

# HOUSE BILL No. 4440

## EXECUTIVE BUDGET BILL

February 24, 2009, Introduced by Rep. Durhal and referred to the Committee on Appropriations.

A bill to make, supplement, and adjust appropriations for the departments of attorney general, civil rights, information technology, management and budget, state, and treasury, the executive office, and the legislative branch for the fiscal year ending September 30, 2010; 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:**

**1** PART 1

**2** LINE-ITEM APPROPRIATIONS

**3** Sec. 101. Subject to the conditions set forth in this act, the  
**4** amounts listed in this part are appropriated for the departments of  
**5** attorney general, civil rights, information technology, management  
**6** and budget, state, and treasury, the executive office, the  
**7** legislative branch, and certain other state purposes, for the  
**8** fiscal year ending September 30, 2010, from the funds indicated in  
**9** this part. The following is a summary of the appropriations in this  
**10** part:

**11** **TOTAL GENERAL GOVERNMENT**

**12** APPROPRIATION SUMMARY:

<b>13</b>	Full-time equated unclassified positions .....	45.0	
<b>14</b>	Full-time equated classified positions .....	7,449.7	
<b>15</b>	GROSS APPROPRIATION .....	\$	3,190,337,500
<b>16</b>	Interdepartmental grant revenues:		
<b>17</b>	Total interdepartmental grants and intradepartmental		
<b>18</b>	transfers .....		644,343,900
<b>19</b>	ADJUSTED GROSS APPROPRIATION .....	\$	2,545,993,600
<b>20</b>	Federal revenues:		
<b>21</b>	Total federal revenues .....		116,844,500
<b>22</b>	Special revenue funds:		
<b>23</b>	Total local revenues .....		3,554,000
<b>24</b>	Total private revenues .....		1,275,700

1	Total other state restricted revenues .....	1,737,614,500
2	State general fund/general purpose .....	\$ 686,704,900
3	<b>Sec. 102. DEPARTMENT OF ATTORNEY GENERAL</b>	
4	<b>(1) APPROPRIATION SUMMARY</b>	
5	Full-time equated unclassified positions.....	6.0
6	Full-time equated classified positions.....	537.0
7	GROSS APPROPRIATION.....	\$ 76,971,900
8	Interdepartmental grant revenues:	
9	Total interdepartmental grants and intradepartmental	
10	transfers .....	24,744,100
11	ADJUSTED GROSS APPROPRIATION.....	\$ 52,227,800
12	Federal revenues:	
13	Total federal revenues.....	8,177,800
14	Special revenue funds:	
15	Total local revenues.....	0
16	Total private revenues.....	0
17	Total other state restricted revenues .....	12,066,700
18	State general fund/general purpose .....	\$ 31,983,300
19	<b>(2) ATTORNEY GENERAL OPERATIONS</b>	
20	Full-time equated unclassified positions.....	6.0
21	Full-time equated classified positions.....	537.0
22	Attorney general.....	\$ 124,900
23	Unclassified positions--5.0 FTE positions .....	476,300
24	Attorney general operations--500.0 FTE positions .....	70,481,300
25	Child support enforcement--25.0 FTE positions .....	2,996,900
26	Prosecuting attorneys coordinating council--12.0 FTE	
27	positions .....	<u>2,034,600</u>

1	GROSS APPROPRIATION.....	\$	76,114,000
2	Appropriated from:		
3	Interdepartmental grant revenues:		
4	IDG from MDCH, health services.....		1,906,300
5	IDG from MDCH, WIC.....		71,500
6	IDG from MDE.....		294,100
7	IDG from MDEQ.....		1,776,800
8	IDG from MDHS.....		3,345,100
9	IDG from MDELEG, career education services.....		190,100
10	IDG from MDELEG, children's protection registry.....		37,000
11	IDG from MDELEG, financial and insurance services....		1,125,400
12	IDG from MDELEG, homeowners construction lien recovery		566,100
13	IDG from MDELEG, licensing and regulation fees.....		179,400
14	IDG from MDELEG, Michigan occupational safety and		
15	Health administration .....		100,800
16	IDG from MDELEG, Michigan state housing development		
17	authority .....		529,500
18	IDG from MDELEG, remonumentation fees.....		79,200
19	IDG from MDELEG, unemployment insurance agency.....		1,748,400
20	IDG from MDMB, civil service commission.....		306,300
21	IDG from MDMB, risk management revolving fund.....		1,362,800
22	IDG from MDMVA.....		121,500
23	IDG from MDOC.....		487,000
24	IDG from MDOT, comprehensive transportation fund.....		162,400
25	IDG from MDOT, state aeronautics fund.....		160,300
26	IDG from MDOT, state trunkline fund.....		2,867,300
27	IDG from MDSP.....		720,000

1	IDG from MDSP, Michigan justice training fund.....	325,000
2	IDG from Michigan gaming control board.....	1,139,800
3	IDG from treasury.....	4,818,600
4	IDG from treasury, strategic fund.....	131,900
5	IDG from MDIT.....	191,500
6	Federal revenues:	
7	DAG, state administrative match grant/food stamps ....	395,900
8	Federal funds.....	2,531,300
9	HHS, medical assistance, medigant.....	652,300
10	HHS-OS, state Medicaid fraud control units.....	4,598,300
11	Special revenue funds:	
12	Antitrust enforcement collections.....	663,800
13	Assigned claims assessments.....	122,600
14	Attorney general's operations fund.....	919,500
15	Auto repair facilities fees.....	238,500
16	Franchise fees.....	305,500
17	Game and fish protection fund.....	932,800
18	Liquor purchase revolving fund.....	1,082,000
19	Manufactured housing fees.....	200,400
20	Merit award trust fund.....	408,600
21	Prisoner reimbursement.....	470,600
22	Prosecuting attorneys training fees.....	375,000
23	Public utility assessments.....	1,839,300
24	Real estate enforcement fund.....	552,600
25	Reinstatement fees.....	163,400
26	Retirement funds.....	770,600
27	Second injury fund.....	1,004,500

1	Self-insurers security fund.....	178,100
2	Silicosis and dust disease fund.....	536,200
3	State building authority revenue.....	100,300
4	State lottery fund.....	254,000
5	Utility consumers fund.....	571,600
6	Waterways fund.....	102,400
7	Worker's compensation administrative revolving fund..	274,400
8	State general fund/general purpose.....	\$ 31,125,400
9	<b>(3) INFORMATION TECHNOLOGY</b>	
10	Information technology services and projects.....	\$ <u>857,900</u>
11	GROSS APPROPRIATION.....	\$ 857,900
12	Appropriated from:	
13	State general fund/general purpose.....	\$ 857,900
14	<b>Sec. 103. DEPARTMENT OF CIVIL RIGHTS</b>	
15	<b>(1) APPROPRIATION SUMMARY</b>	
16	Full-time equated unclassified positions.....	5.0
17	Full-time equated classified positions.....	125.0
18	GROSS APPROPRIATION.....	\$ 14,377,400
19	Interdepartmental grant revenues:	
20	Total interdepartmental grants and intradepartmental	
21	transfers .....	0
22	ADJUSTED GROSS APPROPRIATION.....	\$ 14,377,400
23	Federal revenues:	
24	Total federal revenues.....	2,057,300
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.....	\$ 12,320,100
4	<b>(2) CIVIL RIGHTS OPERATIONS</b>	
5	Full-time equated unclassified positions.....	5.0
6	Full-time equated classified positions.....	125.0
7	Unclassified positions--5.0 FTE positions.....	\$ 267,100
8	Civil rights operations--127.0 FTE positions.....	<u>13,256,600</u>
9	GROSS APPROPRIATION.....	\$ 13,523,700
10	Appropriated from:	
11	Federal revenues:	
12	EEOC, state and local antidiscrimination agency	
13	contracts .....	1,271,700
14	HUD, grant.....	770,600
15	State general fund/general purpose.....	\$ 11,481,400
16	<b>(3) INFORMATION TECHNOLOGY</b>	
17	Information technology services and projects.....	\$ <u>853,700</u>
18	GROSS APPROPRIATION.....	\$ 853,700
19	Appropriated from:	
20	Federal revenues:	
21	EEOC, state and local antidiscrimination agency	
22	contracts .....	15,000
23	State general fund/general purpose.....	\$ 838,700
24	<b>Sec. 104. EXECUTIVE OFFICE</b>	
25	<b>(1) APPROPRIATION SUMMARY</b>	
26	Full-time equated unclassified positions.....	10.0

1	Full-time equated classified positions.....	74.2	
2	GROSS APPROPRIATION.....		\$ 5,317,300
3	Interdepartmental grant revenues:		
4	Total interdepartmental grants and intradepartmental		
5	transfers .....		0
6	ADJUSTED GROSS APPROPRIATION.....		\$ 5,317,300
7	Federal revenues:		
8	Total federal revenues.....		0
9	Special revenue funds:		
10	Total local revenues.....		0
11	Total private revenues.....		0
12	Total other state restricted revenues.....		0
13	State general fund/general purpose.....		\$ 5,317,300
14	<b>(2) EXECUTIVE OFFICE OPERATIONS</b>		
15	Full-time equated unclassified positions.....	10.0	
16	Full-time equated classified positions.....	74.2	
17	Governor.....		\$ 177,000
18	Lieutenant governor.....		123,900
19	Executive office--74.2 FTE positions.....		4,166,600
20	Unclassified positions--8.0 FTE positions.....		<u>849,800</u>
21	GROSS APPROPRIATION.....		\$ 5,317,300
22	Appropriated from:		
23	State general fund/general purpose.....		\$ 5,317,300
24	<b>Sec. 105. DEPARTMENT OF INFORMATION TECHNOLOGY</b>		
25	<b>(1) APPROPRIATION SUMMARY</b>		
26	Full-time equated unclassified positions.....	3.0	



1	Full-time equated classified positions.....	1,632.0	
2	GROSS APPROPRIATION.....		\$ 424,240,700
3	Interdepartmental grant revenues:		
4	Total interdepartmental grants and intradepartmental		
5	transfers .....		424,240,700
6	ADJUSTED GROSS APPROPRIATION.....		0
7	Federal revenues:		
8	Total federal revenues.....		0
9	Special revenue funds:		
10	Total local revenues.....		0
11	Total private revenues.....		0
12	Total other state restricted revenues.....		0
13	State general fund/general purpose.....		\$ 0
14	<b>(2) ADMINISTRATION</b>		
15	Full-time equated unclassified positions.....	3.0	
16	Full-time equated classified positions.....	1,632.0	
17	Unclassified positions--3.0 FTE positions.....		\$ 300,000
18	Enterprisewide services--69.0 FTE positions.....		22,560,000
19	Health and human services--694.5 FTE positions.....		229,444,700
20	Education services--32.0 FTE positions.....		3,496,700
21	Public protection--284.0 FTE positions.....		58,931,500
22	Resources services--164.0 FTE positions.....		18,705,000
23	Transportation services--99.5 FTE positions.....		28,996,900
24	General services--289.0 FTE positions.....		<u>61,805,900</u>
25	GROSS APPROPRIATION.....		\$ 424,240,700
26	Appropriated from:		
27	Interdepartmental grant revenues:		

1	IDG from department of agriculture.....	1,718,900
2	IDG from department of attorney general.....	857,900
3	IDG from department of civil rights.....	853,700
4	IDG from civil service commission.....	4,340,300
5	IDG from department of community health.....	52,934,600
6	IDG from department of corrections.....	22,984,300
7	IDG from department of education.....	3,763,600
8	IDG from department of energy, labor and economic growth	44,749,200
9	IDG from department of environmental quality.....	7,822,300
10	IDG from Michigan gaming control board.....	1,361,300
11	IDG from department of human services.....	133,067,700
12	IDG from bureau of state lottery.....	4,614,000
13	IDG from department of management and budget.....	28,426,800
14	IDG from department of military and veterans affairs.	1,254,300
15	IDG from department of natural resources.....	9,698,600
16	IDG from department of state.....	25,023,700
17	IDG from department of state police.....	33,384,700
18	IDG from department of transportation.....	29,313,200
19	IDG from department of treasury.....	18,071,600
20	State general fund/general purpose.....	\$ 0

21     **Sec. 106. LEGISLATURE**

22     **(1) APPROPRIATION SUMMARY**

23	GROSS APPROPRIATION.....	\$ 114,504,000
24	Interdepartmental grant revenues:	
25	Total interdepartmental grants and intradepartmental	
26	transfers .....	0

1	ADJUSTED GROSS APPROPRIATION.....	\$	114,504,000
2	Federal revenues:		
3	Total federal revenues.....		0
4	Special revenue funds:		
5	Total local revenues.....		0
6	Total private revenues.....		400,000
7	Total other state restricted revenues.....		1,109,800
8	State general fund/general purpose.....	\$	112,994,200
9	<b>(2) LEGISLATURE</b>		
10	Senate.....	\$	29,126,400
11	Senate automated data processing.....		2,549,600
12	Senate fiscal agency.....		3,219,200
13	House of representatives.....		45,515,800
14	House automated data processing.....		2,024,900
15	House fiscal agency.....		<u>3,219,200</u>
16	GROSS APPROPRIATION.....	\$	85,655,100
17	Appropriated from:		
18	State general fund/general purpose.....	\$	85,655,100
19	<b>(3) LEGISLATIVE COUNCIL</b>		
20	Legislative council.....	\$	10,110,200
21	Legislative service bureau automated data processing .		1,374,800
22	Workers' compensation.....		133,000
23	National association dues.....		148,900
24	Legislative corrections ombudsman.....		<u>369,700</u>
25	GROSS APPROPRIATION.....	\$	12,136,600
26	Appropriated from:		
27	Special revenue funds:		

1	Private - gifts and bequests revenues .....	400,000
2	State general fund/general purpose .....	\$ 11,736,600
3	<b>(4) LEGISLATIVE RETIREMENT SYSTEM</b>	
4	General nonretirement expenses .....	\$ <u>4,533,900</u>
5	GROSS APPROPRIATION .....	\$ 4,533,900
6	Appropriated from:	
7	Special revenue funds:	
8	Court fees .....	1,109,800
9	State general fund/general purpose .....	\$ 3,424,100
10	<b>(5) PROPERTY MANAGEMENT</b>	
11	Capitol building .....	\$ 2,552,800
12	Cora Anderson building .....	7,734,200
13	Farnum building and other properties .....	<u>1,891,400</u>
14	GROSS APPROPRIATION .....	\$ 12,178,400
15	Appropriated from:	
16	State general fund/general purpose .....	\$ 12,178,400
17	<b>Sec. 107. LEGISLATIVE AUDITOR GENERAL</b>	
18	<b>(1) APPROPRIATION SUMMARY</b>	
19	GROSS APPROPRIATION .....	\$ 15,828,200
20	Interdepartmental grant revenues:	
21	Total interdepartmental grants and intradepartmental	
22	transfers .....	1,801,500
23	ADJUSTED GROSS APPROPRIATION .....	\$ 14,026,700
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.....	1,539,900
4	State general fund/general purpose.....	\$ 12,486,800
5	<b>(2) LEGISLATIVE AUDITOR GENERAL</b>	
6	Unclassified positions.....	\$ 313,500
7	Field operations.....	<u>15,514,700</u>
8	GROSS APPROPRIATION.....	\$ 15,828,200
9	Appropriated from:	
10	Interdepartmental grant revenues:	
11	IDG from MDMB, civil service commission.....	107,900
12	IDG from MDELEG, liquor purchase revolving fund.....	11,300
13	IDG from MDOT, comprehensive transportation fund.....	25,200
14	IDG from MDOT, Michigan transportation fund.....	204,300
15	IDG from MDOT, state aeronautics fund.....	19,600
16	IDG from MDOT, state trunkline fund.....	474,600
17	IDG, single audit act.....	958,600
18	Special revenue funds:	
19	Cadillac local development finance authority.....	12,300
20	Clean Michigan initiative implementation bond fund...	38,300
21	Commercial mobile radio system emergency telephone	
22	fund .....	38,300
23	Construction lien fund.....	7,400
24	Contract audit administration fees.....	53,900
25	Correctional industries revolving fund.....	32,000
26	Fee adequacy, air quality delegated authority.....	9,600
27	Game and fish protection fund.....	21,900

