

HOUSE SUBSTITUTE FOR  
SENATE BILL NO. 229

A bill to make, supplement, and adjust appropriations for the departments of attorney general, civil rights, information technology, management and budget including civil service, state, and treasury, the executive office, and the legislative branch for the fiscal year ending September 30, 2008; 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:**

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PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. Subject to the conditions set forth in this act, the amounts listed in this part are appropriated for the departments of attorney general, civil rights, 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, 2008, from the funds indicated in this part. The following is a summary of the appropriations in this part:

**TOTAL GENERAL GOVERNMENT**

APPROPRIATION SUMMARY:

Full-time equated unclassified positions .....	4.0		
Full-time equated classified positions .....	0.0		
GROSS APPROPRIATION .....		\$	(2,100)
Interdepartmental grant revenues:			
Total interdepartmental grants and intradepartmental transfers .....			(2,000)
ADJUSTED GROSS APPROPRIATION .....		\$	(100)
Federal revenues:			
Total federal revenues .....			0
Special revenue funds:			
Total local revenues .....			0
Total private revenues .....			0

1	Total other state restricted revenues .....		0
2	State general fund/general purpose .....	\$	(100)
3	<b>Sec. 102. DEPARTMENT OF ATTORNEY GENERAL</b>		
4	<b>(1) APPROPRIATION SUMMARY</b>		
5	Full-time equated unclassified positions.....	1.0	
6	Full-time equated classified positions.....	0.0	
7	GROSS APPROPRIATION.....	\$	0
8	Interdepartmental grant revenues:		
9	Total interdepartmental grants and intradepartmental		
10	transfers .....		0
11	ADJUSTED GROSS APPROPRIATION.....	\$	0
12	Federal revenues:		
13	Total federal revenues.....		0
14	Special revenue funds:		
15	Total local revenues.....		0
16	Total private revenues.....		0
17	Total other state restricted revenues.....		0
18	State general fund/general purpose.....	\$	0
19	<b>(2) ATTORNEY GENERAL OPERATIONS</b>		
20	Full-time equated unclassified positions.....	1.0	
21	Full-time equated classified positions.....	0.0	
22	Attorney general.....	\$	0
23	Unclassified positions--0.0 FTE positions.....		0
24	Attorney general operations--0.0 FTE positions.....		0
25	Child support enforcement--0.0 FTE positions.....		0
26	Prosecuting attorneys coordinating council--0.0 FTE		

1	positions .....	0
2	GROSS APPROPRIATION.....	\$ 0
3	Appropriated from:	
4	Interdepartmental grant revenues:	
5	IDG from MDCH, health services.....	0
6	IDG from MDCH, WIC.....	0
7	IDG from MDE.....	0
8	IDG from MDEQ.....	0
9	IDG from MDHS.....	0
10	IDG from MDLEG, career education services.....	0
11	IDG from MDLEG, children's protection registry.....	0
12	IDG from MDLEG, financial and insurance services.....	0
13	IDG from MDLEG, homeowners construction lien recovery	0
14	IDG from MDLEG, licensing and regulation fees.....	0
15	IDG from MDLEG, Michigan occupational safety and	
16	health .....	0
17	IDG from MDLEG, Michigan state housing development	
18	authority .....	0
19	IDG from MDLEG, remonumentation fees.....	0
20	IDG from MDLEG, unemployment insurance agency.....	0
21	IDG from MDMB, risk management revolving fund.....	0
22	IDG from MDMVA.....	0
23	IDG from MDOC.....	0
24	IDG from MDOT, comprehensive transportation fund.....	0
25	IDG from MDOT, state aeronautics fund.....	0
26	IDG from MDOT, state trunkline fund.....	0
27	IDG from MDSP.....	0

1	IDG from MDSP, Michigan justice training fund.....	0
2	IDG from Michigan gaming control board.....	0
3	IDG from treasury.....	0
4	IDG from treasury, strategic fund.....	0
5	Federal revenues:.....	0
6	DAG, state administrative match grant/food stamps ....	0
7	Federal funds.....	0
8	HHS, medical assistance, medigant.....	0
9	HHS-OS, state Medicaid fraud control units.....	0
10	Special revenue funds:	
11	Antitrust enforcement collections.....	0
12	Attorney general's operations fund.....	0
13	Auto repair facilities fees.....	0
14	Franchise fees.....	0
15	Game and fish protection fund.....	0
16	Liquor purchase revolving fund.....	0
17	Manufactured housing fees.....	0
18	Merit award trust fund.....	0
19	Prisoner reimbursement.....	0
20	Prosecuting attorneys training fees.....	0
21	Public utility assessments.....	0
22	Real estate enforcement fund.....	0
23	Reinstatement fees.....	0
24	Retirement funds.....	0
25	Second injury fund.....	0
26	Self-insurers security fund.....	0
27	Silicosis and dust disease fund.....	0

1	State building authority revenue.....		0
2	State lottery fund.....		0
3	Utility consumers fund.....		0
4	Waterways fund.....		0
5	Worker's compensation administrative revolving fund..		0
6	State general fund/general purpose.....	\$	0
7	<b>(3) INFORMATION TECHNOLOGY</b>		
8	Information technology services and projects.....	\$	
9	GROSS APPROPRIATION.....	\$	0
10	Appropriated from:		
11	State general fund/general purpose.....	\$	0
12	<b>Sec. 103. DEPARTMENT OF CIVIL RIGHTS</b>		
13	<b>(1) APPROPRIATION SUMMARY</b>		
14	Full-time equated unclassified positions.....	0.0	
15	Full-time equated classified positions.....	0.0	
16	GROSS APPROPRIATION.....	\$	0
17	Interdepartmental grant revenues:		
18	Total interdepartmental grants and intradepartmental		
19	transfers .....		0
20	ADJUSTED GROSS APPROPRIATION.....	\$	0
21	Federal revenues:		
22	Total federal revenues.....		0
23	Special revenue funds:		
24	Total local revenues.....		0
25	Total private revenues.....		0
26	Total other state restricted revenues.....		0

1	State general fund/general purpose .....	\$	0
2	<b>(2) CIVIL RIGHTS OPERATIONS</b>		
3	Full-time equated unclassified positions.....	0.0	
4	Full-time equated classified positions.....	0.0	
5	Unclassified positions--0.0 FTE positions .....	\$	0
6	Civil rights operations--0.0 FTE positions .....		0
7	Human resources optimization user charges .....		0
8	GROSS APPROPRIATION.....	\$	0
9	Appropriated from:		
10	Federal revenues:		
11	EEOC, state and local antidiscrimination agency		
12	contracts .....		0
13	HUD, grant.....		0
14	State general fund/general purpose .....	\$	0
15	<b>(3) INFORMATION TECHNOLOGY</b>		
16	Information technology services and projects .....		0
17	GROSS APPROPRIATION.....	\$	0
18	Appropriated from:		
19	State general fund/general purpose .....	\$	0
20	<b>Sec. 104. EXECUTIVE OFFICE</b>		
21	<b>(1) APPROPRIATION SUMMARY</b>		
22	Full-time equated unclassified positions.....	2.0	
23	Full-time equated classified positions.....	0.0	
24	GROSS APPROPRIATION.....	\$	0
25	Interdepartmental grant revenues:		
26	Total interdepartmental grants and intradepartmental		

1	transfers .....		0
2	ADJUSTED GROSS APPROPRIATION.....	\$	0
3	Federal revenues:		
4	Total federal revenues.....		0
5	Special revenue funds:		
6	Total local revenues.....		0
7	Total private revenues.....		0
8	Total other state restricted revenues.....		0
9	State general fund/general purpose.....	\$	0
10	<b>(2) EXECUTIVE OFFICE OPERATIONS</b>		
11	Full-time equated unclassified positions.....	2.0	
12	Full-time equated classified positions.....	0.0	
13	Governor.....	\$	0
14	Lieutenant governor.....		0
15	Executive office--0.0 FTE positions.....		0
16	Unclassified positions--0.0 FTE positions.....		0
17	GROSS APPROPRIATION.....	\$	0
18	Appropriated from:		
19	State general fund/general purpose.....	\$	0
20	<b>Sec. 105. DEPARTMENT OF INFORMATION TECHNOLOGY</b>		
21	<b>(1) APPROPRIATION SUMMARY</b>		
22	Full-time equated unclassified positions.....	0.0	
23	Full-time equated classified positions.....	0.0	
24	GROSS APPROPRIATION.....	\$	(2,000)
25	Interdepartmental grant revenues:		
26	Total interdepartmental grants and intradepartmental		

1	transfers .....		(2,000)
2	ADJUSTED GROSS APPROPRIATION.....	\$	0
3	Federal revenues:		
4	Total federal revenues.....		0
5	Special revenue funds:		
6	Total local revenues.....		0
7	Total private revenues.....		0
8	Total other state restricted revenues.....		0
9	State general fund/general purpose.....	\$	0
10	<b>(2) ADMINISTRATION</b>		
11	Full-time equated unclassified positions.....	0.0	
12	Full-time equated classified positions.....	0.0	
13	Unclassified positions--0.0 FTE positions.....	\$	0
14	Enterprisewide services--0.0 FTE positions.....		0
15	Health and human services--0.0 FTE positions.....		0
16	Education services--0.0 FTE positions.....		0
17	Public protection--0.0 FTE positions.....		0
18	Resources services--0.0 FTE positions.....		0
19	Transportation services--0.0 FTE positions.....		0
20	General services--0.0 FTE positions.....		0
21	GROSS APPROPRIATION.....	\$	0
22	Appropriated from:		
23	Interdepartmental grant revenues:		
24	IDG from department of agriculture.....		0
25	IDG from department of attorney general.....		0
26	IDG from department of civil rights.....		0
27	IDG from department of community health.....		0

1	IDG from department of corrections.....		0
2	IDG from department of education.....		0
3	IDG from department of environmental quality.....		0
4	IDG from Michigan gaming control board.....		0
5	IDG from department of history, arts, and libraries..		0
6	IDG from department of human services.....		0
7	IDG from department of labor and economic growth.....		0
8	IDG from bureau of state lottery.....		0
9	IDG from department of management and budget.....		0
10	IDG from DMB-Civil Service.....		0
11	IDG from department of military and veterans affairs..		0
12	IDG from department of natural resources.....		0
13	IDG from department of state.....		0
14	IDG from department of state police.....		0
15	IDG from department of transportation.....		0
16	IDG from department of treasury.....		0
17	State general fund/general purpose.....	\$	0
18	<b>(3) BUDGETARY SAVINGS</b>		
19	Budgetary savings.....	\$	(2,000)
20	GROSS APPROPRIATION.....	\$	(2,000)
21	Appropriated from:		
22	Interdepartmental grant revenues:		
23	IDG from department of agriculture.....		(100)
24	IDG from department of attorney general.....		(100)
25	IDG from department of civil rights.....		(100)
26	IDG from department of community health.....		(100)
27	IDG from department of corrections.....		(100)

1	IDG from department of education.....	(100)
2	IDG from department of environmental quality.....	(100)
3	IDG from Michigan gaming control board.....	(100)
4	IDG from department of history, arts, and libraries..	(100)
5	IDG from department of human services.....	(100)
6	IDG from department of labor and economic growth.....	(100)
7	IDG from bureau of state lottery.....	(100)
8	IDG from department of management and budget.....	(100)
9	IDG from DMB-Civil Service.....	(100)
10	IDG from department of military and veterans affairs..	(100)
11	IDG from department of natural resources.....	(100)
12	IDG from department of state.....	(100)
13	IDG from department of state police.....	(100)
14	IDG from department of transportation.....	(100)
15	IDG from department of treasury.....	(100)
16	State general fund/general purpose.....	\$ 0

17       **Sec. 106. LEGISLATURE**

18       **(1) APPROPRIATION SUMMARY**

19	GROSS APPROPRIATION.....	\$ 0
20	Interdepartmental grant revenues:	
21	Total interdepartmental grants and intradepartmental	
22	transfers .....	0
23	ADJUSTED GROSS APPROPRIATION.....	\$ 0
24	Federal revenues:	
25	Total federal revenues.....	0
26	Special revenue funds:	

1	Total local revenues.....		0
2	Total private revenues.....		0
3	Total other state restricted revenues.....		0
4	State general fund/general purpose.....	\$	0
5	<b>(2) LEGISLATURE</b>		
6	Senate.....	\$	0
7	Senate automated data processing.....		0
8	Senate fiscal agency.....		0
9	House of representatives.....		0
10	House automated data processing.....		0
11	House fiscal agency.....		0
12	GROSS APPROPRIATION.....	\$	0
13	Appropriated from:		
14	State general fund/general purpose.....	\$	0
15	<b>(3) LEGISLATIVE COUNCIL</b>		
16	Legislative council.....	\$	0
17	Legislative service bureau automated data processing .		0
18	Worker's compensation.....		0
19	National association dues.....		0
20	Legislative corrections ombudsman.....		0
21	Sentencing guidelines commission.....		0
22	GROSS APPROPRIATION.....	\$	0
23	Appropriated from:		
24	Interdepartmental grant revenues:		
25	IDG from department of corrections.....		0
26	Special revenue funds:		
27	Private - gifts and bequests revenues.....		0

1	State general fund/general purpose .....	\$	0
2	<b>(4) LEGISLATIVE RETIREMENT SYSTEM</b>		
3	General nonretirement expenses .....	\$	0
4	GROSS APPROPRIATION .....	\$	0
5	Appropriated from:		
6	Special revenue funds:		
7	Court fees .....		0
8	State general fund/general purpose .....	\$	0
9	<b>(5) PROPERTY MANAGEMENT</b>		
10	Capitol building .....	\$	0
11	Cora Anderson building .....		0
12	Farnum building and other properties .....		0
13	GROSS APPROPRIATION .....	\$	0
14	Appropriated from:		
15	State general fund/general purpose .....	\$	0
16	<b>Sec. 107. LEGISLATIVE AUDITOR GENERAL</b>		
17	<b>(1) APPROPRIATION SUMMARY</b>		
18	GROSS APPROPRIATION .....	\$	0
19	Interdepartmental grant revenues:		
20	Total interdepartmental grants and intradepartmental		
21	transfers .....		0
22	ADJUSTED GROSS APPROPRIATION .....	\$	0
23	Federal revenues:		
24	Total federal revenues .....		0
25	Special revenue funds:		
26	Total local revenues .....		0

1	Total private revenues.....		0
2	Total other state restricted revenues.....		0
3	State general fund/general purpose.....	\$	0
4	<b>(2) LEGISLATIVE AUDITOR GENERAL</b>		
5	Unclassified positions.....	\$	0
6	Field operations.....		0
7	GROSS APPROPRIATION.....	\$	0
8	Appropriated from:		
9	Interdepartmental grant revenues:		
10	IDG from MDMB, civil service.....		0
11	IDG from MDLEG, liquor purchase revolving fund.....		0
12	IDG from MDOT, comprehensive transportation fund.....		0
13	IDG from MDOT, Michigan transportation fund.....		0
14	IDG from MDOT, state aeronautics fund.....		0
15	IDG from MDOT, state trunkline fund.....		0
16	IDG, single audit act.....		0
17	Special revenue funds:		
18	Cadillac local development finance authority.....		0
19	Clean Michigan initiative implementation bond fund...		0
20	Commercial mobile radio system emergency telephone		
21	fund .....		0
22	Construction lien fund.....		0
23	Contract audit administration fees.....		0
24	Correctional industries revolving fund.....		0
25	Fee adequacy, air quality delegated authority.....		0
26	Game and fish protection fund.....		0
27	Legislative retirement system.....		0

1	Marine safety fund.....	0
2	Michigan economic development corporation.....	0
3	Michigan education trust fund.....	0
4	Michigan justice training commission fund.....	0
5	Michigan state fair revolving fund.....	0
6	Michigan state housing development authority fees....	0
7	Michigan strategic fund.....	0
8	Michigan tobacco settlement authority.....	0
9	Michigan veterans' trust fund.....	0
10	Motor transport revolving fund.....	0
11	Office services revolving fund.....	0
12	State disbursement unit, office of child support....	0
13	State services fee fund.....	0
14	Waterways fund.....	0
15	State general fund/general purpose.....	\$ 0

16       **Sec. 108. DEPARTMENT OF MANAGEMENT AND BUDGET**

17       **(1) APPROPRIATION SUMMARY**

18	Full-time equated unclassified positions.....	0.0
19	Full-time equated classified positions.....	0.0
20	GROSS APPROPRIATION.....	\$ (100)
21	Interdepartmental grant revenues:	
22	Total interdepartmental grants and intradepartmental	
23	transfers .....	0
24	ADJUSTED GROSS APPROPRIATION.....	\$ (100)
25	Federal revenues:	
26	Total federal revenues.....	0

1	Special revenue funds:		
2	Total local revenues.....		0
3	Total private revenues.....		0
4	Total other state restricted revenues.....		0
5	State general fund/general purpose.....	\$	(100)
6	<b>(2) MANAGEMENT AND BUDGET SERVICES</b>		
7	Full-time equated unclassified positions.....	0.0	
8	Full-time equated classified positions.....	0.0	
9	Unclassified positions—0.0 FTE positions.....	\$	0
10	Executive operations—0.0 FTE positions.....		0
11	Administrative services—0.0 FTE positions.....		0
12	Budget and financial management—0.0 FTE positions....		0
13	Office of the state employer—0.0 FTE positions.....		0
14	Design and construction services—0.0 FTE positions...		0
15	Business support services--FTE positions.....		0
16	Building operation services--0.0 FTE positions.....		0
17	Department of human services, internal audits--0.0 FTE		
18	positions.....		0
19	Building occupancy charges, rent, and utilities.....		0
20	Human resources optimization user charges.....		0
21	Motor vehicle fleet.....		0
22	GROSS APPROPRIATION.....	\$	0
23	Appropriated from:		
24	Interdepartmental grant revenues:		
25	IDG from building occupancy and parking charges.....		0
26	IDG from department of labor and economic growth.....		0
27	IDG from MDCH.....		0

1	IDG from MDHS.....		0
2	IDG from MDOT, comprehensive transportation fund.....		0
3	IDG from MDOT, state aeronautics fund.....		0
4	IDG from MDOT, state trunkline fund.....		0
5	IDG from motor transport fund.....		0
6	IDG from user fees.....		0
7	Federal revenues:		
8	Federal funds.....		0
9	Special revenue funds:		
10	Game and fish protection fund.....		0
11	Health management funds.....		0
12	Marine safety fund.....		0
13	Special revenue, internal service, and pension trust		
14	funds .....		0
15	State building authority revenue.....		0
16	State lottery fund.....		0
17	State services fee fund.....		0
18	Waterways fund.....		0
19	State general fund/general purpose.....	\$	0
20	<b>(3) STATEWIDE APPROPRIATIONS</b>		
21	Professional development fund - AFSCME.....	\$	0
22	Professional development fund - MPES.....		0
23	Professional development fund - MSC.....		0
24	Professional development fund - NERE.....		0
25	GROSS APPROPRIATION.....	\$	0
26	Appropriated from:		
27	Interdepartmental grant revenues:		

1	IDG from employer contributions.....		0
2	State general fund/general purpose.....	\$	0
3	<b>(4) SPECIAL PROGRAMS</b>		
4	Full-time equated classified positions.....	0.0	
5	Building occupancy charges - property management		
6	services for executive/legislative building		
7	occupancy .....		0
8	Retirement services--0.0 FTE positions.....		0
9	Office of children's ombudsman--0.0 FTE positions....		0
10	GROSS APPROPRIATION.....	\$	0
11	Appropriated from:		
12	Special revenue funds:		
13	Deferred compensation.....		0
14	Pension trust funds.....		0
15	State general fund/general purpose.....	\$	0
16	<b>(5) STATE FAIR</b>		
17	Full-time equated unclassified positions.....	0.0	
18	Full-time equated classified positions.....	0.0	
19	Unclassified positions--0.0 FTE positions.....	\$	0
20	Michigan state fair operations--0.0 FTE positions....		0
21	Michigan state fair information technology.....		0
22	GROSS APPROPRIATION.....	\$	0
23	Appropriated from:		
24	Special revenue funds:		
25	State exposition and fairgrounds fund.....		0
26	State general fund/general purpose.....	\$	0
27	<b>(6) INFORMATION TECHNOLOGY</b>		

