HOUSE BILL No. 5732

EXECUTIVE BUDGET BILL

February 21, 2006, Introduced by Rep. Brown and referred to the Committee on Appropriations.

A bill to make appropriations for the department of labor and economic growth, and certain other state purposes for the fiscal year ending September 30, 2007; to provide for the expenditure of those appropriations; to provide for the imposition of certain fees; to provide for the disposition of fees and other income received by the state agencies; to provide for reports to certain persons; and to prescribe powers and duties of certain state departments and certain state and local agencies and officers.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. The amounts listed in this part are appropriated for

1	the department of labor and economic growth subject to the
2	conditions set forth in this bill, for the fiscal year ending
3	September 30, 2007, from the funds identified in this part. The
4	following is a summary of the appropriations in this part:
5	DEPARTMENT OF LABOR AND ECONOMIC GROWTH
6	APPROPRIATION SUMMARY:
7	Full-time equated unclassified positions 58.5
8	Full-time equated classified positions 4,206.5
9	GROSS APPROPRIATION
10	Interdepartmental grant revenues:
11	Total interdepartmental grants and intradepartmental
12	transfers
13	ADJUSTED GROSS APPROPRIATION\$ 1,204,827,800
14	Federal revenues:
15	Total federal revenues
16	Special revenue funds:
17	Total local revenues
18	Total private revenues
19	Total other state restricted revenues
20	State general fund/general purpose\$ 47,436,700
21	Sec. 102. DEPARTMENTAL ADMINISTRATION
22	Full-time equated unclassified positions 58.5
23	Full-time equated classified positions 180.0
24	Unclassified salaries \$ 5,349,400
25	Executive director programs53.0 FTE positions 6,190,600
26	Regulatory efficiency improvements/backlog reduction
27	initiative

1	Property management	11,071,100
2	Rent	17,215,600
3	Worker's compensation	2,396,000
4	Special project advances	940,000
5	HR optimization charges	252,800
6	Administrative services127.0 FTE positions	12,952,200
7	GROSS APPROPRIATION	\$ 57,033,300
8	Appropriated from:	
9	Interdepartmental grant revenues:	
10	IDG from department of community health	300,000
11	Federal revenues:	
12	DOE-OEERE, multiple grants	9,100
13	DED-OSERS, rehabilitation services, vocational	
14	rehabilitation of state grants	4,904,500
15	DOL-ETA, unemployment insurance	14,434,400
16	DOL-ETA, workforce investment act	861,500
17	DOL, federal funds	2,330,100
18	DOL, multiple grants for safety and health	733,900
19	Federal revenues	850,300
20	HHS, temporary assistance for needy families	347,000
21	HHS, titles XVIII and XIX	34,700
22	Special revenue funds:	
23	Local revenues	134,100
24	Private - special project advances	940,000
25	Bank fees	527,500
26	Boiler fees	244,000
27	Construction code fund	1,509,800

Consumer finance fees	180,900
Contingent fund, penalty and interest account	885,300
Contingent fund, regular penalty and interest	3,900
Corporation fees	5,224,100
Credit union fees	358,000
Elevator fees	268,600
Fees and collections/asbestos	78,400
Fire service fees	230,300
Insurance licensing and regulation fees	2,031,100
Insurance regulatory fees	1,071,800
Licensing and regulation fees	790,400
Liquor license revenue	6,319,400
Manufactured housing commission fees	279,700
Michigan state housing development authority fees	3,644,700
Motor carrier fees	185,200
Public utility assessments	2,223,200
Private occupational school license fees	14,000
Rehabilitation services fees	90,300
Safety education and training fund	560,300
Second injury fund	253,500
Securities fees	2,414,400
Self-insurers security fund	83,300
Silicosis and dust disease fund	101,300
Tax tribunal fees	199,200
State general fund/general purpose	\$ 1,381,100
Sec. 103. OFFICE OF FINANCIAL AND INSURANCE SERVICES	
Full-time equated classified positions 284.0	
	Contingent fund, penalty and interest account

1	Administration9.0 FTE positions	\$ 2,730,100
2	Policy conduct and consumer assistance123.0 FTE	
3	positions	15,579,200
4	Financial evaluation152.0 FTE positions	 21,991,600
5	GROSS APPROPRIATION	\$ 40,300,900
6	Appropriated from:	
7	Federal revenues:	
8	Federal regulatory project revenue	50,400
9	Special revenue funds:	
10	Bank fees	7,704,500
11	Consumer finance fees	4,215,600
12	Credit union fees	5,066,400
13	Deferred presentment service transaction fees	725,700
14	Insurance continuing education fees	829,600
15	Insurance licensing and regulation fees	3,289,600
16	Insurance regulatory fees	16,136,600
17	Multiple employer welfare arrangement	67,500
18	Securities fees	2,215,000
19	State general fund/general purpose	\$ 0
20	Sec. 104. MICHIGAN BROADBAND DEVELOPMENT AUTHORITY	
21	Full-time equated classified positions 2.0	
22	Administration2.0 FTE positions	501,800
23	GROSS APPROPRIATION	\$ 501,800
24	Appropriated from:	
25	Special revenue funds:	
26	Michigan broadband authority fees and charges	501,800
27	State general fund/general purpose	\$ 0

1	Sec. 105. PUBLIC SERVICE COMMISSION	
2	Full-time equated classified positions 166.0	
3	Administration, planning and regulation155.0 FTE	
4	positions	\$ 20,128,800
5	Energy office9.0 FTE positions	5,307,300
6	Children's protection registry administration2.0	
7	FTE positions	 264,700
8	GROSS APPROPRIATION	\$ 25,700,800
9	Appropriated from:	
10	Federal revenues:	
11	DOE-OEERE, multiple grants	4,828,100
12	DOT-RSPA, gas pipeline safety	984,900
13	Special revenue funds	
14	Private - oil overcharge	30,000
15	Children's protection registry fund	264,700
16	Motor carrier fees	2,144,600
17	Public utility assessments	17,448,500
18	State general fund/general purpose	\$ 0
19	Sec. 106. LIQUOR CONTROL COMMISSION	
20	Full-time equated classified positions 152.0	
21	Management support services28.0 FTE positions	\$ 3,211,100
22	Liquor licensing and enforcement124.0 FTE positions	 11,756,900
23	GROSS APPROPRIATION	\$ 14,968,000
24	Appropriated from:	
25	Special revenue funds:	
26	Liquor license revenue	14,650,800
27	Liquor purchase revolving fund	317,200

1	State general fund/general purpose	\$	0
2	Sec. 107. MICHIGAN STATE HOUSING DEVELOPMENT AUTHORITY	7	
3	Full-time equated classified positions 266.0		
4	Payments on behalf of tenants	\$	135,000,000
5	Housing and rental assistance program266.0 FTE		
6	positions	_	33,984,400
7	GROSS APPROPRIATION	\$	168,984,400
8	Appropriated from:		
9	Federal revenues:		
10	HUD, lower income housing assistance program		135,000,000
11	Special revenue funds:		
12	Michigan state housing development authority fees		
13	and charges		33,984,400
14	State general fund/general purpose	\$	0
15	Sec. 108. TAX TRIBUNAL		
16	Full-time equated classified positions 15.0		
17	Operations15.0 FTE positions	\$_	1,804,000
18	GROSS APPROPRIATION	\$	1,804,000
19	Appropriated from:		
20	Special revenue funds:		
21	Corporation fees		195,100
22	Securities fees		265,100
23	Tax tribunal fees		1,343,800
24	State general fund/general purpose	\$	0
25	Sec. 109. OCCUPATIONAL REGULATION		
26	Full-time equated classified positions 420.0		
27	Boiler inspection program25.0 FTE positions	\$	2,679,700