1	Legislative retirement system.....	19,100
2	Marine safety fund.....	1,900
3	Michigan economic development corporation.....	42,100
4	Michigan education trust fund.....	30,700
5	Michigan justice training commission fund.....	28,700
6	Michigan state housing development authority fees....	22,600
7	Michigan strategic fund.....	89,400
8	Michigan tobacco settlement authority.....	76,600
9	Michigan veterans' trust fund.....	24,900
10	Motor transport revolving fund.....	4,800
11	Office services revolving fund.....	6,900
12	State disbursement unit, office of child support....	25,500
13	State services fee fund.....	947,300
14	Waterways fund.....	5,700
15	State general fund/general purpose.....	\$ 12,486,800
16	<b>Sec. 108. DEPARTMENT OF MANAGEMENT AND BUDGET</b>	
17	<b>(1) APPROPRIATION SUMMARY</b>	
18	Full-time equated unclassified positions.....	6.0
19	Full-time equated classified positions.....	1,410.0
20	GROSS APPROPRIATION.....	\$ 566,990,600
21	Interdepartmental grant revenues:	
22	Total interdepartmental grants and intradepartmental	
23	transfers .....	162,436,800
24	ADJUSTED GROSS APPROPRIATION.....	\$ 404,553,800
25	Federal revenues:	
26	Total federal revenues.....	11,219,800

1	Special revenue funds:	
2	Total local revenues.....	2,027,600
3	Total private revenues.....	151,900
4	Total other state restricted revenues.....	74,373,900
5	State general fund/general purpose.....	\$ 316,780,600
6	<b>(2) MANAGEMENT AND BUDGET SERVICES</b>	
7	Full-time equated unclassified positions.....	6.0
8	Full-time equated classified positions.....	695.5
9	Unclassified positions--6.0 FTE positions.....	\$ 636,500
10	Executive operations--10.5 FTE positions.....	1,521,800
11	Administrative services--55.5 FTE positions.....	5,339,000
12	Budget and financial management--163.5 FTE positions .	16,869,600
13	Office of the state employer--23.0 FTE positions.....	2,848,200
14	Design and construction services--40.0 FTE positions .	5,443,100
15	Business support services--104.0 FTE positions.....	10,462,600
16	Building operation services--253.0 FTE positions.....	89,769,000
17	Building occupancy charges, rent, and utilities.....	5,431,900
18	Motor vehicle fleet--46.0 FTE positions.....	<u>56,994,200</u>
19	GROSS APPROPRIATION.....	\$ 195,315,900
20	Appropriated from:	
21	Interdepartmental grant revenues:	
22	IDG from building occupancy and parking charges.....	92,105,600
23	IDG from MDELEG.....	100,000
24	IDG from MDCH.....	438,900
25	IDG from MDHS.....	175,500
26	IDG from MDOT, comprehensive transportation fund.....	32,700
27	IDG from MDOT, state aeronautics fund.....	23,600

1	IDG from MDOT, state trunkline fund.....	1,140,800
2	IDG from motor transport fund.....	56,994,200
3	IDG from user fees.....	5,406,600
4	Federal funds:	
5	Federal indirect funds.....	266,700
6	Special revenue funds:	
7	Game and fish protection fund.....	380,500
8	Health management funds.....	1,781,100
9	Marine safety fund.....	600
10	Special revenue, internal service, and pension trust	
11	funds .....	11,557,000
12	State building authority revenue.....	633,400
13	State lottery fund.....	334,400
14	State services fee fund.....	126,400
15	Waterways fund.....	94,600
16	State general fund/general purpose.....	\$ 23,723,300
17	<b>(3) STATEWIDE APPROPRIATIONS</b>	
18	Professional development fund - AFSCME.....	\$ 50,000
19	Professional development fund - MPE, SEIU, scientific,	
20	and engineering unit .....	125,000
21	Professional development fund - MPE, SEIU, technical	
22	unit .....	50,000
23	Professional development fund - MSC.....	150,000
24	Professional development fund - NERE.....	<u>50,000</u>
25	GROSS APPROPRIATION.....	\$ 425,000
26	Appropriated from:	
27	Interdepartmental grant revenues:	



1	IDG from employer contributions .....	425,000
2	State general fund/general purpose .....	\$ 0
3	<b>(4) SPECIAL PROGRAMS</b>	
4	Full-time equated classified positions.....	176.0
5	Building occupancy charges - property management	
6	services for executive/legislative building	
7	occupancy .....	\$ 1,249,100
8	Retirement services--164.0 FTE positions .....	17,234,000
9	Office of children's ombudsman--12.0 FTE positions ...	<u>1,507,600</u>
10	GROSS APPROPRIATION.....	\$ 19,990,700
11	Appropriated from:	
12	Special revenue funds:	
13	Deferred compensation.....	1,542,400
14	Pension trust funds.....	15,691,600
15	State general fund/general purpose .....	\$ 2,756,700
16	<b>(5) INFORMATION TECHNOLOGY</b>	
17	Information technology services and projects .....	\$ <u>28,426,800</u>
18	GROSS APPROPRIATION.....	\$ 28,426,800
19	Appropriated from:	
20	Interdepartmental grant revenues:	
21	IDG from building occupancy and parking charges .....	685,500
22	IDG from MDOT, comprehensive transportation fund .....	2,100
23	IDG from MDOT, state aeronautics fund.....	1,100
24	IDG from MDOT, state trunkline fund.....	47,500
25	IDG from user fees.....	196,400
26	Special revenue funds:	
27	Deferred compensation.....	2,600

1	Game and fish protection fund.....		10,700
2	Health management funds.....		44,000
3	MAIN user charges.....		4,597,800
4	Pension trust funds.....		6,568,700
5	Special revenue, internal service, and pension trust		
6	funds .....		2,635,000
7	State building authority revenue.....		10,400
8	State lottery fund.....		4,600
9	Waterways fund.....		2,000
10	State general fund/general purpose.....	\$	13,618,400
11	<b>(6) STATE BUILDING AUTHORITY RENT</b>		
12	State building authority rent - state agencies .....	\$	70,558,300
13	State building authority rent - department of		
14	corrections .....		47,513,700
15	State building authority rent - universities .....		112,813,400
16	State building authority rent - community colleges ...		<u>20,936,700</u>
17	GROSS APPROPRIATION.....	\$	251,822,100
18	Appropriated from:		
19	Special revenue funds:		
20	State lottery fund.....		1,520,000
21	State general fund/general purpose.....	\$	250,302,100
22	<b>(7) CIVIL SERVICE COMMISSION</b>		
23	Full-time equated classified positions.....		538.5
24	Agency services--118.5 FTE positions.....	\$	13,535,400
25	Executive direction--38.0 FTE positions.....		9,767,900
26	Employee benefits--31.0 FTE positions.....		5,936,500
27	Training.....		1,300,000

1	Human resources operations--351.0 FTE positions .....	34,130,000
2	Information technology services and projects .....	<u>4,340,300</u>
3	GROSS APPROPRIATION.....	\$ 69,010,100
4	Appropriated from:	
5	Interdepartmental grant revenues:	
6	IDG, training charges.....	1,300,000
7	IDG, special funds.....	1,361,300
8	Federal revenues:	
9	Federal funds.....	6,147,600
10	Federal indirect funds.....	4,805,500
11	Special revenue funds:	
12	Local funds.....	2,027,600
13	Private funds.....	151,900
14	State restricted funds.....	18,109,200
15	State sponsored group insurance.....	2,650,000
16	State sponsored group insurance, flexible spending	
17	accounts, and COBRA .....	6,076,900
18	State general fund/general purpose.....	\$ 26,380,100
19	<b>(8) CAPITAL OUTLAY</b>	
20	Major special maintenance, remodeling and addition for	
21	state agencies .....	\$ <u>2,000,000</u>
22	GROSS APPROPRIATION.....	\$ 2,000,000
23	Appropriated from:	
24	Interdepartmental grant revenues:	
25	IDG, building occupancy charges.....	2,000,000
26	Special revenue funds:	
27	State general fund/general purpose.....	\$ 0

1	<b>Sec. 109. DEPARTMENT OF STATE</b>		
2	<b>(1) APPROPRIATION SUMMARY</b>		
3	Full-time equated unclassified positions.....	6.0	
4	Full-time equated classified positions.....	1,809.0	
5	GROSS APPROPRIATION.....	\$	213,639,000
6	Interdepartmental grant revenues:		
7	Total interdepartmental grants and intradepartmental		
8	transfers .....		20,000,000
9	ADJUSTED GROSS APPROPRIATION.....	\$	193,639,000
10	Federal revenues:		
11	Total federal revenues.....		1,810,000
12	Special revenue funds:		
13	Total local revenues.....		0
14	Total private revenues.....		100
15	Total other state restricted revenues.....		163,614,700
16	State general fund/general purpose.....	\$	28,214,200
17	<b>(2) EXECUTIVE DIRECTION</b>		
18	Full-time equated unclassified positions.....	6.0	
19	Full-time equated classified positions.....	30.2	
20	Secretary of state.....	\$	124,900
21	Unclassified positions--6.0 FTE positions.....		453,200
22	Operations--30.0 FTE positions.....		<u>3,037,300</u>
23	GROSS APPROPRIATION.....	\$	3,615,400
24	Appropriated from:		
25	Special revenue funds:		
26	Auto repair facilities fees.....		60,500

1	Driver fees.....		143,800
2	Expedient service fees.....		58,500
3	Parking ticket court fines.....		8,300
4	Personal identification card fees.....		13,800
5	Reinstatement fees - operator licenses.....		150,400
6	Transportation administration collection fund.....		2,069,100
7	Vehicle theft prevention fees.....		35,600
8	State general fund/general purpose.....	\$	1,075,400
9	<b>(3) DEPARTMENT SERVICES</b>		
10	Full-time equated classified positions.....	159.0	
11	Operations--152.0 FTE positions.....	\$	23,375,200
12	Assigned claims assessments--7.0 FTE positions.....		<u>908,600</u>
13	GROSS APPROPRIATION.....	\$	24,283,800
14	Appropriated from:		
15	Special revenue funds:		
16	Abandoned vehicle fees.....		468,600
17	Assigned claims assessments.....		908,600
18	Auto repair facilities fees.....		415,000
19	Child support clearance fees.....		34,300
20	Driver fees.....		451,100
21	Expedient service fees.....		256,800
22	Marine safety fund.....		77,100
23	Off-road vehicle title fees.....		7,800
24	Parking ticket court fines.....		52,700
25	Personal identification card fees.....		85,900
26	Reinstatement fees - operator licenses.....		556,200
27	Scrap tire fund.....		70,700

1	Snowmobile registration fee revenue.....	18,100
2	Transportation administration collection fund.....	18,804,600
3	Vehicle theft prevention fees.....	243,400
4	State general fund/general purpose.....	\$ 1,832,900
5	<b>(4) REGULATORY SERVICES</b>	
6	Full-time equated classified positions.....	210.5
7	Operations--208.5 FTE positions.....	\$ 22,106,900
8	County clerk education and training.....	100,000
9	Motorcycle safety education administration--2.0 FTE	
10	positions .....	368,500
11	Motorcycle safety education grants.....	<u>1,430,000</u>
12	GROSS APPROPRIATION.....	\$ 24,005,400
13	Appropriated from:	
14	Special revenue funds:	
15	Auto repair facilities fees.....	4,144,800
16	Driver education provider and instructor fund.....	72,900
17	Driver fees.....	1,978,300
18	Expedient service fees.....	35,200
19	Motorcycle safety fund.....	1,798,500
20	Notary education and training fund.....	100,000
21	Notary fee fund.....	314,000
22	Parking ticket court fines.....	20,700
23	Personal identification card fees.....	50,500
24	Reinstatement fees - operator licenses.....	1,803,000
25	Transportation administration collection fund.....	10,921,800
26	Vehicle theft prevention fees.....	1,330,900
27	State general fund/general purpose.....	\$ 1,434,800

1	(5) CUSTOMER DELIVERY SERVICES	
2	Full-time equated classified positions.....	1,373.5
3	Branch operations--931.5 FTE positions.....	\$ 76,430,100
4	Central operations--415.0 FTE positions.....	39,968,800
5	Commemorative license plates--24.0 FTE positions.....	2,147,300
6	Specialty license plates--3.0 FTE positions.....	1,922,000
7	Olympic center plate.....	75,700
8	Organ donor program.....	<u>104,100</u>
9	GROSS APPROPRIATION.....	\$ 120,648,000
10	Appropriated from:	
11	Interdepartmental grant revenues:	
12	IDG from MDOT, Michigan transportation fund.....	20,000,000
13	Federal revenues:	
14	Federal funds.....	1,460,000
15	Special revenue funds:	
16	Private funds.....	100
17	Abandoned vehicle fees.....	197,600
18	Auto repair facilities fees.....	93,100
19	Child support clearance fees.....	295,500
20	Driver fees.....	16,141,900
21	Enhanced driver license and enhanced official state	
22	personal identification card fund.....	4,226,700
23	Expedient service fees.....	2,465,200
24	Marine safety fees.....	1,210,700
25	Michigan state police auto theft fund.....	118,900
26	Mobile home commission fees.....	476,000
27	Off-road vehicle title fees.....	129,900

1	Parking ticket court fines.....	1,490,500
2	Personal identification card fees.....	1,614,400
3	Reinstatement fees - operator licenses.....	1,209,600
4	Snowmobile registration fee revenue.....	348,100
5	Transportation administration collection fund.....	58,184,500
6	Vehicle theft prevention fees.....	209,500
7	State general fund/general purpose.....	\$ 10,775,800
8	<b>(6) ELECTION REGULATION</b>	
9	Full-time equated classified positions.....	36.0
10	Election administration and services--36.0 FTE	
11	positions .....	\$ 4,989,500
12	Fees to local units.....	109,800
13	Help America vote act.....	<u>350,000</u>
14	GROSS APPROPRIATION.....	\$ 5,449,300
15	Appropriated from:	
16	Federal revenues:	
17	Federal funds - HAVA HHS.....	350,000
18	State general fund/general purpose.....	\$ 5,099,300
19	<b>(7) DEPARTMENTWIDE APPROPRIATIONS</b>	
20	Building occupancy charges/rent.....	\$ 10,309,100
21	Worker's compensation.....	<u>304,300</u>
22	GROSS APPROPRIATION.....	\$ 10,613,400
23	Appropriated from:	
24	Special revenue funds:	
25	Auto repair facilities fees.....	135,300
26	Driver fees.....	630,800
27	Expedient service fees.....	26,000



1	Parking ticket court fines.....	447,800
2	Transportation administration collection fund.....	5,925,000
3	State general fund/general purpose.....	\$ 3,448,500
4	<b>(8) INFORMATION TECHNOLOGY</b>	
5	Information technology services and projects.....	\$ <u>25,023,700</u>
6	GROSS APPROPRIATION.....	\$ 25,023,700
7	Appropriated from:	
8	Special revenue funds:	
9	Administrative order processing fees.....	11,100
10	Auto repair facilities fees.....	179,300
11	Child support clearance fees.....	16,200
12	Driver fees.....	1,548,900
13	Expedient service fees.....	1,024,500
14	Parking ticket court fines.....	82,600
15	Personal identification card fees.....	888,200
16	Reinstatement fees - operator licenses.....	503,600
17	Transportation administration collection fund.....	16,051,000
18	Vehicle theft prevention fees.....	170,800
19	State general fund/general purpose.....	\$ 4,547,500
20	<b>Sec. 110. DEPARTMENT OF TREASURY</b>	
21	<b>(1) APPROPRIATION SUMMARY</b>	
22	Full-time equated unclassified positions.....	9.0
23	Full-time equated classified positions.....	1,862.5
24	GROSS APPROPRIATION.....	\$ 1,758,468,400
25	Interdepartmental grant revenues:	
26	Total interdepartmental grants and intradepartmental	

