ADJUSTED GROSS APPROPRIATION.....	\$1,573,154,500
23	Federal revenues:	
24	Total federal revenues	34,681,800
25	Special revenue funds:	
26	Total local revenues	964,300
27	Total private revenues	0

1	Total other state restricted revenues.....	1,408,383,000
2	State general fund/general purpose.....	\$ 129,125,400
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>648,200</u>
8	GROSS APPROPRIATION	\$ 1,449,100
9	Appropriated from:	
10	Special revenue funds	
11	State lottery fund	141,300
12	State services fee fund	159,300
13	State general fund/general purpose.....	\$ 1,148,500
14	(3) DEPARTMENTWIDE APPROPRIATIONS	
15	Travel	\$ 1,415,900
16	Rent and building occupancy charges - property	
17	management services	4,605,000
18	Worker's compensation insurance premium.....	<u>541,300</u>
19	GROSS APPROPRIATION	\$ 6,562,200
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.....	3,284,700
26	Municipal finance fees	10,600
27	Treasury fees	17,800

1	Waterways fund	2,200
2	State general fund/general purpose.....	\$ 3,227,500
3	(4) LOCAL GOVERNMENT PROGRAMS	
4	Full-time equated classified positions.....	74.0
5	Local government operations--74.0 FTE positions.....	<u>\$ 11,336,300</u>
6	GROSS APPROPRIATION	\$ 11,336,300
7	Appropriated from:	
8	Special revenue funds:	
9	Local - assessor training fees.....	374,100
10	Local - audit charges	497,200
11	Local - equalization study charge-backs.....	40,000
12	Local - revenue from local government.....	50,000
13	Land reutilization fund	3,985,700
14	Municipal finance fees	256,800
15	State education tax collections.....	50,000
16	State services fee fund	240,000
17	State general fund/general purpose.....	\$ 5,842,500
18	(5) TAX PROGRAMS	
19	Full-time equated classified positions.....	716.0
20	Revenue operations--716.0 FTE positions.....	\$ 57,588,700
21	Home heating assistance	2,000,000
22	Bottle bill implementation.....	250,000
23	New hire reporting	1,545,000
24	Tobacco tax collection	<u>232,000</u>
25	GROSS APPROPRIATION	\$ 61,615,700
26	Appropriated from:	
27	Interdepartmental grant revenues:	

1	IDG from MDOT, Michigan transportation fund.....	7,417,700
2	IDG from MDOT, state aeronautics fund.....	43,100
3	IDG from FIA	1,545,000
4	IDG from MDCH	232,000
5	IDG, data/collection services fees.....	250,900
6	Federal revenues:	
7	HHS-SSA, low-income energy assistance.....	2,000,000
8	Special revenue funds:	
9	Bottle deposit fund	250,000
10	Delinquent tax collection revenue.....	45,155,100
11	Tobacco tax revenue	335,900
12	Waterways fund	56,200
13	State general fund/general purpose.....	\$ 4,329,800
14	(6) BANKING AND MANAGEMENT SERVICES	
15	Full-time equated classified positions.....	325.5
16	Administrative services--86.5 FTE positions.....	\$ 8,772,800
17	Financial services--239.0 FTE positions.....	19,443,800
18	Human resources optimization user charges.....	<u>44,300</u>
19	GROSS APPROPRIATION	\$ 28,260,900
20	Appropriated from:	
21	Interdepartmental grant revenues:	
22	IDG from MDOT, state aeronautics fund.....	16,900
23	IDG, receipt, warrant and cash processing fees.....	222,300
24	IDG, levy/warrant cost assessment fees.....	1,810,800
25	IDG, state agency collection fees.....	492,600
26	IDG from FIA, title IV-D	542,500
27	Special revenue funds:	

1	Delinquent tax collection revenue.....	13,474,700
2	Escheats revenue	2,801,600
3	Justice system fund	550,000
4	Garnishment fees	460,700
5	Treasury fees	159,700
6	Waterways fund	17,500
7	State general fund/general purpose.....	\$ 7,711,600
8	(7) FINANCIAL PROGRAMS	
9	Full-time equated classified positions.....	208.0
10	Retirement investments--72.0 FTE positions.....	\$ 12,345,000
11	Michigan merit award administration--6.0 FTE positions	1,580,400
12	Michigan education savings program.....	1,000,000
13	Common cash investments and debt management--11.5	
14	FTE positions	1,100,700
15	Student financial assistance programs--118.5 FTE	
16	Positions	<u>34,232,900</u>
17	GROSS APPROPRIATION	\$ 50,259,000
18	Appropriated from:	
19	Interdepartmental grant revenues:	
20	IDG, fiscal agent service fees.....	158,500
21	Federal revenues:	
22	DED-OPSE, federal lenders allowance.....	9,851,300
23	DED-OPSE, higher education act of 1965, insured loans.	22,309,400
24	Special revenue funds:	
25	College work-study	46,300
26	Michigan merit award trust fund.....	2,965,500
27	Retirement funds	12,345,000

1	School bond fees	435,300
2	Treasury fees	248,300
3	State general fund/general purpose.....	\$ 1,899,400
4	(8) DEBT SERVICE	
5	Water pollution control bond and interest redemption..	\$ 2,650,400
6	Quality of life bond	59,700,000
7	Clean Michigan initiative.....	<u>19,100,000</u>
8	GROSS APPROPRIATION	\$ 81,450,400
9	Appropriated from:	
10	Special revenue funds:	
11	Cleanup and redevelopment funds.....	10,887,300
12	State general fund/general purpose.....	\$ 70,563,100
13	(9) GRANTS	
14	Grants to counties in lieu of taxes.....	\$ 10,000
15	Convention facility development distribution.....	53,500,000
16	Senior citizen cooperative housing tax exemption	
17	program	16,700,000
18	Commercial mobile radio service payments.....	29,000,000
19	Health and safety fund grants.....	23,500,000
20	Qualified agricultural loan payments.....	2,000,000
21	Renaissance zone reimbursement.....	1,968,000
22	Special grants	1,542,300
23	Grants to local government for activity under	
24	MCL 211.22a	<u>7,000,000</u>
25	GROSS APPROPRIATION	\$ 135,220,300
26	Appropriated from:	
27	Special revenue funds:	

1	Commercial mobile radio service fees.....	29,000,000
2	Convention facility development fund.....	53,500,000
3	Health and safety fund	23,500,000
4	State general fund/general purpose.....	\$ 29,220,300
5	(10) STATE LOTTERY	
6	Full-time equated classified positions.....	165.0
7	Lottery operations--165.0 FTE positions.....	\$ 17,167,100
8	Human resources optimization user charges.....	29,500
9	Promotion and advertising.....	18,622,000
10	Lottery information technology services and projects..	<u>4,236,700</u>
11	GROSS APPROPRIATION	\$ 40,055,300
12	Appropriated from:	
13	Special revenue funds:	
14	State lottery fund	40,055,300
15	State general fund/general purpose.....	\$ 0
16	(11) CASINO GAMING	
17	Full-time equated classified positions.....	101.5
18	Michigan gaming control board.....	\$ 50,000
19	Casino gaming control administration--101.5 FTE	
20	positions	16,839,900
21	Human resources optimization user charges.....	14,800
22	Information technology services and projects.....	<u>1,100,600</u>
23	GROSS APPROPRIATION	\$ 18,005,300
24	Appropriated from:	
25	Special revenue funds:	
26	Casino gambling agreements.....	383,500
27	State services fee fund	17,621,800

1	State general fund/general purpose.....	\$	0
2	(12) REVENUE SHARING		
3	Constitutional state general revenue sharing grants...	\$	691,900,000
4	Statutory state general revenue sharing grants.....		<u>443,500,000</u>
5	GROSS APPROPRIATION	\$	1,135,400,000
6	Appropriated from:		
7	Special revenue funds:		
8	Sales tax		1,135,400,000
9	State general fund/general purpose.....	\$	0
10	(13) INFORMATION TECHNOLOGY		
11	Information technology services and projects.....	\$	<u>16,712,800</u>
12	GROSS APPROPRIATION	\$	16,712,800
13	Appropriated from:		
14	Interdepartmental grant revenues:		
15	IDG from MDOT, Michigan transportation fund.....		421,100
16	Federal revenues:		
17	DED-OPSE, higher education act of 1965, insured loans.		521,100
18	Special revenue funds:		
19	Local - assessor training fees.....		3,000
20	Delinquent tax collection revenue.....		9,555,900
21	Land reutilization fund		20,000
22	Michigan merit award trust fund.....		393,000
23	Retirement funds		616,000
24	State general fund/general purpose.....	\$	5,182,700
25	PART 2		
26	PROVISIONS CONCERNING APPROPRIATIONS		
27	<u>GENERAL SECTIONS</u>		