1	Information technology services and projects .....	\$	0
2	GROSS APPROPRIATION.....	\$	0
3	Appropriated from:		
4	Interdepartmental grant revenues:		
5	IDG from building occupancy and parking charges .....		0
6	IDG from MDOT, comprehensive transportation fund.....		0
7	IDG from MDOT, state aeronautics fund.....		0
8	IDG from MDOT, state trunkline fund.....		0
9	IDG from user fees.....		0
10	Special revenue funds:		
11	Deferred compensation.....		0
12	Game and fish protection fund.....		0
13	Health management funds.....		0
14	Marine safety fund.....		0
15	MAIN user charges.....		0
16	Pension trust funds.....		0
17	Special revenue, internal service, and pension trust		
18	funds .....		0
19	State building authority revenue.....		0
20	State lottery fund.....		0
21	Waterways fund.....		0
22	State general fund/general purpose.....	\$	0
23	<b>(7) STATE BUILDING AUTHORITY RENT</b>		
24	State building authority rent - state agencies.....	\$	0
25	State building authority rent - department of		
26	corrections .....		0
27	State building authority rent - universities.....		0

1	State building authority rent - community colleges ...		0
2	GROSS APPROPRIATION.....	\$	0
3	Appropriated from:		
4	Special revenue funds:		
5	State lottery fund.....		0
6	State general fund/general purpose.....	\$	0
7	<b>(8) CIVIL SERVICE OPERATIONS</b>		
8	Full-time equated classified positions.....	0.0	
9	Agency services--0.0 FTE positions.....	\$	0
10	Executive direction--0.0 FTE positions.....		0
11	Employee benefits--0.0 FTE positions.....		0
12	Audit and compliance--0.0 FTE positions.....		0
13	Training.....		0
14	Human resources optimization--0.0 FTE positions.....		0
15	Information technology services and projects.....		0
16	GROSS APPROPRIATION.....	\$	0
17	Appropriated from:		
18	Interdepartmental grant revenues:		
19	IDG, training charges.....		0
20	IDG, 1% special funds.....		0
21	IDG, human resources optimization user charges.....		0
22	Federal revenues:		
23	Federal funds 1%.....		0
24	Special revenue funds:		
25	Local funds 1%.....		0
26	Private funds 1%.....		0
27	Freedom of information fees.....		0

1	State restricted funds 1%.....		0
2	State sponsored group insurance.....		0
3	State sponsored group insurance, flexible spending		
4	accounts, and COBRA .....		0
5	State general fund/general purpose.....	\$	0
6	<b>(9) BUDGETARY SAVINGS</b>		
7	Budgetary savings.....	\$	(100)
8	GROSS APPROPRIATION.....		(100)
9	Appropriated from:		
10	State general fund/general purpose.....		(100)
11	<b>Sec. 109. DEPARTMENT OF STATE</b>		
12	<b>(1) APPROPRIATION SUMMARY</b>		
13	Full-time equated unclassified positions.....	1.0	
14	Full-time equated classified positions.....	0.0	
15	GROSS APPROPRIATION.....	\$	0
16	Interdepartmental grant revenues:		
17	Total interdepartmental grants and intradepartmental		
18	transfers .....		0
19	ADJUSTED GROSS APPROPRIATION.....	\$	0
20	Federal revenues:		
21	Total federal revenues.....		0
22	Special revenue funds:		
23	Total local revenues.....		0
24	Total private revenues.....		0
25	Total other state restricted revenues.....		0
26	State general fund/general purpose.....	\$	0

1	<b>(2) EXECUTIVE DIRECTION</b>		
2	Full-time equated unclassified positions.....	1.0	
3	Full-time equated classified positions.....	0.0	
4	Secretary of state.....		\$ 0
5	Unclassified positions--0.0 FTE positions.....		0
6	Operations--0.0 FTE positions.....		0
7	GROSS APPROPRIATION.....		\$ 0
8	Appropriated from:		
9	Special revenue funds:		
10	Auto repair facilities fees.....		0
11	Driver fees.....		0
12	Expedient service fees.....		0
13	Parking ticket court fines.....		0
14	Personal identification card fees.....		0
15	Reinstatement fees - operator licenses.....		0
16	Transportation administration collection fund.....		0
17	Vehicle theft prevention fees.....		0
18	State general fund/general purpose.....		\$ 0
19	<b>(3) DEPARTMENT SERVICES</b>		
20	Full-time equated classified positions.....	0.0	
21	Operations--0.0 FTE positions.....		\$ 0
22	Assigned claims assessments--0.0 FTE positions.....		0
23	GROSS APPROPRIATION.....		\$ 0
24	Appropriated from:		
25	Federal revenues:		
26	Federal funds.....		0
27	Special revenue funds:		

1	Abandoned vehicle fees.....		0
2	Assigned claims assessments.....		0
3	Auto repair facilities fees.....		0
4	Child support clearance fees.....		0
5	Driver fees.....		0
6	Expedient service fees.....		0
7	Marine safety fund.....		0
8	Off-road vehicle title fees.....		0
9	Parking ticket court fines.....		0
10	Personal identification card fees.....		0
11	Reinstatement fees - operator licenses.....		0
12	Scrap tire fund.....		0
13	Snowmobile registration fee revenue.....		0
14	Transportation administration collection fund.....		0
15	Vehicle theft prevention fees.....		0
16	State general fund/general purpose.....	\$	0
17	<b>(4) REGULATORY SERVICES</b>		
18	Full-time equated classified positions.....	0.0	
19	Operations--0.0 FTE positions.....	\$	0
20	County clerk education and training.....		0
21	Motorcycle safety education administration--0.0 FTE		
22	positions .....		0
23	Motorcycle safety education grants.....		0
24	GROSS APPROPRIATION.....	\$	0
25	Appropriated from:		
26	Federal revenues:		
27	Federal funds.....		0

1	Special revenue funds:		
2	Auto repair facilities fees.....		0
3	Commercial driver training school fees.....		0
4	Driver fees.....		0
5	Expedient service fees.....		0
6	Motorcycle safety fund.....		0
7	Notary education and training fund.....		0
8	Notary fee fund.....		0
9	Parking ticket court fines.....		0
10	Personal identification card fees.....		0
11	Reinstatement fees - operator licenses.....		0
12	Transportation administration collection fund.....		0
13	Vehicle theft prevention fees.....		0
14	State general fund/general purpose.....	\$	0
15	<b>(5) CUSTOMER DELIVERY SERVICES</b>		
16	Full-time equated classified positions.....	0.0	
17	Central operations--0.0 FTE positions.....		0
18	Commemorative license plates--0.0 FTE positions.....		0
19	Specialty license plates.....		0
20	Olympic center plate.....		0
21	Organ donor program.....		0
22	GROSS APPROPRIATION.....	\$	0
23	Appropriated from:		
24	Federal revenues:		
25	Federal funds.....		0
26	Special revenue funds:		
27	Private funds.....		0

1	Abandoned vehicle fees.....		0
2	Child support clearance fees.....		0
3	Driver fees.....		0
4	Expedient service fees.....		0
5	Marine safety fund.....		0
6	Michigan state police auto theft fund.....		0
7	Mobile home commission fees.....		0
8	Off-road vehicle title fees.....		0
9	Parking ticket court fines.....		0
10	Personal identification card fees.....		0
11	Reinstatement fees - operator licenses.....		0
12	Snowmobile registration fee revenue.....		0
13	Transportation administration collection fund.....		0
14	Vehicle theft prevention fees.....		0
15	State general fund/general purpose.....	\$	0
16	<b>(6) BRANCH OPERATIONS</b>		
17	Full-time equated classified positions.....	0.0	
18	Branch operations administration-0.0 FTE positions ...	\$	0
19	Mobile branch office.....		0
20	Branch office renovations.....		0
21	Adrian.....		0
22	Albion.....		0
23	Allegan.....		0
24	Alma.....		0
25	Alpena.....		0
26	Ann Arbor.....		0
27	Atlanta.....		0

1	Bad Axe.....	0
2	Baldwin.....	0
3	Battle Creek.....	0
4	Bay City.....	0
5	Bellaire.....	0
6	Southwest Wayne County plus.....	0
7	Northwest Berrien County plus.....	0
8	Bessemer.....	0
9	Beulah.....	0
10	Mecosta County plus.....	0
11	Brighton.....	0
12	Brownstown.....	0
13	Romeo.....	0
14	Cadillac.....	0
15	West Wayne County plus.....	0
16	Tuscola County plus.....	0
17	Charlevoix.....	0
18	Cheboygan.....	0
19	Chelsea.....	0
20	Chesterfield Township.....	0
21	Clare.....	0
22	Clarkston.....	0
23	Clinton Township super center.....	0
24	Coldwater.....	0
25	Davison.....	0
26	Dearborn.....	0
27	Detroit East 8 Mile.....	0

1	Detroit Mack-Alter.....	0
2	Detroit new center super center.....	0
3	Detroit Livernois.....	0
4	Northwest Detroit plus.....	0
5	Detroit Vernor.....	0
6	Detroit downtown.....	0
7	Dowagiac.....	0
8	East Lansing.....	0
9	East Tawas.....	0
10	Escanaba.....	0
11	Farmington Hills.....	0
12	Fenton.....	0
13	Ferndale.....	0
14	Flint west.....	0
15	Flint area super center.....	0
16	Flint downtown.....	0
17	Frankenmuth.....	0
18	Fremont.....	0
19	Gaylord.....	0
20	Gladwin.....	0
21	Grand Haven.....	0
22	Grand Rapids Northeast.....	0
23	Grand Rapids downtown.....	0
24	Grand Rapids area super center.....	0
25	Grayling.....	0
26	Montcalm County plus.....	0
27	Hamtramck.....	0

1	Harper Woods.....	0
2	Harrisville.....	0
3	Hart.....	0
4	Hastings.....	0
5	Highland Park.....	0
6	Hillsdale.....	0
7	Holland.....	0
8	Houghton.....	0
9	Howell.....	0
10	Hudsonville.....	0
11	Inkster.....	0
12	Ionia.....	0
13	Iron Mountain.....	0
14	Iron River.....	0
15	Jackson County plus.....	0
16	Jackson downtown.....	0
17	Kalamazoo County plus.....	0
18	Kalkaska.....	0
19	Lake City.....	0
20	L'Anse.....	0
21	Lansing downtown.....	0
22	Lansing area plus.....	0
23	Lapeer County plus.....	0
24	Livonia area super center.....	0
25	Ludington.....	0
26	Manistee.....	0
27	Manistique.....	0

1	Marine City.....	0
2	Marquette County plus.....	0
3	Marshall.....	0
4	Mason.....	0
5	Menominee.....	0
6	Midland.....	0
7	Milan.....	0
8	Milford.....	0
9	Mio.....	0
10	Mohawk.....	0
11	Monroe.....	0
12	Mt. Clemens downtown.....	0
13	Mt. Morris.....	0
14	Mt. Pleasant.....	0
15	Munising.....	0
16	Muskegon.....	0
17	Newberry.....	0
18	Southeast Berrien County plus.....	0
19	Southwest Oakland County plus.....	0
20	Oak Park.....	0
21	Ontonagon.....	0
22	Owosso.....	0
23	Paw Paw.....	0
24	Petoskey.....	0
25	Central Oakland County plus.....	0
26	Port Huron.....	0
27	South Kalamazoo County plus.....	0

1	Roscommon County plus .....	0
2	Northeast Wayne County plus .....	0
3	Reed City.....	0
4	Richmond.....	0
5	Rochester Hills.....	0
6	Rogers City.....	0
7	Royal Oak.....	0
8	Saginaw northwest.....	0
9	Saginaw south.....	0
10	St. Charles.....	0
11	Southeast Macomb County plus.....	0
12	St. Ignace.....	0
13	St. Johns.....	0
14	Sanilac County plus.....	0
15	Sault Ste. Marie.....	0
16	Shelby Township.....	0
17	South Haven.....	0
18	Southfield.....	0
19	Sparta.....	0
20	Standish.....	0
21	Sterling Heights.....	0
22	St. Joseph County plus.....	0
23	Suttons Bay.....	0
24	Southeast Wayne County plus.....	0
25	Temperance.....	0
26	Grand Traverse County plus.....	0
27	Trenton.....	0

1	Troy.....	0
2	Warren Dequindre.....	0
3	Warren 12 Mile.....	0
4	Waterford.....	0
5	West Bloomfield.....	0
6	West Branch.....	0
7	Central Wayne County plus.....	0
8	Whitehall.....	0
9	Wyandotte.....	0
10	Wyoming.....	0
11	Ypsilanti.....	0
12	GROSS APPROPRIATION.....	\$ 0
13	Appropriated from:	
14	Interdepartmental grant revenues:	
15	IDG from MDOT, Michigan transportation fund.....	0
16	Federal revenues:	
17	Federal funds.....	0
18	Special revenue funds:	
19	Auto repair facilities fees.....	0
20	Child support clearance fees.....	0
21	Driver fees.....	0
22	Marine safety fund.....	0
23	Mobile home commission fees.....	0
24	Off-road vehicle title fees.....	0
25	Personal identification card fees.....	0
26	Reinstatement fees - operator licenses.....	0
27	Snowmobile registration fee revenue.....	0

1	Transportation administration collection fund.....		0
2	Vehicle theft prevention fees.....		0
3	State general fund/general purpose.....	\$	0
4	<b>(7) ELECTION REGULATION</b>		
5	Full-time equated classified positions.....	0.0	
6	Election administration and services--0.0 FTE positions	\$	0
7	Fees to local units.....		0
8	Qualified voter file--0.0 FTE positions.....		0
9	Elections Help America Vote Act.....		0
10	GROSS APPROPRIATION.....	\$	0
11	Appropriated from:		
12	Federal revenues:		
13	Federal Funds - HAVA HHS.....		0
14	State general fund/general purpose.....	\$	0
15	<b>(8) DEPARTMENTWIDE APPROPRIATIONS</b>		
16	Building occupancy charges/rent.....	\$	0
17	Worker's compensation.....		0
18	GROSS APPROPRIATION.....	\$	0
19	Appropriated from:		
20	Special revenue funds:		
21	Auto repair facilities fees.....		0
22	Driver fees.....		0
23	Expedient service fees.....		0
24	Parking ticket court fines.....		0
25	Transportation administration collection fund.....		0
26	State general fund/general purpose.....	\$	0
27	<b>(9) INFORMATION TECHNOLOGY</b>		

1	Information technology services and projects .....	\$	0
2	GROSS APPROPRIATION.....	\$	0
3	Appropriated from:		
4	Special revenue funds:		
5	Administrative order processing fee .....		0
6	Auto repair facilities fees.....		0
7	Child support clearance fees.....		0
8	Driver fees.....		0
9	Expedient service fees.....		0
10	Parking ticket court fines.....		0
11	Personal identification card fees.....		0
12	Reinstatement fees - operator licenses.....		0
13	Transportation administration collection fund.....		0
14	Vehicle theft prevention fees.....		0
15	State general fund/general purpose.....	\$	0
16	<b>Sec. 110. DEPARTMENT OF TREASURY</b>		
17	<b>(1) APPROPRIATION SUMMARY</b>		
18	Full-time equated unclassified positions.....	0.0	
19	Full-time equated classified positions.....	0.0	
20	GROSS APPROPRIATION.....	\$	0
21	Interdepartmental grant revenues:		
22	Total interdepartmental grants and intradepartmental		
23	transfers .....		0
24	ADJUSTED GROSS APPROPRIATION.....	\$	0
25	Federal revenues:		
26	Total federal revenues.....	\$	0

1	Special revenue funds:		
2	Total local revenues.....		0
3	Total private revenues.....		0
4	Total other state restricted revenues.....		0
5	State general fund/general purpose.....		0
6	<b>(2) EXECUTIVE DIRECTION</b>		
7	Full-time equated unclassified positions.....	0.0	
8	Full-time equated classified positions.....	0.0	
9	Unclassified positions--0.0 FTE positions.....		0
10	Office of the director--0.0 FTE positions.....		0
11	GROSS APPROPRIATION.....		\$ 0
12	Appropriated from:		
13	Special revenue funds:		
14	State lottery fund.....		0
15	State services fee fund.....		0
16	State general fund/general purpose.....		\$ 0
17	<b>(3) DEPARTMENTWIDE APPROPRIATIONS</b>		
18	Travel.....		0
19	Rent and building occupancy charges - property		
20	management services .....		0
21	Worker's compensation insurance premium.....		0
22	GROSS APPROPRIATION.....		\$ 0
23	Appropriated from:		
24	Special revenue funds:		
25	Delinquent tax collection revenue.....		0
26	State general fund/general purpose.....		\$ 0
27	<b>(4) LOCAL GOVERNMENT PROGRAMS</b>		

1	Full-time equated classified positions.....	0.0		
2	Supervision of the general property tax law--0.0 FTE			
3	positions .....		\$	0
4	Property tax assessor training--0.0 FTE positions ....			0
5	Local government operations--0.0 FTE positions .....			0
6	GROSS APPROPRIATION.....		\$	0
7	Appropriated from:			
8	Special revenue funds:			
9	Local - assessor training fees .....			0
10	Local - audit charges .....			0
11	Local - equalization study chargebacks .....			0
12	Local - revenue from local government .....			0
13	Land reutilization fund.....			0
14	Municipal finance fees.....			0
15	State education tax collections.....			0
16	State general fund/general purpose.....		\$	0
17	<b>(5) TAX PROGRAMS</b>			
18	Full-time equated classified positions.....	0.0		
19	Customer contact--0.0 FTE positions .....		\$	0
20	Tax compliance--0.0 FTE positions .....			0
21	Tax and economic policy--0.0 FTE positions .....			0
22	Tax processing--0.0 FTE positions .....			0
23	Revenue enhancement program--0.0 FTE positions .....			0
24	Home heating assistance.....			0
25	Bottle bill implementation.....			0
26	Tobacco tax collection--0.0 FTE positions .....			0
27	GROSS APPROPRIATION.....		\$	0

1	Appropriated from:		
2	Interdepartmental grant revenues:		
3	IDG, data/collection services fees.....		0
4	IDG from MDOT, Michigan transportation fund.....		0
5	IDG from MDOT, state aeronautics fund.....		0
6	Federal revenues:		
7	HHS-SSA, low-income energy assistance.....		0
8	Special revenue funds:		
9	Bottle deposit fund.....		0
10	Delinquent tax collection revenue.....		0
11	Tobacco tax collection and enforcement.....		0
12	Tobacco tax revenue.....		0
13	Waterways fund.....		0
14	State general fund/general purpose.....	\$	0
15	<b>(6) BANKING AND MANAGEMENT SERVICES</b>		
16	Full-time equated classified positions.....	0.0	
17	Program management--0.0 FTE positions.....	\$	0
18	Human resources optimization user charges.....		0
19	Human resources purchasing--0.0 FTE positions.....		0
20	Mail operations--0.0 FTE positions.....		0
21	Unclaimed property--0.0 FTE positions.....		0
22	Collections--0.0 FTE positions.....		0
23	Finance and accounting--0.0 FTE positions.....		0
24	Receipts processing--0.0 FTE positions.....		0
25	GROSS APPROPRIATION.....	\$	0
26	Appropriated from:		
27	Interdepartmental grant revenues:		

1	IDG, levy/warrant cost assessment fees .....		0
2	IDG, state agency collection fees .....		0
3	IDG from MDHS, title IV-D .....		0
4	IDG data/collection service fees .....		0
5	Special revenue funds:		
6	Delinquent tax collection revenue .....		0
7	Escheats revenue .....		0
8	Justice system fund .....		0
9	Garnishment fees .....		0
10	Treasury fees .....		0
11	State general fund/general purpose .....	\$	0
12	<b>(7) FINANCIAL PROGRAMS</b>		
13	Full-time equated classified positions .....	0.0	
14	Investments--0.0 FTE positions .....	\$	0
15	Michigan merit award administration--0.0 FTE positions		0
16	Michigan education savings program .....		0
17	Common cash and debt management--0.0 FTE positions ...		0
18	Student financial assistance programs--0.0 FTE positions		0
19	GROSS APPROPRIATION .....	\$	0
20	Appropriated from:		
21	Interdepartmental grant revenues:		
22	IDG, fiscal agent service fees .....		0
23	Federal revenues:		
24	DED-OPSE, federal lenders allowance .....		0
25	DED-OPSE, higher education act of 1965, insured loans		0
26	Special revenue funds:		
27	Defined contribution administrative fee revenue .....		0