1	transfers .....	11,120,800
2	ADJUSTED GROSS APPROPRIATION.....	\$ 1,747,347,600
3	Federal revenues:	
4	Total federal revenues.....	93,579,600
5	Special revenue funds:	
6	Total local revenues.....	1,526,400
7	Total private revenues.....	723,700
8	Total other state restricted revenues.....	1,484,909,500
9	State general fund/general purpose.....	\$ 166,608,400
10	<b>(2) EXECUTIVE DIRECTION</b>	
11	Full-time equated unclassified positions..... 9.0	
12	Full-time equated classified positions..... 5.0	
13	Unclassified positions--9.0 FTE positions.....	\$ 834,600
14	Office of the director--5.0 FTE positions.....	<u>843,600</u>
15	GROSS APPROPRIATION.....	\$ 1,678,200
16	Appropriated from:	
17	Federal revenues:	
18	DED-OPSE, federal lenders allowance.....	20,000
19	DED-OPSE, higher education act of 1965 insured loans .	45,000
20	Special revenue funds:	
21	State lottery fund.....	191,000
22	State services fee fund.....	210,500
23	State general fund/general purpose.....	\$ 1,211,700
24	<b>(3) DEPARTMENTWIDE APPROPRIATIONS</b>	
25	Travel.....	\$ 1,315,900
26	Rent and building occupancy charges - property	
27	management services .....	5,657,300

1	Worker's compensation insurance premium.....		<u>153,000</u>
2	GROSS APPROPRIATION.....	\$	7,126,200
3	Appropriated from:		
4	Special revenue funds:		
5	Delinquent tax collection revenue.....		3,927,700
6	State general fund/general purpose.....	\$	3,198,500
7	<b>(4) LOCAL GOVERNMENT PROGRAMS</b>		
8	Full-time equated classified positions.....	87.0	
9	Supervision of the general property tax law--60.0 FTE		
10	positions .....	\$	14,479,200
11	Property tax assessor training--4.0 FTE positions....		430,400
12	Local finance--23.0 FTE positions.....		<u>2,502,700</u>
13	GROSS APPROPRIATION.....	\$	17,412,300
14	Appropriated from:		
15	Special revenue funds:		
16	Local - assessor training fees.....		830,400
17	Local - audit charges.....		606,000
18	Local - equalization study charge-backs.....		40,000
19	Local - revenue from local government.....		50,000
20	Delinquent tax collection revenue.....		408,500
21	Land reutilization fund.....		4,049,600
22	Municipal finance fees.....		491,000
23	State education tax collections.....		50,000
24	State general fund/general purpose.....	\$	10,886,800
25	<b>(5) TAX PROGRAMS</b>		
26	Full-time equated classified positions.....	747.0	
27	Customer contact--139.0 FTE positions.....	\$	12,070,300

1	Tax compliance--338.0 FTE positions .....	34,988,700
2	Tax and economic policy--81.0 FTE positions .....	9,279,900
3	Tax processing--151.0 FTE positions .....	14,075,100
4	Home heating assistance .....	2,618,100
5	Bottle bill implementation .....	250,000
6	Tobacco tax collection--10.0 FTE positions .....	358,900
7	Michigan business tax--28.0 FTE	
8	positions .....	5,366,600
9	Property tax appeal program .....	<u>500,000</u>
10	GROSS APPROPRIATION .....	\$ 79,507,600
11	Appropriated from:	
12	Interdepartmental grant revenues:	
13	IDG, data/collection services fees .....	50,900
14	IDG from MDOT, Michigan transportation fund .....	6,981,600
15	IDG from MDOT, state aeronautics fund .....	68,700
16	Federal revenues:	
17	HHS-SSA, low-income energy assistance .....	2,618,100
18	Special revenue funds:	
19	Bottle deposit fund .....	250,000
20	Delinquent tax collection revenue .....	58,757,900
21	Tobacco tax collection and enforcement .....	358,900
22	Tobacco tax revenue .....	591,700
23	Waterways fund .....	80,500
24	State general fund/general purpose .....	\$ 9,749,300
25	<b>(6) BANKING AND MANAGEMENT SERVICES</b>	
26	Full-time equated classified positions .....	342.0
27	Program management--10.0 FTE positions .....	\$ 1,151,000

1	Departmental and budget services--18.0 FTE positions .	1,772,600
2	Mail operations--28.0 FTE positions .....	2,049,200
3	Unclaimed property--21.0 FTE positions .....	3,534,500
4	Collections--208.0 FTE positions .....	20,762,600
5	Finance and accounting--17.0 FTE positions .....	1,124,600
6	Receipts processing--40.0 FTE positions .....	<u>3,149,200</u>
7	GROSS APPROPRIATION.....	\$ 33,543,700
8	Appropriated from:	
9	Interdepartmental grant revenues:	
10	IDG, levy/warrant cost assessment fees .....	1,866,800
11	IDG, state agency collection fees .....	602,900
12	IDG from MDHS, title IV-D.....	631,000
13	IDG data/collection services fees .....	206,400
14	Special revenue funds:	
15	Delinquent tax collection revenue .....	19,494,900
16	Escheats revenue .....	3,534,500
17	Justice system fund.....	653,800
18	Garnishment fees .....	546,100
19	Treasury fees .....	43,600
20	State general fund/general purpose .....	\$ 5,963,700
21	<b>(7) FINANCIAL PROGRAMS</b>	
22	Full-time equated classified positions.....	225.5
23	Investments--82.0 FTE positions .....	\$ 16,717,500
24	Michigan merit award administration--6.0 FTE positions	1,480,000
25	Common cash and debt management--22.5 FTE positions ..	1,261,600
26	Student financial assistance programs--113.0 FTE	
27	positions .....	36,005,900

1	Public-private partnership investment--2.0 FTE	
2	positions .....	<u>1,458,700</u>
3	GROSS APPROPRIATION.....	\$ 56,923,700
4	Appropriated from:	
5	Interdepartmental grant revenues:	
6	IDG, fiscal agent service fees.....	172,100
7	Federal revenues:	
8	DED-OPSE, federal lenders allowance.....	10,550,200
9	DED-OPSE, higher education act of 1965, insured loans	23,485,800
10	Special revenue funds:	
11	Defined contribution administrative fee revenue .....	100,000
12	Michigan merit award trust fund.....	1,915,700
13	Public-private partnership investment fund.....	1,458,700
14	Retirement funds.....	15,657,400
15	School bond fees.....	623,800
16	Treasury fees.....	1,125,900
17	State general fund/general purpose.....	\$ 1,834,100
18	<b>(8) DEBT SERVICE</b>	
19	Water pollution control bond and interest redemption.	\$ 2,257,500
20	Quality of life bond.....	38,430,000
21	Clean Michigan initiative.....	22,930,000
22	Great Lakes water quality bond.....	<u>18,560,000</u>
23	GROSS APPROPRIATION.....	\$ 82,177,500
24	Appropriated from:	
25	Special revenue funds:	
26	Refined petroleum fund.....	15,514,500
27	State general fund/general purpose.....	\$ 66,663,000

1	<b>(9) GRANTS</b>		
2	Grants to counties in lieu of taxes.....	\$	5,000
3	Convention facility development distribution.....		58,850,000
4	Senior citizen cooperative housing tax exemption		
5	program .....		16,500,000
6	Health and safety fund grants.....		25,000,000
7	Renaissance zone reimbursement.....		<u>3,400,000</u>
8	GROSS APPROPRIATION.....	\$	103,755,000
9	Appropriated from:		
10	Special revenue funds:		
11	Convention facility development fund.....		58,850,000
12	Health and safety fund.....		25,000,000
13	State general fund/general purpose.....	\$	19,905,000
14	<b>(10) BUREAU OF STATE LOTTERY</b>		
15	Full-time equated classified positions.....		181.0
16	Lottery operations--181.0 FTE positions.....	\$	20,847,800
17	Lottery information technology services and projects .		<u>4,614,000</u>
18	GROSS APPROPRIATION.....	\$	25,461,800
19	Appropriated from:		
20	Special revenue funds:		
21	State lottery fund.....		25,461,800
22	State general fund/general purpose.....	\$	0
23	<b>(11) CASINO GAMING</b>		
24	Full-time equated classified positions.....		115.0
25	Michigan gaming control board.....	\$	50,000
26	Casino gaming control administration--115.0 FTE		
27	positions .....		19,650,600

1	Casino gaming information technology services and	
2	projects .....	<u>1,361,300</u>
3	GROSS APPROPRIATION.....	\$ 21,061,900
4	Appropriated from:	
5	Special revenue funds:	
6	Casino gambling agreements.....	539,600
7	State services fee fund.....	20,522,300
8	State general fund/general purpose.....	\$ 0
9	<b>(12) PAYMENTS IN LIEU OF TAXES</b>	
10	Commercial forest reserve.....	\$ 2,662,600
11	Purchased lands.....	4,650,000
12	Swamp and tax reverted lands.....	7,076,500
13	Administration.....	<u>100</u>
14	GROSS APPROPRIATION.....	\$ 14,389,200
15	Appropriated from:	
16	Interdepartmental grant revenues:	
17	IDG from department of natural resources.....	100
18	Special revenue funds:	
19	Game and fish protection fund.....	1,787,900
20	Michigan natural resources trust fund.....	521,200
21	Michigan state waterways fund.....	140,900
22	State general fund/general purpose.....	\$ 11,939,100
23	<b>(13) MICHIGAN STRATEGIC FUND</b>	
24	Full-time equated classified positions.....	160.0
25	Administration--22.0 FTE positions.....	\$ 2,591,200
26	Job creation services--125.0 FTE positions.....	17,263,100
27	Jobs for Michigan investment program - 21st century	



1	jobs fund .....	75,000,000
2	Michigan promotion program.....	5,717,500
3	Economic development job training grants .....	6,724,500
4	Community development block grants .....	53,000,000
5	Michigan film office--6.0 FTE positions .....	734,000
6	Cultural economic development--2.0 FTE positions .....	335,200
7	Council for arts and cultural affairs--5.0 FTE positions	499,900
8	Arts and cultural institution planning grants .....	<u>1,822,000</u>
9	GROSS APPROPRIATION.....	\$ 163,687,400
10	Appropriated from:	
11	Interdepartmental grant revenues:	
12	IDG-MDEQ, air quality fees .....	81,200
13	Federal revenues:	
14	HUD-CPD, community development block grants .....	55,466,500
15	NFAH-NEA, promotion of the arts, partnership agreements	850,000
16	Special revenue funds:	
17	Private - special project advances .....	723,700
18	Industry support fees .....	5,300
19	21st century jobs trust fund .....	75,000,000
20	Michigan film promotion fund .....	550,000
21	State general fund/general purpose .....	\$ 31,010,700
22	<b>(14) REVENUE SHARING</b>	
23	Constitutional state general revenue sharing grants ..	\$ 661,219,400
24	Statutory state general revenue sharing grants .....	423,093,700
25	County revenue sharing payments .....	49,147,200
26	Special grants .....	<u>212,000</u>
27	GROSS APPROPRIATION.....	\$ 1,133,672,300

1 Appropriated from:

2 Special revenue funds:

3 Sales tax..... 1,133,460,300

4 State general fund/general purpose..... \$ 212,000

5 **(15) INFORMATION TECHNOLOGY**

6 Treasury operations information technology services

7 and projects ..... \$ 18,071,600

8 GROSS APPROPRIATION..... \$ 18,071,600

9 Appropriated from:

10 Interdepartmental grant revenues:

11 IDG from MDOT, Michigan transportation fund..... 459,100

12 Federal revenues:

13 DED-OPSE, federal lenders allowance..... 544,000

14 Special revenue funds:

15 Delinquent tax collection revenue..... 11,840,700

16 Michigan merit award trust fund..... 415,100

17 Retirement funds..... 666,300

18 Tobacco tax revenue..... 111,900

19 State general fund/general purpose..... \$ 4,034,500

20 **PART 2**

21 **PROVISIONS CONCERNING APPROPRIATIONS**

22 **GENERAL SECTIONS**

23 Sec. 201. (1) Pursuant to section 30 of article IX of the  
 24 state constitution of 1963, total state spending from state  
 25 resources under part 1 for fiscal year 2009-2010 is

1 \$2,424,319,400.00 and state spending from state resources to be  
 2 paid to local units of government for fiscal year 2009-2010 is  
 3 \$1,296,161,000.00. The itemized statement below identifies  
 4 appropriations from which spending to local units of government  
 5 will occur:

6 DEPARTMENT OF STATE

7	Fees to local units.....	\$	109,800
8	Motorcycle safety grants.....		<u>1,144,000</u>
9	Subtotal.....	\$	1,253,800

10 DEPARTMENT OF TREASURY

11	Senior citizen cooperative housing tax exemption.....	\$	16,500,000
12	Grants to counties in lieu of taxes.....		5,000
13	Health and safety fund grants.....		25,000,000
14	Property tax appeal program.....		500,000
15	Constitutional state general revenue sharing grants..		661,219,400
16	Statutory state general revenue sharing grants.....		423,093,700
17	Convention facility development fund distribution....		58,850,000
18	Commercial mobile radio service payments.....		20,200,000
19	Renaissance zone reimbursements.....		3,400,000
20	Special grants.....		212,000
21	County revenue sharing payments.....		49,147,200
22	Airport parking distribution pursuant to section 909.		19,590,700
23	Economic development job training grants.....		1,800,000
24	Arts and cultural institution planning grants.....		1,000,000
25	Payments in lieu of taxes.....		<u>14,389,200</u>
26	Subtotal.....	\$	<u>1,294,907,200</u>
27	TOTAL GENERAL GOVERNMENT.....	\$	1,296,161,000

1           (2) Pursuant to section 30 of article IX of the state  
2 constitution of 1963, total state spending from state sources for  
3 fiscal year 2009-2010 is estimated at \$26,870,314,200.00 in the  
4 2009-2010 appropriations acts and total state spending from state  
5 sources paid to local units of government for fiscal year 2009-2010  
6 is estimated at \$15,831,161,600.00. The state-local proportion is  
7 estimated at 58.9% of total state spending from state resources.

8           (3) If payments to local units of government and state  
9 spending from state sources for fiscal year 2009-2010 are different  
10 than the amounts estimated in subsection (2), the state budget  
11 director shall report the payments to local units of government and  
12 state spending from state sources that were made for fiscal year  
13 2009-2010 to the senate and house of representatives standing  
14 committees on appropriations within 30 days after the final book-  
15 closing for fiscal year 2009-2010.

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

19           Sec. 203. As used in this act:

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

22           (b) "CDBG" means community development block grants.

23           (c) "COBRA" means the consolidated omnibus budget  
24 reconciliation act of 1985, Public Law 99-272, 100 Stat. 82.

25           (d) "CPI" means consumer price index.

26           (e) "DAG" means the United States department of agriculture.

27           (f) "DED-OPSE" means the United States department of

1 education, office of postsecondary education.

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

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

6 (i) "EEOC" means the United States equal employment  
7 opportunity commission.

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

10 (k) "FTE" means full-time equated.

11 (l) "Fund" means the Michigan strategic fund.

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

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

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

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

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

19 (r) "HUD-CPD" means the United States department of housing  
20 and urban development - community planning and development.

21 (s) "IDG" means interdepartmental grant.

22 (t) "JCOS" means the joint capital outlay subcommittee.

23 (u) "MAIN" means the Michigan administrative information  
24 network.

25 (v) "MCL" means the Michigan Compiled Laws.

26 (w) "MDCH" means the Michigan department of community health.

27 (x) "MDEQ" means the Michigan department of environmental

1 quality.

2 (y) "MDHS" means the Michigan department of human services.

3 (z) "MDELEG" means the Michigan department of energy, labor  
4 and economic growth.

5 (aa) "MDMB" means the Michigan department of management and  
6 budget.

7 (bb) "MDOT" means the Michigan department of transportation.

8 (cc) "MDSP" means the Michigan department of state police.

9 (dd) "MEDC" means the Michigan economic development  
10 corporation, which is the public body corporate created under  
11 section 28 of article VII of the state constitution of 1963 and the  
12 urban cooperation act of 1967, 1967 (Ex Sess) PA 7, MCL 124.501 to  
13 124.512, by contractual interlocal agreement effective April 5,  
14 1999, between local participating economic development corporations  
15 formed under the economic development corporations act, 1974 PA  
16 338, MCL 125.1601 to 125.1636, and the Michigan strategic fund.