1 Sec. 201. (1) Pursuant to section 30 of article IX of the state
 2 constitution of 1963, total state spending from state resources under
 3 part 1 for fiscal year 2004-2005 is \$1,975,959,200.00 and state
 4 spending from state resources to be paid to local units of government
 5 for fiscal year 2004-2005 is \$1,253,887,000.00. The itemized statement
 6 below identifies appropriations from which spending to units of local
 7 government will occur:

8 DEPARTMENT OF STATE

9	Fees to local units	\$	69,800
10	Motorcycle safety education grants.....	\$	<u>102,900</u>
11	Subtotal	\$	172,700

12 DEPARTMENT OF TREASURY

13	Senior citizen cooperative housing tax exemption.....	\$	16,700,000
14	Grants to counties in lieu of taxes.....		10,000
15	Health and safety fund grants.....		23,500,000
16	Constitutional state general revenue sharing grants...		691,900,000
17	Statutory state general revenue sharing grants.....		443,500,000
18	Convention facility development fund distribution.....		53,500,000
19	Commercial mobile radio service payments.....		14,094,000
20	Special grants		1,542,300
21	Grants to local government for activity under MCL		
22	211.22a		7,000,000
23	Renaissance zone reimbursements.....		<u>1,968,000</u>
24	Subtotal	\$	<u>1,253,714,300</u>
25	TOTAL GENERAL GOVERNMENT	\$	1,253,887,000

26 (2) Pursuant to section 30 of article IX of the state constitution

1 of 1963, total state spending from state sources for fiscal year 2004-
2 2005 is estimated at \$26,026,887,900.00 in the 2003-2004 appropriations
3 bills and total state spending from state sources paid to local units
4 of government for fiscal year 2004-2005 is estimated at
5 \$15,526,329,400.00. The state-local proportion is estimated at 59.65%
6 of total state spending from state resources.

7 (3) If payments to local units of government and state spending
8 from state sources for fiscal year 2004-2005 are different than the
9 amounts estimated in subsection (2), the state budget director shall
10 report the payments to local units of government and state spending
11 from state sources that were made for fiscal year 2004-2005 to the
12 senate and house of representatives standing committees on
13 appropriations within 30 days after the final book-closing for fiscal
14 year 2004-2005.

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

17 Sec. 203. As used in this act:

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

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

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

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

24 (e) "DED-OPSE" means the United States department of education,
25 office of postsecondary education.

26 (f) "DOL-ETA" means the United States department of labor,
27 employment and training administration.

- 1 (g) "DOL-OSHA" means the United States department of labor,
2 occupational safety and health administration.
- 3 (h) "EEOC" means the United States equal employment opportunity
4 commission.
- 5 (i) "FIA" means the Michigan family independence agency
- 6 (j) "FTE" means full-time equated.
- 7 (k) "GF/GP" means general fund/general purpose.
- 8 (l) "HHS" means the United States department of health and human
9 services.
- 10 (m) "HHS-OS" means the HHS office of the secretary.
- 11 (n) "HHS-SSA" means the HHS social security administration.
- 12 (o) "HUD" means the United States department of housing and
13 urban development.
- 14 (p) "IDG" means interdepartmental grant.
- 15 (q) "MAIN" means the Michigan administrative information
16 network.
- 17 (r) "MCL" means the Michigan Compiled Laws.
- 18 (s) "MDCH" means the Michigan department of community health.
- 19 (t) "MDCIS" means the Michigan department of consumer and
20 industry services.
- 21 (u) "MDCS" means the Michigan department of civil service.
- 22 (v) "MDMB" means the Michigan department of management and
23 budget.
- 24 (w) "MDOT" means the Michigan department of transportation.
- 25 (x) "MDSP" means the Michigan department of state police.
- 26 (y) "MPES" means the Michigan professional employees society.
- 27 (z) "PA" means public act.

1 (aa) "PACC" means the prosecuting attorneys coordinating council.

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

7 Sec. 205. Unless otherwise specified, departments and agencies
8 receiving appropriations in part 1 shall use the Internet to fulfill
9 the reporting requirements of this bill. This requirement may include
10 transmission of reports via electronic mail to the recipients
11 identified for each reporting requirement, or it may include placement
12 of reports on an Internet or Intranet site.

13 Sec. 206. Pursuant to section 352 of the management and budget act,
14 1984 PA 431, MCL 18.1352, that provides for a transfer of state general
15 funds into the countercyclical budget and economic stabilization fund,
16 there is appropriated into the countercyclical budget and economic
17 stabilization fund the sum of \$0.00. The calculation required by
18 section 352 of the management and budget act, 1984 PA 431, MCL 18.1352,
19 is determined as follows:

20		2003	2004
21	Michigan personal income (millions).....	\$311,667	\$325,692
22	less: transfer payments.....	<u>50,508</u>	<u>53,538</u>
23	Subtotal.....	261,159	272,154
24	Divided by: Detroit CPI for 12 months		
25	Ending June 30	1.814	1.847
26	Equals: Real adjusted Michigan personal		
27	income.....	\$148,907	\$148,840

1	Percentage change.....	(2.4%)
2	Percentage change in excess of 2%.....	(0.4%)
3	Multiplied by: estimated GF/GP revenue in	
4	FY 2003-2004 (millions).....	7,857.5
5	Equals: countercyclical budget and	
6	economic stabilization fund calculation	
7	for the fiscal year ending September 30,	
8	2005.....	\$31.4

9 Sec. 207. Funds appropriated in part 1 shall not be used by this
10 state, a department, an agency, or an authority of this state to
11 purchase an ownership interest in a casino enterprise or a gambling
12 operation as those terms are defined in the Michigan gaming control and
13 revenue act, the Initiated Law of 1996, MCL 432.201 to 432.226.

14 Sec. 208. From the funds appropriated in part 1 for information
15 technology, departments and agencies shall pay user fees to the
16 department of information technology for technology-related services
17 and projects. Such user fees shall be subject to provisions of an
18 interagency agreement between the departments and agencies and the
19 department of information technology.

20 Sec. 209. Amounts appropriated in part 1 for information technology
21 may be designated as work projects and carried forward to support
22 technology projects under the direction of the department of
23 information technology. Funds designated in this manner are not
24 available for expenditure until approved as work projects under section
25 451a of the management and budget act, 1984 PA 431, MCL 18.1451a.

26 Sec. 210. Funds appropriated in part 1 shall not be used for the
27 purchase of foreign goods or services, or both, if competitively priced

1 and comparable quality American goods or services, or both, are
2 available. Preference should be given to goods and services or both,
3 manufactured or provided by Michigan businesses if they are
4 competitively priced and of comparable value.

5 **DEPARTMENT OF ATTORNEY GENERAL**

6 Sec. 301. (1) In addition to the funds appropriated in part 1,
7 there is appropriated an amount not to exceed \$1,500,000.00 for
8 federal contingency funds. These funds are not available for
9 expenditure until they have been transferred to another line item
10 in this bill under section 393(2) of the management and budget
11 act, 1984 PA 431, MCL 18.1393.

12 (2) In addition to the funds appropriated in part 1, there is
13 appropriated an amount not to exceed \$1,500,000.00 for state restricted
14 contingency funds. These funds are not available for expenditure until
15 they have been transferred to another line item in this bill under
16 section 393(2) of the management and budget act, 1984 PA 431, MCL
17 18.1393.

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

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

1 18.1393.

2 Sec. 302. (1) The attorney general shall perform all legal
3 services, including representation before courts and administrative
4 agencies rendering legal opinions and providing legal advice to a
5 principal executive department or state agency. A principal executive
6 department or state agency shall not employ or enter into a contract
7 with any other person for services described in this section.

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

13 (3) The attorney general shall perform the duties specified in
14 1846 RS 12, MCL 14.28 to 14.35, and 1919 PA 232, MCL 14.101 to 14.102,
15 and as otherwise provided by law.