1	College work-study.....		0
2	Michigan merit award trust fund.....		0
3	Retirement funds.....		0
4	School bond fees.....		0
5	Treasury fees.....		0
6	State general fund/general purpose.....	\$	0
7	<b>(8) DEBT SERVICE</b>		
8	Water pollution control bond and interest redemption.	\$	0
9	Quality of life bond.....		0
10	Clean Michigan initiative.....		0
11	Great Lakes water quality bond.....		0
12	GROSS APPROPRIATION.....	\$	0
13	Appropriated from:		
14	Special revenue funds:		
15	Refined petroleum fund.....		0
16	State general fund/general purpose.....	\$	0
17	<b>(9) GRANTS</b>		
18	Grants to counties in lieu of taxes.....		0
19	Convention facility development distribution.....		0
20	Senior citizen cooperative housing tax exemption		
21	program .....		0
22	Commercial mobile radio service payments.....		0
23	Health and safety fund grants.....		0
24	Qualified agricultural loan payments.....		0
25	Local public safety grants.....		0
26	Renaissance zone reimbursement.....		0
27	Grant to Tuscola County - convention facility		

1	reimbursement .....		0
2	GROSS APPROPRIATION.....	\$	0
3	Appropriated from:		
4	Special revenue funds:		
5	Commercial mobile radio service fees.....		0
6	Convention facility development fund.....		0
7	Health and safety fund.....		0
8	Liquor license revenue.....		0
9	State general fund/general purpose.....	\$	0
10	<b>(10) BUREAU OF STATE LOTTERY</b>		
11	Full-time equated classified positions.....	0.0	
12	Lottery operations--0.0 FTE positions.....	\$	0
13	Human resources optimization user charges.....		0
14	Promotion and advertising.....		0
15	Lottery information technology services and projects .		0
16	GROSS APPROPRIATION.....	\$	0
17	Appropriated from:		
18	Special revenue funds:		
19	State lottery fund.....		0
20	State general fund/general purpose.....	\$	0
21	<b>(11) CASINO GAMING</b>		
22	Full-time equated classified positions.....	0.0	
23	Michigan gaming control board.....		0
24	Casino gaming control administration--0.0 FTE positions		0
25	Human resources optimization user charges.....		0
26	Casino gaming information technology services and		
27	projects .....		0

1	GROSS APPROPRIATION.....	\$	0
2	Appropriated from:		
3	Special revenue funds:		
4	Casino gambling agreements.....		0
5	State services fee fund.....		0
6	State general fund/general purpose.....	\$	0
7	<b>(12) MICHIGAN STRATEGIC FUND</b>		
8	Full-time equated classified positions.....	0.0	
9	Administration--0.0 FTE positions.....	\$	0
10	Human resources optimization user charges.....		0
11	Job creation services--0.0 FTE positions.....		0
12	Jobs for Michigan investment program - 21st century		
13	jobs fund .....		0
14	Michigan promotion program.....		0
15	Economic development job training program.....		0
16	Alternative energy initiative.....		0
17	Community development block grants.....		0
18	Business incubator program.....		0
19	Intermodal transportation centers.....		0
20	Entrepreneurial training and mentoring program.....		0
21	GROSS APPROPRIATION.....	\$	0
22	Appropriated from:		
23	Interdepartmental grant revenues:		
24	IDG-MDEQ, air quality fees.....		0
25	Federal revenues:		
26	HUD-CPD, community development block grants.....		0
27	Special revenue funds:		

1	private - special project advances .....		0
2	Industry support fees .....		0
3	21st century jobs trust fund .....		0
4	State general fund/general purpose .....	\$	0
5	<b>(13) REVENUE SHARING</b>		
6	Revenue sharing .....	\$	0
7	County revenue sharing payments .....		0
8	Local government collaborative efforts .....		0
9	Special census revenue sharing payments .....		0
10	Special grants .....		0
11	GROSS APPROPRIATION .....	\$	0
12	Appropriated from:		
13	Special revenue funds:		
14	Sales tax .....		0
15	State general fund/general purpose .....	\$	0
16	<b>(14) INFORMATION TECHNOLOGY</b>		
17	Treasury operations information technology services		
18	and projects .....	\$	0
19	GROSS APPROPRIATION .....	\$	0
20	Appropriated from:		
21	Interdepartmental grant revenues:		
22	IDG from MDOT, Michigan transportation fund .....		0
23	Federal revenues:		
24	DED-OPSE, federal lender allowance .....		0
25	Special revenue funds:		
26	Delinquent tax collection revenue .....		0
27	Michigan merit award trust fund .....		0

1	Retirement funds.....		0
2	State general fund/general purpose.....	\$	0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

GENERAL SECTIONS

6       Sec. 201. (1) Pursuant to section 30 of article IX of the  
7 state constitution of 1963, total state spending from state  
8 resources under part 1 for fiscal year 2007-2008 is \$0 and state  
9 spending from state resources to be paid to local units of  
10 government for fiscal year 2007-2008 is \$0. The itemized statement  
11 below identifies appropriations from which spending to local units  
12 of government will occur:

DEPARTMENT OF STATE

14	Fees to local units.....	\$	0
15	Motorcycle safety education grants.....		<u>0</u>
16	Subtotal.....	\$	0

DEPARTMENT OF TREASURY

18	Senior citizen cooperative housing tax exemption.....	\$	0
19	Grants to counties in lieu of taxes.....		0
20	Health and safety fund grants.....		0
21	Revenue sharing.....		0
22	Convention facility development fund distribution....		0
23	Commercial mobile radio service payments.....		0
24	Renaissance zone reimbursements.....		0
25	Special grants.....		0

1	Grant to Tuscola County - convention facility		
2	reimbursement .....		0
3	Economic development job training program.....		0
4	Local public safety grants.....		0
5	County revenue sharing payments.....		0
6	Local government collaborative efforts.....		0
7	Special census revenue sharing payments.....		0
8	Airport parking distribution pursuant to section 909 .		0
9	Subtotal.....	\$	<u>0</u>
10	TOTAL GENERAL GOVERNMENT.....	\$	0

11           (2) Pursuant to section 30 of article IX of the state  
12 constitution of 1963, total state spending from state sources for  
13 fiscal year 2007-2008 is estimated at \$0 in the 2007-2008  
14 appropriations acts and total state spending from state sources  
15 paid to local units of government for fiscal year 2007-2008 is  
16 estimated at \$0. The state-local proportion is estimated at 0.00%  
17 of total state spending from state resources.

18           (3) If payments to local units of government and state  
19 spending from state sources for fiscal year 2007-2008 are less than  
20 the minimum required by section 30 of article IX of the state  
21 constitution of 1963, the state budget director shall notify the  
22 senate and house of representatives standing committees on  
23 appropriations within 30 days after the final book-closing for  
24 fiscal year 2007-2008.

25           Sec. 202. The appropriations authorized under this act are  
26 subject to the management and budget act, 1984 PA 431, MCL 18.1101  
27 to 18.1594.

1           Sec. 203. As used in this act:

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

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

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

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

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

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

12          (g) "DOL-OSHA" means the United States department of labor,  
13 occupational safety and health administration.

14          (h) "EEOC" means the United States equal employment  
15 opportunity commission.

16          (i) "EPA" means the United States environmental protection  
17 agency.

18          (j) "FTE" means full-time equated.

19          (k) "Fund" means the Michigan strategic fund.

20          (l) "GF/GP" means general fund/general purpose.

21          (m) "HHS" means the United States department of health and  
22 human services.

23          (n) "HHS-OS" means the HHS office of the secretary.

24          (o) "HHS-SSA" means the HHS social security administration.

25          (p) "HUD" means the United States department of housing and  
26 urban development.

27          (q) "HUD-CPD" means the United States department of housing

1 and urban development - community planning and development.

2 (r) "IDG" means interdepartmental grant.

3 (s) "JCOS" means the joint capital outlay subcommittee.

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

6 (u) "MCL" means the Michigan Compiled Laws.

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

8 (w) "MDEQ" means the Michigan department of environmental  
9 quality.

10 (x) "MDHS" means the Michigan department of human services.

11 (y) "MDLEG" means the Michigan department of labor and  
12 economic growth.

13 (z) "MDMB" means the Michigan department of management and  
14 budget.

15 (aa) "MDOT" means the Michigan department of transportation.

16 (bb) "MDSP" means the Michigan department of state police.

17 (cc) "MEDC" means the Michigan economic development  
18 corporation, which is the public body corporate created under  
19 section 28 of article VII of the state constitution of 1963 and the  
20 urban cooperation act of 1967, 1967 (Ex Sess) PA 7, MCL 124.501 to  
21 124.512, by contractual interlocal agreement effective April 5,  
22 1999, between local participating economic development corporations  
23 formed under the economic development corporations act, 1974 PA  
24 338, MCL 125.1601 to 125.1636, and the Michigan strategic fund.

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

26 (ee) "PA" means public act.

27 (ff) "PACC" means the prosecuting attorneys coordinating

1 council.

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

7       Sec. 205. (1) A hiring freeze is imposed on the state  
8 classified civil service. State departments and agencies are  
9 prohibited from hiring any new full-time state classified civil  
10 service employees and prohibited from filling any vacant state  
11 classified civil service positions. This hiring freeze does not  
12 apply to internal transfers of classified employees from 1 position  
13 to another within a department.

14       (2) The attorney general and secretary of state may grant  
15 exceptions to the hiring freeze for their respective departments  
16 pursuant to the same criteria that the state budget director is  
17 able to grant exceptions under this subsection. The state budget  
18 director shall grant exceptions to this hiring freeze when the  
19 state budget director believes that the hiring freeze will result  
20 in rendering a state department or agency unable to deliver basic  
21 services, cause loss of revenue to the state, result in the  
22 inability of the state to receive federal funds, or necessitate  
23 additional expenditures that exceed any savings from maintaining a  
24 vacancy. The state budget director shall report quarterly to the  
25 chairpersons of the senate and house of representatives standing  
26 committees on appropriations the number of exceptions to the hiring  
27 freeze approved during the previous quarter and the reasons to

1 justify the exception.

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

8       Sec. 209. Funds appropriated in part 1 shall not be used for  
9 the purchase of foreign goods or services, or both, if  
10 competitively priced and of comparable quality American goods or  
11 services, or both, are available. Preference should be given to  
12 goods or services, or both, manufactured or provided by Michigan  
13 businesses if they are competitively priced and of comparable  
14 quality. In addition, preference should be given to goods or  
15 services, or both, that are manufactured or provided by Michigan  
16 businesses owned and operated by veterans, if they are  
17 competitively priced and of comparable quality.

18       Sec. 210. The director of each department and the chair of the  
19 fund receiving appropriations in part 1 shall take all reasonable  
20 steps to ensure businesses in deprived and depressed communities  
21 compete for and perform contracts to provide services or supplies,  
22 or both. Each director and the chair of the fund shall strongly  
23 encourage firms with which the department contracts to subcontract  
24 with certified businesses in depressed and deprived communities for  
25 services, supplies, or both.

26       Sec. 211. Pursuant to section 352 of the management and budget  
27 act, 1984 PA 431, MCL 18.1352, that provides for a transfer of

1 state general funds into the countercyclical budget and economic  
 2 stabilization fund, there is appropriated into the countercyclical  
 3 budget and economic stabilization fund the sum of \$0.00. The  
 4 calculation required by section 352 of the management and budget  
 5 act, 1984 PA 431, MCL 18.1352, is determined as follows:

	2006	2007
7 Michigan personal income (millions) .....	\$348,202	\$356,211
8     less: transfer payments .....	<u>58,124</u>	<u>61,380</u>
9     Subtotal .....	290,078	294,831
10 Divided by: Detroit CPI for 12 months		
11     ending June 30 .....	1.984	2.027
12 Equals: Real adjusted Michigan personal		
13     income .....	\$146,233	\$145,476
14 Percentage change .....		-0.5%
15 Percentage change under 0% .....		-0.5%
16 Multiplied by: estimated GF/GP revenue in		
17     FY 2007-2008 (millions) .....		6,919.7
18 Equals: countercyclical budget and		
19     economic stabilization fund payout		
20     for the fiscal year ending September 30,		
21     2008 .....		(\$34.6)

22     Sec. 212. The departments and agencies receiving  
 23 appropriations in part 1 shall receive and retain copies of all  
 24 reports funded from appropriations in part 1. Federal and state  
 25 guidelines for short-term and long-term retention of records shall  
 26 be followed.

27     Sec. 213. Funds appropriated in part 1 shall not be used by

1 this state, a department, an agency, or an authority of this state  
2 to purchase an ownership interest in a casino enterprise or a  
3 gambling operation as those terms are defined in the Michigan  
4 gaming control and revenue act, 1996 IL 1, MCL 432.201 to 432.226.

5       Sec. 214. From the funds appropriated in part 1 for  
6 information technology, departments and agencies shall pay user  
7 fees to the department of information technology for technology-  
8 related services and projects. Such user fees shall be subject to  
9 provisions of an interagency agreement between the departments and  
10 agencies and the department of information technology.

11       Sec. 215. A department or state agency shall not take  
12 disciplinary action against an employee for communicating with a  
13 member of the legislature or his or her staff.

14       Sec. 216. (1) Due to the current budgetary problems in this  
15 state, out-of-state travel for the fiscal year shall be limited to  
16 situations in which 1 or more of the following conditions apply:

17       (a) The travel is required by legal mandate or court order or  
18 for law enforcement purposes.

19       (b) The travel is necessary to protect the health or safety of  
20 Michigan citizens or visitors or to assist other states in similar  
21 circumstances.

22       (c) The travel is necessary to produce budgetary savings or to  
23 increase state revenues, including protecting existing federal  
24 funds or securing additional federal funds.

25       (d) The travel is necessary to comply with federal  
26 requirements.

27       (e) The travel is necessary to secure specialized training for

1 staff that is not available within this state.

2 (f) The travel is financed entirely by federal or nonstate  
3 funds.

4 (2) If out-of-state travel is necessary but does not meet 1 or  
5 more of the conditions in subsection (1), the state budget director  
6 may grant an exception to allow the travel. Any exceptions granted  
7 by the state budget director shall be reported on a monthly basis  
8 to the senate and house of representatives standing committees on  
9 appropriations.

10 (3) Not later than January 1 of each year, each department  
11 shall prepare a travel report listing all travel by classified and  
12 unclassified employees outside this state in the immediately  
13 preceding fiscal year that was funded in whole or in part with  
14 funds appropriated in the department's budget. The report shall be  
15 submitted to the senate and house of representatives standing  
16 committees on appropriations, the senate and house fiscal agencies,  
17 and the state budget director. The report shall include the  
18 following information:

19 (a) The name of each person receiving reimbursement for travel  
20 outside this state or whose travel costs were paid by this state.

21 (b) The destination of each travel occurrence.

22 (c) The dates of each travel occurrence.

23 (d) A brief statement of the reason for each travel  
24 occurrence.

25 (e) The transportation and related costs of each travel  
26 occurrence, including the proportion funded with state general  
27 fund/general purpose revenues, the proportion funded with state

1 restricted revenues, the proportion funded with federal revenues,  
2 and the proportion funded with other revenues.

3 (f) A total of all out-of-state travel funded for the  
4 immediately preceding fiscal year.

5 Sec. 217. General fund appropriations in this act shall not be  
6 expended for items in cases where federal funding is available for  
7 the same expenditures.

8 Sec. 225. Each department and agency receiving an  
9 appropriation in part 1 shall implement continuous improvement  
10 efficiency mechanisms in its programs. The continuous improvement  
11 efficiency mechanisms shall identify changes made in those programs  
12 to increase efficiency and reduce expenditures. On March 31, 2008  
13 and September 30, 2008, each department shall submit a report to  
14 the state budget director, the senate and house appropriations  
15 subcommittees on general government, and the senate and house  
16 fiscal agencies on the progress made toward increased efficiencies.  
17 At a minimum, each report shall include information on the program  
18 review process, the type of improvement mechanisms implemented, and  
19 actual and projected expenditure savings as a result of the  
20 increased efficiencies.

21 **DEPARTMENT OF ATTORNEY GENERAL**

22 Sec. 301. (1) In addition to the funds appropriated in part 1,  
23 there is appropriated an amount not to exceed \$0 for federal  
24 contingency funds. These funds are not available for expenditure  
25 until they have been transferred to another line item in this act  
26 under section 393(2) of the management and budget act, 1984 PA 431,

1 MCL 18.1393.

2 (2) In addition to the funds appropriated in part 1, there is  
3 appropriated an amount not to exceed \$0 for state restricted  
4 contingency funds. These funds are not available for expenditure  
5 until they have been transferred to another line item in this act  
6 under section 393(2) of the management and budget act, 1984 PA 431,  
7 MCL 18.1393.

8 (3) In addition to the funds appropriated in part 1, there is  
9 appropriated an amount not to exceed \$0 for local contingency  
10 funds. These funds are not available for expenditure until they  
11 have been transferred to another line item in this act under  
12 section 393(2) of the management and budget act, 1984 PA 431, MCL  
13 18.1393.

14 (4) In addition to the funds appropriated in part 1, there is  
15 appropriated an amount not to exceed \$0 for private contingency  
16 funds. These funds are not available for expenditure until they  
17 have been transferred to another line item in this act under  
18 section 393(2) of the management and budget act, 1984 PA 431, MCL  
19 18.1393.

20 Sec. 302. (1) The attorney general shall perform all legal  
21 services, including representation before courts and administrative  
22 agencies rendering legal opinions and providing legal advice to a  
23 principal executive department or state agency. A principal  
24 executive department or state agency shall not employ or enter into  
25 a contract with any other person for services described in this  
26 section.

27 (2) The attorney general shall defend judges of all state

1 courts if a claim is made or a civil action is commenced for  
2 injuries to persons or property caused by the judge through the  
3 performance of the judge's duties while acting within the scope of  
4 his or her authority as a judge.

5 (3) The attorney general shall perform the duties specified in  
6 1846 RS 12, MCL 14.28 to 14.35, and 1919 PA 232, MCL 14.101 to  
7 14.102, and as otherwise provided by law.

8 Sec. 303. The attorney general may sell copies of the biennial  
9 report in excess of the 350 copies that the attorney general may  
10 distribute on a gratis basis. Gratis copies shall not be provided  
11 to members of the legislature. Electronic copies of biennial  
12 reports shall be made available on the department of attorney  
13 general's website. The attorney general shall sell copies of the  
14 report at not less than the actual cost of the report and shall  
15 deposit the money received into the general fund.

16 Sec. 304. The department of attorney general is responsible  
17 for the legal representation for state of Michigan state employee  
18 worker's disability compensation cases. The risk management  
19 revolving fund revenue appropriation in part 1 is to be satisfied  
20 by billings from the department of attorney general for the actual  
21 costs of legal representation, including salaries and support  
22 costs.

23 Sec. 305. In addition to the funds appropriated in part 1, not  
24 more than \$0 shall be reimbursed per fiscal year for food stamp  
25 fraud cases heard by the third circuit court of Wayne County that  
26 were initiated by the department of attorney general pursuant to  
27 the existing contract between the department of human services, the

1 prosecuting attorneys association of Michigan, and the department  
2 of attorney general. The source of this funding is money earned by  
3 the department of attorney general under the agreement after the  
4 allowance for reimbursement to the department of attorney general  
5 for costs associated with the prosecution of food stamp fraud  
6 cases. It is recognized that the federal funds are earned by the  
7 department of attorney general for its documented progress on the  
8 prosecution of food stamp fraud cases according to the United  
9 States department of agriculture regulations and that, once earned  
10 by this state, the funds become state funds.

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

15       Sec. 308. (1) In addition to the funds appropriated in part 1,  
16 there is appropriated up to \$0 from litigation expense  
17 reimbursements awarded to the state.

18       (2) The funds may be expended for the payment of court  
19 judgments or settlements; attorney fees; and litigation expenses,  
20 not including salaries and support costs, assessed against the  
21 office of the governor, the department of the attorney general, the  
22 governor, or the attorney general when acting in an official  
23 capacity as the named party in litigation against the state. The  
24 funds may also be expended for the payment of state costs incurred  
25 under section 16 of chapter X of the code of criminal procedure,  
26 1927 PA 175, MCL 770.16.