17 (ee) "MPE" means Michigan public employees.

18 (ff) "MSC" means managerial, supervisory and confidential.

19 (gg) "NERE" means nonexclusively represented employees.

20 (hh) "PA" means public act.

21 (ii) "PACC" means the prosecuting attorneys coordinating  
22 council.

23 (jj) "SEIU" means service employees international union.

24 Sec. 204. The civil service commission shall bill departments  
25 and agencies at the end of the first fiscal quarter for the charges  
26 authorized by section 5 of article XI of the state constitution of  
27 1963. Payments shall be made for the total amount of the billing by

1 the end of the second fiscal quarter.

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

25       Sec. 211. Pursuant to section 352 of the management and budget  
26 act, 1984 PA 431, MCL 18.1352, which provides for a transfer of  
27 state general funds into the countercyclical budget and economic

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

	2008	2009
Michigan personal income (millions) .....	\$354,187	\$349,583
less: transfer payments .....	<u>64,989</u>	<u>69,733</u>
Subtotal .....	\$289,198	\$279,850
Divided by: Detroit CPI for 12 months		
ending June 30 .....	202.820	207.079
Equals: Real adjusted Michigan personal		
income .....	\$1,426	\$1,351
Percentage change .....		-5.2%
Percentage change in excess of 2% .....		0.0%
Multiplied by: estimated GF/GP revenue in		
FY 2008-2009 (millions) .....		8,306.1
Equals: countercyclical budget and		
economic stabilization fund calculation		
for the fiscal year ending September 30,		
2009 .....		-\$431.9

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

Sec. 214. From the funds appropriated in part 1 for



1 information technology, departments and agencies shall pay user  
2 fees to the department of information technology for technology-  
3 related services and projects. Such user fees shall be subject to  
4 provisions of an interagency agreement between the departments and  
5 agencies and the department of information technology.

6 Sec. 216. (1) Due to the current budgetary problems in this  
7 state, out-of-state travel for the fiscal year ending September 30,  
8 2010 shall be limited to situations in which 1 or more of the  
9 following conditions apply:

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

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

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

18 (d) The travel is necessary to comply with federal  
19 requirements.

20 (e) The travel is necessary to secure specialized training for  
21 staff that is not available within this state.

22 (f) The travel is financed entirely by federal or nonstate  
23 funds.

24 (2) Not later than January 1 of each year, each department  
25 shall prepare a travel report listing all travel by classified and  
26 unclassified employees outside this state in the immediately  
27 preceding fiscal year that was funded in whole or in part with

1 funds appropriated in the department's budget. The report shall be  
2 submitted to the senate and house of representatives standing  
3 committees on appropriations, the senate and house fiscal agencies,  
4 and the state budget director. The report shall include the  
5 following information:

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

8 (b) The destination of each travel occurrence.

9 (c) The dates of each travel occurrence.

10 (d) A brief statement of the reason for each travel  
11 occurrence.

12 (e) The transportation and related costs of each travel  
13 occurrence, including the proportion funded with state general  
14 fund/general purpose revenues, the proportion funded with state  
15 restricted revenues, the proportion funded with federal revenues,  
16 and the proportion funded with other revenues.

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

19 Sec. 226. Funds appropriated in part 1 shall not be used by a  
20 principal executive department, state agency, or authority to hire  
21 a person to provide legal services that are the responsibility of  
22 the attorney general. This prohibition does not apply to legal  
23 services for bonding activities and for those activities that the  
24 attorney general authorizes.

25 **DEPARTMENT OF ATTORNEY GENERAL**

26 Sec. 301. (1) In addition to the funds appropriated in part 1,

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

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

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

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

24 Sec. 302. (1) The attorney general shall perform all legal  
25 services, including representation before courts and administrative  
26 agencies rendering legal opinions and providing legal advice to a  
27 principal executive department or state agency. A principal

1 executive department or state agency shall not employ or enter into  
2 a contract with any other person for services described in this  
3 section.

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

9 (3) The attorney general shall perform the duties specified in  
10 1846 RS 12, MCL 14.28 to 14.35, and 1919 PA 232, MCL 14.101 to  
11 14.102, and as otherwise provided by law.

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

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

27 Sec. 305. In addition to the funds appropriated in part 1, not

1 more than \$400,000.00 shall be reimbursed per fiscal year for food  
2 stamp fraud cases heard by the third circuit court of Wayne County  
3 that were initiated by the department of attorney general pursuant  
4 to the existing contract between the department of human services,  
5 the prosecuting attorneys association of Michigan, and the  
6 department of attorney general. The source of this funding is money  
7 earned by the department of attorney general under the agreement  
8 after the allowance for reimbursement to the department of attorney  
9 general for costs associated with the prosecution of food stamp  
10 fraud cases. It is recognized that the federal funds are earned by  
11 the department of attorney general for its documented progress on  
12 the prosecution of food stamp fraud cases according to the United  
13 States department of agriculture regulations and that, once earned  
14 by this state, the funds become state funds.

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

19       Sec. 307. (1) In addition to the antitrust revenues in part 1,  
20 antitrust, securities fraud, consumer protection or class action  
21 enforcement revenues, or attorney fees recovered by the department,  
22 not to exceed \$250,000.00, are appropriated to the department for  
23 antitrust, securities fraud, and consumer protection or class  
24 action enforcement cases.

25       (2) Any unexpended funds from antitrust, securities fraud, or  
26 consumer protection or class action enforcement revenues at the end  
27 of the fiscal year, including antitrust funds in part 1, may be

1 carried forward for expenditure in the following fiscal year up to  
2 the maximum authorization of \$250,000.00.

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

6 (2) The funds may be expended for the payment of court  
7 judgments or settlements, attorney fees, and litigation expenses  
8 not including salaries and support costs, assessed against the  
9 office of the governor, the department of the attorney general, the  
10 governor, or the attorney general when acting in an official  
11 capacity as the named party in litigation against the state. The  
12 funds may also be expended for the payment of state costs incurred  
13 under section 16 of chapter X of the code of criminal procedure,  
14 1927 PA 175, MCL 770.16.

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

18 Sec. 309. From the prisoner reimbursement funds appropriated  
19 in part 1, the department may spend up to \$470,600.00 on activities  
20 related to the state correctional facilities reimbursement act,  
21 1935 PA 253, MCL 800.401 to 800.406. In addition to the funds  
22 appropriated in part 1, if the department collects in excess of  
23 \$1,131,000.00 in gross annual prisoner reimbursement receipts  
24 provided to the general fund, the excess, up to a maximum of  
25 \$1,000,000.00, is appropriated to the department of attorney  
26 general and may be spent on the representation of the department of  
27 corrections and its officers, employees, and agents, including, but

1 not limited to, the defense of litigation against the state, its  
2 departments, officers, employees, or agents in civil actions filed  
3 by prisoners.

4 Sec. 310. (1) For the purposes of providing title IV-D child  
5 support enforcement funding, the department of human services, as  
6 the state IV-D agency, shall maintain a cooperative agreement with  
7 the attorney general for federal IV-D funding to support the child  
8 support enforcement activities within the office of the attorney  
9 general.

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

14 Sec. 312. Except as authorized by supplemental appropriation  
15 or transfer in accordance with section 301 of this bill or section  
16 393 of the management and budget act, 1984 PA 431, MCL 18.1393, the  
17 department of attorney general may not receive or expend funds in  
18 addition to those authorized in part 1 for legal services provided  
19 specifically to other state departments or agencies except for  
20 costs for expert witnesses, court costs, or other nonsalary  
21 litigation expenses associated with a pending legal action.

## 22 **DEPARTMENT OF CIVIL RIGHTS**

23 Sec. 401. In addition to the funds appropriated in part 1,  
24 there is appropriated an amount not to exceed \$2,000,000.00 for  
25 federal contingency funds. These funds are not available for  
26 expenditure until they have been transferred to another line item

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

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

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

8 (b) The publication and sale of civil rights related  
9 informational material.

10 (c) The provision of copy material made available under  
11 freedom of information requests.

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

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

15 (f) Workshops, seminars, and recognition or award programs  
16 consistent with the programmatic mission of the individual unit  
17 sponsoring or coordinating the programs.

18 (2) The department of civil rights shall annually report to  
19 the state budget director, the senate and house of representatives  
20 standing committees on appropriations, and the senate and house  
21 fiscal agencies the amount of funds received and expended for  
22 purposes authorized under this section.

23 Sec. 403. The department of civil rights may contract with  
24 local units of government to review equal employment opportunity  
25 compliance of potential contractors and may charge for and expend  
26 amounts received from local units of government for the purpose of  
27 developing and providing these contractual services.



1     **INFORMATION TECHNOLOGY**

2           Sec. 573. (1) The department of information technology may  
3     sell and accept paid advertising for placement on any state website  
4     under its jurisdiction. The department shall review and approve the  
5     content of each advertisement. The department may refuse to accept  
6     advertising from any person or organization or require modification  
7     to advertisements based upon criteria determined by the department.  
8     Revenue received under this subsection shall be used for operating  
9     costs of the department and for future technology enhancements to  
10    state of Michigan e-government initiatives. Funds received under  
11    this subsection shall be limited to \$250,000.00. Any funds in  
12    excess of \$250,000.00 shall be deposited in the state general fund.

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

20          (3) Funds accepted by the department of information technology  
21    under subsection (1) are appropriated and allotted when received  
22    and may be expended upon approval of the state budget director. The  
23    state budget office shall notify the senate and house of  
24    representatives standing committees on appropriations subcommittees  
25    on general government and the senate and house fiscal agencies  
26    within 10 days after the approval is given.

1           (4) By April 1, the department of information technology shall  
2 report to the senate and house of representatives standing  
3 committees on appropriations and the senate and house fiscal  
4 agencies that a statement of the total revenue received from the  
5 sale of paid advertising accepted under this section and a  
6 statement of the total number of advertising transactions are  
7 available on the department's website.

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

18           Sec. 575. The legislature shall have access to all historical  
19 and current data contained within MAIN pertaining to state  
20 departments. State departments shall have access to all historical  
21 and current data contained within MAIN.

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

26           (a) Application development and maintenance.

27           (b) Desktop computer support and management.

1 (c) Mainframe computer support and management.

2 (d) Server support and management.

3 (e) Local area network support and management.

4 (f) Information technology contract, project, and procurement  
5 management.

6 (g) Information technology planning and budget management.

7 (h) Telecommunication services, security, infrastructure, and  
8 support.

9 (i) Software and software licensing.

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

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

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

19 (4) The department of information technology shall provide a  
20 report to the senate and house of representatives standing  
21 committees on appropriations, the senate and house fiscal agencies,  
22 and the state budget director on April 15 and on October 15,  
23 indicating the amount of revenue collected under this section and  
24 expended for support and maintenance of the Michigan public safety  
25 communications system for the immediately preceding 6-month period.  
26 Any deposits made under this section and unencumbered funds are  
27 restricted revenues and may be carried forward into succeeding

1 fiscal years.

2       Sec. 580. From the funds appropriated in part 1 to general  
3 services, for the department of state, there is appropriated  
4 \$4,550,000.00 for the business application modernization project.  
5 Funds shall only be used for the development, implementation, and  
6 maintenance of the business application modernization project.

7       Sec. 586. (1) The state budget director, upon notification to  
8 the house and senate appropriations committees, may adjust spending  
9 authorization and user fees in the department of information  
10 technology budget in order to ensure that the appropriations for  
11 information technology in the department budget equal the  
12 appropriations for information technology in the budgets for all  
13 executive branch agencies.

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

21       Sec. 587. (1) Revenue collected from licenses issued under the  
22 antenna site management project shall be deposited into the antenna  
23 site management revolving fund created for this purpose in the  
24 department of information technology. The department may receive  
25 and expend money from the fund for costs associated with the  
26 antenna site management project, including the cost of a third-  
27 party site manager. Any excess revenue remaining in the fund at the

1 close of the fiscal year shall be proportionately transferred to  
2 the appropriate state restricted funds as designated in statute or  
3 by constitution.

4 (2) An antenna shall not be placed on any site pursuant to  
5 this section without complying with the respective local zoning  
6 codes and local unit of government processes.

7 Sec. 588. In addition to the funds appropriated in part 1, the  
8 funds collected by the department for supplying census-related  
9 information and technical services, publications, statistical  
10 studies, population projections and estimates, and other  
11 demographic products area appropriated for all expenses necessary  
12 to provide the required services. These funds are available for  
13 expenditure when they are received and may be carried forward into  
14 the next succeeding fiscal year.

#### 15 **LEGISLATURE**

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

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

1 legislative entity agency shall be designated by the speaker of the  
2 house of representatives for house entities, the senate majority  
3 leader for senate entities, and the legislative council for  
4 legislative council entities.

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

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

14 Sec. 603. The appropriation contained in part 1 for national  
15 association dues is to be distributed by the legislative council.  
16 From the funding appropriated, \$51,000.00 shall be paid as annual  
17 dues to the national conference of commissioners on uniform state  
18 laws.

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 \$500,000.00, and the tentative completion date is September 30,  
15 2011.

16       Sec. 607. The appropriations in part 1 to the legislative  
17 branch, for automated data processing, shall be used to purchase  
18 equipment, software, and services in order to support and implement  
19 data processing requirements and technology improvements. These  
20 funds are designated as work project appropriations and shall not  
21 lapse at the end of the fiscal year, and shall continue to be  
22 available for expenditure until the project has been completed. The  
23 total cost is estimated at \$500,000.00, and the tentative  
24 completion date is September 30, 2011.

25       Sec. 608. In addition to funds appropriated in part 1, the  
26 Michigan capitol committee publications save the flags fund account  
27 may accept contributions, gifts, bequests, devises, grants, and

1 donations. Those funds that are not expended in the fiscal year  
2 ending September 30 shall not lapse at the close of the fiscal  
3 year, and shall be carried forward for expenditure in the following  
4 fiscal years.

5 **LEGISLATIVE AUDITOR GENERAL**

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

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

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

22 (3) The auditor general shall compile an annual report  
23 regarding the number of contracts entered into with certified  
24 minority- and women-owned and operated accounting firms, and  
25 accounting firms owned and operated by persons with disabilities.  
26 The auditor general shall deliver the report to the state budget



1 director and the senate and house of representatives standing  
2 committees on appropriations subcommittees on general government by  
3 November 1 of each year.

4 Sec. 622. From the funds appropriated in part 1 to the  
5 legislative auditor general, the auditor general's salary and the  
6 salaries of the remaining 2.0 FTE unclassified positions shall be  
7 set by the speaker of the house of representatives, the senate  
8 majority leader, the house of representatives minority leader, and  
9 the senate minority leader.

10 Sec. 623. Any audits, reviews, or investigations requested of  
11 the auditor general by the legislature or by legislative  
12 leadership, legislative committees, or individual legislators shall  
13 include an estimate of the additional costs involved and, when  
14 those costs exceed \$50,000.00, should provide supplemental funding.  
15 The auditor general shall determine whether to perform those  
16 activities in keeping with Audit Directive No. 29, which describes  
17 the office of the auditor general's policy on responding to  
18 legislative requests.

19 **DEPARTMENT OF MANAGEMENT AND BUDGET**

20 Sec. 701. (1) In addition to the funds appropriated in part 1,  
21 there is appropriated an amount not to exceed \$2,000,000.00 for  
22 federal contingency funds. These funds are not available for  
23 expenditure until they have been transferred to another line item  
24 in this bill under section 393(2) of the management and budget act,  
25 1984 PA 431, MCL 18.1393.

26 (2) In addition to the funds appropriated in part 1, there is

1 appropriated an amount not to exceed \$3,000,000.00 for state  
2 restricted contingency funds. These funds are not available for  
3 expenditure until they have been transferred to another line item  
4 in this bill under section 393(2) of the management and budget act,  
5 1984 PA 431, MCL 18.1393.

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

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

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

26 (2) The department of management and budget may receive and  
27 expend funds in addition to those authorized by part 1 for real

1 estate, architectural, design, and engineering services provided  
2 specifically to other principal executive departments or state  
3 agencies, the legislative branch, or the judicial branch.

