

**FIRST CONFERENCE REPORT**

The Committee of Conference on the matters of difference between the two Houses concerning

Senate Bill No. 608, entitled

A bill to make, supplement, and adjust appropriations for various state departments and agencies, capital outlay, and the judicial branch for the fiscal year ending September 30, 2014; to provide for the expenditure of the appropriations; and to repeal acts and parts of acts.

Recommends:

First: That the House recede from the Substitute of the House as passed by the House.

Second: That the Senate and House agree to the Substitute of the Senate as passed by the Senate, amended to read as follows:

(attached)

Third: That the Senate and House agree to the title of the bill to read as follows:

A bill to make, supplement, and adjust appropriations for various state departments and agencies, capital outlay, and the judicial branch for the fiscal year ending September 30, 2014; to provide for the expenditure of the appropriations; and to repeal acts and parts of acts.

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Roger Kahn

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Joe Haveman

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John Moolenaar

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Al Pscholka

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Glenn Anderson

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Rashida Tlaib

Conferees for the Senate

Conferees for the House



**SUBSTITUTE FOR  
SENATE BILL NO. 608**

A bill to make, supplement, and adjust appropriations for various state departments and agencies, capital outlay, and the judicial branch for the fiscal year ending September 30, 2014; to provide for the expenditure of the appropriations; and to repeal acts and parts of acts.

**THE PEOPLE OF THE STATE OF MICHIGAN ENACT:**

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PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the various state departments and agencies, capital outlay, and the judicial branch to supplement appropriations for the fiscal year ending September 30, 2014, from the following funds:

**APPROPRIATION SUMMARY**

1	Full-time equated exempt positions.....	4.0	
2	GROSS APPROPRIATION.....		\$ (102,393,300)
3	Total interdepartmental grants and intradepartmental		
4	transfers .....		720,000
5	ADJUSTED GROSS APPROPRIATION.....		\$ (103,113,300)
6	Total federal revenues.....		(455,573,900)
7	Total local revenues.....		0
8	Total private revenues.....		3,017,100
9	Total other state restricted revenues.....		19,885,800
10	State general fund/general purpose.....		\$ 329,557,700

11 **Sec. 102. CAPITAL OUTLAY**

12 **(1) APPROPRIATION SUMMARY**

13	GROSS APPROPRIATION.....		\$ 500
14	Interdepartmental grant revenues:		
15	Total interdepartmental grants and intradepartmental		
16	transfers .....		0
17	ADJUSTED GROSS APPROPRIATION.....		\$ 500
18	Federal revenues:		
19	Total federal revenues.....		0
20	Special revenue funds:		
21	Total local revenues.....		0
22	Total private revenues.....		0
23	Total other state restricted revenues.....		0
24	State general fund/general purpose.....		\$ 500

25 **(2) STATE BUILDING AUTHORITY FINANCED CONSTRUCTION**

26 **AUTHORIZATIONS**

1	Saginaw Valley State University - Wickes hall		
2	renovations (total authorized cost \$8,000,000;		
3	state building authority share \$5,999,800; Saginaw		
4	Valley State University share \$2,000,000; state		
5	general fund share \$200) .....	\$	100
6	Kalamazoo Valley Community College - Healthy Living		
7	Campus (total authorized cost \$25,625,200; state		
8	building authority share \$5,999,800; Kalamazoo		
9	Valley Community College share \$19,625,200; state		
10	general fund share \$200) .....		100
11	Macomb Community College - south campus C-building		
12	renovation (total authorized cost \$8,500,000; state		
13	building authority share \$4,249,800; Macomb		
14	Community College share \$4,250,000; state general		
15	fund share \$200) .....		100
16	Muskegon Community College - science laboratory		
17	center (total authorized cost \$9,600,000; state		
18	building authority share \$4,646,600; Muskegon		
19	College share \$4,953,200; state general fund share		
20	\$200) .....		100
21	Southwestern Michigan College - science and allied		
22	health labs (total authorized cost \$8,600,000;		
23	state building authority share \$3,749,800;		
24	Southwestern Michigan College share \$4,850,000;		
25	state general fund share \$200).....		<u>100</u>
26	GROSS APPROPRIATION.....	\$	500
27	Appropriated from:		