27       (3) Unexpended funds at the end of the fiscal year shall be

1 carried forward for expenditure in the following year, up to a  
2 maximum authorization of \$0.

3       Sec. 309. From the prisoner reimbursement funds appropriated  
4 in part 1, the department may spend up to \$0 on activities related  
5 to the state correctional facilities reimbursement act, 1935 PA  
6 253, MCL 800.401 to 800.406. In addition to the funds appropriated  
7 in part 1, if the department collects in excess of \$0 in gross  
8 annual prisoner reimbursement receipts provided to the general  
9 fund, the excess, up to a maximum of \$0, is appropriated to the  
10 department of attorney general and may be spent on the  
11 representation of the department of corrections and its officers,  
12 employees, and agents, including, but not limited to, the defense  
13 of litigation against the state, its departments, officers,  
14 employees, or agents in civil actions filed by prisoners.

15       Sec. 310. (1) All money or other proceeds received by the  
16 department of attorney general for debts due or penalties forfeited  
17 to the people of this state, or deriving from the settlement of any  
18 lawsuit entered into by the attorney general on behalf of a state  
19 agency, department, division, bureau, board, commission, council,  
20 authority, or other body in the executive branch of state  
21 government or an individual acting on behalf of the executive  
22 branch of state government against a private individual or business  
23 or any other private organization, shall be immediately deposited  
24 in conformity with section 33 of 1846 RS 12, MCL 14.33, and shall  
25 not be available for expenditure or disbursement until  
26 appropriated.

27       (2) Except as may otherwise be provided by law, the department

1 of attorney general shall not agree as part of the settlement of a  
2 lawsuit or administrative enforcement action on behalf of this  
3 state, the people of this state, a state entity, or an individual  
4 or officer acting on behalf of this state against a private  
5 individual, business, or other private organization, to accept the  
6 payment of money, goods, services, or other benefits to a third  
7 party or parties in lieu of a debt or obligation otherwise due to  
8 this state or the people of this state. Any money paid to settle a  
9 debt or obligation owed this state or the people of this state, or  
10 paid in lieu of a debt or obligation otherwise due to this state or  
11 the people of this state, or goods or services offered to settle  
12 claims on behalf of the state or people of the state of Michigan,  
13 shall be deposited with the state treasury immediately after  
14 receipt and shall not be available for expenditure or disbursement  
15 until appropriated. This section does not apply to settlement money  
16 or goods disbursed by a court-approved claims administrator  
17 directly to consumer members of a class action lawsuit brought by  
18 the attorney general in his or her parens patriae capacity,  
19 provided the disbursement is judicially authorized and is made  
20 following a notice period and a fairness hearing.

21 (3) On a quarterly basis, the attorney general shall report to  
22 the senate and house of representatives standing committees on  
23 appropriations and the state budget office the case names and  
24 corresponding attorney general case file numbers, court docket  
25 numbers, and presiding courts for every matter that the attorney  
26 general settled during the preceding quarter. The attorney general  
27 shall report the total settlement value for each case reported. The

1 attorney general shall itemize each settlement to additionally  
2 reflect:

3 (a) The aggregate Michigan consumer recovery.

4 (b) The value of restitution paid on behalf of the state or  
5 any state or federal department or agency whose interest was  
6 resolved in the case.

7 (c) Amounts recovered for civil penalties.

8 (d) Amounts recovered for attorney fees.

9 (e) Amounts recovered as reimbursement for the costs of  
10 investigation. If the attorney general settled a case in the prior  
11 quarter for nonmonetary proceeds, he or she shall indicate the  
12 identity and value of proceeds so received for each case as  
13 provided in this section.

14 (4) Funds appropriated to the department of attorney general  
15 under part 1 are appropriated contingent upon compliance with this  
16 section.

17 Sec. 310a. The department shall not utilize the proceeds of  
18 any settlement entered into by the attorney general or on behalf of  
19 this state for advertising or public service messages that include  
20 a reference to, or the image or voice of, the attorney general. The  
21 funds appropriated under part 1 are appropriated contingent upon  
22 the compliance with the requirements of this section by the  
23 department.

24 Sec. 311. The department of attorney general may not receive  
25 and expend funds in addition to those authorized in part 1 for  
26 legal services provided specifically to other state departments or  
27 agencies except for costs for expert witnesses, court costs, or

1 other nonsalary litigation expenses associated with a pending legal  
2 action.

3 **DEPARTMENT OF CIVIL RIGHTS**

4 Sec. 401. In addition to the funds appropriated in part 1,  
5 there is appropriated an amount not to exceed \$0 for federal  
6 contingency funds. These funds are not available for expenditure  
7 until they have been transferred to another line item in this act  
8 under section 393(2) of the management and budget act, 1984 PA 431,  
9 MCL 18.1393.

10 Sec. 402. (1) In addition to the appropriations contained in  
11 part 1, the department of civil rights may receive and expend funds  
12 from 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  
18 freedom 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  
26 the state budget director, the senate and house of representatives

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

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

9       DEPARTMENT OF INFORMATION TECHNOLOGY

10       Sec. 573. (1) The department of information technology may  
11 sell and accept paid advertising for placement on any state website  
12 under its jurisdiction. The department shall review and approve the  
13 content of each advertisement. The department may refuse to accept  
14 advertising from any person or organization or require modification  
15 to advertisements based upon criteria determined by the department.  
16 Revenue received under this subsection shall be used for operating  
17 costs of the department and for future technology enhancements to  
18 state of Michigan e-government initiatives. Funds received under  
19 this subsection shall be limited to \$0. Any funds in excess of \$0  
20 shall be deposited in the state general fund.

21       (2) The department of information technology may accept gifts,  
22 donations, contributions, bequests, and grants of money from any  
23 public or private source to assist with the underwriting or  
24 sponsorship of state web pages or services offered on those web  
25 pages. A private or public funding source may receive recognition  
26 in the web page. The department of information technology may

1 reject any gift, donation, contribution, bequest, or grant.

2 (3) Funds accepted by the department of information technology  
3 under subsections (1) and (2) are appropriated and allotted when  
4 received and may be expended upon approval of the state budget  
5 director. The state budget office shall notify the senate and house  
6 of representatives standing committees on appropriations  
7 subcommittees on general government and the senate and house fiscal  
8 agencies within 10 days after the approval is given.

9 (4) By April 1, the department of information technology shall  
10 report to the senate and house of representatives standing  
11 committees on appropriations and the senate and house fiscal  
12 agencies that a statement of the total revenue received from the  
13 sale of paid advertising accepted under this section and a  
14 statement of the total number of advertising transactions are  
15 available on the department's website.

16 Sec. 574. The department of information technology may enter  
17 into agreements to supply spatial information and technical  
18 services to other principal executive departments, state agencies,  
19 local units of government, and other organizations. The department  
20 of information technology may receive and expend funds in addition  
21 to those authorized in part 1 for providing information and  
22 technical services, publications, maps, and other products. The  
23 department of information technology may expend amounts received  
24 for salaries, supplies, and equipment necessary to provide  
25 informational products and technical services. Prior to December 1  
26 of each year, the department shall provide a report to the senate  
27 and house of representatives standing committees on appropriations

1 subcommittees on general government, detailing the sources of  
2 funding and expenditures made under this section.

3       Sec. 575. The legislature shall have access to all historical  
4 and current data contained within MAIN pertaining to state  
5 departments. State departments shall have access to all historical  
6 and current data contained within MAIN.

7       Sec. 576. When used in this act, "information technology  
8 services" means services involving all aspects of managing and  
9 processing information including, but not limited to, all of the  
10 following:

11       (a) Application development and maintenance.

12       (b) Desktop computer support and management.

13       (c) Mainframe computer support and management.

14       (d) Server support and management.

15       (e) Local area network support and management.

16       (f) Information technology contract, project, and procurement  
17 management.

18       (g) Information technology planning and budget management.

19       (h) Telecommunication services, security, infrastructure, and  
20 support.

21       (i) Software and software licensing.

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

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

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

4           (4) The department of information technology shall provide a  
5 report to the senate and house of representatives standing  
6 committees on appropriations, the senate and house fiscal agencies,  
7 and the state budget director on April 15 and on October 15,  
8 indicating the amount of revenue collected under this section and  
9 expended for support and maintenance of the Michigan public safety  
10 communications system for the immediately preceding 6-month period.  
11 Any deposits made under this section and unencumbered funds are  
12 restricted revenues and may be carried forward into succeeding  
13 fiscal years.

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

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

23           (b) A listing of the expenditures made from the amounts  
24 received by the department of information technology, as reported  
25 in subdivision (a).

26           Sec. 579. The department of information technology shall  
27 provide a report that analyzes and makes recommendations on the

1 life-cycle of information technology hardware and software. The  
2 report shall be submitted to the senate and house of  
3 representatives standing committees on appropriations subcommittees  
4 on general government and the senate and house fiscal agencies by  
5 March 1.

6       Sec. 580. (1) From the funds appropriated in part 1 to general  
7 services, for the department of state, there is appropriated \$0 for  
8 the business application modernization project. Funds shall only be  
9 used for the development, implementation, and maintenance of the  
10 business application modernization project.

11       (2) The unexpended funds appropriated in part 1 for the  
12 business application modernization project are designated as work  
13 project appropriations and shall not lapse at the end of the fiscal  
14 year. Any unencumbered or unallotted funds shall be carried over  
15 into the succeeding fiscal year and shall continue to be available  
16 for expenditure until the project has been completed. The total  
17 cost is estimated at \$0, and the tentative completion date is  
18 September 30, 2010.

19       Sec. 581. From the funds appropriated in part 1, the  
20 department of information technology shall assess the state's  
21 information technology assets, including hardware, software, and  
22 networks to determine any benefits and economies that can be  
23 achieved through, but not limited to, hardware and software  
24 consolidation and standardization, process improvements, project  
25 management improvements, and increased standards-based information  
26 sharing between agencies.

27       Sec. 585. The department shall provide a report that

1 calculates the total amount of funds expended for the child support  
2 enforcement system to date from the inception of the program. The  
3 report shall contain information on the original start and  
4 completion dates for the project, the original cost to complete the  
5 project, and a listing of all revisions to project completion dates  
6 and costs. The report shall include the total amount of funds paid  
7 to the federal government for penalties. The report shall be  
8 submitted to the senate and house of representatives standing  
9 committees on government operations, the senate and house of  
10 representatives standing committees on appropriations subcommittees  
11 on general government, and the senate and house fiscal agencies by  
12 January 1.

13       Sec. 586. If during the course of the fiscal year a transfer  
14 or supplemental to or from the information technology line item  
15 within an agency budget is made under section 393 of the management  
16 and budget act, 1984 PA 431, MCL 18.1393, there is appropriated an  
17 equal amount of user fees in the department of information  
18 technology budget to accommodate an increase or decrease in  
19 spending authorization.

20       Sec. 587. (1) The department of information technology shall  
21 contract with a private company to conduct a study of ways to  
22 streamline the department's procurement procedures for durable  
23 goods and services. A report and recommendations for streamlining  
24 the department's procurement procedures shall be prepared by the  
25 private contractor and submitted to the senate and house standing  
26 committees on appropriations and the senate and house fiscal  
27 agencies by November 30, 2007.

1           (2) Subject to subsection (3), the appropriation authorization  
2 adjustments required due to negative appropriations for budgetary  
3 savings in part 1 shall occur only if the study of procurement  
4 procedures in subsection (1) is not completed and submitted to the  
5 senate and house standing committees on appropriations and the  
6 senate and house fiscal agencies by November 30, 2007.

7           (3) The appropriation authorization adjustments required due  
8 to negative appropriations for budgetary savings in part 1 shall be  
9 made only after approval of transfers by the legislature under  
10 section 393(2) of the management and budget act, 1984 PA 431, MCL  
11 18.1393.

12           (4) If the appropriation authorization for the department of  
13 information technology is adjusted pursuant to subsections (2) and  
14 (3), the information technology line item within an agency budget  
15 is adjusted by the same amount to accommodate the adjustment in  
16 spending authorization for the department of information  
17 technology.

## 18    LEGISLATURE

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

22           Sec. 601. (1) Funds appropriated in part 1 to an entity within  
23 the legislative branch shall not be expended or transferred to  
24 another account without written approval of the authorized agent of  
25 the legislative entity. If the authorized agent of the legislative  
26 entity notifies the state budget director of its approval of an

1 expenditure or transfer before the year-end book-closing date for  
2 that legislative entity, the state budget director shall  
3 immediately make the expenditure or transfer. The authorized  
4 legislative entity agency shall be designated by the speaker of the  
5 house of representatives for house entities, the senate majority  
6 leader for senate entities, and the legislative council for  
7 legislative council entities.

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

12 Sec. 602. The senate may charge rent and assess charges for  
13 utility costs. The amounts received for rent charges and utility  
14 assessments are appropriated to the senate for the renovation,  
15 operation, and maintenance of the Farnum building and other  
16 properties.

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

19 Sec. 604. (1) The appropriation in part 1 to the legislative  
20 council includes funds to operate the legislative parking  
21 facilities in the capitol area. The legislative council shall  
22 establish rules regarding the operation of the legislative parking  
23 facilities.

24 (2) The legislative council shall collect a fee from state  
25 employees and the general public using certain legislative parking  
26 facilities. The revenues received from the parking fees shall be  
27 allocated by the legislative council.

1           Sec. 605. The appropriation in part 1 to the legislative  
2 council for publication of the Michigan manual is a work project  
3 account. The unexpended portion remaining on September 30 shall not  
4 lapse and shall be carried forward into the subsequent fiscal year  
5 for use in paying the associated biennial costs of publication of  
6 the Michigan manual.

7           Sec. 606. The appropriations in part 1 to the legislative  
8 branch, for property management, shall be used to purchase  
9 equipment and services for building maintenance in order to ensure  
10 a safe and productive work environment. These funds are designated  
11 as work project appropriations and shall not lapse at the end of  
12 the fiscal year, and shall continue to be available for expenditure  
13 until the project has been completed. The total cost is estimated  
14 at \$0, and the tentative completion date is September 30, 2011.

15           Sec. 607. The appropriations in part 1 to the legislative  
16 branch, for automated data processing, shall be used to purchase  
17 equipment, software, and services in order to support and implement  
18 data processing requirements and technology improvements. These  
19 funds are designated as work project appropriations and shall not  
20 lapse at the end of the fiscal year, and shall continue to be  
21 available for expenditure until the project has been completed. The  
22 total cost is estimated at \$0, and the tentative completion date is  
23 September 30, 2011.

24           Sec. 608. In addition to funds appropriated in part 1, the  
25 Michigan capitol committee publications save the flags fund account  
26 may accept contributions, gifts, bequests, devises, grants, and  
27 donations. Those funds that are not expended in the fiscal year

1 ending September 30 shall not lapse at the close of the fiscal  
2 year, and shall be carried forward for expenditure in the following  
3 fiscal years.

4       Sec. 610. The funds appropriated in part 1 shall not be used  
5 to pay for health insurance benefits for unmarried domestic  
6 partners of legislators or legislative employees.

7       LEGISLATIVE AUDITOR GENERAL

8       Sec. 620. Pursuant to section 53 of article IV of the state  
9 constitution of 1963, the auditor general shall conduct audits of  
10 the judicial branch. The audits may include the supreme court and  
11 its administrative units, the court of appeals, and trial courts.

12       Sec. 621. (1) The auditor general shall take all reasonable  
13 steps to ensure that certified minority- and women-owned and  
14 operated accounting firms, and accounting firms owned and operated  
15 by persons with disabilities participate in the audits of the  
16 books, accounts, and financial affairs of each principal executive  
17 department, branch, institution, agency, and office of this state.

18       (2) The auditor general shall strongly encourage firms with  
19 which the auditor general contracts to perform audits of the  
20 principal executive departments and state agencies to subcontract  
21 with certified minority- and women-owned and operated accounting  
22 firms, and accounting firms owned and operated by persons with  
23 disabilities.

24       (3) The auditor general shall compile an annual report  
25 regarding the number of contracts entered into with certified  
26 minority- and women-owned and operated accounting firms, and

1 accounting firms owned and operated by persons with disabilities.  
2 The auditor general shall deliver the report to the state budget  
3 director and the senate and house of representatives standing  
4 committees on appropriations subcommittees on general government by  
5 November 1 of each year.

6       Sec. 622. From the funds appropriated in part 1 to the  
7 legislative auditor general, the auditor general's salary and the  
8 salaries of the remaining 0.0 FTE unclassified positions shall be  
9 set by the speaker of the house of representatives, the senate  
10 majority leader, the house of representatives minority leader, and  
11 the senate minority leader.

12       Sec. 623. Any audits, reviews, or investigations requested of  
13 the auditor general by the legislature or by legislative  
14 leadership, legislative committees, or individual legislators shall  
15 include an estimate of the additional costs involved and, when  
16 those costs exceed \$0, should provide supplemental funding. The  
17 auditor general shall determine whether to perform those activities  
18 in keeping with Audit Directive No. 29, which describes the office  
19 of the auditor general's policy on responding to legislative  
20 requests.

21       Sec. 624. (1) The legislative auditor general shall perform an  
22 audit, in accordance with generally accepted auditing standards and  
23 governmental auditing standards of the legislative retirement  
24 system financial statements for the fiscal year ending September  
25 30, 2007. The audit shall be fully completed by March 30, 2008 and  
26 shall include all of the following:

27       (a) An assessment and report on legislative retirement

1 financial statements as of, and for, the fiscal year ending  
2 September 30, 2007.

3 (b) An assessment and report on the legislative retirement  
4 system's compliance with certain provisions of laws, regulations,  
5 contracts, and grants, noncompliance with which could have a direct  
6 and material effect on the financial statements, and on its  
7 internal control over financial reporting, based on the audit of  
8 the financial statements.

9 (c) A management letter identifying control deficiencies and  
10 other relevant information about internal control and operations of  
11 the legislative retirement system.

12 (2) The results of the audit should permit the legislative  
13 auditor general to express an opinion on the financial statements  
14 and to issue an independent auditor's report on the legislative  
15 retirement system's compliance and internal control over financial  
16 reporting. These reports shall be presented in a format available  
17 to the legislative retirement system so that the legislative  
18 retirement system is permitted to include the reports in the annual  
19 financial report of the legislative retirement system for the  
20 fiscal year ending September 30, 2007.

21 **DEPARTMENT OF MANAGEMENT AND BUDGET**

22 Sec. 701. (1) In addition to the funds appropriated in part 1,  
23 there is appropriated an amount not to exceed \$0 for federal  
24 contingency funds. These funds are not available for expenditure  
25 until they have been transferred to another line item in this act  
26 under section 393(2) of the management and budget act, 1984 PA 431,

1 MCL 18.1393.

2 (2) In addition to the funds appropriated in part 1, there is  
3 appropriated an amount not to exceed \$0 for state restricted  
4 contingency funds. These funds are not available for expenditure  
5 until they have been transferred to another line item in this act  
6 under section 393(2) of the management and budget act, 1984 PA 431,  
7 MCL 18.1393.

8 (3) In addition to the funds appropriated in part 1, there is  
9 appropriated an amount not to exceed \$0 for local contingency  
10 funds. These funds are not available for expenditure until they  
11 have been transferred to another line item in this act under  
12 section 393(2) of the management and budget act, 1984 PA 431, MCL  
13 18.1393.

14 Sec. 702. Proceeds in excess of necessary costs incurred in  
15 the conduct of transfers or auctions of state surplus, salvage, or  
16 scrap property made pursuant to section 267 of the management and  
17 budget act, 1984 PA 431, MCL 18.1267, are appropriated to the  
18 department of management and budget to offset costs incurred in the  
19 acquisition and distribution of federal surplus property.

20 Sec. 704. (1) The department of management and budget may  
21 receive and expend funds in addition to those authorized by part 1  
22 for maintenance and operation services provided specifically to  
23 other principal executive departments or state agencies, the  
24 legislative branch, the judicial branch, or private tenants, or  
25 provided in connection with facilities transferred to the  
26 operational jurisdiction of the department of management and  
27 budget.