16 Sec. 303. The attorney general may sell copies of the biennial
17 report in excess of the 350 copies that the attorney general may
18 distribute on a gratis basis. Gratis copies shall not be provided to
19 members of the legislature. Electronic copies of biennial reports
20 shall be made available on the department of attorney general's
21 website. The attorney general shall sell copies of the report at not
22 less than the actual cost of the report and shall deposit the money
23 received into the general fund.

24 Sec. 304. The department of attorney general is responsible for the
25 legal representation for state of Michigan state employee worker's
26 disability compensation cases. The risk management revolving fund
27 revenue appropriation in part 1 is to be satisfied by billings from the

1 department of attorney general for the actual costs of legal
2 representation, including salaries and support costs.

3 Sec. 305. In addition to the funds appropriated in part 1, not more
4 than \$400,000.00 shall be reimbursed per fiscal year for food stamp
5 fraud cases heard by the third circuit court of Wayne County that were
6 initiated by the department of attorney general pursuant to the
7 existing contract between the family independence agency, the
8 prosecuting attorneys association of Michigan, and the department of
9 attorney general. The source of this funding is money earned by the
10 department of attorney general under the agreement after the allowance
11 for reimbursement to the department of attorney general for costs
12 associated with the prosecution of food stamp fraud cases. It is
13 recognized that the federal funds are earned by the department of
14 attorney general for its documented progress on the prosecution of food
15 stamp fraud cases according to the United States department of
16 agriculture regulations and that once earned by this state, the funds
17 become state funds.

18 Sec. 306. Any proceeds from a lawsuit initiated by or settlement
19 agreement entered into on behalf of this state against a manufacturer
20 of tobacco products by the attorney general are state funds and are
21 subject to appropriation as provided by law.

22 Sec. 307. Any unobligated antitrust enforcement revenue, not to
23 exceed \$250,000.00, may be carried forward and is available for
24 appropriation in the succeeding fiscal year.

25 Sec. 308. (1) In addition to the funds appropriated in part 1,
26 there is appropriated up to \$500,000.00 from litigation expense
27 reimbursements awarded to the state.

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

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

10 Sec. 309. From the prisoner reimbursement funds appropriated in
11 part 1 the department may spend up to \$400,000.00 on activities related
12 to the state correctional facilities reimbursement act, 1935 PA 253,
13 MCL 800.401 to 800.406. If the department collects in excess of
14 \$1,231,000.00 in prisoner reimbursements, the excess, provided to the
15 general fund up to a maximum of \$800,000.00, is appropriated and may be
16 spent on defense of litigation against the state, its departments, or
17 employees in civil actions filed by prisoners. With the approval of
18 the state budget director, unexpended funds at the end of the fiscal
19 year may be carried forward for expenditure in the following year, up
20 to a maximum of \$800,000.00.

21 Sec. 310. (1) For the purposes of providing title IV-D child
22 support enforcement funding, the family independence agency, as the
23 state IV-D agency, shall maintain a cooperative agreement with the
24 attorney general for federal IV-D funding to support the child support
25 enforcement activities within the office of the attorney general.

26 (2) The attorney general or his or her designee shall, to the
27 extent allowable under federal law, have access to any information used

1 by the state to locate parents who fail to pay court ordered child
2 support.

3 **DEPARTMENT OF CIVIL RIGHTS**

4 Sec. 401. (1) In addition to the funds appropriated in part 1,
5 there is appropriated an amount not to exceed \$500,000.00 for
6 federal contingency funds. These funds are not available for
7 expenditure until they have been transferred to another line item
8 in this bill under section 393(2) of the management and budget
9 act, 1984 PA 431, MCL 18.1393.

10 Sec. 402. (1) In addition to the appropriations contained in part
11 1, the department of civil rights may receive and expend funds from
12 local or private sources for all of the following purposes:

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

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

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

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

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

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

25 (2) The department of civil rights shall annually report to the
26 state budget director, the senate and house of representatives standing
27 committees on appropriations, and the senate and house fiscal agencies

1 the amount of funds received and expended for purposes authorized under
2 this section.

3 Sec. 403. The department of civil rights may contract with local
4 units of government to review equal employment opportunity compliance
5 of potential contractors and may charge for and expend amounts received
6 from local units of government for the purpose of developing and
7 providing these contractual services.

8 **DEPARTMENT OF CIVIL SERVICE**

9 Sec. 501. (1) In addition to the funds appropriated in part 1,
10 there is appropriated an amount not to exceed \$2,000,000.00 for
11 federal contingency funds. These funds are not available for
12 expenditure until they have been transferred to another line item
13 in this bill under section 393(2) of the management and budget
14 act, 1984 PA 431, MCL 18.1393.

15 (2) In addition to the funds appropriated in part 1, there is
16 appropriated an amount not to exceed \$5,000,000.00 for state restricted
17 contingency funds. These funds are not available for expenditure until
18 they have been transferred to another line item in this bill under
19 section 393(2) of the management and budget act, 1984 PA 431, MCL
20 18.1393.

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

26 (4) In addition to the funds appropriated in part 1, there is
27 appropriated an amount not to exceed \$100,00.00 for private contingency

1 funds. These funds are not available for expenditure until they have
2 been transferred to another line item in this bill under section 393(2)
3 of the management and budget act, 1984 PA 431, MCL 18.1393.

4 Sec. 502. (1) All restricted funds shall be assessed a sum not less
5 than 1% of the total aggregate payroll paid from those funds for
6 financing the department of civil service on the basis of actual 1%
7 restricted sources total aggregate payroll of the classified service
8 for fiscal year 2004 in accordance with section 5 of article XI of the
9 state constitution of 1963. This includes, but is not limited to,
10 restricted funds appropriated in part 1 of any appropriations bill.
11 Unexpended 1% appropriated funds shall be returned to each 1% fund
12 source at the end of the fiscal year.

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

16 Sec. 503. Except where specifically appropriated for this purpose,
17 1% of the financing from restricted sources shall be credited to the
18 department of civil service. For restricted sources of funding within
19 the general fund that have the legislative authority for carryover, if
20 current spending authorization or revenues are insufficient to accept
21 the charge, the shortage shall be taken from carry forward balances of
22 that funding source. Restricted revenue sources that do not have carry
23 forward authority shall be utilized to satisfy departmental operating
24 deducts first and civil service obligations second. General fund
25 dollars are appropriated for any shortfall, pursuant to approval by the
26 state budget director.

27 Sec. 504. The appropriation in part 1 to the department of civil

1 service, for state-sponsored group insurance, flexible spending
2 accounts, and COBRA, represents amounts, in part, included within the
3 various appropriations throughout state government for the current
4 fiscal year to fund the flexible spending account program included
5 within the department of civil service. Deposits against state-
6 sponsored group insurance, flexible spending accounts, and COBRA for
7 the flexible spending account program shall be made from assessments
8 levied during the current fiscal year in a manner prescribed by the
9 department of civil service. Unspent employee contributions to the
10 flexible spending accounts may be used to offset administrative costs
11 for the flexible spending account program, with any remaining balance
12 of unspent employee contributions to be lapsed to the general fund.

13 Sec. 505. (1) The department shall compile the following
14 information about human resources for all executive branch departments:

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

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

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

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

24 (2) The department shall submit a report containing this
25 information for the previous fiscal year to the senate and house of
26 representatives standing committees on appropriations subcommittees on
27 general government by November 30, 2004. The report shall include

1 recommendations for consolidating executive branch human resources
2 functions into 1 department, and an estimate of cost savings, if any,
3 that would be realized from combining these operations.

4 **INFORMATION TECHNOLOGY**

5 Sec. 571. (1) In addition to the funds appropriated in part 1,
6 there is appropriated an amount not to exceed \$40,000,000.00 for
7 interdepartmental grant contingency funds. These funds are not
8 available for expenditure until they have been transferred to
9 another line item in this bill under section 393(2) of the
10 management and budget act, 1984 PA 431, MCL 18.1393.

11 Sec. 572. The appropriation in part 1 for the department of
12 information technology shall be funded by user fees assessed against
13 other principal executive departments and agencies. Such user fees
14 shall be based upon services provided by the department of information
15 technology.

16 Sec. 573. (1) The department of information technology may sell and
17 accept paid advertising for placement on any state website under its
18 jurisdiction. The department shall review and approve the content of
19 each advertisement. The department may refuse to accept advertising
20 from any person or organization or require modification to
21 advertisements based upon criteria determined by the department.
22 Revenue received under this subsection will be used for operating costs
23 of the department and for future technology enhancements to state of
24 Michigan e-government initiatives.