1	Bureau of fire services57.0 FTE positions	6,333,100
2	Code enforcement120.0 FTE positions	12,650,300
3	Commercial services155.0 FTE positions	20,019,200
4	Elevator inspection program30.0 FTE positions	2,842,300
5	Local manufactured housing communities inspections	250,000
6	Manufactured housing and land resources program22.0	
7	FTE positions	2,935,700
8	Property development group11.0 FTE positions	1,528,600
9	GROSS APPROPRIATION\$	49,238,900
10	Appropriated from:	
11	Interdepartmental grant revenues:	
12	IDG from department of community health, inspection	
13	contract	68,500
14	IDG from department of state police, homeland security	754,300
15	Federal revenues:	
16	FEMA	28,000
17	DOT	47,000
18	HHS, titles XVIII and XIX	700,000
19	Special revenue funds:	
20	Boiler fee revenue	3,069,600
21	Construction code fund	12,567,400
22	Corporation fees	10,285,700
23	Elevator fees	3,205,300
24	Fire alarm fees	95,000
25	Fire service fees	1,640,300
26	Homeowner construction lien recovery fund	1,532,800
27	Licensing and regulation fees	9,486,100

1	Manufactured housing commission fees		2,515,700
2	Michigan boxing fund		206,200
3	Property development fees		275,500
4	Remonumentation fees		691,100
5	Real estate appraiser continuing education fund		45,000
6	Real estate education fund		217,500
7	Securities fees		1,499,900
8	Security business fund		308,000
9	State general fund/general purpose	\$	0
10	Sec. 110. EMPLOYMENT RELATIONS		
11	Full-time equated classified positions 21.0		
12	Employment and labor relations21.0 FTE positions	\$	3,121,200
13	GROSS APPROPRIATION	\$	3,121,200
14	Appropriated from:		
15	Federal revenues:		
16	EEOC, federal funds		10,000
17	Special revenue funds:		
18	Securities fees		3,056,700
19	State general fund/general purpose	\$	54,500
20	Sec. 111. MICHIGAN OCCUPATIONAL SAFETY AND HEALTH ADMI	INIS'	TRATION
21	Full-time equated classified positions 229.0		
22	Occupational safety and health229.0 FTE positions	\$	25,846,300
23	GROSS APPROPRIATION	\$	25,846,300
24	Appropriated from:		
25	Federal revenues:		
26	DOL, multiple grants for safety and health		12,281,800
27	Special revenue funds:		

1	Corporation fees	2,202,000
2	Fees and collections/asbestos	833,900
3	Licensing and regulation fees	1,174,800
4	Safety education and training fund	7,581,500
5	Securities fees	1,772,300
6	State general fund/general purpose \$	0
7	Sec. 112. BUREAU OF WORKER'S AND UNEMPLOYMENT COMPENSATION	ī
8	Full-time equated classified positions 1,247.0	
9	Administration96.6 FTE positions\$	9,584,200
10	Board of magistrates and appellate commission19.4	
11	FTE positions	2,887,900
12	Wage and hour division31.0 FTE positions	2,670,500
13	Insurance funds administration28.0 FTE positions	4,485,400
14	Supplemental benefit fund	1,300,000
15	Unemployment programs1,002.7 FTE positions	87,519,600
16	Advocacy assistance program	1,500,000
17	Special audit and collections program34.0 FTE	
18	positions	2,772,100
19	Training program for agency staff2.1 FTE positions.	1,799,500
20	Expanded fraud control program33.2 FTE positions	3,081,900
21	GROSS APPROPRIATION\$	117,601,100
22	Appropriated from:	
23	Federal revenues:	
24	DOL-ETA, employment and training administration	646,200
25	DOL-ETA, unemployment insurance	90,164,200
26	Federal Reed act funds	4,362,700
27	Special revenue funds:	

1	Corporation fees	2,472,100
2	Contingent fund, penalty and interest account	9,946,400
3	Licensing and regulation fees	789,700
4	Second injury fund	2,414,800
5	Securities fees	2,472,600
6	Self-insurers security fund	1,141,600
7	Silicosis and dust disease fund	929,000
8	Worker's compensation administrative revolving fund	2,261,800
9	State general fund/general purpose\$	0
10	Sec. 113. STATE OFFICE OF ADMINISTRATIVE HEARINGS	
11	AND RULES	
12	Full-time equated classified positions 163.0	
13	Administrative hearings and rules163.0 FTE positions \$	21,019,600
14	GROSS APPROPRIATION\$	21,019,600
15	Appropriated from:	
16	Interdepartmental grant revenues:	
17	IDG from department of community health	1,641,200
18	IDG from department of corrections	3,660,400
19	IDG from department of education	1,025,000
20	IDG from department of environmental quality	502,800
21	IDG from department of human services	3,214,300
22	IDG from department of management and budget	40,500
23	Federal revenues:	
24	DOL-ETA, unemployment insurance	6,101,600
25	DOL, multiple grants for safety and health	195,000
26	Special revenue funds:	
27	Construction code fund	282,100

1	Corporation fees		351,900
2	Insurance regulatory fees		333,900
3	Licensing and regulation fees		1,074,000
4	Liquor license revenue		115,200
5	Manufactured housing commission fees		137,900
6	Public utility assessments		1,225,900
7	Safety education and training fund		188,700
8	Securities fees		855,600
9	Tax tribunal fees		73,600
10	State general fund/general purpose	\$	0
11	Sec. 114. INFORMATION TECHNOLOGY		
12	Information technology services and projects	\$_	43,188,500
13	GROSS APPROPRIATION	\$	43,188,500
14	Appropriated from:		
15	Federal revenues:		
16	DOL-ETA, unemployment insurance		20,754,300
17	DOL, multiple grants for safety and health		268,400
18	Federal revenues		5,852,700
19	HHS, temporary assistance for needy families		176,300
20	Special revenue funds:		
21	Bank fees		477,300
22	Boiler fee revenue		321,000
23	Construction code fund		1,435,900
24	Consumer finance fees		194,200
25	Corporation fees		1,760,900
26	Credit union fees		269,300
27	Elevator fees		254,400

1	Fees and collections/asbestos	11,000
2	Insurance regulatory fees	697,200
3	Licensing and regulation fees	1,143,900
4	Liquor license revenue	4,414,700
5	Manufactured housing commission fees	72,400
6	Michigan state housing development authority fees	
7	and charges	1,997,000
8	Motor carrier fees	115,900
9	Public utility assessments	873,100
10	Safety education and training fund	345,600
11	Second injury fund	146,500
12	Securities fees	1,478,900
13	Self-insurers security fund	68,300
14	Silicosis and dust disease fund	59,300
15	State general fund/general purpose	\$ 0
16	Sec. 115. WORKFORCE DEVELOPMENT	
17	Full-time equated classified positions 875.5	
18	Employment services246.0 FTE positions	\$ 47,821,400
19	Jobs education training pilot3.0 FTE positions	1,064,100
20	Labor market information52.0 FTE positions	6,184,800
21	Michigan rehabilitation services513.5 FTE positions	68,875,900
22	Workforce programs administration61.0 FTE positions	 30,796,200
23	GROSS APPROPRIATION	\$ 154,742,400
24	Appropriated from:	
25	Interdepartmental grant revenues:	
26	IDG from department of human services	1,064,100
27	Federal revenues:	