1	State general fund/general purpose .....	\$	500
2	<b>Sec. 103. DEPARTMENT OF COMMUNITY HEALTH</b>		
3	<b>(1) APPROPRIATION SUMMARY</b>		
4	GROSS APPROPRIATION .....	\$	(399,182,600)
5	Interdepartmental grant revenues:		
6	Total interdepartmental grants and intradepartmental		
7	transfers .....		0
8	ADJUSTED GROSS APPROPRIATION .....	\$	(399,182,600)
9	Federal revenues:		
10	Total federal revenues .....		(496,218,200)
11	Special revenue funds:		
12	Total local revenues .....		0
13	Total private revenues .....		0
14	Total other state restricted revenues .....		1,209,000
15	State general fund/general purpose .....	\$	95,826,600
16	<b>(2) BEHAVIORAL HEALTH SERVICES</b>		
17	Healthy Michigan plan - behavioral health .....	\$	(96,215,600)
18	Medicaid adult benefits waiver .....		2,693,500
19	Community mental health non-Medicaid services .....		63,977,000
20	Community mental health non-Medicaid services -		
21	contingent reserve .....		<u>12,000,000</u>
22	GROSS APPROPRIATION .....	\$	(17,545,100)
23	Appropriated from:		
24	Federal revenues:		
25	Total federal revenues .....		(96,215,600)
26	State general fund/general purpose .....	\$	78,670,500

1	<b>(3) MEDICAL SERVICES ADMINISTRATION</b>	
2	Medical services administration.....	\$ (69,509,000)
3	Medical services administration.....	<u>109,509,000</u>
4	GROSS APPROPRIATION.....	\$ 40,000,000
5	Appropriated from:	
6	Federal revenues:	
7	Total federal revenues.....	40,000,000
8	State general fund/general purpose.....	\$ 0
9	<b>(4) MEDICAL SERVICES</b>	
10	Hospital services and therapy.....	\$ 19,000,000
11	Hospice services.....	2,200,000
12	Healthy Michigan plan.....	(459,197,700)
13	Plan first family planning waiver.....	357,400
14	Medicaid adult benefits waiver.....	6,008,000
15	Health plan services.....	9,994,800
16	Subtotal basic medical services program.....	<u>(421,637,500)</u>
17	GROSS APPROPRIATION.....	\$ (421,637,500)
18	Appropriated from:	
19	Federal revenues:	
20	Total federal revenues.....	(440,002,600)
21	Special revenue funds:	
22	Total other state restricted revenues.....	1,209,000
23	State general fund/general purpose.....	\$ 17,156,100
24	<b>Sec. 104. DEPARTMENT OF CORRECTIONS</b>	
25	<b>(1) APPROPRIATION SUMMARY</b>	
26	GROSS APPROPRIATION.....	\$ 14,671,800

1	Interdepartmental grant revenues:		
2	Total interdepartmental grants and intradepartmental		
3	transfers .....		0
4	ADJUSTED GROSS APPROPRIATION.....	\$	14,671,800
5	Federal revenues:		
6	Total federal revenues.....		0
7	Special revenue funds:		
8	Total local revenues.....		0
9	Total private revenues.....		0
10	Total other state restricted revenues.....		0
11	State general fund/general purpose.....	\$	14,671,800
12	<b>(2) PRISONER RE-ENTRY AND COMMUNITY SUPPORT</b>		
13	Prisoner re-entry local service providers.....	\$	125,700
14	Prisoner re-entry MDOC programs.....		<u>2,286,800</u>
15	GROSS APPROPRIATION.....	\$	2,412,500
16	Appropriated from:		
17	State general fund/general purpose.....	\$	2,412,500
18	<b>(3) FIELD OPERATIONS ADMINISTRATION</b>		
19	Substance abuse testing and treatment services.....	\$	<u>8,066,100</u>
20	GROSS APPROPRIATION.....	\$	8,066,100
21	Appropriated from:		
22	State general fund/general purpose.....	\$	8,066,100
23	<b>(4) HEALTH CARE</b>		
24	Prisoner health care services.....	\$	<u>4,193,200</u>
25	GROSS APPROPRIATION.....	\$	4,193,200
26	Appropriated from:		
27	State general fund/general purpose.....	\$	4,193,200