25 (2) The department of information technology may accept gifts,
26 donations, contributions, bequests, and grants of money from any public
27 or private source to assist with the underwriting or sponsorship of

1 state web pages or services offered on those web pages. A private or
2 public funding source may receive recognition in the web page. The
3 department of information technology may reject any gift, donation,
4 contribution, bequest, or grant.

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

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

11 Sec. 574. The department of information technology may enter into
12 agreements to supply spatial information and technical services to
13 other principal executive departments, state agencies, local units of
14 government, and other organizations. The department of information
15 technology may receive and expend funds in addition to those authorized
16 in part 1 for providing information and technical services,
17 publications, maps, and other products. The department of information
18 technology may expend amounts received for salaries, supplies, and
19 equipment necessary to provide informational products and technical
20 services.

21 Sec. 575. The legislature shall have access to all historical and
22 current data contained within MAIN pertaining to state departments.
23 State departments shall have access to all historical and current data
24 contained within MAIN.

25 Sec. 576. When used in this bill, "information technology services"
26 means services involving all aspects of managing and processing
27 information including, but not limited to, all of the following:

1 (a) Application development and maintenance.

2 (b) Desktop computer support and management.

3 (c) Mainframe computer support and management.

4 (d) Server support and management.

5 (e) Local area network support and management.

6 (f) Information technology contract, project, and procurement
7 management.

8 (g) Information technology planning and budget management.

9 (h) Telecommunication services, security, infrastructure, and
10 support.

11 (i) Software and software licensing.

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

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

18 (3) All money received by the department of information
19 technology under this section shall be expended for support and
20 maintenance of the Michigan public safety communications system.

21 (4) The department of information technology shall provide a
22 report to the senate and house of representatives standing committees
23 on appropriations, the senate and house fiscal agencies, and the state
24 budget director on April 15 and on October 15, indicating the amount of
25 revenue collected under this section and expended for the support and
26 maintenance of the Michigan public safety communication system for the
27 immediately preceding 6-month period.

1 Sec. 578. (1) From the funds appropriated in part 1 to general
2 services, for the department of state, there is appropriated
3 \$4,550,000.00 for the business application modernization project. Funds
4 shall only be used for the development, implementation, and maintenance
5 of the business application modernization project.

6 (2) The unexpended funds appropriated in part 1 for the business
7 application modernization project are designated as work project
8 appropriations and shall not lapse at the end of the fiscal year. Any
9 unencumbered or unallotted funds are carried over into the succeeding
10 fiscal year and shall continue to be available for expenditure until
11 the project has been completed. The total cost is estimated at
12 \$30,000,000.00, and the tentative completion date is September 30,
13 2008.

14 **LEGISLATURE**

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

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

1 legislative council for legislative council entities.

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

6 Sec. 602. The senate may charge rent and assess charges for utility
7 costs. The amounts received for rent charges and utility assessments
8 are appropriated to the senate for the renovation, operation, and
9 maintenance of the Farnum building and other properties.

10 Sec. 603. The appropriation contained in part 1 for national
11 association dues is to be distributed by the legislative council.

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

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

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

26 Sec. 606. The appropriation in part 1 to the legislative branch,
27 for property management, is considered a work project account. The

1 unexpended portion remaining on September 30 shall not lapse and shall
2 be carried forward into the subsequent fiscal year for the use for
3 which it was intended.

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

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

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

23 Sec. 610. In addition to the funds appropriated in part 1 for the
24 legislative auditor general, there is appropriated an amount not to
25 exceed \$500,000.00 for state restricted contingency funds. These funds
26 are not available for expenditure until they have been transferred to
27 another line item in this bill under section 393(2) of the management

1 and budget act, 1984 PA 431, MCL 18.1393.

2 Sec. 611. Pursuant to section 53 of article IV of the state
3 constitution of 1963, the auditor general shall conduct audits of the
4 judicial branch. The audits may include the supreme court and its
5 administrative units, the court of appeals, and trial courts.

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

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

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

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

1 leader, the house of representatives minority leader, and the senate
2 minority leader.

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

11 **DEPARTMENT OF MANAGEMENT AND BUDGET**

12 Sec. 701. (1) In addition to the funds appropriated in part 1,
13 there is appropriated an amount not to exceed \$2,000,000.00 for federal
14 contingency funds. These funds are not available for expenditure until
15 they have been transferred to another line item in this bill under
16 section 393(2) of the management and budget act, 1984 PA 431, MCL
17 18.1393.

18 (2) In addition to the funds appropriated in part 1, there is
19 appropriated an amount not to exceed \$3,000,000.00 for state restricted
20 contingency funds. These funds are not available for expenditure until
21 they have been transferred to another line item in this bill under
22 section 393(2) of the management and budget act, 1984 PA 431, MCL
23 18.1393.

24 (3) In addition to the funds appropriated in part 1, there is
25 appropriated an amount not to exceed \$50,000.00 for local contingency
26 funds. These funds are not available for expenditure until they have
27 been transferred to another line item in this bill under section 393(2)

1 of the management and budget act, 1984 PA 431, MCL 18.1393.

2 Sec. 702. Proceeds in excess of necessary costs incurred in the
3 conduct of transfers or auctions of state surplus, salvage, or scrap
4 property made pursuant to section 267 of the management and budget act,
5 1984 PA 431, MCL 18.1267, are appropriated to the department of
6 management and budget to offset costs incurred in the acquisition and
7 distribution of federal surplus property.

8 Sec. 703. The department of management and budget may receive and
9 expend funds in addition to those authorized in part 1 for conducting
10 training and orientation workshops and seminars that are consistent
11 with the programmatic mission of the individual unit sponsoring or
12 coordinating the program.

13 Sec. 704. (1) The department of management and budget may receive
14 and expend funds in addition to those authorized by part 1 for
15 maintenance and operation services provided specifically to other
16 principal executive departments or state agencies, the legislative
17 branch, or the judicial branch or provided in connection with
18 facilities transferred to the operational jurisdiction of the
19 department of management and budget.

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

25 (3) The department of management and budget may receive and
26 expend funds in addition to those authorized in part 1 for mail pickup
27 and delivery services provided specifically to other principal

1 executive departments and state agencies, the legislative branch, or
2 the judicial branch.

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

7 Sec. 705. (1) The appropriation in part 1 to the department of
8 management and budget, for statewide appropriations from employer
9 contributions, represents amounts included within the various
10 appropriations for longevity and insurance, whether appropriated as a
11 single line item or commingled with program line items, throughout
12 state government for the current fiscal year for purposes of funding
13 the child care information and referral services, severance pay funds,
14 and professional development funds included within statewide
15 appropriations. Deposits against the interdepartmental grant from
16 employer contributions shall be made from assessments levied against
17 the longevity and insurance appropriations during the current fiscal
18 year in a manner prescribed by the department of management and budget.
19 Any deposits made under this subsection and any unencumbered funds are
20 restricted revenues, may be carried over into the succeeding fiscal
21 years, and are appropriated.

22 (2) From the funds appropriated in part 1 to the department of
23 management and budget for professional development funds and child care
24 information and referral services, the department of management and
25 budget may expend funds for staff support associated with
26 administration of the professional development funds and child care
27 information and referral services in amounts as may be specified in

1 joint labor/management agreements or through the coordinated
2 compensation hearings process.

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

7 (4) In addition to the funds appropriated in part 1 to the
8 department of management and budget, for statewide appropriations from
9 employer contributions, the department of management and budget may
10 receive and expend funds in such additional amounts as may be specified
11 in joint labor/management agreements or through the coordinated
12 compensation hearings process in the same manner and subject to the
13 same conditions as prescribed in subsections (1), (2), and (3).

14 Sec. 706. To the extent a specific appropriation is required for a
15 detail source of financing included in part 1 for the department of
16 management and budget appropriations financed from special revenue and
17 internal service and pension trust funds, or MAIN user charges, the
18 specific amounts are appropriated within the special revenue internal
19 service and pension trust funds in portions not to exceed the aggregate
20 amount appropriated in part 1.