1	DAG, employment and training	178,700
2	DED-OPSE, multiple grants	1,185,700
3	DED-OSERS, centers for independent living	58,200
4	DED-OSERS, rehabilitation long-term training	316,900
5	DED-OSERS, rehabilitation services, vocational	
6	rehabilitation of state grants	51,774,100
7	DED-OSERS, state grants for technical related	
8	assistance	56,000
9	DED, Perkins act	281,300
10	DOL-ETA, workforce investment act	7,334,100
11	DOL, federal funds	65,513,300
12	DOL, ODEP	225,000
13	HHS-SSA, supplemental security income	3,633,000
14	HHS, temporary assistance for needy families	3,320,200
15	Special revenue funds:	
16	Local revenue	4,206,400
17	Local vocational rehabilitation match	3,054,000
18	Private - gifts, bequests, and donations	816,000
19	Contingent fund, penalty and interest account	1,781,800
20	Rehabilitation services fees	1,309,700
21	Second injury fund	51,500
22	Student fees	308,000
23	Training materials fees	256,400
24	State general fund/general purpose \$	8,018,000
25	Sec. 116. CAREER EDUCATION PROGRAMS	
26	Full-time equated classified positions 55.0	
27	Career and technical education25.0 FTE positions	3,502,700

1	Postsecondary education14.0 FTE positions		2,626,900
2	Adult education16.0 FTE positions	_	2,439,100
3	GROSS APPROPRIATION	\$	8,568,700
4	Appropriated from:		
5	Federal revenues:		
6	Federal revenues		6,544,300
7	Special revenue funds:		
8	Private occupational school license fees		422,100
9	Defaulted loan collection fees		100,000
10	State general fund/general purpose	\$	1,502,300
11	Sec. 117. DEPARTMENT GRANTS		
12	Adult basic education	\$	20,000,000
13	Carl D. Perkins grants		47,500,000
14	Focus: HOPE		5,860,200
15	Gear-up program grants		3,000,000
16	Workforce training programs subgrantees		118,952,700
17	Personal assistance services		459,500
18	Vocational rehabilitation client services/facilities.		55,549,500
19	Vocational rehabilitation independent living		3,079,700
20	Welfare-to-work programs		113,798,600
21	Fire protection grants		10,910,500
22	Low-income energy efficiency assistance		60,000,000
23	Liquor law enforcement grants		6,000,000
24	Remonumentation grants		14,000,000
25	GROSS APPROPRIATION	\$	459,110,700
26	Appropriated from:		
27	Federal revenues:		

1	DAG, employment and training	13,000,000
2	DED-OESE, gear-up	3,000,000
3	DED-OSERS, centers for independent living	450,200
4	DED-OSERS, rehabilitation services, vocational	
5	rehabilitation of state grants	35,797,900
6	DED-OSERS, rehabilitation services facilities	2,272,500
7	DED-OSERS, supported employment	1,541,300
8	DED-OSERS, state grants for technical related	
9	assistance	2,240,800
10	DED-OVAE, adult education	20,000,000
11	DED-OVAE, basic grants to states	47,500,000
12	DOL-ETA, workforce investment act	119,602,700
13	HHS, temporary assistance for needy families	82,299,000
14	HHS-SSA, supplemental security income	3,480,600
15	Special revenue funds:	
16	Local vocational rehabilitation match	6,630,500
17	Local vocational rehabilitation facilities match	1,278,300
18	Private - gifts, bequests, and donations	400,000
19	Contingent fund, penalty and interest account	1,000,000
20	Low-income energy efficiency fund	60,000,000
21	Fire protection fund	3,500,000
22	Liquor license revenue	9,710,500
23	Remonumentation fees	14,000,000
24	State general fund/general purpose\$	31,406,400
25	Sec. 118. BOARDS, AUTHORITIES AND COMMISSIONS	
26	Full-time equated classified positions 131.0	
27	MES board of review program18.0 FTE positions \$	2,134,200

1	Rights-of-way oversight authority5.0 FTE positions.	539,400
2	Land bank fast track authority5.0 FTE positions	812,100
3	Commission on Spanish-speaking affairs2.0 FTE	
4	positions	242,900
5	Commission on disability concerns7.0 FTE positions.	1,041,900
6	Commission for the blind94.0 FTE positions	19,406,000
7	Utility consumer representation	950,000
8	Youth low vision program	 241,800
9	GROSS APPROPRIATION	\$ 25,368,300
10	Appropriated from:	
11	Federal revenues:	
12	Federal revenues	14,648,700
13	DOL-ETA, unemployment insurance	2,134,200
14	Special revenue funds:	
15	Local revenues	521,000
16	Private revenues	128,300
17	Land bank fast track funds	812,100
18	METRO authority fund	539,400
19	State restricted revenues	560,200
20	Utility consumer representation fund	950,000
21	State general fund/general purpose	\$ 5,074,400
22	PART 2	
23	PROVISIONS CONCERNING APPROPRIATIONS	
24	GENERAL SECTIONS	

constitution of 1963, total state spending from state resources

Sec. 201. Pursuant to section 30 of article IX of the state

25

26

- 1 under part 1 for fiscal year 2006-2007 is \$391,343,400.00 and state
- 2 spending from state resources to be paid to local units of
- 3 government for fiscal year 2006-2007 is \$51,370,500.00. The
- 4 itemized statement below identifies appropriations from which
- 5 spending to units of local government will occur:

6 DEPARTMENT OF LABOR AND ECONOMIC GROWTH

7	Fire protection grants	\$ 10,910,500
8	Liquor law enforcement	6,000,000
9	Local manufactured housing inspections	250,000
10	Remonumentation grants	14,000,000
11	Fire fighters training council	1,710,400
12	Welfare to work	18,499,600
13	Total department of labor and economic growth	\$ 51,370,500
14	Sec. 202. The appropriations authorized under this b	ill are
15	subject to the management and budget act, 1984 PA 431, MC	L 18.1101
16	to 18.1594.	

- 17 Sec. 203. As used in this appropriation act:
- (a) "DAG" means the United States department of agriculture.
- (b) "DED" means the United States department of education.
- 20 (c) "DED-OESE" means the DED office of elementary and
- 21 secondary education.
- 22 (d) "DED-OPSE" means the DED office of postsecondary
- 23 education.
- 24 (e) "DED-OSERS" means the DED office of special education
- 25 rehabilitation services.
- 26 (f) "DED-OVAE" means the DED office of vocational and adult
- 27 education.

- 1 (g) "Department" means the department of labor and economic
- 2 growth.
- 3 (h) "Director" means the director of the department of labor
- 4 and economic growth.
- 5 (i) "DOE" means the United States department of energy.
- 6 (j) "DOE-OEERE" means the DOE office of energy efficiency and
- 7 renewable energy.
- 8 (k) "DOL" means the United States department of labor.
- 9 (1) "DOL-ETA" means the DOL employment and training
- 10 administration.
- 11 (m) "DOL-ODEP" means the DOL office of disability employment
- 12 policy.
- (n) "DOT" means the United States department of
- 14 transportation.
- 15 (o) "DOT-RSPA" means the DOT research and special programs
- 16 administration.
- 17 (p) "EEOC" means equal employment opportunity commission.
- 18 (q) "FEMA" means federal emergency management agency.
- 19 (r) "Fiscal agencies" means Michigan house fiscal agency and
- 20 Michigan senate fiscal agency.
- 21 (s) "FTE" means full-time equated.
- (t) "GED" means general education degree.
- 23 (u) "HHS" means the United States department of health and
- 24 human services.
- 25 (v) "HHS-SSA" means HHS social security administration.
- 26 (w) "HUD" means United States department of housing and urban
- 27 development.