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

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

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

23 (2) In addition to the funds appropriated in part 1 for  
24 statewide appropriations, the department of management and budget  
25 may receive and expend funds in such additional amounts as may be  
26 specified in joint labor/management agreements or through the  
27 coordinated compensation hearings process in the same manner and

1 subject to the same conditions as prescribed in subsection (1).

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

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

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

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

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

15       Sec. 711. The department of management and budget shall  
16 maintain an Internet website that contains notice of all  
17 invitations for bids and requests for proposals over \$50,000.00  
18 issued by the department or by any state agency operating under  
19 delegated authority. The department shall not accept an invitation  
20 for bid or request for proposal in less than 14 days after the  
21 notice is made available on the Internet website, except in  
22 situations where it would be in the best interest of the state and  
23 documented by the department. In addition to the requirements of  
24 this section, the department may advertise the invitations for bids  
25 and requests for proposals in any manner the department determines  
26 appropriate, in order to give the greatest number of individuals  
27 and businesses the opportunity to make bids or requests for

1 proposals.

2       Sec. 712. The department of management and budget may receive  
3 and expend funds from the Vietnam veterans memorial monument fund  
4 as provided in the Michigan Vietnam veterans memorial act, 1988 PA  
5 234, MCL 35.1051 to 35.1057. Funds are appropriated and allocated  
6 when received and may be expended upon receipt.

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

15       Sec. 715. (1) Funds in part 1 for motor vehicle fleet are  
16 appropriated to the department of management and budget for  
17 administration and for the acquisition, lease, operation,  
18 maintenance, repair, replacement, and disposal of state motor  
19 vehicles.

20       (2) The appropriation in part 1 for motor vehicle fleet shall  
21 be funded by revenue from rates charged to principal executive  
22 departments and agencies for utilizing vehicle travel services  
23 provided by the department. Revenue in excess of the amount  
24 appropriated in part 1 from the motor transport fund and any  
25 unencumbered funds are restricted revenues and may be carried over  
26 into the succeeding fiscal year.

27       (3) The department of management and budget may charge state

1 agencies for fuel cost increases that exceed \$2.27 per gallon of  
2 unleaded gasoline. The department shall notify state agencies, in  
3 writing or by electronic mail, at least 30 days before implementing  
4 additional charges for fuel cost increases. Revenues received from  
5 these charges are appropriated upon receipt.

6       Sec. 721. In addition to the funds appropriated in part 1, the  
7 department of management and budget may receive and expend money  
8 from the Michigan law enforcement officers memorial monument fund  
9 as provided in the Michigan law enforcement officers memorial act,  
10 2004 PA 177, MCL 28.781 to 28.787.

11       Sec. 722. In addition to the funds appropriated in part 1, the  
12 department of management and budget may receive and expend money  
13 from the Ronald Wilson Reagan memorial monument fund as provided in  
14 the Ronald Wilson Reagan memorial monument fund commission act,  
15 2004 PA 489, MCL 399.261 to 399.266.

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

20       Sec. 724. In addition to the funds appropriated in part 1, the  
21 funds collected by the department for document and data imaging  
22 services, copies, media, and storage, as well as conferences,  
23 workshops and training classes, are appropriated for all expenses  
24 necessary to provide the required services. These funds are  
25 available for expenditure when they are received and may be carried  
26 forward into the next succeeding fiscal year.

1     **STATE BUILDING AUTHORITY**

2             Sec. 725. (1) Subject to section 242 of the management and  
3 budget act, 1984 PA 431, MCL 18.1242, and upon the approval of the  
4 state building authority, the department may expend from the  
5 general fund of the state during the fiscal year ending September  
6 30, 2010 an amount to meet the cash flow requirements of those  
7 state building authority projects solely for lease to a state  
8 agency identified in both part 1 and this section, and for which  
9 state building authority bonds or notes have not been issued, and  
10 for the sole acquisition by the state building authority of  
11 equipment and furnishings for lease to a state agency as permitted  
12 by 1964 PA 183, MCL 830.411 to 830.425, for which the issuance of  
13 bonds or notes is authorized by a legislative concurrent resolution  
14 that is effective for the fiscal year ending September 30, 2010.  
15 Any general fund advances for which state building authority bonds  
16 have not been issued shall bear an interest cost to the state  
17 building authority at a rate not to exceed that earned by the state  
18 treasurer's common cash fund during the period in which the  
19 advances are outstanding and are repaid to the general fund of the  
20 state.

21             (2) Upon sale of bonds or notes for the projects identified in  
22 part 1 or for equipment as authorized by legislative concurrent  
23 resolution and in this section, the state building authority shall  
24 credit the general fund of the state an amount equal to that  
25 expended from the general fund plus interest, if any, as defined in  
26 this section.

27             (3) For state building authority projects for which bonds or



1 notes have been issued and upon the request of the state building  
2 authority, the state treasurer shall make advances without interest  
3 from the general fund as necessary to meet cash flow requirements  
4 for the projects, which advances shall be reimbursed by the state  
5 building authority when the investments earmarked for the financing  
6 of the projects mature.

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

12 Sec. 726. (1) State building authority funding to finance  
13 construction or renovation of a facility that collects revenue in  
14 excess of money required for the operation of that facility shall  
15 not be released to a university or community college unless the  
16 institution agrees to reimburse that excess revenue to the state  
17 building authority. The excess revenue shall be credited to the  
18 general fund to offset rent obligations associated with the  
19 retirement of bonds issued for that facility. The auditor general  
20 shall annually identify and present an audit of those facilities  
21 that are subject to this section. Costs associated with the  
22 administration of the audit shall be charged against money  
23 recovered pursuant to this section.

24 (2) As used in this section, "revenue" includes state  
25 appropriations, facility opening money, other state aid, indirect  
26 cost reimbursement, and other revenue generated by the activities  
27 of the facility.

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

6           (2) If the amount appropriated in part 1 for state building  
7 authority rent is not sufficient to pay the rent obligations and  
8 insurance premiums and deductibles identified in subsection (1) for  
9 state building authority projects, there is appropriated from the  
10 general fund of the state the amount necessary to pay such  
11 obligations.

12          Sec. 728. The department of management and budget shall  
13 provide the JCOS, state budget director and the senate and house  
14 fiscal agencies a report relative to the status of construction  
15 projects associated with state building authority bonds as of  
16 September 30 of each year, on or before October 15, or not more  
17 than 30 days after a refinancing or restructuring bond issue is  
18 sold. The report shall include, but is not limited to, the  
19 following:

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

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

25           (c) A list of all projects authorized for construction or  
26 identified in an appropriations act for which approval of  
27 schematic/preliminary plans or total authorized cost is pending

1 that have state building authority bonds identified as a source of  
2 financing.

3 **CIVIL SERVICE**

4 Sec. 750. (1) In addition to the funds appropriated in part 1,  
5 there is appropriated an amount not to exceed \$2,000,000.00 for  
6 federal contingency funds. These funds are not available for  
7 expenditure until they have been transferred to another line item  
8 in this bill under section 393(2) of the management and budget act,  
9 1984 PA 431, MCL 18.1393.

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

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

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

1 MCL 18.1393.

2       Sec. 751. (1) All restricted funds shall be assessed a sum not  
3 less than 1% of the total aggregate payroll paid from those funds  
4 for financing the civil service commission on the basis of actual  
5 1% restricted sources total aggregate payroll of the classified  
6 service for fiscal year 2009 in accordance with section 5 of  
7 article XI of the state constitution of 1963. This includes, but is  
8 not limited to, restricted funds appropriated in part 1 of any  
9 appropriations act. Unexpended 1% appropriated funds shall be  
10 returned to each 1% fund source at the end of the fiscal year.

11       (2) The appropriations in part 1 are estimates of actual  
12 charges based on payroll appropriations. With the approval of the  
13 state budget director, the commission is authorized to adjust  
14 financing sources for civil service charges based on actual payroll  
15 expenditures, provided that such adjustments do not increase the  
16 total appropriation for the civil service commission.

17       (3) The financing from restricted sources shall be credited to  
18 the civil service commission by the end of the second fiscal  
19 quarter.

20       Sec. 752. Except where specifically appropriated for this  
21 purpose, financing from restricted sources shall be credited to the  
22 civil service commission. For restricted sources of funding within  
23 the general fund that have the legislative authority for carryover,  
24 if current spending authorization or revenues are insufficient to  
25 accept the charge, the shortage shall be taken from carryforward  
26 balances of that funding source. Restricted revenue sources that do  
27 not have carryforward authority shall be utilized to satisfy

1 commission operating deducts first and civil service obligations  
2 second. General fund dollars are appropriated for any shortfall,  
3 pursuant to approval by the state budget director.

4       Sec. 753. The appropriation in part 1 to the civil service  
5 commission, for state-sponsored group insurance, flexible spending  
6 accounts, and COBRA, represents amounts, in part, included within  
7 the various appropriations throughout state government for the  
8 current fiscal year to fund the flexible spending account program  
9 included within the civil service commission. Deposits against  
10 state-sponsored group insurance, flexible spending accounts, and  
11 COBRA for the flexible spending account program shall be made from  
12 assessments levied during the current fiscal year in a manner  
13 prescribed by the civil service commission. Unspent employee  
14 contributions to the flexible spending accounts may be used to  
15 offset administrative costs for the flexible spending account  
16 program, with any remaining balance of unspent employee  
17 contributions to be lapsed to the general fund.

18 **CAPITAL OUTLAY**

19       Sec. 760. As used in sections 761 through 769:

20       (a) "Board" means the state administrative board.

21       (b) "Community college" does not include a state agency or  
22 university.

23       (c) "Department" means the department of management and  
24 budget.

25       (d) "Director" means the director of the department of  
26 management and budget.

1 (e) "Fiscal agencies" means the senate fiscal agency and the  
2 house fiscal agency.

3 (f) "State agency" means an agency of state government. State  
4 agency does not include a community college or university.

5 (g) "State building authority" means the authority created  
6 under 1964 PA 183, MCL 830.411 to 830.425.

7 (h) "University" means a 4-year university supported by the  
8 state. University does not include a community college or a state  
9 agency.

10 Sec. 761. Each capital outlay project authorized in this bill  
11 or any previous capital outlay act shall comply with the procedures  
12 required by the management and budget act, 1984 PA 431, MCL 18.1101  
13 to 18.1594.

14 Sec. 762. A statement of a proposed facility's operating cost  
15 shall be included with the facility's program statement and  
16 planning documents when the plans are presented to JCOS for  
17 approval.

18 Sec. 763. (1) Before proceeding with final planning and  
19 construction for projects at community colleges and universities  
20 included in an appropriations act, the community college or  
21 university shall sign an agreement with the department that  
22 includes the following provisions:

23 (a) The university or community college agrees to construct  
24 the project within the total authorized cost established by the  
25 legislature pursuant to the management and budget act, 1984 PA 431,  
26 MCL 18.1101 to 18.1594, and an appropriations act.

27 (b) The design and program scope of the project shall not

1 deviate from the design and program scope represented in the  
2 program statement and preliminary planning documents approved by  
3 the department.

4 (c) Any other items as identified by the department that are  
5 necessary to complete the project.

6 (2) The department retains the authority and responsibility  
7 normally associated with the prudent maintenance of the public's  
8 financial and policy interests relative to the state-financed  
9 construction projects managed by a community college or university.

10 Sec. 764. (1) The department shall provide the JCOS, state  
11 budget director, and the senate and house fiscal agencies with  
12 reports as considered necessary relative to the status of each  
13 planning or construction project financed by the state building  
14 authority, by this bill, or by previous acts.

15 (2) Before the end of each fiscal year, the department shall  
16 report to the JCOS, state budget director, and the senate and house  
17 fiscal agencies for each capital outlay project other than lump  
18 sums all of the following:

19 (a) The account number and name of each construction project.

20 (b) The balance remaining in each account.

21 (c) The date of the last expenditure from the account.

22 (d) The anticipated date of occupancy if the project is under  
23 construction.

24 (e) The appropriations history for the project.

25 (f) The professional service contractor.

26 (g) The amount of the project financed with federal funds.

27 (h) The amount of the project financed through the state

1 building authority.

2 (i) The total authorized cost for the project and the state  
3 authorized share if different than the total.

4 (3) Before the end of each fiscal year, the department shall  
5 report the following for each project by a state agency,  
6 university, or community college that is authorized for planning  
7 but is not yet authorized for construction:

8 (a) The name of the project and account number.

9 (b) Whether a program statement is approved.

10 (c) Whether schematics are approved by the department.

11 (d) Whether preliminary plans are approved by the department.

12 (e) The name of the professional service contractor.

13 (4) As used in this section, "project" includes appropriation  
14 line items made for purchase of real estate.

15 Sec. 765. A state agency, college, or university shall take  
16 steps necessary to make available federal and other money indicated  
17 in this bill, to make available federal or other money that may  
18 become available for the purposes for which appropriations are made  
19 in this bill, and to use any part or all of the appropriations to  
20 meet matching requirements that are considered to be in the best  
21 interest of this state. However, the purpose, scope, and total  
22 estimated cost of a project shall not be altered to meet the  
23 matching requirements.

24 Sec. 766. (1) The director shall allocate lump-sum  
25 appropriations made in this bill consistent with statutory  
26 provisions and the purposes for which funds were appropriated.  
27 Lump-sum allocations shall address priority program or facility



1 needs and may include, but are not limited to, design,  
2 construction, remodeling and addition, special maintenance, major  
3 special maintenance, energy conservation, and demolition.

4 (2) The state budget director may authorize that funds  
5 appropriated for lump-sum appropriations shall be available for no  
6 more than 3 fiscal years following the fiscal year in which the  
7 original appropriation was made. Any remaining balance from  
8 allocations made in this section shall lapse to the fund from which  
9 it was appropriated pursuant to the lapsing of funds as provided in  
10 the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

11 Sec. 767. The appropriations in part 1 for capital outlay  
12 shall be carried forward at the end of the fiscal year consistent  
13 with the provisions of section 248 of the management and budget  
14 act, 1984 PA 431, MCL 18.1248.

15 Sec. 768. (1) A site preparation economic development fund is  
16 created in the department of management and budget. As used in this  
17 section, "economic development sites" means those state-owned sites  
18 declared as surplus property pursuant to section 251 of the  
19 management and budget act, 1984 PA 431, MCL 18.1251, that would  
20 provide economic benefit to the area or to the state. The Michigan  
21 economic development corporation board and the state budget  
22 director shall determine whether or not a specific state-owned site  
23 qualifies for inclusion in the fund created under this subsection.

24 (2) Proceeds from the sale of any sites designated in  
25 subsection (1) shall be deposited into the fund created in  
26 subsection (1) and shall be available for site preparation  
27 expenditures, unless otherwise provided by law. The economic

1 development sites authorized in subsection (1) are authorized for  
2 sale consistent with state law. Expenditures from the fund are  
3 authorized for site preparation activities that enhance the  
4 marketable sale value of the sites. Site preparation activities  
5 include, but are not limited to, demolition, environmental studies  
6 and abatement, utility enhancement, and site excavation.

7 (3) A cash advance in an amount of not more than  
8 \$25,000,000.00 is authorized from the general fund to the site  
9 preparation economic development fund.

10 (4) An annual report shall be transmitted to the senate and  
11 house of representatives standing committees on appropriations not  
12 later than December 31 of each year. This report shall detail both  
13 of the following:

14 (a) The revenue and expenditure activity in the fund for the  
15 preceding fiscal year.

16 (b) The sites identified as economic development sites under  
17 subsection (1).

18 Sec. 769. (1) Except as otherwise provided in subsection (3)  
19 or (4), a university shall not enter into a contract for new  
20 construction of a self-funded project estimated to cost at least  
21 \$3,000,000.00 unless the project is authorized by JCOS through  
22 approval of a use and finance statement defined by a policy adopted  
23 by JCOS. The request for authorization shall be initially submitted  
24 for review to JCOS, the senate and house fiscal agencies, and the  
25 department. The use and finance statement for a non-state-funded  
26 project shall contain the estimated total construction cost and all  
27 associated estimated operating costs, including a statement of

1 anticipated project revenues. As used in this subsection, "new  
2 construction" includes land or property acquisition, remodeling and  
3 additions, maintenance projects, roads, landscaping, equipment,  
4 telecommunications, utilities, and parking lots and structures.  
5 Certificate of need forms may be submitted in lieu of a use and  
6 finance form where applicable.