21 Sec. 707. In addition to the funds appropriated in part 1 to the
22 department of management and budget, the department may receive and
23 expend funds from other principal executive departments and state
24 agencies to implement donated annual leave and administrative leave
25 bank transfer provisions as may be specified in joint labor/management
26 agreements. The amounts may also be transferred to other principal
27 executive departments and state agencies under the joint agreement and

1 any amounts transferred under the joint agreement are authorized for
2 receipt and expenditure by the receiving principal executive department
3 or state agency. Any amounts received by the department of management
4 and budget under this section and intended, under the joint
5 labor/management agreements, to be available for use beyond the close
6 of the fiscal year and any unencumbered funds may be carried over into
7 the succeeding fiscal year.

8 Sec. 708. The source of financing in part 1 for the Michigan
9 administrative information network shall be funded by proportionate
10 charges assessed against the respective state funds benefiting from
11 this project in the amounts determined by the department.

12 Sec. 709. (1) Deposits against the interdepartmental grant from
13 building occupancy and parking charges appropriated in part 1 shall be
14 collected, in part, from state agencies, the legislative branch, and
15 the judicial branch based on estimated costs associated with
16 maintenance and operation of buildings managed by the department of
17 management and budget. To the extent excess revenues are collected due
18 to estimates of building occupancy charges exceeding actual costs, the
19 excess revenues may be carried forward into succeeding fiscal years for
20 the purpose of returning funds to state agencies.

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

25 Sec. 710. The department of management and budget shall maintain an
26 Internet website that contains notice of all invitations for bids and
27 requests for proposals over \$50,000.00 issued by the department or by

1 any state agency operating under delegated authority. The department
2 shall not accept an invitation for bid or request for proposal in less
3 than 14 days after the notice is made available on the Internet
4 website, except in situations where it would be in the best interest of
5 the state and documented by the department. In addition to the
6 requirements of this section, the department may advertise the
7 invitations for bids and requests for proposals in any manner the
8 department determines appropriate, in order to give the greatest number
9 of individuals and businesses the opportunity to make bids or requests
10 for proposals.

11 Sec. 711. The department of management and budget may receive and
12 expend funds from the Vietnam veterans memorial monument fund as
13 provided in the Michigan Vietnam veterans memorial act, 1988 PA 234,
14 MCL 35.1051 to 35.1057. Funds are appropriated and allocated when
15 received and may be expended upon receipt.

16 Sec. 712. The Michigan veterans' memorial park commission may
17 receive and expend money from any source, public or private, including,
18 but not limited to, gifts, grants, donations of money, and government
19 appropriations, for the purposes described in Executive Order No. 2001-
20 10. Funds are appropriated and allocated when received and may be
21 expended upon receipt. Any deposits made under this section and
22 unencumbered funds are restricted revenues and may be carried over into
23 succeeding fiscal years.

24 Sec. 713. Funds collected by the department of management and
25 budget under sections 55, 57, 58, and 59 of the administrative
26 procedures act of 1969, 1969 PA 306, MCL 24.255, 24.257, 24.258, and
27 24.259, and section 203 of the legislative council act, 1986 PA 268,

1 MCL 4.1203, are appropriated for all expenses necessary to provide for
2 the costs of publication and distribution. The funds appropriated
3 under this section are allotted for expenditure when they are received
4 by the department of treasury and shall not lapse to the general fund
5 at the end of the fiscal year.

6 **DEPARTMENT OF STATE**

7 Sec. 801. (1) In addition to the funds appropriated in part 1,
8 there is appropriated an amount not to exceed \$1,000,000.00 for
9 federal contingency funds. These funds are not available for
10 expenditure until they have been transferred to another line item
11 in this bill under section 393(2) of the management and budget
12 act, 1984 PA 431, MCL 18.1393.

13 (2) In addition to the funds appropriated in part 1, there is
14 appropriated an amount not to exceed \$7,500,000.00 for state restricted
15 contingency funds. These funds are not available for expenditure until
16 they have been transferred to another line item in this bill under
17 section 393(2) of the management and budget act, 1984 PA 431, MCL
18 18.1393.

19 (3) In addition to the funds appropriated in part 1, there is
20 appropriated an amount not to exceed \$50,000.00 for local contingency
21 funds. These funds are not available for expenditure until they have
22 been transferred to another line item in this bill under section 393(2)
23 of the management and budget act, 1984 PA 431, MCL 18.1393.

24 (4) In addition to the funds appropriated in part 1, there is
25 appropriated an amount not to exceed \$100,000.00 for private
26 contingency funds. These funds are not available for expenditure until
27 they have been transferred to another line item in this bill under

1 section 393(2) of the management and budget act, 1984 PA 431, MCL
2 18.1393.

3 Sec. 802. All funds made available by section 3171 of the insurance
4 code of 1956, 1956 PA 218, MCL 500.3171, are appropriated and made
5 available to the department of state to be expended only for the uses
6 and purposes for which the funds are received as provided by sections
7 3171 to 3177 of the insurance code of 1956, 1956 PA 218, MCL 500.3171
8 to 500.3177.

9 Sec. 803. From the funds appropriated in part 1, the department of
10 state shall sell copies of records including, but not limited to,
11 records of motor vehicles, off-road vehicles, snowmobiles, watercraft,
12 mobile homes, personal identification cardholders, drivers, and boat
13 operators and shall charge \$7.00 per record sold only as authorized in
14 section 208b of the Michigan vehicle code, 1949 PA 300, MCL 257.208b,
15 section 7 of 1972 PA 222, MCL 28.297, and sections 80130, 80315, 81114,
16 and 82156 of the natural resources and environmental protection act,
17 1994 PA 451, MCL 324.80130, 324.80315, 324.81114, and 324.82156. The
18 department shall use the revenue received from the sale of records for
19 necessary expenses as appropriated in part 1. The balance of the fee
20 revenue remaining on September 30 shall revert to the general fund.

21 Sec. 804. From the funds appropriated in part 1, the secretary of
22 state may enter into agreements with the department of corrections for
23 the manufacture of vehicle registration plates 15 months before the
24 registration year in which the registration plates will be used.

25 Sec. 805. (1) The department of state may accept gifts, donations,
26 contributions, and grants of money and other property from any private
27 or public source to underwrite, in whole or in part, the cost of a

1 departmental publication that is prepared and disseminated under the
2 Michigan vehicle code, 1949 PA 300, MCL 257.1 to 257.923. A private or
3 public funding source may receive written recognition in the
4 publication and may furnish a traffic safety message, subject to
5 departmental approval, for inclusion in the publication. The
6 department may reject a gift, donation, contribution, or grant. The
7 department may furnish copies of a publication underwritten, in whole
8 or in part, by a private source to the underwriter at no charge.

9 (2) The department of state may sell and accept paid advertising
10 for placement in a departmental publication that is prepared and
11 disseminated under the Michigan vehicle code, 1949 PA 300, MCL 257.1 to
12 257.923. The department may charge and receive a fee for any
13 advertisement appearing in a departmental publication and shall review
14 and approve the content of each advertisement. The department may
15 refuse to accept advertising from any person or organization. The
16 department may furnish a reasonable number of copies of a publication
17 to an advertiser at no charge.

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

1 appropriated and may be expended upon receipt.

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

5 (5) On March 1 of each year, the department of state shall file a
6 report with the senate and house of representatives standing committees
7 on appropriations, the senate and house fiscal agencies, and the state
8 budget director. The report shall include all of the following
9 information:

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

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

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

18 (d) The total revenue received from the sale of paid advertising
19 accepted under this section and a statement of the total number of
20 advertising transactions.

21 (6) In addition to copies delivered without charge as the
22 secretary of state considers necessary, the department of state may
23 sell copies of manuals and other publications regarding the sale,
24 ownership, or operation or regulation of motor vehicles, with
25 amendments, at prices to be established by the secretary of state. As
26 used in this subsection, the term "manuals and other publications"
27 means videos and proprietary electronic publications. All funds

1 received from sales of these manuals and other publications shall be
2 credited to the Michigan department of state publications fund.

3 Sec. 806. Funds collected by the department of state under section
4 211 of the Michigan vehicle code, 1949 PA 300, MCL 257.211, are
5 appropriated for all expenses necessary to provide for the costs of the
6 publication. Funds are allotted for expenditure when they are received
7 by the department of treasury and shall not lapse to the general fund
8 at the end of the fiscal year.