- 1 (x) "IDG" means interdepartmental grant.
- 2 (y) "MES" means Michigan employment security.
- 3 (z) "MIOSHA" means Michigan occupational safety and health
- 4 administration.
- 5 (aa) "Subcommittees" means all members of the subcommittees of
- 6 the house and senate appropriations committees with jurisdiction
- 7 over the budget for the department.
- 8 Sec. 204. The department of civil service shall bill
- 9 departments and agencies at the end of the first fiscal quarter for
- 10 the 1% charge authorized by section 5 of article XI of the state
- 11 constitution of 1963. Payments shall be made for the total amount
- 12 of the billing by the end of the second fiscal quarter.
- Sec. 205. (1) A hiring freeze is imposed on the state
- 14 classified civil service. State departments and agencies are
- 15 prohibited from hiring any new full-time state classified civil
- 16 service employees and prohibited from filling any vacant state
- 17 classified civil service positions. This hiring freeze does not
- 18 apply to internal transfers of classified employees from 1 position
- 19 to another within a department or state classified civil service
- 20 positions funded fully by federal funds.
- 21 (2) The state budget director may grant exceptions to this
- 22 hiring freeze when the state budget director believes that the
- 23 hiring freeze will result in rendering a state department or agency
- 24 unable to deliver basic services, cause a loss of revenue to the
- 25 state, result in the inability of the state to receive federal
- 26 funds, or would necessitate additional expenditures that exceed any
- 27 savings from maintaining a vacancy. The state budget director

- 1 shall report quarterly to the chairpersons of the senate and house
- 2 of representatives standing committees on appropriations the number
- 3 of exceptions to the hiring freeze approved during the previous
- 4 month and the reasons to justify the exception.
- 5 Sec. 208. Unless otherwise specified, the department shall use
- 6 the Internet to fulfill the reporting requirements of this bill.
- 7 This requirement may include transmission of reports via electronic
- 8 mail to the recipients identified for each reporting requirement or
- 9 it may include placement of reports on the Internet or Intranet
- **10** site.
- 11 Sec. 209. Funds appropriated in part 1 shall not be used for
- 12 the purchase of foreign goods or services, or both, if
- 13 competitively priced and of comparable quality American goods or
- 14 services, or both, are available. Preference should be given to
- 15 goods or services, or both, manufactured or provided by Michigan
- 16 businesses if they are competitively priced and of comparable
- 17 quality.
- 18 Sec. 210. The director shall take all reasonable steps to
- 19 ensure businesses in deprived and depressed communities compete for
- 20 and perform contracts to provide services or supplies, or both.
- 21 The director shall strongly encourage firms with which the
- 22 department contracts to subcontract with certified businesses in
- 23 depressed and deprived communities for services, supplies, or both.
- Sec. 213. From the funds appropriated in part 1 for
- 25 information technology, the departments and agencies shall pay user
- 26 fees to the department of information technology for technology-
- 27 related services and projects. Such user fees shall be subject to

- 1 provisions of an interagency agreement between the department and
- 2 the department of information technology.
- 3 Sec. 214. Amounts appropriated in part 1 for information
- 4 technology may be designated as work projects and carried forward
- 5 to support technology projects under the direction of the
- 6 department of information technology. Funds designated in this
- 7 manner are not available for expenditure until approved as work
- 8 projects under section 451a of the management and budget act, 1984
- **9** PA 431, MCL 18.1451a.
- 10 Sec. 217. (1) Due to the current budgetary problems in this
- 11 state, out-of-state travel for the fiscal year ending September 30,
- 12 2007 shall be limited to situations in which 1 or more of the
- 13 following conditions apply:
- 14 (a) The travel is required by legal mandate or court order or
- 15 for law enforcement purposes.
- 16 (b) The travel is necessary to protect the health or safety of
- 17 Michigan citizens or visitors or to assist other states in similar
- 18 circumstances.
- 19 (c) The travel is necessary to produce budgetary savings or to
- 20 increase state revenues, including protecting existing federal
- 21 funds or securing additional federal funds.
- (d) The travel is necessary to comply with federal
- 23 requirements.
- 24 (e) The travel is necessary to secure specialized training for
- 25 staff that is not available within this state.
- 26 (f) The travel is financed entirely by federal or nonstate
- 27 funds.

- 1 (2) If out-of-state travel is necessary but does not meet 1 or
- 2 more of the conditions in subsection (1), the state budget director
- 3 may grant an exception to allow the travel. Any exceptions granted
- 4 by the state budget director shall be reported on a monthly basis
- 5 to the house and senate appropriations committees.
- 6 (3) Not later than January 1 of each year, each department
- 7 shall prepare a travel report listing all travel by classified and
- 8 unclassified employees outside this state in the immediately
- 9 preceding fiscal year that was funded in whole or in part with
- 10 funds appropriated in the department's budget. The report shall be
- 11 submitted to the chairs and members of the house and senate
- 12 appropriations committees, the fiscal agencies, and the state
- 13 budget director. The report shall include the following
- 14 information:
- 15 (a) The name of each person receiving reimbursement for travel
- 16 outside this state or whose travel costs were paid by this state.
- 17 (b) The destination of each travel occurrence.
- 18 (c) The dates of each travel occurrence.
- 19 (d) A brief statement of the reason for each travel
- 20 occurrence.
- 21 (e) The transportation and related costs of each travel
- 22 occurrence, including the proportion funded with state general
- 23 fund/general purpose revenues, the proportion funded with state
- 24 restricted revenues, the proportion funded with federal revenues,
- 25 and the proportion funded with other revenues.
- 26 (f) A total of all out-of-state travel funded for the
- 27 immediately preceding fiscal year.

- 1 Sec. 218. (1) In addition to the funds appropriated in part
- 2 1, there is appropriated an amount not to exceed \$30,500,000.00 for
- 3 federal contingency funds. These funds are not available for
- 4 expenditure until they have been transferred to another line item
- 5 in this bill under section 393(2) of the department of management
- 6 and budget act, 1984 PA 431, MCL 18.1393.
- 7 (2) In addition to the funds appropriated in part 1, there is
- 8 appropriated an amount not to exceed \$13,200,000.00 for state
- 9 restricted contingency funds. These funds are not available for
- 10 expenditure until they have been transferred to another line item
- in this bill under section 393(2) of the department of management
- 12 and budget act, 1984 PA 431, MCL 18.1393.
- 13 (3) In addition to the funds appropriated in part 1, there is
- 14 appropriated an amount not to exceed \$8,180,000.00 for local
- 15 contingency funds. These funds are not available for expenditure
- 16 until they have been transferred to another line item in this bill
- 17 under section 393(2) of the department of management and budget
- 18 act, 1984 PA 431, MCL 18.1393.
- 19 (4) In addition to the funds appropriated in part 1, there is
- 20 appropriated an amount not to exceed \$550,000.00 for private
- 21 contingency funds. These funds are not available for expenditure
- 22 until they have been transferred to another line item in this bill
- 23 under section 393(2) of the department of management and budget
- 24 act, 1984 PA 431, MCL 18.1393.