7 (2) Except as otherwise provided in subsection (4), a  
8 community college shall not enter into a contract for new  
9 construction of a self-funded project estimated to cost at least  
10 \$2,000,000.00 unless the project is authorized by JCOS through  
11 approval of a use and finance statement defined by a policy adopted  
12 by JCOS. The request for legislative authorization shall be  
13 initially submitted for review to JCOS, the senate and house fiscal  
14 agencies, and the department. The use and finance statement for a  
15 non-state-funded project shall contain the estimated total  
16 construction cost and all associated estimated operating costs,  
17 including a statement of anticipated project revenues. As used in  
18 this subsection, "new construction" includes land or property  
19 acquisition, remodeling and additions, maintenance projects, roads,  
20 landscaping, equipment, telecommunications, utilities, and parking  
21 lots and structures. Certificate of need forms may be submitted in  
22 lieu of a use and finance form where applicable.

23 (3) The University of Michigan hospital and health center is  
24 not required to obtain JCOS authorization through approval of a use  
25 and finance statement defined by a policy adopted by JCOS.

26 (4) If health or safety concerns warrant, a project may be  
27 completed without prior approval of a use and finance statement

1 defined by a policy adopted by JCOS. However, a university or  
2 community college shall submit a use and finance statement as soon  
3 as possible after the project is completed and the health or safety  
4 concerns have abated.

5 (5) A project that is constructed in violation of this section  
6 shall not receive state appropriations for purposes of operating  
7 the project or for support for future infrastructure enhancements  
8 that are necessitated, in whole or in part, by construction of the  
9 project. In addition, a project constructed in violation of this  
10 section shall result in the loss of any state capital outlay  
11 funding for the institution for 2 years and a prohibition of doing  
12 self-funded projects of any kind, except for emergencies where  
13 health or safety concerns warrant, for 1 year.

14 (6) A state agency, including the department of military  
15 affairs, shall not enter into a contract, including those for a  
16 direct federally funded capital outlay construction or major  
17 maintenance or remodeling project if the total project is estimated  
18 to cost more than \$1,000,000.00 and is to be constructed on state-  
19 owned lands unless the project is approved by the department and  
20 JCOS through approval of a use and finance statement defined by a  
21 policy adopted by JCOS, unless the project is otherwise  
22 appropriated in a capital outlay appropriations act. For projects  
23 not appropriated in a capital outlay appropriations act that are  
24 over \$1,000,000.00, the state agency shall submit a use and finance  
25 statement defined by a policy adopted by JCOS. As used in this  
26 subsection, "direct federally funded" refers to a project for which  
27 federal payments are made directly to the construction vendor and

1 not to the state of Michigan.

2 (7) A public body corporate created under section 28 of  
3 article VII of the state constitution of 1963 and the urban  
4 cooperation act of 1967, 1967 (Ex Sess) PA 7, MCL 124.501 to  
5 124.512, by a contractual interlocal agreement between local  
6 participating economic development corporations formed under the  
7 economic development corporations act, 1974 PA 338, MCL 125.1601 to  
8 125.1636, and the Michigan strategic fund shall not enter into a  
9 contract for new construction estimated to cost more than  
10 \$1,000,000.00 unless the project is authorized by JCOS through the  
11 approval of a use and finance statement defined by a policy adopted  
12 by JCOS. For purposes of this subsection, the use and finance  
13 statement for a project shall contain the estimated total  
14 construction cost and all associated estimated operating costs. As  
15 used in this subsection, "new construction" means land or property  
16 acquisition, remodeling or additions, lease or lease purchase, and  
17 maintenance projects for the corporate office of the public body  
18 corporate described in this subsection.

19 (8) By not later than April 1 and October 1, each university  
20 shall report to the JCOS chairpersons, the senate and house fiscal  
21 agencies, and the department all self-funded capital projects  
22 commenced for the immediately preceding 6-month period that cost  
23 less than \$3,000,000.00 but at least \$1,000,000.00. Community  
24 colleges shall also submit these reports for self-funded capital  
25 projects that cost less than \$2,000,000.00 but at least  
26 \$1,000,000.00.

1    DEPARTMENT OF STATE

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

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

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

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

26          Sec. 802. In addition to the appropriations in part 1 all  
27 funds made available by section 3171 of the insurance code of 1956,

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

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

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

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

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

10 (2) In addition to the appropriations in part 1 the department  
11 of state may sell and accept paid advertising for placement in a  
12 departmental publication that is prepared and disseminated under  
13 the Michigan vehicle code, 1949 PA 300, MCL 257.1 to 257.923. The  
14 department may charge and receive a fee for any advertisement  
15 appearing in a departmental publication and shall review and  
16 approve the content of each advertisement. The department may  
17 refuse to accept advertising from any person or organization. The  
18 department may furnish a reasonable number of copies of a  
19 publication to an advertiser at no charge.

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



1 donation, contribution, or grant if receipt is conditioned upon a  
2 commitment of state funding at a future date. Revenue received from  
3 the sale of advertising is appropriated and may be expended upon  
4 receipt.

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

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

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

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

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

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

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

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

7 Sec. 806. In addition to the appropriations in part 1 funds  
8 collected by the department of state under section 211 of the  
9 Michigan vehicle code, 1949 PA 300, MCL 257.211, are appropriated  
10 for all expenses necessary to provide for the costs of the  
11 publication. Funds are allotted for expenditure when they are  
12 received by the department of treasury and shall not lapse to the  
13 general fund at the end of the fiscal year.

14 Sec. 807. From the funds appropriated in part 1, the  
15 department of state shall use available balances at the end of the  
16 state fiscal year to provide payment to the department of state  
17 police in the amount of \$332,000.00 for the services provided by  
18 the traffic accident records program as first appropriated in 1990  
19 PA 196 and 1990 PA 208.

20 Sec. 808. From the funds appropriated in part 1, the  
21 department of state may restrict funds from miscellaneous revenue  
22 to cover cash shortages created from normal branch office  
23 operations. This amount shall not exceed \$50,000.00 of the total  
24 funds available in miscellaneous revenue.

25 Sec. 809. (1) Commemorative and specialty license plate fee  
26 revenue collected by the department of state and deposited into the  
27 transportation administration collection fund is authorized for

1 expenditure up to the amount of revenue collected but not to exceed  
2 the amount appropriated to the department of state in part 1 to  
3 administer commemorative and specialty license plate programs.

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

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

20 (2) In addition to the appropriations in part 1 funds or  
21 revenues in the Olympic education training center fund are  
22 appropriated for distribution to the Olympic education training  
23 center at Northern Michigan University. Distributions shall occur  
24 on a quarterly basis. Any undistributed revenue remaining at the  
25 end of the fiscal year shall be carried over into the next fiscal  
26 year.

27 Sec. 811. The department of state may produce and sell copies

1 of a training video designed to inform registered automotive repair  
2 facilities of their obligations under Michigan law. The price shall  
3 not exceed the cost of production and distribution. The money  
4 received from the sale of training videos shall revert to the  
5 department of state and be placed in the auto repair facility  
6 account.

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

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

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

24       (4) Funding appropriated in part 1 for the organ donor program  
25 shall be used for producing a pamphlet to be distributed with  
26 driver licenses and personal identification cards regarding organ  
27 donations. The funds shall be used to update and print a pamphlet

1 that will explain the organ donor program and encourage people to  
2 become donors by marking a checkoff on driver license and personal  
3 identification card applications.

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

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

11 Sec. 816. (1) In addition to the appropriations in part 1 any  
12 service assessment collected by the department of state from the  
13 user of a credit or debit card under section 3 of 1995 PA 144, MCL  
14 11.23, is appropriated to the department for necessary expenses  
15 related to that service and may be remitted to a credit or debit  
16 card company, bank, or other financial institution. Funds are  
17 allocated for expenditure when they are received by the department  
18 of treasury.

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

26 (3) If there is a balance of service assessments received from  
27 credit and debit card services remaining on September 30, the

1 balance may be carried forward to the following fiscal year and  
2 appropriated for the same purpose.

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

7 Sec. 818. (1) Funds in part 1 for motorcycle safety education  
8 grants and administration shall be used to provide grants to  
9 colleges, 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 (2) 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. From the funds appropriated in part 1 to the  
21 department of state for information technology services and  
22 projects, there is appropriated \$4,550,000.00 for the business  
23 application modernization project. Funds shall only be used for the  
24 development, implementation, and maintenance of the business  
25 application modernization project.

26 Sec. 821. (1) The department of state may accept nonmonetary  
27 gifts, donations, or contributions of property from any private or

1 public source to support, in whole or in part, the operation of a  
2 departmental function relating to licensing, regulation, or safety.  
3 The department may recognize a private or public contributor for  
4 making the contribution. The department may reject a gift,  
5 donation, or contribution.

6 (2) The department of state shall not accept a gift, donation,  
7 or contribution under subsection (1) if receipt of the gift,  
8 donation, or contribution is conditioned upon a commitment of  
9 future state funding.

10 (3) On March 1 of each year, the department of state shall  
11 file a report with the senate and house of representatives standing  
12 committees on appropriations, the senate and house fiscal agencies,  
13 and the state budget director. The report shall list any gift,  
14 donation, or contribution received by the department under  
15 subsection (1) for the prior calendar year.

16 **DEPARTMENT OF TREASURY**

17 **OPERATIONS**

18 Sec. 901. (1) In addition to the funds appropriated in part 1,  
19 there is appropriated an amount not to exceed \$1,000,000.00 for  
20 federal contingency funds. These funds are not available for  
21 expenditure until they have been transferred to another line item  
22 in this bill under section 393(2) of the management and budget act,  
23 1984 PA 431, MCL 18.1393.

24 (2) In addition to the funds appropriated in part 1, there is  
25 appropriated an amount not to exceed \$10,000,000.00 for state  
26 restricted contingency funds. These funds are not available for

1 expenditure until they have been transferred to another line item  
2 in this bill under section 393(2) of the management and budget act,  
3 1984 PA 431, MCL 18.1393.

4 (3) In addition to the funds appropriated in part 1, there is  
5 appropriated an amount not to exceed \$200,000.00 for local  
6 contingency funds. These funds are not available for expenditure  
7 until they have been transferred to another line item in this bill  
8 under section 393(2) of the management and budget act, 1984 PA 431,  
9 MCL 18.1393.

10 (4) In addition to the funds appropriated in part 1, there is  
11 appropriated an amount not to exceed \$40,000.00 for private  
12 contingency funds. These funds are not available for expenditure  
13 until they have been transferred to another line item in this bill  
14 under section 393(2) of the management and budget act, 1984 PA 431,  
15 MCL 18.1393.

16 Sec. 902. (1) Amounts needed to pay for interest, fees,  
17 principal, mandatory and optional redemptions, arbitrage rebates as  
18 required by federal law, and costs associated with the payment,  
19 registration, trustee services, credit enhancements, and issuing  
20 costs in excess of the amount appropriated to the department of  
21 treasury in part 1 for debt service on notes and bonds that are  
22 issued by the state under sections 14, 15, and 16 of article IX of  
23 the state constitution of 1963 as implemented by 1967 PA 266, MCL  
24 17.451 to 17.455, are appropriated.

25 (2) In addition to the amount appropriated to the department  
26 of treasury for debt service in part 1, there is appropriated an  
27 amount for fiscal year cash-flow borrowing costs to pay for



1 interest on interfund borrowing made under 1967 PA 55, MCL 12.51 to  
2 12.53.

3 (3) In addition to the amount appropriated to the department  
4 of treasury for debt service in part 1, there is appropriated all  
5 repayments received by the state on loans made from the school bond  
6 loan fund not required to be deposited in the school loan revolving  
7 fund by or pursuant to MCL 388.984, to the extent determined by the  
8 state treasurer, for the payment of debt service, including,  
9 without limitation, optional and mandatory redemptions, on bonds,  
10 notes or commercial paper issued by the state pursuant to 1961 PA  
11 112.

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

26 (2) From the funds appropriated in part 1, the department of  
27 treasury may contract with private collections agencies and law

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

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

18 Sec. 904. (1) The department of treasury, through its bureau  
19 of investments, may charge an investment service fee against the  
20 applicable retirement funds. The fees may be expended for necessary  
21 salaries, wages, contractual services, supplies, materials,  
22 equipment, travel, worker's compensation insurance premiums, and  
23 grants to the civil service commission and state employees'  
24 retirement funds. Service fees shall not exceed the aggregate  
25 amount appropriated in part 1. The department of treasury shall  
26 maintain accounting records in sufficient detail to enable the  
27 retirement funds to be reimbursed periodically for fee revenue that

1 is determined by the department of treasury to be surplus.

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

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

16 (2) The appropriations under subsection (1) shall be funded by  
17 restricting revenues from common cash interest earnings and  
18 investment earnings in an amount sufficient to record these  
19 expenditures.

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

27 (2) The appropriation in part 1 to the department of treasury,

1 for state compliance audits, shall be used to cover the cost of the  
2 state audits performed by independent certified public accountants  
3 or department of treasury auditors. The scope of the state audit  
4 shall be defined by the state treasurer. The state audits shall be  
5 performed by independent certified public accountants contracted  
6 with by the state treasurer or by department of treasury auditors,  
7 if the county has agreed to contract with and pay the department  
8 for their financial single audit.

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

15 Sec. 907. A revolving fund known as the assessor certification  
16 and training fund is created in the department of treasury. The  
17 assessor certification and training fund shall be used to organize  
18 and operate a property assessor certification and training program.  
19 Each participant certified and trained shall pay to the department  
20 of treasury an examination fee of \$50.00, an initial certification  
21 fee of \$50.00, an annual renewal fee of \$75.00 for levels 1 and 2,  
22 and \$125.00 for levels 3 and 4 to offset the cost of administering  
23 the certification and training program. Training courses shall be  
24 offered in assessment administration. Each participant shall pay a  
25 fee to cover the expenses incurred in offering the optional  
26 programs to certified assessing personnel and other individuals  
27 interested in an assessment career opportunity. The fees collected

1 shall be credited to the assessor certification and training fund.

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

8       Sec. 909. Revenue from the airport parking tax act, 1987 PA  
9 248, MCL 207.371 to 207.383, is appropriated and shall be  
10 distributed under section 7a of the airport parking tax act, 1987  
11 PA 248, MCL 207.377a.

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

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

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

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

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

27       (b) A fee of \$6.00 at the time any other writ of garnishment

1 is served upon the state treasurer, except that the fee shall be  
2 reduced to \$5.00 for each writ of garnishment for individual income  
3 tax refunds or credits filed by magnetic media.

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

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

15 Sec. 915. Pursuant to section 61 of the Michigan campaign  
16 finance act, 1976 PA 388, MCL 169.261, there is appropriated from  
17 the general fund to the state campaign fund an amount equal to the  
18 amounts designated for tax year 2008. Except as otherwise provided  
19 in this section, the amount appropriated shall not revert to the  
20 general fund and shall remain in the state campaign fund. Any  
21 amounts remaining in the state campaign fund in excess of  
22 \$10,000,000.00 on December 31, 2009 shall revert to the general  
23 fund.

24 Sec. 916. The department of treasury may make available to  
25 interested entities otherwise unavailable customized unclaimed  
26 property listings of nonconfidential information in its possession.  
27 The charge for this information is as follows: 1 to 100,000 records

1 at 2.5 cents per record and 100,001 or more records at .5 cents per  
2 record. The revenue received from this service shall be deposited  
3 to the appropriate revenue account or fund. The department shall  
4 submit an annual report on or before June 1 to the state budget  
5 director and the senate and house of representatives standing  
6 committees on appropriations that states the amount of revenue  
7 received from the sale of information.