9 Sec. 807. From the funds appropriated in part 1, the department of
10 state shall use available balances at the end of the state fiscal year
11 to provide payment to the department of state police in the amount of
12 \$315,900.00 for the services provided by the traffic accident records
13 program as first appropriated in 1990 PA 196 and 1990 PA 208.

14 Sec. 808. From the funds appropriated in part 1, the department of
15 state may restrict funds from miscellaneous revenue to cover cash
16 shortages created from normal branch office operations. This amount
17 shall not exceed \$50,000.00 of the total funds available in
18 miscellaneous revenue.

19 Sec. 809. (1) Commemorative and specialty license plate fee revenue
20 collected by the department of state and deposited into the
21 transportation administration collection fund is authorized for
22 expenditure up to the amount of revenue collected but not to exceed the
23 amount appropriated to the department of state in part 1 to administer
24 commemorative and specialty license plate programs.

25 (2) Commemorative and specialty license plate fee revenue
26 collected by the department of state and deposited in the
27 transportation administration collection fund in addition to the amount

1 appropriated in part 1 to the department of state shall remain in the
2 transportation administration collection fund and be available for
3 future appropriation.

4 Sec. 810. Funds or revenues in the Olympic education training
5 center fund are appropriated for distribution to the Olympic education
6 training center at Northern Michigan University. Distributions shall
7 occur on a quarterly basis. Any undistributed revenue remaining at the
8 end of the fiscal year shall be carried over into the next fiscal year.

9 Sec. 811. The department of state may produce and sell copies of a
10 training video designed to inform registered automotive repair
11 facilities of their obligations under Michigan law. The price shall
12 not exceed the cost of production and distribution. The money received
13 from the sale of training videos shall revert to the department of
14 state and be placed in the auto repair facility account.

15 Sec. 812. (1) The department of state, in collaboration with the
16 gift of life transplantation society or its successor federally
17 designated organ procurement organization, may develop and administer a
18 public information campaign concerning the Michigan organ donor
19 program.

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

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

5 Sec. 813. Collector plate and fund-raising registration plate
6 revenues collected by the department of state are appropriated and
7 allotted for distribution to the recipient university or public or
8 private agency overseeing a state-sponsored goal when received.
9 Distributions shall occur on a quarterly basis or as otherwise
10 authorized by law. Any revenues remaining at the end of the fiscal
11 year shall not lapse to the general fund but shall remain available for
12 distribution to the university or agency in the next fiscal year.

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

16 Sec. 814. (1) Any service assessment collected by the department of
17 state from the user of a credit or debit card under section 3 of 1995
18 PA 144, MCL 11.23, is appropriated to the department for necessary
19 expenses related to that service and may be remitted to a credit or
20 debit card company, bank, or other financial institution. Funds are
21 allocated for expenditure when they are received by the department of
22 treasury.

23 (2) The service assessment imposed by the department of state for
24 credit and debit card services may be based either on a percentage of
25 each individual credit or debit card transaction, or on a flat rate per
26 transaction, or both scaled to the amount of the transaction. However,
27 the department shall not charge any amount for a service assessment

1 which exceeds the costs billable to the department for service
2 assessments.

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

7 (4) As used in this section, "service assessment" means and
8 includes costs associated with service fees imposed by credit and debit
9 card companies and processing fees imposed by banks and other financial
10 institutions.

11 **DEPARTMENT OF TREASURY**

12 **OPERATIONS**

13 Sec. 901. (1) In addition to the funds appropriated in part 1,
14 there is appropriated an amount not to exceed \$1,000,000.00 for
15 federal contingency funds. These funds are not available for
16 expenditure until they have been transferred to another line item
17 in this bill under section 393(2) of the management and budget
18 act, 1984 PA 431, MCL 18.1393.

19 (2) In addition to the funds appropriated in part 1, there is
20 appropriated an amount not to exceed \$10,000,000.00 for state
21 restricted contingency funds. These funds are not available for
22 expenditure until they have been transferred to another line item in
23 this bill under section 393(2) of the management and budget act, 1984
24 PA 431, MCL 18.1393.

25 (3) In addition to the funds appropriated in part 1, there is
26 appropriated an amount not to exceed \$200,000.00 for local contingency
27 funds. These funds are not available for expenditure until they have

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

3 (4) In addition to the funds appropriated in part 1, there is
4 appropriated an amount not to exceed \$50,000.00 for private contingency
5 funds. These funds are not available for expenditure until they have
6 been transferred to another line item in this bill under section 393(2)
7 of the management and budget act, 1984 PA 431, MCL 18.1393.

8 Sec. 902. (1) Amounts needed to pay for interest, fees, principal,
9 arbitrage rebates as required by federal law, and costs associated with
10 the payment, registration, trustee services, credit enhancements, and
11 issuing costs in excess of the amount appropriated to the department of
12 treasury in part 1 for debt service on notes and bonds that are issued
13 by the state under sections 14, 15, and 16 of article IX of the state
14 constitution of 1963 as implemented by 1967 PA 266, MCL 17.451 to
15 17.455, are appropriated.

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

20 Sec. 903. (1) From the funds appropriated in part 1, the department
21 of treasury may contract with private collection agencies and law firms
22 to collect taxes and other accounts due this state. In addition to the
23 amounts appropriated in part 1 to the department of treasury, there are
24 appropriated amounts necessary to fund collection costs and fees not to
25 exceed 25% of the collections or 2.5% plus operating costs, whichever
26 amount is prescribed by the contract. The appropriation to fund
27 collection costs and fees for the collection of taxes or other accounts

1 due this state are from the fund or account to which the revenues being
2 collected are recorded or dedicated. However, if the taxes collected
3 are constitutionally dedicated for a specific purpose, the
4 appropriation of collection costs and fees are from the general purpose
5 account of the general fund.

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

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

24 Sec. 904. (1) The department of treasury, through its bureau of
25 investments, may charge an investment service fee against the
26 applicable retirement funds. The fees may be expended for necessary
27 salaries, wages, contractual services, supplies, materials, equipment,

1 travel, worker's compensation insurance premiums, and grants to the
2 civil service commission and state employees' retirement funds. Service
3 fees shall not exceed the aggregate amount appropriated in part 1. The
4 department of treasury shall maintain accounting records in sufficient
5 detail to enable the retirement funds to be reimbursed periodically for
6 fee revenue that is determined by the department of treasury to be
7 surplus.

8 (2) In addition to the funds appropriated in part 1 from the
9 retirement funds to the department of treasury, there is appropriated
10 from retirement funds an amount sufficient to pay for the services of
11 money managers, investment advisors, investment consultants,
12 custodians, and other outside professionals, the state treasurer
13 considers necessary to prudently manage the retirement funds'
14 investment portfolios. The state treasurer shall report annually to
15 the senate and house of representatives standing committees on
16 appropriations and the state budget office concerning the performance
17 of each portfolio by investment advisor.

18 Sec. 905. The department of treasury shall sell copies of the state
19 tax manual, uniform accounting procedures manual, general property tax
20 law manual, and other local government assistance manuals with
21 amendments, at a price not to exceed the cost of printing. The revenue
22 received from the sale of preparation and local government assistance
23 manuals shall revert to the department of treasury and be placed in the
24 local government assistance manual revolving fund.

25 Sec. 906. (1) The department of treasury shall charge for audits as
26 permitted by state or federal law or under contractual arrangements
27 with local units of government, other principal executive departments,

1 or state agencies. A report detailing audits performed and audit
2 charges for the immediately preceding fiscal year shall be submitted to
3 the state budget director and the senate and house fiscal agencies not
4 later than November 30.

5 (2) The appropriation in part 1 to the department of treasury,
6 for state compliance audits, shall be used to cover the cost of the
7 state audits performed by independent certified public accountants or
8 department of treasury auditors. The scope of the state audit shall be
9 defined by the state treasurer. The state audits shall be performed by
10 independent certified public accountants contracted with by the state
11 treasurer or by department of treasury auditors, if the county has
12 agreed to contract with and pay the department for their financial
13 single audit.

14 (3) The state audits shall be performed for the most current
15 county fiscal year in conjunction with the financial single audit. The
16 state audit may be performed either by certified public accountants
17 contracted by the state treasurer or department of treasury staff,
18 independent of the financial single audit, if a state audit has not
19 been performed within the last 3 years.