25 REGULATORY

26 Sec. 301. The appropriation in part 1 for fire protection

- 1 grants from the liquor license revenue, the fire protection fund,
- 2 and the general fund shall be appropriated to cities, villages, and
- 3 townships with state-owned facilities for fire services, instead of
- 4 taxes, in accordance with 1977 PA 289, MCL 141.951 to 141.956.
- 5 Sec. 302. The funds collected by the office of financial and
- 6 insurance services in connection with a conservatorship pursuant to
- 7 section 32 of the mortgage brokers, lenders, and servicers
- 8 licensing act, 1987 PA 173, MCL 445.1682, shall be appropriated for
- 9 all expenses necessary to provide for the required services. Funds
- 10 are available for expenditure when they are received by the
- 11 department of treasury and shall not lapse to the general fund at
- 12 the end of the fiscal year.
- Sec. 303. The funds collected by the department from
- 14 corporations being liquidated pursuant to the insurance code of
- 15 1956, 1956 PA 218, MCL 500.100 to 500.8302, shall be appropriated
- 16 for all expenses necessary to provide for the required services.
- 17 Funds are available for expenditure when they are received by the
- 18 department of treasury and shall not lapse to the general fund at
- 19 the end of the fiscal year.
- 20 Sec. 304. The department may make available to interested
- 21 entities otherwise unavailable customized listings of
- 22 nonconfidential information in its possession, such as names and
- 23 addresses of licensees, and charge for this information as follows:
- 24 base fee for 1 to 1,000 records at the cost to the department;
- 25 1,001 to 10,000 records at 2.5 cents per record; and 10,001 or more
- 26 records at .5 cents per record. The revenue received from this
- 27 service may be used to offset expenses of programs as appropriated

- 1 in part 1. The balance of this revenue collected and unexpended at
- 2 the end of the fiscal year shall revert to the appropriate
- 3 restricted revenue account or fund or, in absence of such an
- 4 account or fund, to the general fund. The department shall submit
- 5 an annual report on or before December 1 of each year to the state
- 6 budget office and the subcommittees that states the amount of
- 7 revenue received from the sale of information.
- 8 Sec. 308. The funds collected by the department for licenses,
- 9 permits, and other elevator regulation fees set forth in R 408.8151
- 10 of the Michigan administrative code and as determined under section
- 11 8 of 1976 PA 333, MCL 338.2158, and section 16 of 1967 PA 227, MCL
- 12 408.816, that are unexpended at the end of the fiscal year shall
- 13 carry forward to the subsequent fiscal year.
- 14 Sec. 309. If the revenue collected by the department for
- 15 occupational safety and health from fees and collections exceeds
- 16 the amount appropriated in part 1, the revenue may be carried
- 17 forward into the subsequent fiscal year. The revenue carried
- 18 forward under this section shall be used as the first source of
- 19 funds in the subsequent fiscal year.
- 20 Sec. 310. Money appropriated under this bill for the bureau of
- 21 fire services shall not be expended unless, in accordance with
- 22 section 2c of the fire prevention code, 1941 PA 207, MCL 29.2c,
- 23 inspection and plan review fees will be charged according to the
- 24 following schedule:
- 25 Operation and maintenance inspection fee
- 26 Facility type Facility size Fee
- 27 Hospitals Any \$8.00 per bed

1	Plan review and construction inspection fees for		
2	hospitals and schools		
3	Project cost range Fee		
4	\$101,000.00 or less minimum fee of \$155.00		
5	\$101,001.00 to \$1,500,000.00 \$1.60 per \$1,000.00		
6	\$1,500,001.00 to \$10,000,000.00 \$1.30 per \$1,000.00		
7	\$10,000,001.00 or more \$1.10 per \$1,000.00		
8	or a maximum fee of \$60,000.00		
9	Sec. 313. If the revenue collected by the department from		
10	licensing and regulation fees collected by the office of commercia	.1	
11	services exceeds the amount appropriated in part 1, the revenue ma	У	
12	be carried forward into the subsequent fiscal year. The revenue		
13	carried forward under this section shall be used as the first		
14	source of funds in the subsequent fiscal year.		
15	Sec. 314. Funds earned or authorized by the United States		
16	department of labor in excess of the gross appropriation in part 1		
17	for the unemployment insurance agency and the employment service		
18	agency from the United States department of labor are appropriated		
19	and may be expended for staffing and related expenses incurred in		
20	the operation of its programs. These funds may be spent after the	:	
21	department notifies the state budget office and the subcommittees		
22	of the purpose and amount of each grant award.		
23	Sec. 315. The department shall sell documents at a price not		
24	to exceed the cost of production and distribution. Money received	L	
25	from the sale of these documents shall revert to the department.		
26	The funds are available for expenditure when they are received by		
27	the department of treasury and may only be used for costs directly	-	

- 1 related to the continued updating and distribution of the documents
- 2 pursuant to this section. This section applies only for the
- 3 following documents:
- 4 (a) Corporation and securities division documents, reports,
- 5 and papers required or permitted by law pursuant to section 1060(5)
- of the business corporation act, 1972 PA 284, MCL 450.2060.
- 7 (b) The subdivision control manual, the state boundary
- 8 commission operations manual, and other local government assistance
- 9 manuals.
- 10 (c) The Michigan liquor control code of 1998, 1998 PA 58, MCL
- **11** 436.1101 to 436.2303.
- 12 (d) The mobile home commission act, 1987 PA 96, MCL 125.2301
- 13 to 125.2349; the business corporation act, 1972 PA 284, MCL
- 14 450.1101 to 450.2098; the nonprofit corporation act, 1982 PA 162,
- 15 MCL 450.2101 to 450.3192; and the uniform securities act, 1964 PA
- 16 265, MCL 451.501 to 451.818.
- (e) Labor law books.
- (f) Worker's compensation health care services rules.
- 19 (q) Construction code manuals.
- 20 (h) Copies of transcripts from administrative law hearings.
- 21 Sec. 317. The department, MIOSHA, shall provide an annual
- 22 report by February 1 of each year to the state budget office, the
- 23 fiscal agencies, and the subcommittees on the number of individuals
- 24 killed and the number of individuals injured on the job within
- 25 industries regulated by the bureau during the most recent year for
- 26 which data are available.
- 27 Sec. 326. The appropriation in part 1 for the Michigan

- 1 commission for the blind includes funds for case services. These
- 2 funds may be used for tuition payments for blind clients for the
- 3 school year beginning September 2006.
- 4 (2) Revenue collected by the Michigan commission for the blind
- 5 from private and local sources that is unexpended at the end of the
- 6 fiscal year may carry forward to the subsequent fiscal year.
- 7 Sec. 350. (1) The department shall allocate funds to promote
- 8 awareness of the right of a policyholder, subscriber, member,
- 9 enrollee, or other individual participating in a health benefit
- 10 plan, after the covered person has exhausted the health carrier's
- 11 internal grievance process provided for by law, to request an
- 12 external review for an adverse determination.
- 13 (2) As used in this section, "covered person" means that term
- 14 as defined in section 3 of the patient's right to independent
- 15 review act, 2000 PA 251, MCL 550.1903.
- 16 Sec. 352. From the funds appropriated in part 1 for
- 17 unclassified salaries, the department shall provide funding for 5
- 18 worker's compensation appellate commissioners and 26 worker's
- 19 compensation board of magistrates. Expenditures shall be made so
- 20 that the 2 bodies shall decide worker's compensation cases in a
- 21 timely manner.
- 22 Sec. 356. Michigan commission for the blind shall work
- 23 collaboratively with service organizations to identify qualified
- 24 match dollars to maximize use of available federal funds.
- 25 Sec. 358. The real estate education fund created in section 37
- 26 of the state license fee act, 1979 PA 152, MCL 338.2237, and
- 27 administered by the department shall allow prelicensure and