1       **Sec. 105. DEPARTMENT OF EDUCATION**2       **(1) APPROPRIATION SUMMARY**

3       GROSS APPROPRIATION..... \$       5,286,000

4       Interdepartmental grant revenues:

5       Total interdepartmental grants and intradepartmental

6       transfers ..... 0

7       ADJUSTED GROSS APPROPRIATION..... \$       5,286,000

8       Federal revenues:

9       Total federal revenues..... 5,286,000

10      Special revenue funds:

11      Total local revenues..... 0

12      Total private revenues..... 0

13      Total other state restricted revenues..... 0

14      State general fund/general purpose..... \$       0

15      **(2) MICHIGAN OFFICE OF GREAT START**16      Child development care public assistance..... \$ 5,286,000

17      GROSS APPROPRIATION..... \$       5,286,000

18      Appropriated from:

19      Federal revenues:

20      Federal revenues..... 5,286,000

21      State general fund/general purpose..... \$       0

22      **Sec. 106. DEPARTMENT OF ENVIRONMENTAL QUALITY**23      **(1) APPROPRIATION SUMMARY**

24      GROSS APPROPRIATION..... \$       50,000

25      Interdepartmental grant revenues:

1	Total interdepartmental grants and intradepartmental		
2	transfers .....		0
3	ADJUSTED GROSS APPROPRIATION.....	\$	50,000
4	Federal revenues:		
5	Total federal revenues.....		0
6	Special revenue funds:		
7	Total local revenues.....		0
8	Total private revenues.....		0
9	Total other state restricted revenues.....		0
10	State general fund/general purpose.....	\$	50,000
11	<b>(2) WATER RESOURCE DIVISION</b>		
12	Surface water.....	\$	<u>50,000</u>
13	GROSS APPROPRIATION.....	\$	50,000
14	Appropriated from:		
15	State general fund/general purpose.....	\$	50,000
16	<b>Sec. 107. EXECUTIVE OFFICE</b>		
17	<b>(1) APPROPRIATION SUMMARY</b>		
18	GROSS APPROPRIATION.....	\$	170,000
19	Interdepartmental grant revenues:		
20	Total interdepartmental grants and intradepartmental		
21	transfers .....		0
22	ADJUSTED GROSS APPROPRIATION.....	\$	170,000
23	Federal revenues:		
24	Total federal revenues.....		0
25	Special revenue funds:		
26	Total local revenues.....		0

1	Total private revenues.....		0
2	Total other state restricted revenues.....		0
3	State general fund/general purpose.....	\$	170,000
4	<b>(2) EXECUTIVE OFFICE OPERATIONS</b>		
5	Executive office.....	\$	<u>170,000</u>
6	GROSS APPROPRIATION.....	\$	170,000
7	Appropriated from:		
8	State general fund/general purpose.....	\$	170,000
9	<b>Sec. 108. DEPARTMENT OF HUMAN SERVICES</b>		
10	<b>(1) APPROPRIATION SUMMARY</b>		
11	GROSS APPROPRIATION.....	\$	30,362,300
12	Interdepartmental grant revenues:		
13	Total interdepartmental grants and intradepartmental		
14	transfers .....		0
15	ADJUSTED GROSS APPROPRIATION.....	\$	30,362,300
16	Federal revenues:		
17	Social security act, temporary assistance for needy		
18	families .....		600,000
19	Total federal revenues.....		19,875,200
20	Special revenue funds:		
21	Total local revenues.....		0
22	Total private revenues.....		2,937,100
23	Total other state restricted revenues.....		0
24	State general fund/general purpose.....	\$	6,950,000
25	<b>(2) CHILD WELFARE SERVICES</b>		
26	Youth in transition.....	\$	250,000