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

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

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

21       Sec. 919. (1) From funds appropriated in part 1, the  
22 department of treasury may contract with private auditing firms to  
23 audit for and collect unclaimed property due this state in  
24 accordance with the Michigan uniform unclaimed property act. In  
25 addition to the amounts appropriated in part 1 to the department of  
26 treasury, there are appropriated amounts necessary to fund auditing  
27 and collection costs and fees not to exceed 12% of the collections,

1 or a lesser amount as prescribed by the contract. The appropriation  
2 to fund collection costs and fees for the auditing and collection  
3 of unclaimed property due this state is from the fund or account to  
4 which the revenues being collected are recorded or dedicated.

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

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

17 Sec. 921. The state general fund/general purpose appropriation  
18 in part 1 for renaissance zone reimbursement is allocated to  
19 reimburse public libraries as provided by section 12 of the  
20 Michigan renaissance zone act, 1996 PA 376, MCL 125.2692, for  
21 property taxes levied in 2009. Reimbursements shall be made in  
22 amounts to each eligible recipient not later than 60 days after the  
23 department of treasury has received all necessary information to  
24 properly determine the amounts due each eligible recipient under  
25 section 12(4) of the Michigan renaissance zone act, 1996 PA 376,  
26 MCL 125.2692. Any excess allocations shall lapse to the general  
27 fund.



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

8       Sec. 924. (1) In addition to the funds appropriated in part 1,  
9 the department of treasury may receive and expend principal  
10 residence audit fund revenue for administration of principal  
11 residence audits under the general property tax act, 1893 PA 206,  
12 MCL 211.1 to 211.155.

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

18       Sec. 925. (1) A public-private partnership investment fund is  
19 created in the department of treasury. Public-private partnership  
20 investments shall include, but are not limited to, all of the  
21 following:

22       (a) Capital asset improvements including buildings, land, or  
23 structures.

24       (b) Energy resource exploration, extraction, generation, and  
25 sales.

26       (c) Financial and investment incentive opportunities.

27       (d) Infrastructure construction, maintenance, and operation.

1           (e) Public-private sector joint ventures that provide economic  
2 benefit to an area or to the state.

3           (2) The state treasurer and the state budget director shall  
4 determine whether or not a specific public-private partnership  
5 investment opportunity qualifies for funding from the fund created  
6 under subsection (1).

7           (3) Investment development revenue, including a portion of the  
8 proceeds from the sale of any public-private partnership investment  
9 designated in subsection (1) shall be deposited into the fund  
10 created in subsection (1) and shall be available for  
11 administration, development, financing, marketing, and operating  
12 expenditures associated with public-private partnerships, unless  
13 otherwise provided by law. Public-private partnership investments  
14 authorized in subsection (1) are authorized for public or private  
15 operation or sale consistent with state law. Expenditures from the  
16 fund are authorized for investment purposes as designated in  
17 subsection (1) to enhance the marketable value of each investment.

18           (4) An annual report shall be transmitted to the senate and  
19 house of representatives appropriations committees, the senate and  
20 house fiscal agencies, and the state budget office not later than  
21 December 31 of each year. This report shall detail both of the  
22 following:

23           (a) The revenue and expenditure activity in the fund for the  
24 preceding fiscal year.

25           (b) Public-private partnership investments as identified under  
26 subsection (1).

27           Sec. 928. The department of treasury may provide receipt,

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

9       Sec. 929. The department of treasury may enter into agreements  
10 to supply data or collection services to other executive principal  
11 departments or state agencies, the United States department of  
12 treasury, or local units of government within this state. The  
13 department of treasury shall charge for this tax data service and  
14 amounts received are appropriated and shall be expended for  
15 salaries and wages, fees, supplies, and equipment necessary to  
16 provide the service. Any unobligated balance of the fund shall  
17 revert to the general fund of this state as of September 30.

18       Sec. 930. (1) The department of treasury shall provide  
19 accounts receivable collections services to other principal  
20 executive departments and state agencies under 1927 PA 375, MCL  
21 14.131 to 14.134. The department of treasury shall deduct a fee  
22 equal to the cost of collections from all receipts except  
23 unrestricted general fund collections. Fees shall be credited to a  
24 restricted revenue account and appropriated to the department of  
25 treasury to pay for the cost of collections. The department of  
26 treasury shall maintain accounting records in sufficient detail to  
27 enable the respective accounts to be reimbursed periodically for

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

3 (2) The department of treasury shall submit a report for the  
4 immediately preceding fiscal year to the state budget director and  
5 the senate and house fiscal agencies not later than November 30,  
6 stating the principal executive departments and state agencies  
7 served, funds collected, and costs of collection under subsection  
8 (1).

9 Sec. 931. (1) The appropriation in part 1 to the department of  
10 treasury for treasury fees shall be assessed against all restricted  
11 funds that receive common cash earnings or other investment income.  
12 Treasury fees include all costs, including administrative overhead,  
13 relating to the investment of each restricted fund. The fee  
14 assessed against each restricted fund will be based on the size of  
15 the restricted fund (the absolute value of the average daily cash  
16 balance plus the market value of investments in the prior fiscal  
17 year) and the level of effort necessary to maintain the restricted  
18 fund as required by each department. The department of treasury  
19 shall provide a report to the state budget director, the senate and  
20 house of representatives standing committees on appropriations  
21 subcommittees on general government, and the senate and house  
22 fiscal agencies by November 30 of each year identifying the fees  
23 assessed against each restricted fund and the methodology used for  
24 assessment.

25 (2) In addition to the funds appropriated in part 1, the  
26 department of treasury may receive and expend investment fees  
27 relating to new restricted funding sources that participate in

1 common cash earnings or other investment income during the current  
2 fiscal year. When a new restricted fund is created starting on or  
3 after October 1, that restricted fund shall be assessed a fee using  
4 the same criteria identified in subsection (1).

5 Sec. 932. In addition to the appropriations in part 1 revenue  
6 received under the Michigan education trust act, 1986 PA 316, MCL  
7 390.1421 to 390.1442, may be expended by the board of directors of  
8 the Michigan education trust for necessary salaries, wages,  
9 supplies, contractual services, equipment, worker's compensation  
10 insurance premiums, and grants to the civil service commission and  
11 state employees' retirement fund.

12 Sec. 934. In addition to the appropriations in part 1 the  
13 department of treasury may expend revenues received under the  
14 hospital finance authority act, 1969 PA 38, MCL 331.31 to 331.84,  
15 for necessary salaries, wages, supplies, contractual services,  
16 equipment, worker's compensation insurance premiums, and grants to  
17 the civil service commission and state employees' retirement fund.  
18 The department of treasury shall maintain accounting records in  
19 sufficient detail to enable the hospital clients to be reimbursed  
20 periodically for fees that are determined by the department of  
21 treasury to be surplus to needs.

22 Sec. 935. In addition to the appropriations in part 1 the  
23 department of treasury may expend revenue received under the shared  
24 credit rating act, 1985 PA 227, MCL 141.1051 to 141.1076, for  
25 necessary salaries, wages, supplies, contractual services,  
26 equipment, worker's compensation insurance premiums, and grants to  
27 the civil service commission and state 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. In addition to the appropriations  
4 in part 1 the department of treasury may expend revenue received  
5 under the higher education facilities authority act, 1969 PA 295,  
6 MCL 390.921 to 390.934, for necessary salaries, wages, supplies,  
7 contractual services, equipment, worker's compensation insurance  
8 premiums, and grants to the civil service commission and state  
9 employees' retirement fund. The department of treasury shall  
10 maintain accounting records in sufficient detail to enable the  
11 educational institution clients to be reimbursed periodically for  
12 fees that are determined by the department to be surplus to needs.

13       Sec. 937. In addition to the appropriations in part 1 the  
14 department of treasury may expend revenues received under the  
15 Michigan public educational facilities authority, Executive Order  
16 No. 2002-3, for necessary salaries, wages, supplies, contractual  
17 services, equipment, worker's compensation insurance premiums, and  
18 grants to the civil service commission and state employees'  
19 retirement fund.

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

1 other investments permitted and available at the time the  
2 investment decision is made.

3 Sec. 940. In addition to the appropriations in part 1 the  
4 department of treasury may expend revenue received under the  
5 Michigan tobacco settlement finance authority act, 2005 PA 226, MCL  
6 129.261 to 129.279, for necessary salaries and wages, supplies,  
7 contractual services, equipment, worker's compensation insurance  
8 premiums, and grants to the civil service commission and state  
9 employees' retirement fund.

10 Sec. 942. The funds appropriated in part 1 for the property  
11 tax appeal program shall be used by the department to assist local  
12 units of government and school districts in defending appeals of  
13 property tax assessments on property classified as utility personal  
14 property under section 34c(3)(e) of the general property tax act,  
15 1893 PA 206, MCL 211.34c, with a taxable value greater than  
16 \$50,000,000.00.

17 Sec. 943. The department of treasury shall not include  
18 complete social security numbers in form 1099-G mailings to  
19 taxpayers.

20 Sec. 944. Revenue from the emergency 9-1-1 service enabling  
21 act, 1986 PA 32, MCL 484.1101 to 484.171, is appropriated and shall  
22 be distributed under section 408 (4) of the emergency 9-1-1 service  
23 enabling act, 1986 PA 32, MCL 484.1408.

#### 24 **REVENUE SHARING**

25 Sec. 950. (1) The funds appropriated in part 1 for  
26 constitutional revenue sharing shall be distributed by the  
27 department to cities, villages, and townships, as required under

1 section 10 of article IX of the state constitution of 1963. Revenue  
2 collected in accordance with section 10 of article IX of the state  
3 constitution of 1963 in excess of the amount appropriated in part 1  
4 for constitutional revenue sharing is appropriated for distribution  
5 to cities, villages, and townships, on a population basis as  
6 required under section 10 of article IX of the state constitution  
7 of 1963. The appropriation in part 1 for statutory state general  
8 revenue sharing grants to cities, villages, and townships shall be  
9 reduced by an amount equal to any additional constitutional revenue  
10 sharing appropriations authorized in this section.

11 (2) The funds appropriated in part 1 for statutory revenue  
12 sharing shall be distributed to cities, villages, and townships so  
13 that the combined distribution, under section 10 of article IX of  
14 the state constitution of 1963, and statutory revenue sharing,  
15 under this subsection, shall be the lesser of 100%, or the  
16 percentage determined under this subsection, of the total combined  
17 distribution under section 10 of article IX of the state  
18 constitution of 1963 and the statutory distribution received under  
19 section 950(2) of PA 127 of 2007 for the 2007-2008 state fiscal  
20 year. The percentage under this subsection shall be determined by  
21 dividing the sum of all payments under section 10 of article IX of  
22 the state constitution of 1963 for the 2009-2010 state fiscal year  
23 and \$414,995,300.00 by \$1,076,214,600.00.

24 (3) If the amount appropriated in part 1 for statutory revenue  
25 sharing is insufficient to fund the distributions calculated in  
26 subsection (2), additional statutory revenue sharing shall be  
27 automatically appropriated.



1           (4) In addition to the payment under subsection (2), each  
2 city, village, and township shall receive an amount equal to 2% of  
3 the statutory amount the city, village, or township received in the  
4 2007 state fiscal year under the Glenn Steil state revenue sharing  
5 act of 1971, 1971 PA 140, MCL 141.901 to 141.921.

6           Sec. 952. Of the funds appropriated in part 1 for special  
7 grants to cities, \$212,000.00 shall be used to restore revenue  
8 sharing reductions contained in Executive Order No. 2003-23 to a  
9 city that had an emergency financial manager appointed under the  
10 local government fiscal responsibility act, 1990 PA 72, MCL  
11 141.1201 to 141.1291, continuously from December 10, 2003 through  
12 September 30, 2010.

13           Sec. 955. (1) There is appropriated to each county an amount  
14 equal to the amount distributed to each county in the state fiscal  
15 year ending September 30, 2004, pursuant to the Glenn Steil state  
16 revenue sharing act of 1971, 1971 PA 140, MCL 141.901 to 141.921,  
17 adjusted through the date of restoration by the inflation rate as  
18 defined in section 34d of the general property tax act, 1893 PA  
19 206, MCL 211.34d, and reduced by the amount each county is  
20 authorized to annually expend in that county's fiscal year  
21 beginning after September 30, 2004, from its revenue sharing  
22 reserve fund pursuant to section 44a of the general property tax  
23 act, 1893 PA 206, MCL 211.44a.

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

27   **LOTTERY**

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

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

13       Sec. 963. In addition to the funds appropriated in part 1 to  
14 the bureau of state lottery, there is appropriated 1% of the prior  
15 fiscal year's lottery ticket sales for promotion and advertising.

16       **CASINO GAMING**

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

23       Sec. 972. In addition to the funds appropriated in part 1,  
24 funds distributed by the Michigan gaming control board to the  
25 department of treasury for oversight of casino gaming are  
26 appropriated upon receipt. These funds may be used to pay for costs  
27 incurred for casino gaming oversight activities.

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

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

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

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

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

27       Sec. 974. If revenues collected in the state services fee fund

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

8 **MICHIGAN STRATEGIC FUND**

9 Sec. 1001. (1) In addition to the funds appropriated in part  
10 1, there is appropriated an amount not to exceed \$10,000,000.00 for  
11 federal contingency funds. These funds are not available for  
12 expenditure until they have been transferred to another line item  
13 in this bill under section 393(2) of the management and budget act,  
14 1984 PA 431, MCL 18.1393.

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

21 (3) In addition to the funds appropriated in part 1, there is  
22 appropriated an amount not to exceed \$700,000.00 for private  
23 contingency funds. These funds are not available for expenditure  
24 until they have been transferred to another line item in this bill  
25 under section 393(2) of the management and budget act, 1984 PA 431,  
26 MCL 18.1393.

1       Sec. 1002. (1) The appropriation in part 1 to the fund for the  
2       economic diversification skills training program is focused on  
3       skills businesses need to compete in the twenty-first century. The  
4       purpose of this program is to assist companies doing business in  
5       Michigan to develop a specific skill for their Michigan workers to  
6       compete in the global economy, to provide Michigan workers with  
7       emerging skills training for high-technology activities, and to  
8       create or retain high-paying jobs for Michigan workers.

9       (2) Not more than \$800,000.00 of the total appropriation in  
10      part 1 may be expended for administrative costs by the fund. Not  
11      more than 10% of the total grant award may be expended by a  
12      recipient for administration costs.

13      (3) No funds appropriated in part 1 to the fund for economic  
14      diversification skills training program grants may be expended for  
15      training of permanent striker replacement workers.

16      (4) An applicant may be a school district, intermediate school  
17      district, community college, public or private nonprofit college or  
18      university, nonprofit organization whose primary purpose is to  
19      provide education programs or employment and training services or  
20      vocational rehabilitation programs or school-to-work transition  
21      programs, local workforce development board, the headquarters of a  
22      federal and state-sponsored manufacturing technology center, a for-  
23      profit business, or a consortium consisting of any combination of  
24      the eligible entities listed in this section.

25      (5) On or before October 1, the fund shall publish proposed  
26      application criteria, instructions, and forms for use by eligible  
27      applicants. The fund shall provide at least a 2-week period for

1 public comment prior to finalization of the application criteria,  
2 instructions, and forms.

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

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

10 (b) A description of the specific job skills that will be  
11 taught.

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

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

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

18 (7) In the awarding of grants, the fund shall consider the  
19 following criteria:

20 (a) Training in skills needed for high-technology activities,  
21 as defined in section 3(1) of the Michigan economic growth  
22 authority act, 1995, PA 24 as amended.

23 (b) Demonstrated need for the type of training offered.

24 (c) Creation or retention of high wage and high skilled level  
25 jobs within a predetermined time period.

26 (d) Other criteria determined by the fund to be important.

27 (8) A recipient of a grant under this section shall not charge

1 tuition or fees to participants in the program funded by economic  
2 diversification skills job training program grants. However, a  
3 nonprofit organization may charge tuition or fees if the tuition  
4 plan or fees are recognized by the state and the nonprofit  
5 organization receives additional funding from other governmental or  
6 private funding sources for its programs.