- 1 postlicensure education to be delivered through on-line courses by
- 2 a community college, university, or private school, after licensure
- 3 and approval by the department. Expenditures from this fund may
- 4 also be made to support department grants for educational providers
- 5 to establish on-line courses that would be made available to
- 6 students throughout the year.
- 7 Sec. 361. In addition to the amounts appropriated in part 1
- 8 for the administration of the land bank fast track authority, the
- 9 authority may expend revenues received under the land bank fast
- 10 track act, 2003 PA 258, MCL 124.751 to 124.774, for the purposes
- 11 authorized by the act including, but not limited to, the
- 12 acquisition, lease, management, demolition, maintenance, or
- 13 rehabilitation of real or personal property, payment of debt
- 14 service for notes or bonds issued by the authority, and other
- 15 expenses to clear or quiet title property held by the authority.
- 16 Sec. 362. Of the funds appropriated in part 1 for the
- 17 department, \$200,000.00 may be used for administration and
- 18 enforcement of boxing regulation in Michigan.
- 19 Sec. 368. Funds collected by the department under sections 55,
- 20 57, 58, and 59 of the administrative procedures act of 1969, 1969
- 21 PA 306, MCL 24.255, 24.257, 24.258, and 24.259, and section 203 of
- 22 the legislative council act, 1986 PA 268, MCL 4.1203, are
- 23 appropriated for all expenses necessary to provide for the cost of
- 24 publication and distribution. The funds appropriated under this
- 25 section are allotted for expenditure when they are received by the
- 26 department of treasury and shall not lapse to the general fund at
- 27 the end of the fiscal year.

WORKFORCE AND CAREER DEVELOPMENT

1

- 2 Sec. 401. The Michigan career and technical institute may
- 3 receive equipment and in-kind contributions for the direct support
- 4 of staff services through the Pine Lake fund, the Delton-Kellogg
- 5 school district or other local or intermediate school district, or
- 6 any combination of local or intermediate school districts in
- 7 addition to those authorized in part 1.
- 8 Sec. 402. The Michigan rehabilitation service shall make every
- 9 effort to ensure that all sources of matching funds in this state
- 10 are used to obtain federal vocational rehabilitation funds. All
- 11 sources include, but are not limited to, privately raised funds to
- 12 support public nonprofit rehabilitation centers as permitted by the
- 13 rehabilitation act of 1973, Public Law 93-112, 29 USC 701 to 718,
- 14 720 to 751, 760 to 765, 771 to 776, 780 to 785, 791 to 794e, 795 to
- 15 795n, and 796 to 796l.
- 16 Sec. 404. (1) Of the funds appropriated in part 1 for
- 17 vocational rehabilitation independent living, all general
- 18 fund/general purpose revenue not used to match federal funds shall
- 19 be used for the support of centers for independent living which are
- 20 in compliance with federal standards for such centers, for the
- 21 development of new centers in areas presently unserved or
- 22 underserved, for technical assistance to centers, and for projects
- 23 to build capacity of centers to deliver independent living
- 24 services. Applications for such funds shall be reviewed in
- 25 accordance with criteria and procedures established by the
- 26 statewide independent living council, the Michigan rehabilitation

- 1 services unit within the department, and the Michigan commission
- 2 for the blind. Funds must be used in a manner consistent with the
- 3 priorities established in the state plan for independent living.
- 4 The department is directed to work with the Michigan association of
- 5 centers for independent living and the local workforce development
- 6 boards to identify other competitive sources of funding.
- 7 (2) As a condition of receipt of funds appropriated in part 1,
- 8 the statewide independent living council and the Michigan
- 9 association of centers for independent living shall jointly produce
- 10 a report providing the following information:
- 11 (a) Results in terms of enhanced statewide access to
- 12 independent living services to individuals who do not have access
- 13 to such services through other existing public agencies, including
- 14 measures by which these results can be monitored over time. These
- 15 measures shall include:
- (i) Total number of persons assisted by the centers and a
- 17 comparison to the number assisted in the previous year.
- 18 (ii) Number of persons moved out of nursing homes into
- 19 independent living situations and a comparison to the number
- 20 assisted in the previous year.
- 21 (iii) Number of persons for whom accommodations were provided to
- 22 enable independent living or access to employment and a comparison
- 23 to the number assisted in the previous year.
- (iv) The total number of disabled individuals served by
- 25 personal care attendants and the number of personal care attendants
- 26 provided through the use of any funds appropriated in part 1
- 27 administered by a center for independent living and a comparison to

- 1 the number served in the previous year.
- 2 (b) Information from each center for independent living
- 3 receiving funding through appropriations in part 1 detailing their
- 4 total budget for their most recently completed fiscal year as well
- 5 as the amount within that budget funded through the vocational
- 6 rehabilitation independent living grant program referenced in part
- 7 1, the total amount funded through other state agencies, the amount
- 8 funded through federal sources, and the amount funded through local
- 9 and private sources.
- 10 (c) Savings to state taxpayers in other specific areas that
- 11 can be shown to be the direct result of activities funded from the
- 12 vocational rehabilitation independent living grant program during
- 13 the most recently completed state fiscal year.
- 14 (3) The report required in subsection (2) shall be submitted
- 15 to the subcommittees, the fiscal agencies, and the state budget
- 16 director on or before January 30.
- Sec. 405. (1) The appropriation in part 1 to the department
- 18 for the work first program shall be expended for grants which
- 19 provide employment, education, community service, volunteerism
- 20 options, and training services to department of human services
- 21 applicants and recipients and may be expended for grants that
- 22 provide employment, education, community service, volunteerism
- 23 options, and training services to former family independence
- 24 program recipients, as well as to recipients of noncash public
- 25 assistance, specifically child day care, Medicaid, or food stamp
- 26 benefits. The work first program, however, shall not be construed
- 27 to be an entitlement to services.