1	Youth in transition.....	(750,000)
2	Fostering futures scholarship program.....	750,000
3	Child care fund.....	(171,036,600)
4	Child care fund.....	173,536,600
5	Adoption support services.....	<u>200,000</u>
6	GROSS APPROPRIATION.....	\$ 2,950,000
7	Appropriated from:	
8	Federal revenues:	
9	Social security act, temporary assistance for needy	
10	families .....	600,000
11	Total federal revenues.....	(600,000)
12	State general fund/general purpose.....	\$ 2,950,000
13	<b>(3) PUBLIC ASSISTANCE</b>	
14	Low-income home energy assistance program.....	\$ 22,912,300
15	Deliverable fuels crisis assistance.....	<u>4,000,000</u>
16	GROSS APPROPRIATION.....	\$ 26,912,300
17	Appropriated from:	
18	Federal revenues:	
19	Total other federal revenues.....	19,975,200
20	Special revenue funds:	
21	Total private revenues.....	2,937,100
22	State general fund/general purpose.....	\$ 4,000,000
23	<b>(4) DISABILITY DETERMINATION SERVICES</b>	
24	Disability determination operations.....	\$ <u>500,000</u>
25	GROSS APPROPRIATION.....	\$ 500,000
26	Appropriated from:	
27	Federal revenues:	

1	Total other federal revenues.....		500,000
2	State general fund/general purpose.....	\$	0
3	<b>Sec. 109. JUDICIARY</b>		
4	<b>(1) APPROPRIATION SUMMARY</b>		
5	Full-time equated exempted positions.....	4.0	
6	GROSS APPROPRIATION.....	\$	1,400,000
7	Interdepartmental grant revenues:		
8	Total interdepartmental grants and intradepartmental		
9	transfers .....		0
10	ADJUSTED GROSS APPROPRIATION.....	\$	1,400,000
11	Federal revenues:		
12	Total federal revenues.....		650,000
13	Special revenue funds:		
14	Total local revenues.....		0
15	Total private revenues.....		0
16	Total other state restricted revenues.....		0
17	State general fund/general purpose.....	\$	750,000
18	<b>(2) SUPREME COURT</b>		
19	Full-time equated exempted positions.....	4.0	
20	Indigent defense commission--4.0 FTE positions.....	\$	750,000
21	Drug treatment courts.....		<u>650,000</u>
22	GROSS APPROPRIATION.....	\$	1,400,000
23	Appropriated from:		
24	Federal revenues:		
25	DOT, national highway traffic safety administration..		650,000
26	State general fund/general purpose.....	\$	750,000