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

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

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

16           Sec. 705. (1) The source of financing in part 1 for statewide  
17 appropriations shall be funded by assessments against longevity and  
18 insurance appropriations throughout state government in a manner  
19 prescribed by the department of management and budget. Funds shall  
20 be used as specified in joint labor/management agreements or  
21 through the coordinated compensation hearings process. Any deposits  
22 made under this subsection and any unencumbered funds are  
23 restricted revenues, may be carried over into the succeeding fiscal  
24 years, and are appropriated.

25           (2) In addition to the funds appropriated in part 1 for  
26 statewide appropriations, the department of management and budget  
27 may receive and expend funds in such additional amounts as may be

1 specified in joint labor/management agreements or through the  
2 coordinated compensation hearings process in the same manner and  
3 subject to the same conditions as prescribed in subsection (1).

4       Sec. 706. To the extent a specific appropriation is required  
5 for a detailed source of financing included in part 1 for the  
6 department of management and budget appropriations financed from  
7 special revenue and internal service and pension trust funds, or  
8 MAIN user charges, the specific amounts are appropriated within the  
9 special revenue internal service and pension trust funds in  
10 portions not to exceed the aggregate amount appropriated in part 1.

11       Sec. 707. In addition to the funds appropriated in part 1 to  
12 the department of management and budget, the department may receive  
13 and expend funds from other principal executive departments and  
14 state agencies to implement donated annual leave and administrative  
15 leave bank transfer provisions as may be specified in joint  
16 labor/management agreements. The amounts may also be transferred to  
17 other principal executive departments and state agencies under the  
18 joint agreement and any amounts transferred under the joint  
19 agreement are authorized for receipt and expenditure by the  
20 receiving principal executive department or state agency. Any  
21 amounts received by the department of management and budget under  
22 this section and intended, under the joint labor/management  
23 agreements, to be available for use beyond the close of the fiscal  
24 year and any unencumbered funds may be carried over into the  
25 succeeding fiscal year.

26       Sec. 708. The source of financing in part 1 for the Michigan  
27 administrative information network shall be funded by proportionate

1 charges assessed against the respective state funds benefiting from  
2 this project in the amounts determined by the department.

3       Sec. 709. (1) Deposits against the interdepartmental grant  
4 from building occupancy and parking charges appropriated in part 1  
5 shall be collected, in part, from state agencies, the legislative  
6 branch, and the judicial branch based on estimated costs associated  
7 with maintenance and operation of buildings managed by the  
8 department of management and budget. To the extent excess revenues  
9 are collected due to estimates of building occupancy charges  
10 exceeding actual costs, the excess revenues may be carried forward  
11 into succeeding fiscal years for the purpose of returning funds to  
12 state agencies.

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

17       Sec. 710. The department of management and budget shall notify  
18 the chairpersons of the senate and house of representatives  
19 standing committees on appropriations and the chairpersons of the  
20 senate and house of representatives standing committees on  
21 appropriations subcommittees on general government on any revisions  
22 that increase or decrease current contracts by more than  
23 \$500,000.00 for computer software development, hardware  
24 acquisition, or quality assurance at least 14 days before the  
25 department of management and budget finalizes the revisions.

26       Sec. 711. The department of management and budget shall  
27 maintain an Internet website that contains notice of all

1 invitations for bids and requests for proposals over \$50,000.00  
2 issued by the department or by any state agency operating under  
3 delegated authority. The department shall not accept an invitation  
4 for bid or request for proposal in less than 14 days after the  
5 notice is made available on the Internet website, except in  
6 situations where it would be in the best interest of the state and  
7 documented by the department. In addition to the requirements of  
8 this section, the department may advertise the invitations for bids  
9 and requests for proposals in any manner the department determines  
10 appropriate, in order to give the greatest number of individuals  
11 and businesses the opportunity to make bids or requests for  
12 proposals.

13       Sec. 712. The department of management and budget may receive  
14 and expend funds from the Vietnam veterans memorial monument fund  
15 as provided in the Michigan Vietnam veterans memorial act, 1988 PA  
16 234, MCL 35.1051 to 35.1057. Funds are appropriated and allocated  
17 when received and may be expended upon receipt.

18       Sec. 713. The Michigan veterans' memorial park commission may  
19 receive and expend money from any source, public or private,  
20 including, but not limited to, gifts, grants, donations of money,  
21 and government appropriations, for the purposes described in  
22 Executive Order No. 2001-10. Funds are appropriated and allocated  
23 when received and may be expended upon receipt. Any deposits made  
24 under this section and unencumbered funds are restricted revenues  
25 and may be carried over into succeeding fiscal years.

26       Sec. 715. (1) Funds in part 1 for motor vehicle fleet are  
27 appropriated to the department of management and budget for

1 administration and for the acquisition, lease, operation,  
2 maintenance, repair, replacement, and disposal of state motor  
3 vehicles.

4 (2) The appropriation in part 1 for motor vehicle fleet shall  
5 be funded by revenue from rates charged to principal executive  
6 departments and agencies for utilizing vehicle travel services  
7 provided by the department. Revenue in excess of the amount  
8 appropriated in part 1 from the motor transport fund and any  
9 unencumbered funds are restricted revenues and may be carried over  
10 into the succeeding fiscal year.

11 (3) Pursuant to the department of management and budget's  
12 authority under sections 213 and 215 of the management and budget  
13 act, 1984 PA 431, MCL 18.1213 and 18.1215, the department shall  
14 maintain a plan regarding the operation of the motor vehicle fleet.  
15 The plan shall include the number of vehicles assigned to, or  
16 authorized for use by, state departments and agencies, efforts to  
17 reduce vehicle expenditures, the number of cars in the motor  
18 vehicle fleet, the number of miles driven by fleet vehicles, and  
19 the number of gallons of fuel consumed by fleet vehicles. The plan  
20 shall include a calculation of the amount of state motor vehicle  
21 fuel taxes that would have been incurred by fleet vehicles if fleet  
22 vehicles were required by law to pay motor fuel taxes. The plan  
23 shall include a description of fleet garage operations, the goods  
24 sold and services provided by the fleet garage, the cost to operate  
25 the fleet garage, the number of fleet garage locations, and the  
26 number of employees assigned to each fleet garage. The plan may be  
27 adjusted during the fiscal year based on needs and cost savings to

1 achieve the maximum value and efficiency from the state motor  
2 fleet. Within 60 days after the close of the fiscal year, the  
3 department shall provide a report to the senate and house of  
4 representatives standing committees on appropriations and the  
5 senate and house fiscal agencies detailing the current plan and  
6 changes made to the plan during the fiscal year.

7 (4) The department of management and budget may charge state  
8 agencies for fuel cost increases that exceed \$2.27 per gallon of  
9 unleaded gasoline. The department shall notify state agencies, in  
10 writing or by electronic mail, at least 30 days before implementing  
11 additional charges for fuel cost increases. Revenues received from  
12 these charges are appropriated upon receipt.

13 Sec. 716. The department of management and budget shall adopt  
14 policies and procedures necessary for compliance by the department,  
15 other state departments and agencies, and state vendors and  
16 subcontractors, with the requirement under subsection (1) of  
17 section 261 of the management and budget act, 1984 PA 431, MCL  
18 18.1261, to provide a purchasing preference for products  
19 manufactured or services offered by Michigan-based firms.

20 Sec. 717. In determining whether the purchase, contracting  
21 for, providing of supplies, materials, services, insurance,  
22 utilities, third-party financing, equipment, printing, and other  
23 items needed by state departments or agencies is in the best  
24 interests of this state, and in making all discretionary decisions  
25 concerning the solicitation, award, amendment, cancellation, or  
26 appeal of state contracts, the department of management and budget  
27 shall consider all of the following:

1           (a) Whether a proposal by a vendor to provide services to this  
2 state using employees, contractors, subcontractors, or other  
3 individuals who are not citizens of the United States, legal  
4 resident aliens, or individuals with a valid visa would be  
5 detrimental to the state of Michigan, its residents, or the state's  
6 economy.

7           (b) Whether a proposal by a vendor to provide services to this  
8 state from a location outside of this state or the United States  
9 would be detrimental to the state of Michigan, its residents, or  
10 the state's economy.

11           (c) Whether a proposal by a vendor to provide goods to this  
12 state produced outside of this state or the United States would be  
13 detrimental to the state of Michigan, its residents, or the state's  
14 economy.

15           (d) Whether the acquisition of goods or services from a vendor  
16 that is an expatriated business entity located in a tax haven  
17 country or an affiliate of an expatriated business entity located  
18 in a tax haven country would be detrimental to the state of  
19 Michigan, its residents, or the state's economy. As used in this  
20 section, "expatriated business entity" means a corporation or an  
21 affiliate of the corporation incorporated in a tax haven country  
22 after September 11, 2001, but with the United States as the  
23 principal market for the public trading of the corporation's stock,  
24 as determined by the director of the department of management and  
25 budget. "Tax haven country" means each of the following: Barbados,  
26 Bermuda, British Virgin Islands, Cayman Islands, Commonwealth of  
27 the Bahamas, Cyprus, Gibraltar, Isle of Man, the Principality of

1 Liechtenstein, the Principality of Monaco, and the Republic of the  
2 Seychelles.

3 (e) Whether the provision of services to this state at a  
4 location outside of this state or the United States would be  
5 detrimental to the privacy interests of Michigan residents, or risk  
6 the disclosure of personal information of Michigan residents, such  
7 as social security, financial, or medical data.

8 (f) Whether a proposal by a vendor to provide services to this  
9 state from a location outside of this state or the United States  
10 would constitute undue risk under a risk management policy,  
11 practice, or procedure adopted by the department of management and  
12 budget under section 204 of the management and budget act, 1984 PA  
13 431, MCL 18.1204.

14 (g) Whether a proposal by a vendor to provide goods to this  
15 state produced outside of this state or the United States would  
16 constitute undue risk under a risk management policy, practice, or  
17 procedure adopted by the department of management and budget under  
18 section 204 of the management and budget act, 1984 PA 431, MCL  
19 18.1204.

20 Sec. 718. The department of management and budget shall  
21 collect from vendors information necessary to comply with the  
22 requirements of this act, as determined by the department. The  
23 department of management and budget may require vendors to provide  
24 any of the following:

25 (a) Information relating to the location of work performed  
26 under a state contract by the vendor and any subcontractors,  
27 employees, or other persons performing a state contract.

1 (b) Information regarding the corporate structure and location  
2 of corporate employees and activities of the vendor, its  
3 affiliates, or any subcontractors.

4 (c) Notice of the relocation of the vendor, employees of the  
5 vendor, subcontractors of the vendor, or other persons performing  
6 services under a state contract outside of the state of Michigan.

7 Sec. 719. The department of management and budget may require  
8 that any vendor or subcontractor providing call or contact center  
9 services to the state of Michigan disclose to inbound callers the  
10 location from which the call or contact center services are being  
11 provided.

12 Sec. 721. In addition to the funds appropriated in part 1, the  
13 department of management and budget may receive and expend money  
14 from the Michigan law enforcement officers memorial monument fund  
15 as provided in the Michigan law enforcement officers memorial act,  
16 2004 PA 177, MCL 28.781 to 28.787.

17 Sec. 722. In addition to the funds appropriated in part 1, the  
18 department of management and budget may receive and expend money  
19 from the Ronald Wilson Reagan memorial monument fund as provided in  
20 the Ronald Wilson Reagan memorial monument fund commission act,  
21 2004 PA 489, MCL 399.261 to 399.266.

22 Sec. 723. The department shall make available to the public a  
23 list of all parcels of real property owned by the state that are  
24 available for purchase. The list shall be posted on the Internet  
25 through the department's website.

26 Sec. 724. Of the \$0 included in part 1 for the department of  
27 management and budget, retirement services, \$0 shall be used for a

1 project to implement amendments to the public school employees  
2 retirement act of 1979, 1980 PA 300, MCL 38.1301 to 38.1467, to  
3 allow public school retirees to add a new spouse as a pension  
4 beneficiary when a previous spouse dies or if the retiree was not  
5 married at the time of retirement. Unexpended appropriations are  
6 designated as work project appropriations and shall not lapse at  
7 the end of the fiscal year and shall continue to be available for  
8 expenditure until the project has been completed. The following is  
9 in compliance with section 451a of the management and budget act,  
10 1984 PA 431, MCL 18.1451a:

11 (a) The purpose of the project is to implement amendments to  
12 the public school employees retirement act of 1979, 1980 PA 300,  
13 MCL 38.1301 to 38.1467, to allow public school retirees to add a  
14 new spouse as a pension beneficiary when a previous spouse dies or  
15 if the retiree was not married at the time of retirement.

16 (b) The project will be accomplished by state employees and  
17 contract.

18 (c) The total estimated cost of the project is \$0.

19 (d) The tentative completion date is September 30, 2009.

20 Sec. 724b. The department of management and budget shall  
21 conduct an independent appraisal and market analysis of the Calumet  
22 state police post for the purpose of the potential acquisition of  
23 the property by the state.

24 Sec. 724d. (1) The department of management and budget shall  
25 contract with a private company to conduct a study of ways to  
26 streamline the department's procurement procedures for durable  
27 goods and services. A report and recommendations for streamlining

1 the department's procurement procedures shall be prepared by the  
2 private contractor and submitted to the senate and house standing  
3 committees on appropriations and the senate and house fiscal  
4 agencies by November 30, 2007.

5 (2) Subject to subsection (3), the appropriation authorization  
6 adjustments required due to negative appropriations for budgetary  
7 savings in part 1 shall occur only if the study of procurement  
8 procedures in subsection (1) is not completed and submitted to the  
9 senate and house standing committees on appropriations and the  
10 senate and house fiscal agencies by November 30, 2007.

11 (3) The appropriation authorization adjustments required due  
12 to negative appropriations for budgetary savings in part 1 shall be  
13 made only after approval of transfers by the legislature under  
14 section 393(2) of the management and budget act, 1984 PA 431, MCL  
15 18.1393.

#### 16 **STATE BUILDING AUTHORITY**

17 Sec. 725. (1) Subject to section 242 of the management and  
18 budget act, 1984 PA 431, MCL 18.1242, and upon the approval of the  
19 state building authority, the department may expend from the  
20 general fund of the state during the fiscal year ending September  
21 30, 2008 an amount to meet the cash flow requirements of those  
22 state building authority projects solely for lease to a state  
23 agency identified in both part 1 and this section, and for which  
24 state building authority bonds or notes have not been issued, and  
25 for the sole acquisition by the state building authority of  
26 equipment and furnishings for lease to a state agency as permitted  
27 by 1964 PA 183, MCL 830.411 to 830.425, for which the issuance of

1 bonds or notes is authorized by a legislative concurrent resolution  
2 that is effective for the fiscal year ending September 30, 2008.  
3 Any general fund advances for which state building authority bonds  
4 have not been issued shall bear an interest cost to the state  
5 building authority at a rate not to exceed that earned by the state  
6 treasurer's common cash fund during the period in which the  
7 advances are outstanding and are repaid to the general fund of the  
8 state.

9 (2) Upon sale of bonds or notes for the projects identified in  
10 part 1 or for equipment as authorized by legislative concurrent  
11 resolution and in this section, the state building authority shall  
12 credit the general fund of the state an amount equal to that  
13 expended from the general fund plus interest, if any, as defined in  
14 this section.

15 (3) For state building authority projects for which bonds or  
16 notes have been issued and upon the request of the state building  
17 authority, the state treasurer shall make advances without interest  
18 from the general fund as necessary to meet cash flow requirements  
19 for the projects, which advances shall be reimbursed by the state  
20 building authority when the investments earmarked for the financing  
21 of the projects mature.

22 (4) In the event that a project identified in part 1 is  
23 terminated after final design is complete, advances made on behalf  
24 of the state building authority for the costs of final design shall  
25 be repaid to the general fund in a manner recommended by the  
26 director and approved by the JCOS.

27 Sec. 726. (1) State building authority funding to finance

1 construction or renovation of a facility that collects revenue in  
2 excess of money required for the operation of that facility shall  
3 not be released to a university or community college unless the  
4 institution agrees to reimburse that excess revenue to the state  
5 building authority. The excess revenue shall be credited to the  
6 general fund to offset rent obligations associated with the  
7 retirement of bonds issued for that facility. The auditor general  
8 shall annually identify and present an audit of those facilities  
9 that are subject to this section. Costs associated with the  
10 administration of the audit shall be charged against money  
11 recovered pursuant to this section.

12 (2) As used in this section, "revenue" includes state  
13 appropriations, facility opening money, other state aid, indirect  
14 cost reimbursement, and other revenue generated by the activities  
15 of the facility.

16 Sec. 727. (1) The state building authority rent appropriations  
17 in part 1 may also be expended for the payment of required premiums  
18 for insurance on facilities owned by the state building authority  
19 or payment of costs that may be incurred as the result of any  
20 deductible provisions in such insurance policies.

21 (2) If the amount appropriated in part 1 for state building  
22 authority rent is not sufficient to pay the rent obligations and  
23 insurance premiums and deductibles identified in subsection (1) for  
24 state building authority projects, there is appropriated from the  
25 general fund of the state the amount necessary to pay such  
26 obligations.

27 Sec. 728. The department of management and budget shall

1 provide the JCOS and the senate and house fiscal agencies a report  
2 relative to the status of construction projects associated with  
3 state building authority bonds for fiscal year ending September 30  
4 by October 15 of the following fiscal year, or not more than 30  
5 days after a refinancing or restructuring bond issue is sold. The  
6 report shall include, but is not limited to, the following:

7 (a) A list of all completed construction projects for which  
8 state building authority bonds have been sold, and which bonds are  
9 currently active.

10 (b) A list of all projects under construction for which sale  
11 of state building authority bonds is pending.

12 (c) A list of all projects authorized for construction or  
13 identified in an appropriations act for which approval of  
14 schematic/preliminary plans or total authorized cost is pending  
15 that have state building authority bonds identified as a source of  
16 financing.

17 **CIVIL SERVICE**

18 Sec. 741. (1) In addition to the funds appropriated in part 1,  
19 there is appropriated an amount not to exceed \$0 for federal  
20 contingency funds. These funds are not available for expenditure  
21 until they have been transferred to another line item in this act  
22 under section 393(2) of the management and budget act, 1984 PA 431,  
23 MCL 18.1393.

24 (2) In addition to the funds appropriated in part 1, there is  
25 appropriated an amount not to exceed \$0 for state restricted  
26 contingency funds. These funds are not available for expenditure  
27 until they have been transferred to another line item in this act

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

3 (3) In addition to the funds appropriated in part 1, there is  
4 appropriated an amount not to exceed \$0 for local contingency  
5 funds. These funds are not available for expenditure until they  
6 have been transferred to another line item in this act under  
7 section 393(2) of the management and budget act, 1984 PA 431, MCL  
8 18.1393.

9 (4) In addition to the funds appropriated in part 1, there is  
10 appropriated an amount not to exceed \$0 for private contingency  
11 funds. These funds are not available for expenditure until they  
12 have been transferred to another line item in this act under  
13 section 393(2) of the management and budget act, 1984 PA 431, MCL  
14 18.1393.

15 Sec. 742. (1) All restricted funds shall be assessed a sum not  
16 less than 1% of the total aggregate payroll paid from those funds  
17 for financing civil service on the basis of actual 1% restricted  
18 sources total aggregate payroll of the classified service for  
19 fiscal year 2007 in accordance with section 5 of article XI of the  
20 state constitution of 1963. This includes, but is not limited to,  
21 restricted funds appropriated in part 1 of any appropriations act.  
22 Unexpended 1% appropriated funds shall be returned to each 1% fund  
23 source at the end of the fiscal year.

24 (2) The 1% appropriations in part 1 are estimates of actual 1%  
25 charges based on payroll appropriations. With the approval of the  
26 state budget director, civil service is authorized to adjust  
27 financing sources for civil service 1% charges based on actual

1 payroll expenditures, provided that such adjustments do not  
2 increase the total appropriation for civil service.

3 (3) The 1% financing from restricted sources shall be credited  
4 to civil service by the end of the second fiscal quarter.