20 Sec. 907. A revolving fund known as the assessor certification and
21 training fund is created in the department of treasury. The assessor
22 certification and training fund shall be used to organize and operate a
23 property assessor certification and training program. Each participant
24 certified and trained shall pay to the department of treasury an
25 examination fee of \$50.00, an initial certification fee of \$50.00, an
26 annual renewal fee of \$75.00 for levels 1 and 2 and \$125.00 for levels
27 3 and 4 to offset the cost of administering the certification and

1 training program. Training courses shall be offered in assessment
2 administration. Each participant shall pay a fee to cover the expenses
3 incurred in offering the optional programs to certified assessing
4 personnel and other individuals interested in an assessment career
5 opportunity. The fees collected shall be credited to the assessor
6 certification and training fund.

7 Sec. 908. The amount appropriated in part 1 to the department of
8 treasury, home heating assistance program, is to cover the costs,
9 including data processing, of administering federal home heating
10 credits to eligible claimants and to administer the supplemental fuel
11 cost payment program for eligible tax credit and welfare recipients.

12 Sec. 909. Revenue from the airport parking tax act, 1987 PA 248,
13 MCL 207.371 to 207.383, is appropriated and shall be distributed under
14 section 7a of the airport parking tax act, 1987 PA 248, MCL 207.377a.

15 Sec. 910. The disbursement by the department of treasury from the
16 bottle deposit fund to dealers as required by section 3c(2) of the
17 Initiated Law of 1976, MCL 445.573c, is appropriated.

18 Sec. 911. (1) There is appropriated an amount sufficient to
19 recognize and pay refundable income tax credits as provided by the
20 management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

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

24 Sec. 912. A plaintiff in a garnishment action involving this state
25 shall pay to the state treasurer 1 of the following:

26 (a) A fee of \$6.00 at the time a writ of garnishment of periodic
27 payments is served upon the state treasurer, as provided in section

1 4012 of the revised judicature act of 1961, 1961 PA 236, MCL 600.4012.

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

6 Sec. 913. (1) The department of treasury may contract with private
7 firms to appraise and, if necessary, appeal the assessments of senior
8 citizen cooperative housing units. Payment for this service shall be
9 from savings resulting from the appraisal or appeal process.

10 (2) Of the funds appropriated in part 1 to the department of
11 treasury for the senior citizens' cooperative housing tax exemption
12 program, a portion is to be utilized for a program audit of the
13 program. The department of treasury shall forward copies of the audit
14 report to the senate and house of representatives standing committees
15 on appropriations subcommittees on general government and to the state
16 budget office. The department of treasury may utilize up to 1% of the
17 funds for program administration and auditing.

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

22 Sec. 915. Pursuant to section 61 of the Michigan campaign finance
23 act, 1976 PA 388, MCL 169.261, there is appropriated from the general
24 fund to the state campaign fund an amount equal to the amounts
25 designated for tax year 2004. Except as otherwise provided in this
26 section, the amount appropriated shall not revert to the general fund
27 and shall remain in the state campaign fund. Any amounts remaining in

1 the state campaign fund in excess of \$10,000,000.00 on December 31,
2 2006 shall revert to the general fund.

3 Sec. 916. The department of treasury may make available to
4 interested entities otherwise unavailable customized unclaimed property
5 listings of nonconfidential information in its possession. The charge
6 for this information is as follows: 1 to 100,000 records at 2.5 cents
7 per record and 100,001 or more records at .5 cents per record. The
8 revenue received from this service shall be deposited to the
9 appropriate revenue account or fund. The department shall submit an
10 annual report on or before June 1 to the state budget director and the
11 senate and house of representatives standing committees on
12 appropriations that states the amount of revenue received from the sale
13 of information.

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

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 amounts appropriated for write-offs and advances under subsection
22 (1).

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

27 Sec. 919. (1) From funds appropriated in part 1, the department of

1 treasury may contract with private auditing firms to audit for and
2 collect unclaimed property due this state in accordance with the
3 Michigan uniform unclaimed property act. In addition to the amounts
4 appropriated in part 1 to the department of treasury, there are
5 appropriated amounts necessary to fund auditing and collection costs
6 and fees not to exceed 12% of the collections, or a lesser amount as
7 prescribed by the contract. The appropriation to fund collection costs
8 and fees for the auditing and collection of unclaimed property due this
9 state is from the fund or account to which the revenues being collected
10 are recorded or dedicated.

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

18 Sec. 920. Payments from the appropriation in part 1 to the
19 department of treasury for grants to counties in lieu of taxes for
20 lands transferred to the federal government include a payment for
21 Sleeping Bear Dunes national lakeshore under 1974 PA 359, MCL 3.901 to
22 3.910.

23 Sec. 921. The state general fund/general purpose appropriation in
24 part 1 for renaissance zone reimbursement is allocated to reimburse
25 public libraries as provided by section 12 of the Michigan renaissance
26 zone act, 1996 PA 376, MCL 125.2692, for property taxes levied in 2003.
27 Reimbursements shall be made in amounts to each eligible recipient not

1 later than 60 days after the department of treasury certifies that it
2 has received all necessary information to properly determine the
3 amounts due each eligible recipient under section 12(4) of the Michigan
4 renaissance zone act, 1996 PA 376, MCL 125.2692. Any excess
5 allocations shall lapse to the general fund.

6 Sec. 922. The department of treasury shall submit a report for the
7 immediately preceding fiscal year ending September 30 to the senate and
8 house of representatives standing committees on appropriations
9 subcommittees on general government, the senate and house fiscal
10 agencies, and the state budget director by November 30 stating the
11 amount of Michigan transportation fund revenue collected and the cost
12 of collection.

13 Sec. 923. (1) In addition to the funds appropriated in part 1, the
14 department of treasury may receive and expend homestead property tax
15 exemption audit fund revenue for administration of homestead property
16 tax exemption audits consistent with the provisions of PA 105 of 2003.

17 (2) The department of treasury shall submit a report for the
18 immediately preceding fiscal year to the state budget director and the
19 senate and house fiscal agencies not later than December 31, stating
20 the amount of revenue appropriated for homestead property tax exemption
21 audits under subsection (1).

22 Sec. 924. From the amounts appropriated in part 1 for grants to
23 local government for activity under MCL 211.22a, the department of
24 treasury shall provide grants to cities, townships, or counties for the
25 sole purpose of paying a portion of the costs of the activity
26 undertaken under section 22a of the general property tax act, 1893 PA
27 206, MCL 211.22a, under contracts approved by the department of

1 treasury.

2 Sec. 925. The department of treasury may provide receipt, warrant
3 and cash processing, data, collection, investment, fiscal agent, levy
4 and warrant cost assessment, writ of garnishment, and other user
5 services on a contractual basis for other principal executive
6 departments and state agencies. Funds for the services provided are
7 appropriated and shall be expended for salaries and wages, fees,
8 supplies, and equipment necessary to provide the services. Any
9 unobligated balance of the funds received shall revert to the general
10 fund of this state as of September 30.

11 Sec. 926. The department of treasury may enter into agreements to
12 supply data or collection services to other executive principal
13 departments or state agencies, the United States department of
14 treasury, or local units of government within this state. The
15 department of treasury shall charge for this tax data service and
16 amounts received are appropriated and shall be expended for salaries
17 and wages, fees, supplies, and equipment necessary to provide the
18 service.

19 Sec. 927. (1) The department of treasury shall provide accounts
20 receivable collections services to other principal executive
21 departments and state agencies under 1927 PA 375, MCL 14.131 to 14.134.
22 The department of treasury shall deduct a fee equal to the cost of
23 collections from all receipts except unrestricted general fund
24 collections. Fees shall be credited to a restricted revenue account
25 and appropriated to the department of treasury to pay for the cost of
26 collections. The department of treasury shall maintain accounting
27 records in sufficient detail to enable the respective accounts to be

1 reimbursed periodically for fees deducted that are determined by the
2 department of treasury to be surplus to the actual cost of collections.

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

8 Sec. 928. The appropriation in part 1 to the department of
9 treasury, for treasury fees, shall be assessed against all restricted
10 funds that contribute to the total value of state managed investments
11 in the ratio each restricted fund contributes to the total value of
12 state managed investments. The department of treasury shall provide a
13 report to the state budget director, the senate and house of
14 representatives standing committees on appropriations subcommittees on
15 general government, and the senate and house fiscal agencies by
16 November 30 of each year identifying the fees assessed against each
17 restricted fund.