- 1 (2) An applicant shall be limited to a Michigan works! agency,
- 2 a school district, intermediate school district, community college,
- 3 public or private nonprofit college or university, nonprofit
- 4 organization that provides school-to-work transition programs or
- 5 that provides employment and training services or vocational
- 6 rehabilitation programs or state licensed accredited vocational or
- 7 technical education programs, proprietary school licensed by the
- 8 state board of education, local workforce development board, or a
- 9 consortium consisting of any combination of school districts,
- 10 intermediate school districts, community colleges, nonprofit
- 11 organizations described in this subsection, licensed proprietary
- 12 schools, or public or private nonprofit colleges or universities
- 13 described in this subsection.
- 14 (3) The department and the department of human services shall
- 15 develop a process, set of procedures, and an instrument for
- 16 providing confidential screening of individuals during the
- 17 eligibility determination. Only those individuals identified as
- 18 ready for employment and training services shall be referred to the
- 19 work first program. Barriers to employment shall be reported to
- 20 facilitate further assessment and referral. If no prohibitive
- 21 barriers to work are found, the individual shall comply with the
- 22 work first program, or be subject to appropriate penalties.
- 23 (4) Work first program participants shall include recipients
- 24 of the department of human services program established under
- 25 section 57a of the social welfare act, 1939 PA 280, MCL 400.57a,
- 26 and such individuals referred to a job club program by a county
- 27 department of human services board or a county friend of the court

- 1 as long as the participation in the job club is part of an
- 2 application submitted under this section.
- 3 (5) Participants in the work first program shall not be
- 4 enrolled and counted in membership in a school district or
- 5 intermediate school district.
- 6 (6) The department will work with the department of human
- 7 services to coordinate support services to work first participants
- 8 relating to special/emergency needs.
- **9** (7) Work first program participants must receive or be
- 10 provided an explanation of the program including their benefits and
- 11 responsibilities before the job interview phase of the program.
- 12 This explanation shall include clear guidelines with regard to an
- 13 individual's eligibility for postemployment training support and
- 14 for applying hours in training toward work requirements.
- 15 (8) The department shall make every effort to place a minimum
- 16 of 50% of clients who participate in the work first program in
- 17 positions that provide wages of \$8.00 per hour or more. The
- 18 department, the department of human services, and the Michigan
- 19 Works! agencies shall develop and implement a shared assessment
- 20 process and evaluation tool to identify barriers that may prevent
- 21 the participant from obtaining employment in an occupationally-
- 22 relevant and demand-driven occupation and assistance that may be
- 23 needed to remove the barriers, including transportation, education,
- 24 and job training.
- 25 (9) The department shall submit to the fiscal agencies and the
- 26 state budget director by March 15 a report on the work first
- 27 program, including the number of participants served under this

- 1 section, the number of persons who located employment through work
- 2 first, the average wage of participants who found employment, the
- 3 number of persons who retained jobs for 6 months, the number of
- 4 participants placed in employment training and education programs,
- 5 the number of clients referred to work first who failed to report,
- 6 a compilation of barriers to employment by incidence and type
- 7 experienced by participants, and the number of participants
- 8 referred back to the department of human services.
- 9 (10) The department shall provide to the state budget director
- 10 and the fiscal agencies by May 15 and November 15 of each year a
- 11 report on the work first grants. The report due by May 15 shall
- 12 provide the information described in this subsection for each grant
- 13 or contract awarded during the preceding 2 quarters of the state
- 14 fiscal year. The report due by November 15 shall provide this
- 15 information for each grant or contract awarded during the preceding
- 16 full fiscal year. The report shall contain both of the following:
- 17 (a) The amount and recipient of each grant or contract.
- 18 (b) The number of participants in each service delivery area
- 19 and all of the following:
- 20 (i) The number of clients placed in employment for at least 6
- 21 consecutive months in each service delivery area.
- 22 (ii) The number of clients obtaining a postsecondary education
- 23 in each service delivery area.
- 24 (iii) The number of clients placed in community service in each
- 25 service delivery area.
- 26 (iv) The number of clients obtaining other education and
- 27 training credentials.

- 1 (11) The department shall make available to work first
- 2 participants guidelines on eligibility for postemployment training
- 3 and how training/education hours are applied toward work
- 4 participation requirements. These guidelines will be presented by
- 5 the department of human services and the department contracted
- 6 staff in accordance with department policy issuances and department
- 7 of human services program bulletins. These guidelines presented by
- 8 the department and the department of human services shall balance
- 9 the ability of participants to obtain training and subsequent long-
- 10 term high-wage employment with the need to connect participants
- 11 with the workplace. Any and all training/education and community
- 12 service, with the exception of high school completion and GED
- 13 preparation, must be occupationally relevant and in demand in the
- 14 labor market as determined by the workforce development board.
- 15 Participants must make satisfactory progress to continue in a
- 16 training/education component.
- 17 (12) The work participation requirement is up to 40 hours per
- 18 week. However, work first participants may meet the work
- 19 participation requirement by participating in comprehensive basic
- 20 skills education for the minimum time determined by the assessment
- 21 and evaluation provided in subsection 8. A combination of basic
- 22 skills training, occupational training, and community service up to
- 23 the maximum determined by the assessment and evaluation provided in
- 24 subsection 8 may be used to satisfy the work participation
- 25 requirements. Training/education and community service may last up
- 26 to 36 months and the calculated hours may include actual classroom
- 27 seat time up to 15 hours per week plus up to 1 hour of study time

- 1 for each hour of classroom seat time. Work first participants may
- 2 enroll in additional hours of classroom seat time beyond 15 hours.
- 3 However, these hours and the related study time will not count
- 4 toward the work participation requirement. Assistance may be
- 5 provided for up to two years or 24 months.
- 6 (13) Work first participants may meet the work participation
- 7 requirement through enrollment in a short-term vocational program
- 8 requiring 30 hours of classroom seat time per week for a period not
- 9 to exceed 6 months, or by enrollment in full-time internships,
- 10 practicums, or clinicals required by an academic or training
- 11 institution for licensure, professional certification, or degree
- 12 completion, without an additional work requirement. In cases where
- 13 a short-term vocational program lasts less than 6 months, the
- 14 participant shall be eligible to enroll in 1 additional short-term
- 15 vocational program for a combined period not to exceed a total of
- **16** 12 months.
- 17 (14) Work first participants who lack a high school diploma or
- 18 GED and who enroll in high school completion or classes to obtain a
- 19 GED may count up to 10 hours of classroom seat time, combined with
- 20 a minimum number of hours of work per week, to meet their work
- 21 participation requirement. There shall be no time limit on high
- 22 school completion. GED preparation shall be limited to 12 months.
- 23 (15) The department shall convene a work group to review and
- 24 recommend available options for providing increased flexibility
- 25 regarding the education requirements as outlined in this bill.
- 26 (16) Work first participants that are assessed at a reading
- 27 and/or math skill level of below 9th grade on a standardized

- 1 assessment will participate in an appropriate comprehensive basic
- 2 skills education program to address these deficiencies as
- 3 determined to be appropriate by the assessment and evaluation
- 4 provided in subsection 8 and the Michigan works! agency identifies
- 5 local resources to provide the services. The department will work
- 6 with the department of human services to develop appropriate
- 7 programs and incentives to increase participation in and successful
- 8 completion of these programs.
- 9 (17) In order to achieve more efficient and effective use of
- 10 funds for public assistance, to reduce dependency, or to improve
- 11 the living conditions and increase the incomes of individuals
- 12 receiving public assistance, the department may establish and
- 13 conduct pilot projects in 1 or more Michigan works! areas. The
- 14 department may apply different policies in the pilot programs than
- 15 it applies in the rest of the Michigan works! area, and may conduct
- 16 the pilot projects as long as is necessary to provide a reasonable
- 17 test of the policy being evaluated. Pilot projects shall be
- 18 consistent with principles and goals set forth in this bill.
- 19 (18) As used in this section, "work first program" means the
- 20 jobs, education, and training program.
- 21 Sec. 406. (1) Using all relevant state data sources, the
- 22 department shall conduct a 3-year longitudinal study of all former
- 23 work first participants, whose department of human services program
- 24 cases closed due to earnings during fiscal year 1999 and in
- 25 succeeding fiscal years. The data will include the following:
- 26 (a) The number and percentage employed.
- (b) The average hourly wage of those employed.