5 Sec. 743. Except where specifically appropriated for this  
6 purpose, 1% of the financing from restricted sources shall be  
7 credited to civil service. For restricted sources of funding within  
8 the general fund that have the legislative authority for carryover,  
9 if current spending authorization or revenues are insufficient to  
10 accept the charge, the shortage shall be taken from carryforward  
11 balances of that funding source. Restricted revenue sources that do  
12 not have carryforward authority shall be utilized to satisfy  
13 departmental operating deducts first and civil service obligations  
14 second. General fund dollars are appropriated for any shortfall,  
15 pursuant to approval by the state budget director.

16 Sec. 744. The appropriation in part 1 to civil service, for  
17 state-sponsored group insurance, flexible spending accounts, and  
18 COBRA, represents amounts, in part, included within the various  
19 appropriations throughout state government for the current fiscal  
20 year to fund the flexible spending account program included within  
21 civil service. Deposits against state-sponsored group insurance,  
22 flexible spending accounts, and COBRA for the flexible spending  
23 account program shall be made from assessments levied during the  
24 current fiscal year in a manner prescribed by civil service.  
25 Unspent employee contributions to the flexible spending accounts  
26 may be used to offset administrative costs for the flexible  
27 spending account program, with any remaining balance of unspent

1 employee contributions to be lapsed to the general fund.

2 **DEPARTMENT OF STATE**

3 Sec. 801. (1) In addition to the funds appropriated in part 1,  
4 there is appropriated an amount not to exceed \$0 for federal  
5 contingency funds. These funds are not available for expenditure  
6 until they have been transferred to another line item in this act  
7 under section 393(2) of the management and budget act, 1984 PA 431,  
8 MCL 18.1393.

9 (2) In addition to the funds appropriated in part 1, there is  
10 appropriated an amount not to exceed \$0 for state restricted  
11 contingency funds. These funds are not available for expenditure  
12 until they have been transferred to another line item in this act  
13 under section 393(2) of the management and budget act, 1984 PA 431,  
14 MCL 18.1393.

15 (3) In addition to the funds appropriated in part 1, there is  
16 appropriated an amount not to exceed \$0 for local contingency  
17 funds. These funds are not available for expenditure until they  
18 have been transferred to another line item in this act under  
19 section 393(2) of the management and budget act, 1984 PA 431, MCL  
20 18.1393.

21 (4) In addition to the funds appropriated in part 1, there is  
22 appropriated an amount not to exceed \$0 for private contingency  
23 funds. These funds are not available for expenditure until they  
24 have been transferred to another line item in this act under  
25 section 393(2) of the management and budget act, 1984 PA 431, MCL  
26 18.1393.

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

7           Sec. 803. From the funds appropriated in part 1, the  
8 department of state shall sell copies of records including, but not  
9 limited to, records of motor vehicles, off-road vehicles,  
10 snowmobiles, watercraft, mobile homes, personal identification  
11 cardholders, drivers, and boat operators and shall charge \$7.00 per  
12 record sold only as authorized in section 208b of the Michigan  
13 vehicle code, 1949 PA 300, MCL 257.208b, section 7 of 1972 PA 222,  
14 MCL 28.297, and sections 80130, 80315, 81114, and 82156 of the  
15 natural resources and environmental protection act, 1994 PA 451,  
16 MCL 324.80130, 324.80315, 324.81114, and 324.82156. The revenue  
17 received from the sale of records shall be credited to the  
18 transportation administration collection fund created under section  
19 810b of the Michigan vehicle code, 1949 PA 300, MCL 257.810b.

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

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

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

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

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

1 commitment of state funding at a future date. Revenue received from  
2 the sale of advertising is appropriated and may be expended upon  
3 receipt.

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

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

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

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

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

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

23 (6) In addition to copies delivered without charge as the  
24 secretary of state considers necessary, the department of state may  
25 sell copies of manuals and other publications regarding the sale,  
26 ownership, or operation or regulation of motor vehicles, with  
27 amendments, at prices to be established by the secretary of state.

1 As used in this subsection, the term "manuals and other  
2 publications" includes videos and proprietary electronic  
3 publications. All funds received from sales of these manuals and  
4 other publications shall be credited to the Michigan department of  
5 state publications fund.

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

12 Sec. 807. From the funds appropriated in part 1, the  
13 department of state shall use available balances at the end of the  
14 state fiscal year to provide payment to the department of state  
15 police in the amount of \$0 for the services provided by the traffic  
16 accident records program as first appropriated in 1990 PA 196 and  
17 1990 PA 208.

18 Sec. 808. From the funds appropriated in part 1, the  
19 department of state may restrict funds from miscellaneous revenue  
20 to cover cash shortages created from normal branch office  
21 operations. This amount shall not exceed \$0 of the total funds  
22 available in miscellaneous revenue.

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

1 administer commemorative and specialty license plate programs.

2 (2) Commemorative and specialty license plate fee revenue  
3 collected by the department of state and deposited in the  
4 transportation administration collection fund, in addition to the  
5 amount appropriated in part 1 to the department of state, shall  
6 remain in the transportation administration collection fund and be  
7 available for future appropriation.

8 Sec. 810. (1) Collector plate and fund-raising registration  
9 plate revenues collected by the department of state are  
10 appropriated and allotted for distribution to the recipient  
11 university or public or private agency overseeing a state-sponsored  
12 goal when received. Distributions shall occur on a quarterly basis  
13 or as otherwise authorized by law. Any revenues remaining at the  
14 end of the fiscal year shall not lapse to the general fund but  
15 shall remain available for distribution to the university or agency  
16 in the next fiscal year.

17 (2) Funds or revenues in the Olympic education training center  
18 fund are appropriated for distribution to the Olympic education  
19 training center at Northern Michigan University. Distributions  
20 shall occur on a quarterly basis. Any undistributed revenue  
21 remaining at the end of the fiscal year shall be carried over into  
22 the next fiscal year.

23 Sec. 811. The department of state may produce and sell copies  
24 of a training video designed to inform registered automotive repair  
25 facilities of their obligations under Michigan law. The price shall  
26 not exceed the cost of production and distribution. The money  
27 received from the sale of training videos shall revert to the

1 department of state and be placed in the auto repair facility  
2 account.

3       Sec. 812. (1) The department of state, in collaboration with  
4 the gift of life transplantation society or its successor federally  
5 designated organ procurement organization, may develop and  
6 administer a public information campaign concerning the Michigan  
7 organ donor program.

8       (2) The department may solicit funds from any private or  
9 public source to underwrite, in whole or in part, the public  
10 information campaign authorized by this section. The department may  
11 accept gifts, donations, contributions, and grants of money and  
12 other property from private and public sources for this purpose. A  
13 private or public funding source underwriting the public  
14 information campaign, in whole or in substantial part, shall  
15 receive sponsorship credit for its financial backing.

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

20       (4) Funding appropriated in part 1 for the organ donor program  
21 shall be used for producing a pamphlet to be distributed with  
22 driver licenses and personal identification cards regarding organ  
23 donations. The funds shall be used to update and print a pamphlet  
24 that will explain the organ donor program and encourage people to  
25 become donors by marking a checkoff on driver license and personal  
26 identification card applications.

27       (5) The pamphlet shall include a return reply form addressed

1 to the gift of life organization. Funding appropriated in part 1  
2 for the organ donor program shall be used to pay for return postage  
3 costs.

4 (6) In addition to the appropriations in part 1, the  
5 department of state may receive and expend funds from the organ and  
6 tissue donation education fund for administrative expenses.

7 Sec. 815. At least 60 days prior to the announcement of  
8 secretary of state branch office closings, consolidations, or  
9 relocations, the department of state shall inform members of the  
10 senate and house of representatives standing committees on  
11 appropriations and legislators who represent affected areas  
12 regarding the details of the proposal. The information provided  
13 shall be in written form and include all analyses done regarding  
14 criteria for changes in the location of branch offices, including,  
15 but not limited to, branch transactions, revenue, and the impact on  
16 citizens of the affected area. The impact on citizens shall include  
17 information regarding additional distance to branch office  
18 locations resulting from the plan. The written notice provided by  
19 the department of state shall also include detailed estimates of  
20 costs and savings that will result from the overall changes made to  
21 the branch office structure and the same level of detail regarding  
22 costs for new leased facilities and expansions of current leased  
23 space.

24 Sec. 815a. By December 15, the department of state shall  
25 report to the senate and house of representatives standing  
26 committees on appropriations subcommittees on general government  
27 and the senate and house fiscal agencies the number of branch

1 office transactions completed online by Michigan residents in the  
2 immediately preceding fiscal year.

3       Sec. 816. (1) Any service assessment collected by the  
4 department of state from the user of a credit or debit card under  
5 section 3 of 1995 PA 144, MCL 11.23, is appropriated to the  
6 department for necessary expenses related to that service and may  
7 be remitted to a credit or debit card company, bank, or other  
8 financial institution. Funds are allocated for expenditure when  
9 they are received by the department of treasury.

10       (2) The service assessment imposed by the department of state  
11 for credit and debit card services may be based either on a  
12 percentage of each individual credit or debit card transaction, or  
13 on a flat rate per transaction, or both scaled to the amount of the  
14 transaction. However, the department shall not charge any amount  
15 for a service assessment which exceeds the costs billable to the  
16 department for service assessments.

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

21       (4) As used in this section, "service assessment" means and  
22 includes costs associated with service fees imposed by credit and  
23 debit card companies and processing fees imposed by banks and other  
24 financial institutions.

25       Sec. 818. (1) Funds in part 1 for motorcycle safety education  
26 grants and administration are appropriated to the department of  
27 state for operation of the motorcycle safety education program

1 previously operated by the department of education under section  
2 811a of the Michigan vehicle code, 1949 PA 300, MCL 257.811a.

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

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

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

20 Sec. 819. (1) From the funds appropriated in part 1 to the  
21 department of state for information technology services and  
22 projects, there is appropriated \$0 for the business application  
23 modernization project. Funds shall only be used for the  
24 development, implementation, and maintenance of the business  
25 application modernization project.

26 (2) The unexpended funds appropriated in part 1 for the  
27 business application modernization project are designated as work

1 project appropriations and shall not lapse at the end of the fiscal  
2 year. Any unencumbered or unallotted funds shall be carried over  
3 into the succeeding fiscal year and shall continue to be available  
4 for expenditure until the project has been completed. The total  
5 cost is estimated at \$0, and the tentative completion date is  
6 September 30, 2010.

7       Sec. 821. The appropriation in part 1 provides authorization  
8 for 0.0 FTE positions for branch office services administration.  
9 The secretary of state, at his or her discretion, may allocate  
10 these positions among the department's statewide branch offices and  
11 the central office of the bureau of branch office services based on  
12 staffing requirements.

13       Sec. 824. From the funds appropriated in part 1 to the  
14 department of state, branch operations, the department shall  
15 maintain a full service secretary of state branch office in Buena  
16 Vista Township.

17       Sec. 825. From the funds appropriated in part 1 to the  
18 department of state, branch operations, the department shall  
19 maintain a full service secretary of state branch office in Milan.

20       Sec. 826. From the funds appropriated in part 1 to the  
21 department of state, branch operations, the department shall  
22 maintain the same number of secretary of state branch offices in  
23 each municipality that existed on August 1, 2007.

24       Sec. 827. The unexpended and unencumbered funds appropriated  
25 in part 1 for individual branch office operations at the close of  
26 the fiscal year shall lapse to the state fund from which they were  
27 appropriated.

1           Sec. 828. The funds appropriated in part 1 for department of  
2 state, branch operations, are contingent upon the department  
3 complying with the following guidelines for branch office  
4 placement:

5           (a) The department of state shall, whenever possible, avoid  
6 leasing space for branch offices on greenfield sites or other  
7 noncentral locations that require the construction of new  
8 infrastructure to service the office or facility, except in limited  
9 circumstances when the constituency served or programs supported  
10 require the use of a noncentral or open space location.

11           (b) The department shall encourage public investment in this  
12 state's urban areas by locating branch offices and facilities in  
13 urban areas. As used in this section, "urban areas" means a  
14 downtown area, town centers, or central business districts.

15           (c) The department shall, whenever possible, locate branch  
16 offices at locations consistent with local planning and zoning and  
17 compatible with existing land uses.

18           (d) In selecting a site for a branch office, the department  
19 shall give priority to locations in urban areas, whenever  
20 reasonably possible and consistent with state law. In making  
21 location decisions, the department shall also give consideration to  
22 the following:

23           (i) Use of existing space in state-owned facilities in urban  
24 areas.

25           (ii) Adaptive use or rehabilitation of historic buildings or  
26 reuse of other buildings within an urban area.

27           (iii) Use of vacant buildings in an urban area.

1 (iv) Use of vacant land in an urban area.

2 (v) Use and rehabilitation of brownfield areas.

3 **DEPARTMENT OF TREASURY**

4 **OPERATIONS**

5 Sec. 901. (1) In addition to the funds appropriated in part 1,  
6 there is appropriated an amount not to exceed \$0 for federal  
7 contingency funds. These funds are not available for expenditure  
8 until they have been transferred to another line item in this act  
9 under section 393(2) of the management and budget act, 1984 PA 431,  
10 MCL 18.1393.

11 (2) In addition to the funds appropriated in part 1, there is  
12 appropriated an amount not to exceed \$0 for state restricted  
13 contingency funds. These funds are not available for expenditure  
14 until they have been transferred to another line item in this act  
15 under section 393(2) of the management and budget act, 1984 PA 431,  
16 MCL 18.1393.

17 (3) In addition to the funds appropriated in part 1, there is  
18 appropriated an amount not to exceed \$0 for local contingency  
19 funds. These funds are not available for expenditure until they  
20 have been transferred to another line item in this act under  
21 section 393(2) of the management and budget act, 1984 PA 431, MCL  
22 18.1393.

23 (4) In addition to the funds appropriated in part 1, there is  
24 appropriated an amount not to exceed \$0 for private contingency  
25 funds. These funds are not available for expenditure until they  
26 have been transferred to another line item in this act under

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

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

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

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

1 constitutionally dedicated for a specific purpose, the  
2 appropriation of collection costs and fees are from the general  
3 purpose account of the general fund.

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

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

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

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

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

17 Sec. 904a. (1) There is appropriated an amount sufficient to  
18 recognize and pay expenditures for financial services provided by  
19 financial institutions as provided under section 1 of 1861 PA 111,  
20 MCL 21.181.

21 (2) The appropriations under subsection (1) shall be funded by  
22 restricting revenues from common cash interest earnings and  
23 investment earnings in an amount sufficient to record these  
24 expenditures.

25 Sec. 905. (1) The department of treasury shall sell copies of  
26 the state tax manual, uniform accounting procedures manual, general  
27 property tax law manual, and other local government assistance

1 manuals with amendments, at a price not to exceed the cost of  
2 production. The revenue received from the sale of preparation and  
3 local government assistance manuals shall revert to the department  
4 of treasury and be placed in the local government assistance manual  
5 revolving fund.

6 (2) In addition to the funds appropriated in part 1, revenue  
7 received from the sale of those manuals is appropriated.

8 Sec. 906. (1) The department of treasury shall charge for  
9 audits as permitted by state or federal law or under contractual  
10 arrangements with local units of government, other principal  
11 executive departments, or state agencies. A report detailing audits  
12 performed and audit charges for the immediately preceding fiscal  
13 year shall be submitted to the state budget director and the senate  
14 and house fiscal agencies not later than November 30.

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

24 (3) The state audits shall be performed for the most current  
25 county fiscal year in conjunction with the financial single audit.  
26 The state audit may be performed either by certified public  
27 accountants contracted by the state treasurer or department of

1 treasury staff, independent of the financial single audit, if a  
2 state audit has not been performed within the last 3 years.

3       Sec. 907. A revolving fund known as the assessor certification  
4 and training fund is created in the department of treasury. The  
5 assessor certification and training fund shall be used to organize  
6 and operate a property assessor certification and training program.  
7 Each participant certified and trained shall pay to the department  
8 of treasury an examination fee of \$50.00, an initial certification  
9 fee of \$50.00, an annual renewal fee of \$75.00 for levels 1 and 2,  
10 and \$125.00 for levels 3 and 4 to offset the cost of administering  
11 the certification and training program. Training courses shall be  
12 offered in assessment administration. Each participant shall pay a  
13 fee to cover the expenses incurred in offering the optional  
14 programs to certified assessing personnel and other individuals  
15 interested in an assessment career opportunity. The fees collected  
16 shall be credited to the assessor certification and training fund.

17       Sec. 908. The amount appropriated in part 1 to the department  
18 of treasury, home heating assistance program, is to cover the  
19 costs, including data processing, of administering federal home  
20 heating credits to eligible claimants and to administer the  
21 supplemental fuel cost payment program for eligible tax credit and  
22 welfare recipients.

23       Sec. 909. Revenue from the airport parking tax act, 1987 PA  
24 248, MCL 207.371 to 207.383, is appropriated and shall be  
25 distributed under section 7a of the airport parking tax act, 1987  
26 PA 248, MCL 207.377a.

27       Sec. 910. The disbursement by the department of treasury from

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

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

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

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

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

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

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

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

1 audit report to the senate and house of representatives standing  
2 committees on appropriations subcommittees on general government  
3 and to the state budget office. The department of treasury may  
4 utilize up to 1% of the funds for program administration and  
5 auditing.

6       Sec. 914. The department of treasury may provide a \$0 annual  
7 prize from the Ehlers internship award account in the gifts,  
8 bequests, and deposit fund to the runner-up of the Rosenthal prize  
9 for interns. The Ehlers internship award account is interest  
10 bearing.

11       Sec. 915. Pursuant to section 61 of the Michigan campaign  
12 finance act, 1976 PA 388, MCL 169.261, there is appropriated from  
13 the general fund to the state campaign fund an amount equal to the  
14 amounts designated for tax year 2007. Except as otherwise provided  
15 in this section, the amount appropriated shall not revert to the  
16 general fund and shall remain in the state campaign fund. Any  
17 amounts remaining in the state campaign fund in excess of \$0 on  
18 December 31 shall revert to the general fund.

19       Sec. 916. The department of treasury may make available to  
20 interested entities otherwise unavailable customized unclaimed  
21 property listings of nonconfidential information in its possession.  
22 The charge for this information is as follows: 1 to 100,000 records  
23 at 2.5 cents per record and 100,001 or more records at .5 cents per  
24 record. The revenue received from this service shall be deposited  
25 to the appropriate revenue account or fund. The department shall  
26 submit an annual report on or before June 1 to the state budget  
27 director and the senate and house of representatives standing

1 committees on appropriations that states the amount of revenue  
2 received from the sale of information.

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

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

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

16       Sec. 919. (1) From funds appropriated in part 1, the  
17 department of treasury may contract with private auditing firms to  
18 audit for and collect unclaimed property due this state in  
19 accordance with the Michigan uniform unclaimed property act. In  
20 addition to the amounts appropriated in part 1 to the department of  
21 treasury, there are appropriated amounts necessary to fund auditing  
22 and collection costs and fees not to exceed 12% of the collections,  
23 or a lesser amount as prescribed by the contract. The appropriation  
24 to fund collection costs and fees for the auditing and collection  
25 of unclaimed property due this state is from the fund or account to  
26 which the revenues being collected are recorded or dedicated.

27       (2) The department of treasury shall submit a report for the

1 immediately preceding fiscal year ending September 30 to the state  
2 budget director and the senate and house of representatives  
3 standing committees on appropriations not later than November 30  
4 stating the auditing firms employed, the amount of collections for  
5 each, the costs of collection, and other pertinent information  
6 relating to determining whether this authority should be continued.

7       Sec. 920. Payments from the appropriation in part 1 to the  
8 department of treasury for grants to counties in lieu of taxes for  
9 lands transferred to the federal government include a payment for  
10 Sleeping Bear Dunes national lakeshore under 1974 PA 359, MCL 3.901  
11 to 3.910.

12       Sec. 921. The state general fund/general purpose appropriation  
13 in part 1 for renaissance zone reimbursement is allocated to  
14 reimburse public libraries as provided by section 12 of the  
15 Michigan renaissance zone act, 1996 PA 376, MCL 125.2692, for  
16 property taxes levied in 2007. Reimbursements shall be made in  
17 amounts to each eligible recipient not later than 60 days after the  
18 department of treasury certifies that it has received all necessary  
19 information to properly determine the amounts due each eligible  
20 recipient under section 12(4) of the Michigan renaissance zone act,  
21 1996 PA 376, MCL 125.2692. Any excess allocations shall lapse to  
22 the general fund.