18 Sec. 929. Revenue received under the Michigan education trust act,
19 1986 PA 316, MCL 390.1421 to 390.1444, may be expended by the board of
20 directors of the Michigan education trust for necessary salaries,
21 wages, supplies, contractual services, equipment, worker's compensation
22 insurance premiums, and grants to the civil service commission and
23 state employees' retirement fund.

24 Sec. 930. (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. 931. The department of treasury may expend revenues received
14 under the hospital finance authority act, 1969 PA 38, MCL 331.31 to
15 331.84, for necessary salaries, wages, supplies, contractual services,
16 equipment, worker's compensation insurance premiums, and grants to the
17 civil service commission and state employees' retirement fund. The
18 department of treasury shall maintain accounting records in sufficient
19 detail to enable the hospital clients to be reimbursed periodically for
20 fees that are determined by the department of treasury to be surplus to
21 needs.

22 Sec. 932. 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. 933. 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 PA
5 295, MCL 390.921 to 390.934, for necessary salaries, wages, supplies,
6 contractual services, equipment, worker's compensation insurance
7 premiums, and grants to the civil service commission and state
8 employees' retirement fund. The department of treasury shall maintain
9 accounting records in sufficient detail to enable the educational
10 institution clients to be reimbursed periodically for fees that are
11 determined by the department to be surplus to needs.

12 Sec. 934. The department of treasury may expend revenues received
13 under the Michigan public educational facilities authority, Executive
14 Order No. 2002-3, for necessary salaries, wages, supplies, contractual
15 services, equipment, worker's compensation insurance premiums, and
16 grants to the civil service commission and state employees' retirement
17 fund.

18 Sec. 935. In addition to the funds appropriated in part 1, any
19 unexpended balance from funds authorized in 2003 PA 161 for qualified
20 agricultural loan payments are hereby appropriated and may be used for
21 payments consistent with the provisions of 2002 PA 16.

22 **REVENUE SHARING**

23 Sec. 970. (1) Revenue collected in accordance with section 10 of
24 article IX of the state constitution of 1963 in excess of the amount
25 appropriated in part 1 for constitutional revenue sharing is
26 appropriated for distribution to townships, cities, and villages on a
27 population basis as specified by law. The appropriation in part 1 for

1 statutory state general revenue sharing grants to townships, cities,
2 and villages shall be reduced by an amount equal to any additional
3 constitutional revenue sharing appropriations authorized in this
4 section.

5 (2) The appropriation in part 1 for statutory state general
6 revenue sharing grants shall be distributed according to section 13 of
7 the Glenn Steil state revenue sharing act, 1971 PA 140, MCL 141.901 to
8 141.921. Undistributed funds shall lapse to the general fund.

9 Sec. 971. (1) There is appropriated to each county an amount equal
10 to the amount distributed to each county for the fiscal year ending
11 September 30, 2004, pursuant to the Glen Steil state revenue sharing
12 act, 1971 PA 140, MCL 141.901 to 141.921, adjusted by the inflation
13 rate used to calculate the millage rate levied in the fiscal year
14 pursuant to section 34d of the general property tax act, 1893 PA 206,
15 MCL 211.34d, and reduced by the amount each county is authorized to
16 annually withdraw and expend in a county's fiscal year beginning after
17 September 30, 2004, from its restricted reserve fund pursuant to
18 section 44a of the general property tax act, 1893 PA 206, MCL 211.44a.

19 (2) The department of treasury shall annually certify to the
20 state budget director the amount each county is authorized to withdraw
21 from its restricted reserve fund.

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 commissions,

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

5 **GRANTS**

6 Sec. 979. The appropriation in part 1 for special grants to cities
7 shall be used to restore revenue sharing reductions contained in
8 executive order 2003-23 to a city that had an emergency financial
9 manager appointed pursuant to the local government fiscal
10 responsibility act, 1990 PA 72, MCL 141.1201 to 141.1291, continuously
11 from December 10, 2003 through September 30, 2005.

12 **CASINO GAMING**

13 Sec. 990. Revenue collected by the Michigan gaming control board
14 regarding the wagering tax imposed on adjusted gross receipts received
15 by the licensee from gaming authorized under the Michigan gaming
16 control and revenue act, the Initiated Law of 1996, MCL 432.201 to
17 432.226, at the rate of 8.15% is appropriated and shall be deposited in
18 the state school aid fund to provide additional funds for K-12
19 classroom education.

20 Sec. 991. From the revenue collected by the Michigan gaming control
21 board regarding the total annual assessment of each casino licensee,
22 \$2,000,000.00 is appropriated and shall be deposited in the compulsive
23 gaming prevention fund as described in section 12a(5) of the Michigan
24 gaming control and revenue act, the Initiated Law of 1996, MCL
25 432.212a.

26 Sec. 992. In addition to the funds appropriated in part 1, funds
27 distributed by the Michigan gaming control board to the department of

1 treasury for oversight of casino gaming are appropriated upon receipt.
2 These funds may be used to pay for costs incurred for casino gaming
3 oversight activities.

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

8 (2) A local revenue sharing board described in subsection (1)
9 shall comply with the open meetings act, 1976 PA 267, MCL 15.261 to
10 15.275, and the freedom of information act, 1976 PA 442, MCL 15.231 to
11 15.246.

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

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

24 (5) The department of treasury shall submit a report by September
25 30 to the senate and house of representatives standing committees on
26 appropriations on the receipts and distribution of revenues by local
27 revenue sharing boards.

28 Sec. 994. If revenues collected in the state services

1 fee fund are less than the amounts appropriated from the fund,
 2 available revenues shall be used to fully fund the appropriation in
 3 part 1 of this bill for casino gaming regulation activities before
 4 distributions are made to other state departments and agencies. If the
 5 remaining revenue in the fund is insufficient to fully fund
 6 appropriations to other state departments or agencies, the shortfall
 7 shall be distributed proportionally among those departments and
 8 agencies.

9 **REVENUE STATEMENT**

10 Sec. 1101. Pursuant to section 18 of article V of the state
 11 constitution of 1963, fund balances and estimates are presented in the
 12 following statement:

13 BUDGET RECOMMENDATIONS BY OPERATING FUNDS

14 (Amounts in millions)

15 Fiscal Year 2004-2005

		Beginning		
		Unreserved		
		Fund	Estimated	Ending
	Fund	Balance	Revenue	Balance
20	OPERATING FUNDS			
21	General fund-general purpose	0110	0.0	8,660.1
				0.0
22	General fund-special purpose		254.8	12,490.0
				6.1
23	Special Revenue Funds:			
24	Countercyclical budget and			
25	economic stabilization	0111	0.0	0.0
				0.0

1	Game and fish protection	0112	12.2	62.6	6.4
2	Michigan employment security act				
3	administration	0113	1.9	121.5	0.2
4	State aeronautics	0114	3.1	218.4	0.0
5	Michigan veterans' benefit trust	0115	0.0	2.3	0.0
6	State trunkline	0116	0.0	1,854.8	0.0
7	Michigan state waterways	0117	2.9	24.0	5.1
8	Blue Water Bridge	0118	0.0	13.4	0.0
9	Michigan transportation	0119	0.0	2,037.8	0.0
10	Comprehensive transportation	0120	0.0	302.8	0.0
11	School aid	0122	0.0	12,444.7	0.0
12	Marine safety	0123	0.0	4.8	0.0
13	Game and fish protection trust	0124	6.0	10.5	6.0
14	State park improvement	0125	1.9	33.5	0.0
15	Forest development	0126	0.0	22.0	0.0
16	Michigan civilian conservation				
17	corps endowment	0128	0.2	1.0	0.1
18	Michigan natural resources trust	0129	15.5	38.3	12.6
19	Michigan state parks endowment	0130	8.9	16.3	10.0
20	Safety education and training	0131	5.2	7.7	5.5
21	Bottle deposit	0136	0.0	20.3	0.0
22	State construction code	0138	11.1	8.4	3.2
23	Children's trust	0139	1.2	3.3	0.0
24	State casino gaming	0140	0.6	30.1	0.6
25	Homeowner construction lien				
26	recovery	0141	3.0	0.4	1.9
27	Michigan nongame fish and				

		84			
1	wildlife	0143	0.2	0.6	0.1
2	Michigan merit award trust	0154	0.4	205.2	0.5
3	Tobacco settlement trust	0155	6.4	156.7	0.5
4	TOTALS		\$335.5	\$38,791.5	\$58.8