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

11 (10) Grant funds shall be expended on a cost reimbursement  
12 basis. Grant funds may be used for job training and development  
13 activities in furtherance of the purposes listed in subsection (1).  
14 These activities include, but are not limited to:

15 (a) Job training needed to perform a high-technology activity,  
16 as defined in section 3(1) of the Michigan economic growth  
17 authority act, 1995 PA 24, as amended.

18 (b) Job training for which there is a demonstrated need for  
19 the type of training offered.

20 (c) Participation in a degree program at a Michigan community  
21 college, college or university, in a program related to the  
22 performance of a high-technology activity, as defined in section  
23 3(1) of the Michigan economic growth authority act, 1995 PA 24, as  
24 amended.

25 (d) Development of job training curriculum for skills needed  
26 to perform a high-technology activity, as defined in section 3(1)  
27 of the Michigan economic growth authority act, 1995 PA 24, as

1 amended.

2 (e) Reimbursement of wages of employees participating in job  
3 training funded under this section.

4 (f) Training and related costs necessary to obtain a  
5 particular certification in connection with an expertise or skill  
6 required for a business to remain competitive or for a business  
7 within the supply chain of a business that has received an economic  
8 diversification skills training fund grant.

9 (g) Consulting services that assist a business with expanding  
10 operations into a high-technology activity, as defined in section  
11 3(1) of the Michigan economic growth authority act, 1995 PA 24, as  
12 amended.

13 (h) Recruitment assistance, provided that recruitment  
14 assistance may only be reimbursed upon the grantee's demonstration  
15 to the satisfaction of the fund that recruitment is targeted to a  
16 particular skill set that is in limited supply in Michigan.

17 (11) For grants to for-profit businesses, if the employer does  
18 not create or retain the number of jobs specified in the grant  
19 agreement within the time period determined by the fund, the  
20 employer shall reimburse the fund for the entire grant awarded,  
21 reduced by the ratio of the number of jobs that were actually  
22 created or retained to the number of jobs to be created or retained  
23 under the grant agreement. The number of actual jobs created and  
24 retained will be certified by the employer and verified via audit  
25 after the training is completed.

26 (12) A recipient of a grant under this section shall allow the  
27 fund or the agency's designee to audit all records related to the



1 grant for all entities that receive money, either directly or  
2 indirectly through a contract, from the grant funds. A grant  
3 recipient or contractor shall reimburse the state for all  
4 disallowances found in the audit. Costs disallowed under subsection  
5 (11) based on the employer job creation and retention requirements  
6 are not the same as the training costs that are disallowed in this  
7 subsection.

8 (13) The fund shall provide to the state budget director and  
9 the fiscal agencies by November 1 of each year a report on economic  
10 diversification skills training program grants. The report shall  
11 provide this information for each grant or contract awarded during  
12 the preceding full fiscal year. The report shall contain all of the  
13 following:

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

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

17 (c) The names and total number of employees of all business  
18 organizations for whom training is or will be provided.

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

21 (e) The number of jobs created as a result of the grant.

22 Sec. 1003. The Michigan growth capital fund shall be used to  
23 develop the technology business sector in Michigan. The Michigan  
24 growth capital fund will be used to encourage private and public  
25 investment in the technology business sector, and all of the  
26 following apply:

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

1 (b) Eligible uses of the Michigan growth capital fund include  
2 investments in organizations and programs that promote the  
3 development of new industry sectors in Michigan; inducements to  
4 attract additional venture capital funds to finance technology  
5 development; support organizations, initiatives, or events that  
6 promote entrepreneurship; provide match for university federal  
7 research grants; and support technology transfer and  
8 commercialization programs with universities and the private  
9 sector.

10 (c) The Michigan economic development corporation shall  
11 administer the Michigan growth capital fund.

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

18 (e) The Michigan economic development corporation shall  
19 provide an annual report on the status of the Michigan growth  
20 capital fund to the senate appropriations subcommittee on economic  
21 development, the house appropriations subcommittee on general  
22 government, the senate and house fiscal agencies, and the state  
23 budget office by January 31.

24 Sec. 1004. Travel Michigan may establish and collect a fee to  
25 cover the cost of materials and processing of photographic prints,  
26 slides, videotapes, and travel product database information that  
27 are requested by the media and other segments of the public and

1 private sectors. In addition to the appropriations in part 1, the  
2 fees collected shall be appropriated for all expenses necessary to  
3 purchase and distribute these photographic prints, slides,  
4 videotapes, and travel product database information. The funds are  
5 available for expenditure when they are received by the department  
6 of treasury.

7       Sec. 1005. In addition to the appropriations in part 1, travel  
8 Michigan may receive and expend private revenue related to the use  
9 of the "Michigan Great Lakes. Great Times.", "The Upper Hand", and  
10 "Pure Michigan" copyrighted slogans and images. This revenue may  
11 come from the direct licensing of the name and image or from the  
12 royalty payments from various merchandise sales. Revenue collected  
13 is appropriated for the marketing of the state as a travel  
14 destination. The funds are available for expenditure when they are  
15 received by the department of treasury.

16       Sec. 1006. The fund shall submit on February 15 to the  
17 subcommittees, the state budget office, and the fiscal agencies a  
18 listing of all grants which have been awarded by the fund or by the  
19 Michigan economic development corporation from the funds  
20 appropriated in part 1. The list shall include all of the  
21 following:

22       (a) The name of the recipient.

23       (b) The amount awarded to the recipient.

24       (c) The purpose of the grant.

25       Sec. 1007. (1) The fund shall provide reports to the relevant  
26 subcommittees, the state budget director, and the fiscal agencies  
27 concerning the activities of the Michigan economic development

1 corporation grants and investment programs financed from the fund  
2 using investment or Indian gaming revenues. The report shall  
3 provide a list of individual grants and loans made from the fund.  
4 The report shall include, but not be limited to, the following  
5 programs funded in part 1:

6 (a) Travel Michigan, including any expenditures authorized  
7 under section 89b of the Michigan strategic fund act, 1984 PA 270,  
8 MCL 125.2089b, to supplement the Michigan promotion program. The  
9 report shall include the number of commercials produced, the  
10 markets in which media buys have been made, and any web-based  
11 products that were created with these funds.

12 (b) Business attraction, retention, and growth, including any  
13 expenditures authorized under section 89b of the Michigan strategic  
14 fund act, 1984 PA 270, MCL 125.2089b, to supplement the Michigan  
15 business marketing program. The report shall include the number of  
16 commercials produced, the markets in which media buys have been  
17 made, and any web-based products that were created as a result of  
18 this appropriation.

19 (c) Business services.

20 (d) Community development block grants.

21 (e) Strategic fund administration.

22 (f) Renaissance zones.

23 (g) 21st century investment program.

24 (h) Business and clean air ombudsman.

25 (i) Economic diversification skills training program grants.

26 (j) Any other programs of the fund.

27 (2) The reports in subsection (1) shall be submitted by

1 January 15. The report for each program in subsection (1)(a)  
2 through (j) shall include details on all revenue sources, actual  
3 expenditures, and number of FTEs for that program for the previous  
4 fiscal year.

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

12 Sec. 1009. (1) Of the funds appropriated to the fund or  
13 through grants to the Michigan economic development corporation, no  
14 funds shall be expended for the purchase of options on land or the  
15 purchase of land unless at least 1 of the following conditions  
16 applies:

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

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

21 (2) Consideration may be given to purchases where the proposed  
22 use of the land is consistent with a regional land use plan, will  
23 result in the redevelopment of an economically distressed area, can  
24 be supported by existing infrastructure, and will not cause shifts  
25 in population away from the area's population centers.

26 (3) As used in this section, "economically distressed area"  
27 means an area in a city, village, or township that has been

1 designated as blighted; a city, village, or township that shows  
2 negative population change from 1970 and a poverty rate and  
3 unemployment rate greater than the statewide average; or an area  
4 certified as a neighborhood enterprise zone.

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

10 Sec. 1011. (1) From the general fund/general purpose  
11 appropriations in part 1 to the fund and granted or transferred to  
12 the Michigan economic development corporation, any unexpended or  
13 unencumbered balance shall be disposed of in accordance with the  
14 requirements in the management and budget act, 1984 PA 431, MCL  
15 18.1101 to 18.1594, unless carryforward authorization has been  
16 otherwise provided for.

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

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

22 (a) The freedom of information act, 1976 PA 442, MCL 15.231 to  
23 15.246.

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

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

27 (d) All reports required by law to be submitted to the

1 legislature.

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

4 Sec. 1013. As a condition for receiving the appropriations in  
5 part 1, any staff of the Michigan economic development corporation  
6 involved in private fund-raising activities shall not be party to  
7 any decisions regarding the awarding of grants or tax abatements  
8 from the fund, the Michigan economic development corporation, or  
9 the Michigan economic growth authority.

10 Sec. 1020. Federal pass-through funds to local institutions  
11 and governments that are received in amounts in addition to those  
12 included in part 1 and that do not require additional state  
13 matching funds are appropriated for the purposes intended. The fund  
14 may carry forward into the succeeding fiscal year unexpended  
15 federal pass-through funds to local institutions and governments  
16 that do not require additional state matching funds. The fund shall  
17 report the amount and source of the funds to the senate  
18 appropriation subcommittee on economic development, the house  
19 appropriation subcommittee on general government, the senate and  
20 house fiscal agencies, and the state budget office within 10  
21 business days after receiving any additional pass-through funds.

22 Sec. 1023. Tourism promotion shall include, but is not limited  
23 to, the Mackinac Island state park, Michigan state historic parks,  
24 cultural, vacation, recreational, leisure, hunting-related, motor  
25 sports entertainment-related, and agriculture-related travel across  
26 this state that includes activities that promote tourism in all 4  
27 seasons.

1       Sec. 1032. The Michigan film office shall report to the  
2 subcommittees and the fiscal agencies by September 30 on the status  
3 of the new film tax credit program. The report shall include all of  
4 the following information:

5       (a) The number of contracts signed.

6       (b) The number of films that have completed shooting.

7       (c) The total amount of the tax credits provided.

8       (d) The counties where the films were made.

9       (e) The number of temporary and permanent jobs created.

10       Sec. 1033. The fund shall make available to the public the  
11 minutes of the Michigan film office advisory council.

12       Sec. 1034. (1) As used in this section:

13       (a) "Fiscal agencies" means the house fiscal agency and the  
14 senate fiscal agency.

15       (b) "LEED" means the United States green building council's  
16 leadership in energy and environmental design green building rating  
17 system.

18       (c) "MCACA" means the Michigan council for arts and cultural  
19 affairs.

20       (d) "MSF" means the Michigan strategic fund.

21       (e) "Subcommittees" means all members of the appropriate  
22 subcommittees of the senate and house of representatives  
23 appropriations committees.

24       (2) The appropriations contained in part 1 for arts and  
25 cultural planning grants are for the purpose of assisting in the  
26 completion of program statements and schematic planning documents  
27 directed towards the remodeling, repair, renovation, or



1 construction of certain arts and cultural institutions.

2 (3) Planning grants may be awarded to counties, cities,  
3 villages, townships, community foundations and non-profit  
4 organizations operating arts and cultural institutions.

5 (4) The MCACA in the MSF shall approve the distribution of  
6 arts and cultural planning grants appropriated in part 1 using a  
7 competitive grant process and shall do all of the following:

8 (a) Use published criteria to evaluate planning grant  
9 applications.

10 (b) Give priority to arts and cultural institution projects  
11 that serve multi-county geographical regions, leverage significant  
12 additional public and private investment, provide educational  
13 opportunities, demonstrate a significant potential to increase  
14 tourism, and attract or retain businesses or residents to the  
15 state.

16 (c) Ensure that recipients of the planning grants have  
17 adequate funding to sustain the ongoing operations of the  
18 institution.

19 (d) Ensure that projects are designed and constructed in  
20 accordance with the LEED green building rating system and that  
21 recipients strive to obtain a score of platinum on the LEED  
22 existing buildings scorecard or the LEED commercial interiors  
23 scorecard, as applicable.

24 (5) Each applicant shall submit an application for a planning  
25 grant in a form and manner approved by the MCACA and shall pay a  
26 nonrefundable application fee of \$1,000.00. Application fees are  
27 appropriated when received and may be expended to offset MCACA's

1 direct and indirect costs associated with reviewing the  
2 applications. MCACA may contract for technical assistance to review  
3 the applications.

4 (6) No later than one year after receiving a planning grant,  
5 applicants shall submit professionally-developed program statements  
6 and schematic design plans for projects to the MCACA for review for  
7 potential final planning and construction approval. MCACA shall  
8 review the submissions for compliance with established criteria and  
9 bonding requirements and shall recommend to the state budget  
10 director those projects determined to be eligible for final  
11 planning and construction for inclusion in a budget recommendation  
12 to the legislature. MCACA may contract for technical assistance to  
13 review the submissions. Projects recommended by MCACA to the state  
14 budget director shall not exceed \$100,000,000.00 in total. Debt  
15 service for bonds issued under this program shall be paid by annual  
16 appropriations.

17 (7) The MSF retains the authority and responsibility normally  
18 associated with the prudent maintenance of the public's financial  
19 and policy interests relative to state-financed projects. The  
20 entity shall allow for onsite inspection, document reviews and  
21 other audit activities as required by the MSF.

22 (8) Before the end of each fiscal year, MCACA shall provide  
23 the state budget director, the subcommittees and the fiscal  
24 agencies with reports as considered necessary relative to the  
25 status of each arts and cultural institution planning or  
26 construction project.

27 (9) Each construction project authorized in any bill shall

1 comply with the procedures required by the management and budget  
 2 act, 1984 PA 431, MCL 18.1101 to 18.1594.

3 **REVENUE STATEMENT**

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

7 BUDGET RECOMMENDATIONS BY OPERATING FUNDS

8 (Amounts in millions)

9 Fiscal Year 2009-2010

		Beginning			
		Fund	Unreserved		
		Fund	Estimated	Ending	
		Balance	Revenue	Balance	
14	OPERATING FUNDS				
15	General fund/general purpose	0110	0.0	8,938.0	5.5
16	General fund/special purpose		446.6	17,451.8	482.6
17	Special Revenue Funds:				
18	Countercyclical budget and				
19	economic stabilization	0111	2.2	0.0	2.2
20	Game and fish protection	0112	4.1	61.4	3.3
21	Michigan employment security act				
22	administration	0113	10.2	12.5	8.2
23	State aeronautics	0114	2.2	133.0	1.9
24	Michigan veterans' benefit				
25	trust	0115	0.0	2.3	0.0

1	State trunkline	0116	(6.2)	1,812.9	(6.9)
2	Michigan state waterways	0117	1.3	28.6	0.0
3	Blue Water Bridge	0118	6.2	15.4	6.9
4	Michigan transportation	0119	0.0	1,844.1	0.0
5	Comprehensive transportation	0120	6.3	301.8	(4.3)
6	School aid	0122	0.0	12,898.4	0.0
7	Game and fish protection trust	0124	6.0	14.3	6.0
8	State park improvement	0125	0.0	41.1	0.0
9	Forest development	0126	3.4	29.7	0.7
10	Michigan civilian conservation				
11	corps endowment	0128	0.3	0.0	0.0
12	Michigan natural resources				
13	trust	0129	32.4	60.2	31.2
14	Michigan state parks endowment	0130	6.1	12.1	4.1
15	Safety education and training	0131	6.2	9.3	7.1
16	Bottle deposit	0136	0.0	12.6	0.0
17	State construction code	0138	0.9	15.0	4.3
18	Children's trust	0139	1.0	3.8	0.5
19	State casino gaming	0140	1.8	34.8	1.8
20	Homeowner construction lien				
21	recovery	0141	0.8	1.0	(1.2)
22	Michigan nongame fish and				
23	wildlife	0143	0.1	0.3	0.0
24	Michigan merit award trust	0154	0.0	191.7	0.0
25	Outdoor recreation legacy	0162	(0.2)	2.3	(0.2)
26	Off-road vehicle account	0163	1.7	3.6	0.4
27	Snowmobile account	0164	2.1	10.1	0.0

1	Silicosis dust disease				
2	and logging	0870	2.1	1.3	1.7
3	Utility consumer representation	0893	3.5	1.2	3.6
4	TOTALS		\$541.1	\$43,944.6	\$559.4