23       Sec. 922. The department of treasury shall submit a report for  
24 the immediately preceding fiscal year ending September 30 to the  
25 senate and house of representatives standing committees on  
26 appropriations subcommittees on general government, the senate and  
27 house fiscal agencies, and the state budget director by November 30

1 stating the amount of Michigan transportation fund revenue  
2 collected and the cost of collection.

3       Sec. 924. (1) In addition to the funds appropriated in part 1,  
4 the department of treasury may receive and expend principal  
5 residence audit fund revenue for administration of principal  
6 residence audits under the general property tax act, 1893 PA 206,  
7 MCL 211.1 to 211.157.

8       (2) The department of treasury shall submit a report for the  
9 immediately preceding fiscal year to the state budget director and  
10 the senate and house fiscal agencies not later than December 31,  
11 stating the amount of revenue appropriated for principal residence  
12 audits under subsection (1).

13       Sec. 928. The department of treasury may provide receipt,  
14 warrant and cash processing, data, collection, investment, fiscal  
15 agent, levy and warrant cost assessment, writ of garnishment, and  
16 other user services on a contractual basis for other principal  
17 executive departments and state agencies. Funds for the services  
18 provided are appropriated and shall be expended for salaries and  
19 wages, fees, supplies, and equipment necessary to provide the  
20 services. Any unobligated balance of the funds received shall  
21 revert to the general fund of this state as of September 30.

22       Sec. 929. The department of treasury may enter into agreements  
23 to supply data or collection services to other executive principal  
24 departments or state agencies, the United States department of  
25 treasury, or local units of government within this state. The  
26 department of treasury shall charge for this tax data service and  
27 amounts received are appropriated and shall be expended for

1 salaries and wages, fees, supplies, and equipment necessary to  
2 provide the service. Any unobligated balance of the fund shall  
3 revert to the general fund of this state as of September 30.

4       Sec. 930. (1) The department of treasury shall provide  
5 accounts receivable collections services to other principal  
6 executive departments and state agencies under 1927 PA 375, MCL  
7 14.131 to 14.134. The department of treasury shall deduct a fee  
8 equal to the cost of collections from all receipts except  
9 unrestricted general fund collections. Fees shall be credited to a  
10 restricted revenue account and appropriated to the department of  
11 treasury to pay for the cost of collections. The department of  
12 treasury shall maintain accounting records in sufficient detail to  
13 enable the respective accounts to be reimbursed periodically for  
14 fees deducted that are determined by the department of treasury to  
15 be surplus to the actual cost of collections.

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

22       Sec. 931. (1) The appropriation in part 1 to the department of  
23 treasury for treasury fees shall be assessed against all restricted  
24 funds that receive common cash earnings. Treasury fees include all  
25 costs, including administrative overhead, relating to the  
26 investment of each restricted fund. The fee assessed against each  
27 restricted fund will be based on the size of the restricted fund

1 (the absolute value of the average daily cash balance plus the  
2 market value of investments in the prior fiscal year) and the level  
3 of effort necessary to maintain the restricted fund as required by  
4 each department. The department of treasury shall provide a report  
5 to the state budget director, the senate and house of  
6 representatives standing committees on appropriations subcommittees  
7 on general government, and the senate and house fiscal agencies by  
8 November 30 of each year identifying the fees assessed against each  
9 restricted fund.

10 (2) In addition to the funds appropriated in part 1, the  
11 department of treasury may receive and expend investment fees  
12 relating to new restricted funding sources that participate in  
13 common cash earnings during the current fiscal year. When a new  
14 restricted fund is created starting on or after October 1, that  
15 restricted fund shall be assessed a fee using the same criteria  
16 identified in subsection (1).

17 Sec. 932. Revenue received under the Michigan education trust  
18 act, 1986 PA 316, MCL 390.1421 to 390.1442, may be expended by the  
19 board of directors of the Michigan education trust for necessary  
20 salaries, wages, supplies, contractual services, equipment,  
21 worker's compensation insurance premiums, and grants to the civil  
22 service commission and state employees' retirement fund.

23 Sec. 933. (1) The \$0 appropriated in part 1 for the Michigan  
24 education savings program is from the Michigan merit award trust  
25 fund to fund an incentive program for the Michigan education  
26 savings program created under the Michigan education savings  
27 program act, 2000 PA 161, MCL 390.1471 to 390.1486.

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

7           (3) During the current fiscal year, the state shall provide \$0  
8 of matching funds for each \$0 of individual contributions to the  
9 educational savings accounts. The maximum state match for each  
10 designated beneficiary shall be \$0.

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

13           Sec. 934. The department of treasury may expend revenues  
14 received under the hospital finance authority act, 1969 PA 38, MCL  
15 331.31 to 331.84, for necessary salaries, wages, supplies,  
16 contractual services, equipment, worker's compensation insurance  
17 premiums, and grants to the civil service commission and state  
18 employees' retirement fund. The department of treasury shall  
19 maintain accounting records in sufficient detail to enable the  
20 hospital clients to be reimbursed periodically for fees that are  
21 determined by the department of treasury to be surplus to needs.

22           Sec. 935. The department of treasury may expend revenue  
23 received under the shared credit rating act, 1985 PA 227, MCL  
24 141.1051 to 141.1076, for necessary salaries, wages, supplies,  
25 contractual services, equipment, worker's compensation insurance  
26 premiums, and grants to the civil service commission and state  
27 employees' retirement fund.

1           Sec. 936. The department of treasury shall establish a  
2 separate account for the funds related to the Michigan higher  
3 education facilities authority. The department of treasury may  
4 expend revenue received under the higher education facilities  
5 authority act, 1969 PA 295, MCL 390.921 to 390.934, for necessary  
6 salaries, wages, supplies, contractual services, equipment,  
7 worker's compensation insurance premiums, and grants to the civil  
8 service commission and state employees' retirement fund. The  
9 department of treasury shall maintain accounting records in  
10 sufficient detail to enable the educational institution clients to  
11 be reimbursed periodically for fees that are determined by the  
12 department to be surplus to needs.

13           Sec. 937. The department of treasury may expend revenues  
14 received under the Michigan public educational facilities  
15 authority, Executive Order No. 2002-3, for necessary salaries,  
16 wages, supplies, contractual services, equipment, worker's  
17 compensation insurance premiums, and grants to the civil service  
18 commission and state employees' retirement fund.

19           Sec. 939. The state treasurer, acting within his or her  
20 capacity as the investment fiduciary for public employee pension  
21 funds and consistent with 1965 PA 314, MCL 38.1132 to 38.1140m, may  
22 give appropriate consideration to investments in early stage,  
23 university derived life science companies located in Michigan, or  
24 investments in venture capital funds that invest in those companies  
25 to the extent those investments offer the safety and rate of return  
26 comparable to other investments permitted and available at the time  
27 the investment decision is made.

1           Sec. 941. (1) The funds appropriated in part 1 for local  
2 public safety grants shall be distributed to cities, villages, and  
3 townships eligible under this section for state financial support  
4 of local law enforcement and fire protection services.

5           (2) Funds appropriated in part 1 for local public safety  
6 grants shall not be expended unless liquor license fees described  
7 in section 543 of the Michigan liquor control code of 1998, 1998 PA  
8 58, MCL 436.1543, are increased on or after September 1, 2007.

9           (3) Funding shall be distributed to cities, villages, and  
10 townships based on the most recently available annual prison intake  
11 data from the department of corrections and the number of prisoners  
12 residing in a city, village, or township prior to incarceration.

13           (4) A grant award under this section shall be a minimum of \$0.

14           Sec. 943. The department of treasury shall not include  
15 complete social security numbers in form 1099-G mailings to  
16 taxpayers.

17           Sec. 945. The assessment and certification division of the  
18 department of treasury may conduct a review of local unit  
19 assessment administration practices, procedures, and records, also  
20 known as the 14-point review, in at least 1 assessment jurisdiction  
21 per county.

22           Sec. 946. Members of the state tax commission and management  
23 level staff of the assessment and certification division may meet  
24 with statewide assessment organizations on a quarterly basis for  
25 the purpose of coordinating assessment and training activities.  
26 Recertification and training activities may be conducted at  
27 regional locations chosen to maximize participation of local

1 officials.

2       Sec. 947. (1) Of the \$0 included in part 1 for the revenue  
3 enhancement program, \$0 shall be used for revenue collection  
4 enhancement activities including auditing functions.

5       (2) The department of treasury shall submit quarterly progress  
6 reports to the senate and house of representatives standing  
7 committees on appropriations subcommittees on general government  
8 and the senate and house fiscal agencies, regarding personal  
9 property tax audits funded under subsection (1). The report shall  
10 include the number of audits, revenue generated, and number of  
11 complaints received by the department related to the audits.

12       (3) Of the \$0 included in part 1 for the revenue enhancement  
13 program, \$0 shall be used for the principal residence exemption  
14 compliance program, and \$0 shall be expended for the development of  
15 a statewide web-based database created for the purpose of enforcing  
16 the principal residence exemption compliance program. The  
17 department shall submit quarterly progress reports that include the  
18 number of exemptions denied and the revenue received under this  
19 program. Revenue generated to the state from the principal  
20 residence exemption compliance program shall be used to reimburse  
21 the state general fund for the \$0 appropriation prior to any other  
22 allocation. Additional funds from the revenue enhancement program  
23 and carryforward appropriations may be used to support costs in  
24 excess of \$0.

25       (4) Unexpended appropriations of the revenue enhancement  
26 program are designated as work project appropriations and shall not  
27 lapse at the end of the fiscal year and shall continue to be

1 available for expenditure until the project has been completed. The  
2 following is in compliance with section 451a of the management and  
3 budget act, 1984 PA 431, MCL 18.1451a:

4 (a) The purpose of the project is to enhance revenue  
5 collection activities.

6 (b) The project will be accomplished by contract.

7 (c) The total estimated cost of the project is \$0.

8 (d) The tentative completion date is September 30, 2009.

9 Sec. 948. By December 15, the department of treasury shall  
10 report to the senate and house of representatives standing  
11 committees on appropriations subcommittees on general government  
12 and the senate and house fiscal agencies the number of tax returns,  
13 to include state income tax returns and single business tax  
14 returns, filed online by Michigan residents in the immediately  
15 preceding fiscal year.

16 Sec. 949. From the funds appropriated in part 1 for the grant  
17 to Tuscola County - convention facility reimbursement, the  
18 department shall calculate and certify 1/2 of the amount the county  
19 would have received if the revenue in the convention facility  
20 development fund at the end of the 2006-2007 fiscal year were  
21 distributed to counties under the state convention facility  
22 development act, 1985 PA 106, MCL 207.621 to 207.640.

23 Sec. 949b. The department of treasury, together with the  
24 department of management and budget, shall conduct a competitive  
25 bid for new tobacco stamp technology. Any Michigan tobacco  
26 wholesaler required to purchase or lease new stamping technology or  
27 equipment during fiscal year 2008 in order to comply with current

1 state law and the results of the bidding process shall be entitled  
2 to request a deduction from the department of treasury for actual  
3 documented costs associated with such a purchase or lease.  
4 Wholesalers affected by the outcome of the bidding process shall  
5 set forth the amount of the deduction claimed for such costs in the  
6 monthly reimbursement statement submitted to the department of  
7 treasury under the tobacco products tax act and shall make  
8 available for inspection upon request any documents necessary to  
9 substantiate the claimed deduction.

#### 10 **REVENUE SHARING**

11       Sec. 950. From the funds appropriated in part 1 for revenue  
12 sharing, the department shall distribute to cities, villages, and  
13 townships the amount required under section 10 of article IX of the  
14 state constitution of 1963. The remaining balance shall be  
15 distributed to cities, villages, and townships in accordance with  
16 the Glenn Steil state revenue sharing act of 1971, 1971 PA 140, MCL  
17 141.901 to 141.921.

18       Sec. 952. The appropriation in part 1 for special grants to  
19 cities shall be used to restore revenue sharing reductions  
20 contained in Executive Order No. 2003-23 to a city that had an  
21 emergency financial manager appointed pursuant to the local  
22 government fiscal responsibility act, 1990 PA 72, MCL 141.1201 to  
23 141.1291, continuously from December 10, 2003 through September 30,  
24 2008.

25       Sec. 955. (1) There is appropriated to each county an amount  
26 equal to the amount distributed to each county for the fiscal year  
27 ending September 30, 2004, pursuant to the Glenn Steil state

1 revenue sharing act of 1971, 1971 PA 140, MCL 141.901 to 141.921,  
2 adjusted by the inflation rate as defined in section 34d of the  
3 general property tax act, 1893 PA 206, MCL 211.34d, and reduced by  
4 the amount each county is authorized to annually expend in that  
5 county's fiscal year beginning after September 30, 2004, from its  
6 revenue sharing reserve fund pursuant to section 44a of the general  
7 property tax act, 1893 PA 206, MCL 211.44a.

8 (2) The department of treasury shall annually certify to the  
9 state budget director the amount each county is authorized to  
10 expend from its revenue sharing reserve fund.

11 Sec. 956. The department of treasury shall transmit special  
12 census revenue sharing payments to eligible cities, villages, and  
13 townships under the Glenn Steil revenue sharing act of 1971, 1971  
14 PA 140, MCL 141.901 to 141.921.

15 Sec. 957. (1) The funds appropriated in part 1 for local  
16 government collaborative efforts shall be distributed to cities,  
17 villages, and townships that achieve greater efficiencies in the  
18 delivery of essential public services.

19 (2) Not more than \$0 of the amount appropriated in part 1 for  
20 local government collaborative efforts shall be expended for  
21 community partnership grants awarded through the centers for  
22 regional excellence program.

23 (3) Of the funds appropriated in part 1 for collaborative  
24 effort revenue sharing payments, \$0 shall be allocated to Michigan  
25 State University and \$0 shall be allocated to Wayne State  
26 University to create the city-university partnership. The  
27 partnership shall be operated by the universities in collaboration

1 with urban core mayors. The funds shall be used for the following  
2 activities: analysis of existing, proposed, or potential public  
3 policy initiatives that impact the vitality of Michigan's urban  
4 core cities; collection and dissemination of information regarding  
5 effective local responses to common problems confronting urban core  
6 cities; student practicum projects on specific urban policy summit  
7 meetings involving local governmental officials, state policy  
8 makers, and university-based scholars to review key policy issues  
9 affecting the social and economic development of Michigan's core  
10 communities; and facilitating communication between mayors of urban  
11 core cities, their staff, and university scholars in order to  
12 identify priority issues, mobilize scholarly activities, and  
13 disseminate empirical findings.

14 (4) In order to be eligible for funding under this section, a  
15 city, village, or township shall participate in activities that  
16 result in shared services, mergers, or consolidation with other  
17 governmental entities.

18 (5) The governing body of a city, village, or township shall  
19 be awarded funding upon demonstration to the department of treasury  
20 that regional cooperative agreements have been implemented in a  
21 form and in a manner approved by the department.

22 (6) The department shall calculate an amount for each city,  
23 village, or township based on the formulas under section 13(8),  
24 (9), and (10) of the Glenn Steil state revenue sharing act of 1971,  
25 1971 PA 140, MCL 141.913.

26 (7) Any unexpended and unencumbered funds remaining for the  
27 fiscal year ending September 30, 2008 shall be deposited to the

1 state general fund.

2 **LOTTERY**

3 Sec. 960. In addition to the funds appropriated in part 1 to  
4 the bureau of state lottery, there is appropriated from lottery  
5 revenues the amount necessary for, and directly related to,  
6 implementing and operating lottery games. Appropriations under this  
7 section shall only be expended for contractually mandated payments  
8 for vendor commissions, contractually mandated payments for instant  
9 tickets intended for resale, the contractual costs of providing and  
10 maintaining the on-line system communications network, and  
11 incentive and bonus payments to lottery retailers.

12 Sec. 961. The funds appropriated in part 1 to the bureau of  
13 state lottery shall not be used for any promotional efforts  
14 directed towards individuals who are less than 18 years of age.

15 Sec. 963. The bureau of state lottery shall inform all lottery  
16 retailers that the cash side of department of human services bridge  
17 cards cannot be used to purchase lottery tickets.

18 **CASINO GAMING**

19 Sec. 971. From the revenue collected by the Michigan gaming  
20 control board regarding the total annual assessment of each casino  
21 licensee, \$2,000,000.00 is appropriated and shall be deposited in  
22 the compulsive gaming prevention fund as described in section  
23 12a(5) of the Michigan gaming control and revenue act, the  
24 Initiated Law of 1996, MCL 432.212a.

25 Sec. 972. In addition to the funds appropriated in part 1,  
26 funds distributed by the Michigan gaming control board to the  
27 department of treasury for oversight of casino gaming are

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

3       Sec. 973. (1) Funds appropriated in part 1 for local  
4 government programs may be used to provide assistance to a local  
5 revenue sharing board referenced in an agreement authorized by the  
6 Indian gaming regulatory act, Public Law 100-497, 102 Stat. 2467.

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

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

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

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

1 boards.

2       Sec. 974. If revenues collected in the state services fee fund  
3 are less than the amounts appropriated from the fund, available  
4 revenues shall be used to fully fund the appropriation in part 1  
5 for casino gaming regulation activities before distributions are  
6 made to other state departments and agencies. If the remaining  
7 revenue in the fund is insufficient to fully fund appropriations to  
8 other state departments or agencies, the shortfall shall be  
9 distributed proportionally among those departments and agencies.

10 **MICHIGAN STRATEGIC FUND**

11       Sec. 1001. (1) In addition to the funds appropriated in part  
12 1, there is appropriated an amount not to exceed \$0 for federal  
13 contingency funds. These funds are not available for expenditure  
14 until they have been transferred to another line item in this act  
15 under section 393(2) of the management and budget act, 1984 PA 431,  
16 MCL 18.1393.

17       (2) In addition to the funds appropriated in part 1, there is  
18 appropriated an amount not to exceed \$0 for state restricted  
19 contingency funds. These funds are not available for expenditure  
20 until they have been transferred to another line item in this act  
21 under section 393(2) of the management and budget act, 1984 PA 431,  
22 MCL 18.1393.

23       (3) In addition to the funds appropriated in part 1, there is  
24 appropriated an amount not to exceed \$0 for private contingency  
25 funds. These funds are not available for expenditure until they  
26 have been transferred to another line item in this act under  
27 section 393(2) of the management and budget act, 1984 PA 431, MCL

1 18.1393.

2       Sec. 1002. (1) The appropriation in part 1 to the fund for the  
3 economic development job training program is focused on skills  
4 businesses need to compete in the twenty-first century. The  
5 majority of the funding is intended to address needs for specific  
6 business sectors: life sciences; advanced automotive, manufacturing  
7 and materials technology; homeland security; alternative energy;  
8 and any other high technology business defined in 1995 PA 24. The  
9 purpose of this program is to develop a specific skill, identified  
10 for a particular business that assists that company to compete in  
11 the global economy and to create or retain high-paying jobs for  
12 Michigan residents.

13       (2) Not more than \$0 of the total appropriation in part 1 may  
14 be expended for administrative costs by the fund. Not more than 10%  
15 of the total grant award may be expended by a recipient for  
16 administration costs.

17       (3) No funds appropriated in part 1 to the fund for the  
18 economic development job training program grants may be expended  
19 for the training of permanent striker replacement workers, unless a  
20 strike exceeds 3 years and good faith negotiations are ongoing.

21       (4) Of the total funds appropriated in part 1 for the economic  
22 development job training program grants, \$0 of the funds shall be  
23 awarded to community colleges or a consortium of community colleges  
24 and other eligible applicants pursuant to subsection (5). Remaining  
25 funds may be awarded to any of the entities listed in subsection  
26 (5) or businesses which create at least 100 new jobs at a single  
27 location in a period not to exceed 2 years from the date of the

1 grant award.

2 (5) An applicant may be a school district, intermediate school  
3 district, community college, public or private nonprofit college or  
4 university, nonprofit organization whose primary purpose is to  
5 provide education programs or employment and training services or  
6 vocational rehabilitation programs or school-to-work transition  
7 programs, local workforce development board, the headquarters of a  
8 federal and state-sponsored manufacturing technology center, or a  
9 consortium consisting of any combination of school districts,  
10 intermediate school districts, community colleges, nonprofit  
11 organizations described in this subsection, or public or private  
12 nonprofit colleges or universities described in this subsection or  
13 businesses which meet the criteria set in subsection (4).