- 1 (c) The current hourly wage of those employed.
- 2 (d) The range of wages earned by those employed.
- 3 (e) The number of individuals that earned each wage amount.
- 4 (f) The number and percentage receiving health care benefits
- 5 from their employer.
- 6 (g) The number and percentage receiving tuition reimbursement
- 7 from their employer.
- **8** (h) The number and percentage receiving training benefits from
- 9 their employer.
- (i) The type of jobs obtained by former participants in
- 11 general categories.
- 12 (j) The length of time former participants have retained their
- 13 jobs, or if participants have had more than 1 job, the length of
- 14 time employed at each job.
- 15 (k) The number and percentage continuing to receive any type
- 16 of public assistance.
- 17 (l) If the former recipient has children, whether the children
- 18 are enrolled in and attending school.
- 19 (m) The extent to which the former participant feels that they
- 20 and their family are better off now than when they were on cash
- 21 assistance with regard to household income, housing, food and
- 22 nutritional needs, child health care, and access to health
- 23 insurance coverage.
- 24 (2) The department shall notify the subcommittees, fiscal
- 25 agencies, and state budget director electronically by March 15 of
- 26 the location of the Internet site where the report containing the
- 27 identified data is located.

- 1 (3) The department shall cooperate with the department of
- 2 human services in formulating and acquiring the identified data.
- 3 (4) The department may retain a third party to conduct the
- 4 studies to obtain the data identified under this section.
- 5 Sec. 407. State and federal funds allocated to local workforce
- 6 development boards for disbursement shall not be expended unless
- 7 the local workforce development boards maintain a partnership with
- 8 governmental agencies, public school districts, and public colleges
- 9 located within the local service delivery area. Each board shall
- 10 appoint an education advisory group made up of high-level
- 11 administrators within local educational institutions, workforce
- 12 development board members, other employers, labor, academic
- 13 educators, and parents of public school pupils.
- Sec. 410. (1) The department shall have at least 1 disabled
- 15 veterans outreach program specialist or local veterans employment
- 16 representative assigned to each Michigan works! service center on a
- 17 full- or part-time basis during hours of operation.
- 18 (2) The department shall ensure that each Michigan works!
- 19 service center shall have the necessary equipment to allow the
- 20 disabled veterans outreach specialist or local veterans employment
- 21 representative to perform his or her duties.
- 22 (3) The department shall require each Michigan works! service
- 23 center to have an employee available to ask each individual who
- 24 requires intensive services beyond core services whether that
- 25 individual is a veteran and to refer each veteran to the disabled
- 26 veterans outreach program specialist or local veterans employment
- 27 representative on duty at the time.

- 1 (4) The department shall require that each Michigan works!
- 2 service center shall have posted in a conspicuous place within the
- 3 office a notice advising veterans that a disabled veterans outreach
- 4 program specialist or a local veterans employment representative is
- 5 available to assist him or her.
- 6 (5) The department shall require each Michigan works! service
- 7 center to provide free mediated services to employers wishing to
- 8 hire a veteran.
- 9 (6) The department shall continue to make the appropriate
- 10 placement of veterans and disabled veterans a priority.
- 11 Sec. 414. The department may carry into the succeeding fiscal
- 12 year unexpended federal pass-through funds to local institutions
- 13 and governments that do not require additional state matching
- 14 funds. Federal pass-through funds to local institutions and
- 15 governments that are received in amounts in addition to those
- 16 included in part 1 and that do not require additional state
- 17 matching funds are appropriated for the purposes intended.
- 18 Sec. 415. Of the amounts appropriated in part 1 for
- 19 postsecondary education, private occupational school license fees
- 20 shall fund related administrative costs of the proprietary schools
- 21 oversight unit within the department.
- 22 Sec. 417. The department is appropriated an amount not to
- 23 exceed \$100,000.00 from collection of defaulted loans under the
- 24 future faculty program in the Martin Luther King, Jr. Cesar
- 25 Chavez Rosa Parks programs to offset costs of administering the
- 26 loan collections.
- 27 Sec. 418. From the funds appropriated in part 1 for

- 1 postsecondary education, the department shall compile data from
- 2 each university that receives funding for the future faculty
- 3 program within the King-Chavez-Parks initiative on employment
- 4 outcomes for program participants. The report shall be distributed
- 5 to the house and senate appropriations committees, the fiscal
- 6 agencies, and the state budget office by February 1 of each year.
- 7 The report shall include data from each participating university
- 8 covering the most recently completed fiscal year. The data shall
- 9 include all of the following:
- 10 (a) The number of participants receiving support under the
- 11 program.
- 12 (b) The number of participants obtaining full-time employment.
- 13 (c) The number of participants obtaining full-time employment
- 14 in college faculty positions.
- 15 (d) The number of participants obtaining full-time employment
- 16 in college faculty positions within the university through which
- 17 they received future faculty program support for graduate studies.
- 18 Sec. 421. The King-Chavez-Parks initiative shall be marketed
- 19 by the department to Michigan parents and high school and college
- 20 students, to promote the benefits and the availability of the
- 21 college day, select student support services, college/university
- 22 partnership, visiting professors, Morris Hood, Jr. educator
- 23 development, and future faculty programs. The department shall
- 24 provide electronic notification of the location of the report on
- 25 the Internet to the subcommittees annually, identifying all efforts
- 26 taken to market these programs, including, but not limited to, the
- 27 amount of funding allocated for this purpose, the fund source and

- 1 any expenditures or encumbrances relating to this marketing effort.
- 2 Sec. 425. The department shall work cooperatively with the
- 3 department of civil service to identify state employees who will
- 4 lose their jobs as a result of an agency or program being
- 5 reorganized, modified, or eliminated and shall develop training
- 6 programs and provide training to these individuals that will
- 7 provide them an opportunity and skills necessary to secure new
- 8 employment within state government or the private sector. It shall
- 9 be a priority of the department to provide training and employment
- 10 opportunities to these individuals through their employment service
- 11 locations.
- 12 Sec. 426. From the funds appropriated in part 1 to workforce
- 13 training programs subgrantees, the department shall allocate
- 14 sufficient funds to the Michigan works! service centers to allow
- 15 these centers to remain fully operational.
- 16 Sec. 427. The youth low-vision program is considered the payer
- 17 of last resort. Other available public or private insurance
- 18 coverage, including Medicaid or MIChild, and special education
- 19 funds, shall be exhausted prior to using any funds appropriated in
- 20 part 1 to purchase low-vision devices or equipment for an
- 21 individual.
- 22 Sec. 429. (1) As a condition for receipt of the funds
- 23 appropriated in part 1, Focus: HOPE shall submit a report on the
- 24 use of the grant's funds appropriated in part 1 to the chairs of
- 25 the subcommittees, the fiscal agencies, and the state budget office
- 26 that includes, but is not limited to, the following:
- 27 (a) Detailed expenditures for administration including

- 1 salaries and wages of employees.
- 2 (b) Amount allocated for education and training programs
- 3 including number of students served by each program.
- 4 (c) Amount allocated for job search assistance and career
- 5 planning including the number of students served by each program.
- 6 (d) Detailed expenditures for any contracts entered into with
- 7 the use of these funds.
- 8 (e) Detailed expenditures for any program enhancements
- 9 including number of new hires and capital expenditures.
- 10 (2) The report shall be submitted on or before January 31.

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