14 (6) On or before October 1, the fund shall publish proposed  
15 application criteria, instructions, and forms for use by eligible  
16 applicants. The fund shall provide at least a 2-week period for  
17 public comment prior to finalization of the application criteria,  
18 instructions, and forms.

19 (7) The award process will include a simple notice of intent  
20 to be reviewed to see if the application merits further  
21 consideration. If so, a full application may be submitted.  
22 Applications for all grants shall be submitted to the fund, and  
23 each application shall contain at least all of the following:

24 (a) The name, address, and total number of employees of each  
25 business organization whose employees are receiving job training.

26 (b) A description of the specific job skills that will be  
27 taught.

1 (c) A clear statement of the project's scope of activities and  
2 number of participants to be involved.

3 (d) A commitment to maintain participant records in a form and  
4 manner required by the fund.

5 (e) A budget which relates to the proposed activities and  
6 various program components.

7 (8) Priority in the fund's awarding of grants shall be based  
8 on the following criteria:

9 (a) Demonstrated need for the type of training offered.

10 (b) Creation and/or retention of high wage and high skilled  
11 level jobs within a predetermined time period. If the employer does  
12 not create or retain the number of jobs specified within the  
13 predetermined time period, the employer shall reimburse the state  
14 for the entire grant awarded under this program. The number of jobs  
15 created and retained will be verified by the employer via audit  
16 after the training is completed.

17 (c) Other criteria determined by the fund to be important.

18 (9) Participants in the economic development job training  
19 program shall be 16 years or older and not enrolled and counted in  
20 membership in a school district, intermediate school district, or  
21 community college, or any other program funded with state funding.  
22 Any training provider that receives state appropriated funds shall  
23 not include in the enrollment data reported for determining state  
24 aid any student credit hours or student contact hours for a student  
25 who is a participant in the economic development job training  
26 program. Exclusions of these students is intended to avoid payment  
27 of state aid for the same individuals for whom training costs are

1 paid for through the economic development job training program.

2 (10) A recipient of a grant under this section shall not  
3 charge tuition or fees to participants in the program funded by the  
4 economic development job training program grant. However, a  
5 nonprofit organization may charge tuition or fees if the tuition  
6 plan or fees are recognized by the state and the nonprofit  
7 organization receives additional funding from other governmental or  
8 private funding sources for its programs.

9 (11) For training delivered to incumbent workers, the employer  
10 receiving the benefit of the training shall provide a minimum of  
11 30% of the program costs in matching funds as necessitated by the  
12 program.

13 (12) Grant funds shall be expended on a cost reimbursement  
14 basis.

15 (13) A recipient of a grant under this section shall allow the  
16 fund or the agency's designee to audit all records related to the  
17 grant for all entities that receive money, either directly or  
18 indirectly through a contract, from the grant funds. A grant  
19 recipient or contractor shall reimburse the state for all  
20 disallowances found in the audit. Costs disallowed under subsection  
21 (8)(b) based on the employer job creation and retention  
22 requirements are not the same as the training costs that are  
23 disallowed in this subsection.

24 (14) The fund shall provide to the state budget director and  
25 the fiscal agencies by November 1 of each year a report on the  
26 economic development job training program grants. The report shall  
27 provide this information for each grant or contract awarded during

1 the preceding full fiscal year. The report shall contain all of the  
2 following:

3 (a) The amount and recipient of each grant or contract.

4 (b) The number of participants under each grant or contract  
5 and the number of new hires who are in training under the grant.

6 (c) The names, addresses, and total number of employees of all  
7 business organizations for whom training is or will be provided.

8 (d) The matching funds, if any, to be provided by a business  
9 organization.

10 (15) As a condition of receiving funds under part 1 of this  
11 act, the fund shall not expend any of the economic development job  
12 training program funds to train any employee who is an officer of a  
13 corporation in a corporation employing more than 250 employees.

14 Sec. 1003. The Michigan growth capital fund shall be used to  
15 develop the technology business sector in Michigan. The Michigan  
16 growth capital fund will be used to encourage private and public  
17 investment in the technology business sector, and all of the  
18 following apply:

19 (a) An applicant must match state funds on a 1:1 basis.

20 (b) Eligible uses of the Michigan growth capital fund include  
21 investments in organizations and programs that promote the  
22 development of new industry sectors in Michigan; inducements to  
23 attract additional venture capital funds to finance technology  
24 development; support organizations, initiatives, or events that  
25 promote entrepreneurship; provide match for university federal  
26 research grants; and support technology transfer and  
27 commercialization programs with universities and the private

1 sector.

2 (c) The Michigan economic development corporation shall  
3 administer the Michigan growth capital fund.

4 (d) All funds received from repayment of loans, unused grants,  
5 revenues received from sales or cash flow participation agreements,  
6 guarantees, or any combination thereof or interest thereon,  
7 originally distributed as part of the Michigan growth capital fund,  
8 shall be received, held, and applied by the fund for the purposes  
9 described in this section.

10 (e) The Michigan economic development corporation shall  
11 provide an annual report on the status of the Michigan growth  
12 capital fund to the senate appropriations committee subcommittee on  
13 economic development, the house appropriations committee  
14 subcommittee on general government, the senate and house fiscal  
15 agencies, and the state budget office by January 31.

16 Sec. 1004. Travel Michigan may establish and collect a fee to  
17 cover the cost of materials and processing of photographic prints,  
18 slides, videotapes, and travel product database information that  
19 are requested by the media and other segments of the public and  
20 private sectors. The fees collected shall be appropriated for all  
21 expenses necessary to purchase and distribute these photographic  
22 prints, slides, videotapes, and travel product database  
23 information. The funds are available for expenditure when they are  
24 received by the department of treasury.

25 Sec. 1005. Travel Michigan may receive and expend private  
26 revenue related to the use of the "Michigan Great Lakes. Great  
27 Times.", "The Upper Hand", and "Pure Michigan" copyrighted slogans

1 and images. This revenue may come from the direct licensing of the  
2 name and image or from the royalty payments from various  
3 merchandise sales. Revenue collected is appropriated for the  
4 marketing of the state as a travel destination. The funds are  
5 available for expenditure when they are received by the department  
6 of treasury.

7       Sec. 1006. The fund shall submit on February 15 to the  
8 subcommittees, the state budget office, and the fiscal agencies a  
9 listing of all grants which have been awarded by the fund or by the  
10 Michigan economic development corporation from the funds  
11 appropriated in part 1. The list shall include all of the  
12 following:

- 13       (a) The name of the recipient.
- 14       (b) The amount awarded to the recipient.
- 15       (c) The purpose of the grant.

16       Sec. 1007. (1) The fund shall provide reports to the relevant  
17 subcommittees, the state budget director, and the fiscal agencies  
18 concerning the activities of the Michigan economic development  
19 corporation grants and investment programs financed from the fund  
20 using investment or Indian gaming revenues. The report shall  
21 provide a list of individual grants and loans made from the fund.  
22 The report shall include, but not be limited to, the following  
23 programs funded in part 1:

- 24       (a) Travel Michigan.
- 25       (b) Business attraction, retention, and growth.
- 26       (c) Business services.
- 27       (d) Community development block grants.

1 (e) Strategic fund administration.

2 (f) Renaissance zones.

3 (g) 21st Century investment program.

4 (h) Business and clean air ombudsman.

5 (i) Economic development job training program grants.

6 (j) Any other programs of the fund.

7 (2) The reports in subsection (1) shall be submitted by  
8 January 15. The report for each program in subsection (1)(a)  
9 through (j) shall include details on the actual spending and number  
10 of FTEs for that program for the previous fiscal year.

11 Sec. 1008. As a condition of receiving funds under part 1, any  
12 interlocal agreement entered into by the fund shall include  
13 language which states that if a local unit of government has a  
14 contract or memorandum of understanding with a private economic  
15 development agency, the Michigan economic development corporation  
16 will work cooperatively with that private organization in that  
17 local area.

18 Sec. 1009. (1) Of the funds appropriated to the fund or  
19 through grants to the Michigan economic development corporation, no  
20 funds shall be expended for the purchase of options on land or the  
21 purchase of land unless at least 1 of the following conditions  
22 applies:

23 (a) The land is located in an economically distressed area.

24 (b) The land is obtained through a purchase or exercise of an  
25 option at the invitation of the local unit of government and local  
26 economic development agency.

27 (2) Consideration may be given to purchases where the proposed

1 use of the land is consistent with a regional land use plan, will  
2 result in the redevelopment of an economically distressed area, can  
3 be supported by existing infrastructure, and will not cause shifts  
4 in population away from the area's population centers.

5 (3) As used in this section, "economically distressed area"  
6 means an area in a city, village, or township that has been  
7 designated as blighted; a city, village, or township that shows  
8 negative population change from 1970 and a poverty rate and  
9 unemployment rate greater than the statewide average; or an area  
10 certified as a neighborhood enterprise zone.

11 Sec. 1010. The money appropriated in part 1 to the fund is  
12 subject to the condition that none is spent for premiums or  
13 advertising material involving personal effects or apparel  
14 including, but not limited to, T-shirts, hats, coffee mugs, or  
15 other promotional items, except travel Michigan.

16 Sec. 1011. (1) From the general fund/general purpose  
17 appropriations in part 1 to the fund and granted or transferred to  
18 the Michigan economic development corporation, any unexpended or  
19 unencumbered balance shall be disposed of in accordance with the  
20 requirements in the management and budget act, 1984 PA 431, MCL  
21 18.1101 to 18.1594, unless carryforward authorization has been  
22 otherwise provided for.

23 (2) Any encumbered funds shall be used for the same purposes  
24 for which funding was originally appropriated in this act.

25 Sec. 1012. (1) As a condition of receiving funds under part 1,  
26 the fund shall ensure that the MEDC and the fund comply with all of  
27 the following:

1 (a) The freedom of information act, 1976 PA 442, MCL 15.231 to  
2 15.246.

3 (b) The open meetings act, 1976 PA 267, MCL 15.261 to 15.275.

4 (c) Annual audits of all financial records by the auditor  
5 general or his or her designee.

6 (d) All reports required by law to be submitted to the  
7 legislature.

8 (2) If the MEDC is unable for any reason to perform duties  
9 under this act, the fund may exercise those duties.

10 Sec. 1013. As a condition for receiving the appropriations in  
11 part 1, any staff of the Michigan economic development corporation  
12 involved in private fund-raising activities shall not be party to  
13 any decisions regarding the awarding of grants or tax abatements  
14 from the fund, the Michigan economic development corporation, or  
15 the Michigan economic growth authority.

16 Sec. 1014. (1) The funding appropriated in part 1 of 2000 PA  
17 291 for the Michigan core communities fund may be used to create an  
18 urban revitalization infrastructure program in the fund for  
19 economic development awards to create new jobs or contribute to  
20 redevelopment and encourage private investment in core communities.

21 (2) Awards may be provided to qualified local governmental  
22 units as defined in the obsolete property rehabilitation act, 2000  
23 PA 146, MCL 125.2781 to 125.2797, or certified technology parks, as  
24 defined in the local development financing act, 1986 PA 281, MCL  
25 125.2151 to 125.2174.

26 (3) Awards can be used for land and property acquisition and  
27 assembly, demolition, site development, utility modifications and

1 improvements, street and road improvements, telecommunication  
2 infrastructure, site location and relocation, infrastructure  
3 improvements, and any other costs related to the successful  
4 development and implementation of core community or certified  
5 technology park projects, at the discretion of the Michigan  
6 economic development corporation.

7 (4) Funding may be provided in the form of loans, grants,  
8 sales or cash flow participation agreements, guarantees, or any  
9 combination of these. A cash match of at least 10%, or local  
10 repayment guarantee with a dedicated funding source, is required.  
11 Priority shall be given to projects which are integrated with  
12 existing economic development programs and to projects in  
13 proportion to the amount that local matching rates exceed 10%.

14 (5) The Michigan economic development corporation shall have  
15 all administrative responsibility for the Michigan core communities  
16 fund and shall establish application and application scoring  
17 criteria and approve awards. The Michigan economic development  
18 corporation may utilize up to 1/2 of 1% of the fund for  
19 administrative purposes.

20 (6) Funds will be awarded through an open competitive process  
21 based on criteria including the following: project impact, project  
22 marketability, lack of adequate infrastructure or land assembly  
23 financing sources, local administrative capacity, and the level of  
24 local matching funds. Awardees shall agree to expedite the local  
25 development process, such as fast-track permitting procedures,  
26 streamlined regulatory requirements, standardized construction and  
27 building codes, and the use of competitive construction permitting

1 fees.

2 (7) No single applicant shall be awarded more than \$0 per  
3 project.

4 (8) Fifteen days prior to the award of the funds, notification  
5 shall be provided to the speaker of the house of representatives,  
6 the senate majority leader, the members of the house and senate  
7 appropriations committees, the fiscal agencies, and the state  
8 budget director.

9 (9) Funds shall not be awarded for any of the following  
10 purposes:

11 (a) Land sited for use as, or support for, a gaming facility.

12 (b) Land or other facilities owned or operated by a gaming  
13 facility.

14 (c) Publicly owned land or facilities which may directly or  
15 indirectly support a gaming facility.

16 (10) All funds received from repayment of loans, unused  
17 grants, revenues received from sales or cash flow participation  
18 agreements, guarantees, or any combination thereof or interest  
19 thereon, originally distributed as part of the core communities  
20 fund, shall be received, held, and applied by the fund for the  
21 purposes described in this part.

22 (11) The fund shall provide an annual report on the status of  
23 this fund. The report shall be provided to the subcommittees, the  
24 fiscal agencies, and the state budget office by January 31.

25 Sec. 1016. The Michigan economic development corporation may  
26 implement procedures to annually audit the number of jobs claimed  
27 to be created by firms receiving Michigan economic growth authority

1 grants, and all other claims of job creation for which MEDC has  
2 provided tax credits or other economic incentives.

3       Sec. 1017. The Michigan economic development corporation shall  
4 report on the number of individuals it employs with an annual  
5 salary of \$80,000.00 or more to the subcommittees, the fiscal  
6 agencies, and the state budget office by October 31, 2007. The  
7 report shall include the name, the job title, and a description of  
8 the duties and responsibilities of all such employees.

9       Sec. 1018. From the funds appropriated in part 1 for the  
10 Michigan promotion program, the Michigan economic development  
11 corporation may contract with a state research university in  
12 Michigan to conduct a scientific study of the return on investment  
13 of state tourism advertising expenditures. The results of this  
14 study shall be reported to the senate appropriations subcommittee  
15 on economic development, the house appropriations subcommittee on  
16 general government, the senate and house fiscal agencies, and the  
17 state budget office.

18       Sec. 1020. Federal pass-through funds to local institutions  
19 and governments that are received in amounts in addition to those  
20 included in part 1 and that do not require additional state  
21 matching funds are appropriated for the purposes intended. The fund  
22 may carry forward into the succeeding fiscal year unexpended  
23 federal pass-through funds to local institutions and governments  
24 that do not require additional state matching funds.

25       Sec. 1021. (1) From the funds appropriated in part 1 for the  
26 Michigan promotion program, \$0 shall be used to accelerate efforts  
27 to promote the state's tourism industry and business marketing

1 activities.

2 (2) The funds are considered work project appropriations and  
3 any unencumbered or unallotted funds at year-end shall be carried  
4 forward into the succeeding fiscal year. The following is in  
5 compliance with section 451a of the management and budget act, 1984  
6 PA 431, MCL 18.1451a:

7 (a) The purpose of the funding is to promote the state's  
8 tourism industry and business marketing activities.

9 (b) The project shall be accomplished by contract or employees  
10 employed by the Michigan strategic fund or the Michigan economic  
11 development corporation.

12 (c) The total estimated cost of the project is \$0.

13 (d) The expected completion date is September 30, 2010.

14 Sec. 1022. From the funds appropriated in part 1 for the  
15 business incubator program, the Michigan strategic fund shall  
16 administer competitive grants and loans that are designed to foster  
17 the creation of new jobs in competitive edge technology as defined  
18 in section 88a of the Michigan strategic fund act, 1984 PA 270, MCL  
19 125.2088a. Preference shall be given to grantees located in a  
20 distressed area. As used in this section, "distressed area" means a  
21 local governmental unit that meets all of the following:

22 (a) Shows a negative population change from 1970 to the date  
23 of the most recent federal decennial census.

24 (b) Shows an overall increase in the state equalized valuation  
25 of real and personal property of less than the statewide average  
26 increase since 1972.

27 (c) Has a poverty rate, as defined by the most recent federal

1 decennial census, greater than the statewide average.

2 (d) Has had an unemployment rate higher than the statewide  
3 average.

4 Sec. 1023. Of the funds appropriated in part 1 for the  
5 alternate energy initiative, \$0 shall be allocated to the Berrien  
6 County brownfield redevelopment authority for a brownfield  
7 redevelopment project in Watervliet Township to construct an  
8 ethanol plant.

9 Sec. 1024. Of the funds appropriated in part 1 for the  
10 alternate energy initiative, \$0 in grants and loans shall be  
11 allocated to McBain Township, Missaukee County, for infrastructure  
12 improvements.

13 Sec. 1027. Of the funds appropriated in part 1 for the  
14 entrepreneurial training and mentoring program, the fund shall  
15 partner with the Michigan works! agencies and the department of  
16 labor and economic growth to develop and implement a training and  
17 mentoring program for students enrolled in secondary and  
18 postsecondary educational programs.

19 Sec. 1028. Of the funds appropriated in part 1 for intermodal  
20 transportation centers, the Michigan strategic fund shall administer  
21 competitive grants and loans for the establishment of new and  
22 improvement of existing intermodal transportation hubs which have  
23 initiated studies of the environmental impacts of these hubs since  
24 2002.

25 **REVENUE STATEMENT**

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

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

3 BUDGET RECOMMENDATIONS BY OPERATING FUNDS

4 (Amounts in millions)

5 Fiscal Year 2007-2008

6			Beginning		
7		Fund	Unreserved		
8		Fund	Estimated	Ending	
9		Balance	Revenue	Balance	
10	OPERATING FUNDS				
11	General fund/general purpose	0110	2.1	9,566.8	46.2
12	General fund/special purpose		516.6	15,600.2	1,197.0
13	Special Revenue Funds:				
14	Countercyclical budget and				
15	economic stabilization	0111	2.1	0.0	2.2
16	Game and fish protection	0112	22.5	63.2	0.0
17	Michigan employment security act				
18	administration	0113	0.0	14.0	8.6
19	State aeronautics	0114	1.7	181.4	0.3
20	Michigan veterans' benefit				
21	trust	0115	0.0	5.0	0.0
22	State trunkline	0116	0.0	2,074.5	0.0
23	Michigan state waterways	0117	0.8	26.1	1.3
24	Blue Water Bridge	0118	0.0	15.7	0.0
25	Michigan transportation	0119	0.0	2,002.6	0.0
26	Comprehensive transportation	0120	0.0	320.9	0.0

1	School aid	0122	0.0	13,184.0	0.0
2	Marine safety	0123	0.1	5.3	0.0
3	Game and fish protection trust	0124	6.6	12.0	6.0
4	State park improvement	0125	1.3	40.8	0.0
5	Forest development	0126	0.0	27.3	0.0
6	Michigan civilian conservation				
7	corps endowment	0128	0.1	0.7	0.0
8	Michigan natural resources				
9	trust	0129	33.6	53.2	37.4
10	Michigan state parks endowment	0130	8.8	16.6	6.7
11	Safety education and training	0131	2.1	7.0	1.1
12	Bottle deposit	0136	0.0	15.1	0.0
13	State construction code	0138	2.9	12.7	0.0
14	Children's trust	0139	1.8	3.8	2.2
15	State casino gaming	0140	12.5	32.8	0.0
16	Homeowner construction lien				
17	recovery	0141	2.9	0.6	1.8
18	Michigan nongame fish and				
19	wildlife	0143	0.2	0.6	0.0
20	Michigan merit award trust	0154	0.0	289.1	0.1
21	TOTALS		\$618.7	\$43,562.0	\$1,310.9