1       **Sec. 110. DEPARTMENT OF LICENSING AND REGULATORY**

2 **AFFAIRS**

3       **(1) APPROPRIATION SUMMARY**

4 GROSS APPROPRIATION..... \$           0

5       Interdepartmental grant revenues:

6 Total interdepartmental grants and intradepartmental  
7 transfers ..... 0

8 ADJUSTED GROSS APPROPRIATION..... \$           0

9       Federal revenues:

10 Total federal revenues..... 0

11       Special revenue funds:

12 Total local revenues..... 0

13 Total private revenues..... 0

14 Total other state restricted revenues..... 0

15 State general fund/general purpose..... \$           0

16       **(2) DEPARTMENT GRANTS**

17 Medical marihuana operation and oversight grants ..... \$       (3,000,000)

18 Medical marihuana operation and oversight grants .....           3,000,000

19 GROSS APPROPRIATION..... \$           0

20       Appropriated from:

21 State general fund/general purpose..... \$           0

22       **Sec. 111. DEPARTMENT OF MILITARY AND VETERANS AFFAIRS**

23       **(1) APPROPRIATION SUMMARY**

24 GROSS APPROPRIATION..... \$       10,400,000

25       Interdepartmental grant revenues:

1	Total interdepartmental grants and intradepartmental		
2	transfers .....		0
3	ADJUSTED GROSS APPROPRIATION.....	\$	10,400,000
4	Federal revenues:		
5	Total federal revenues.....		0
6	Special revenue funds:		
7	Total local revenues.....		0
8	Total private revenues.....		0
9	Total other state restricted revenues.....		0
10	State general fund/general purpose.....	\$	10,400,000
11	<b>(2) CAPITAL OUTLAY</b>		
12	Special maintenance - veterans' homes.....	\$	1,200,000
13	Special maintenance - headquarters and armories.....		<u>7,200,000</u>
14	GROSS APPROPRIATION.....	\$	8,400,000
15	Appropriated from:		
16	State general fund/general purpose.....	\$	8,400,000
17	<b>(3) ONE-TIME APPROPRIATIONS</b>		
18	Veterans service delivery initiative.....	\$	<u>2,000,000</u>
19	GROSS APPROPRIATION.....	\$	2,000,000
20	Appropriated from:		
21	State general fund/general purpose.....	\$	2,000,000
22	<b>Sec. 112. DEPARTMENT OF NATURAL RESOURCES</b>		
23	<b>(1) APPROPRIATION SUMMARY</b>		
24	GROSS APPROPRIATION.....	\$	3,260,000
25	Interdepartmental grant revenues:		
26	Total interdepartmental grants and intradepartmental		

1	transfers .....		0
2	ADJUSTED GROSS APPROPRIATION.....	\$	3,260,000
3	Federal revenues:		
4	Total federal revenues.....		1,500,000
5	Special revenue funds:		
6	Total local revenues.....		0
7	Total private revenues.....		80,000
8	Total other state restricted revenues.....		330,000
9	State general fund/general purpose.....	\$	1,350,000
10	<b>(2) CAPITAL OUTLAY - WATERWAYS BOATING PROGRAM</b>		
11	Infrastructure improvements - local projects.....	\$	330,000
12	Munising, Alger County, east breakwall extension,		
13	L-dock expansion, revetment wall, and floating		
14	pier with finger slips (total authorized cost is		
15	increased from \$874,800 to \$2,894,800; federal		
16	share is increased from \$0 to \$1,500,000; state		
17	share \$437,400; local share is increased from		
18	\$437,400 to \$957,400) .....		1,500,000
19	South Higgins state park, Roscommon County, new		
20	entrance, launch ramp, maneuver area, boat wash		
21	station, and parking lot/traffic flow		
22	configurations (total authorized cost is increased		
23	from \$1,000,000 to \$1,080,000; private share is		
24	increased from \$0 to \$80,000; state share		
25	\$1,000,000) .....		<u>80,000</u>
26	GROSS APPROPRIATION.....	\$	1,910,000
27	Appropriated from:		

1	Federal revenues:		
2	Federal funds.....		1,500,000
3	Special revenue funds:		
4	Private funds.....		80,000
5	Michigan state waterways fund.....		330,000
6	State general fund/general purpose.....	\$	0
7	<b>(3) GRANTS</b>		
8	Fort Holmes on Mackinac Island restoration.....	\$	250,000
9	Kawkawlin dredging project.....		<u>1,100,000</u>
10	GROSS APPROPRIATION.....	\$	1,350,000
11	Appropriated from:		
12	State general fund/general purpose.....	\$	1,350,000
13	<b>Sec. 113. DEPARTMENT OF STATE</b>		
14	<b>(1) APPROPRIATION SUMMARY</b>		
15	GROSS APPROPRIATION.....	\$	317,000
16	Interdepartmental grant revenues:		
17	Total interdepartmental grants and intradepartmental		
18	transfers .....		0
19	ADJUSTED GROSS APPROPRIATION.....	\$	317,000
20	Federal revenues:		
21	Total federal revenues.....		0
22	Special revenue funds:		
23	Total local revenues.....		0
24	Total private revenues.....		0
25	Total other state restricted revenues.....		0
26	State general fund/general purpose.....	\$	317,000

1	<b>(2) LEGAL SERVICES</b>	
2	Operations.....	\$ <u>200,000</u>
3	GROSS APPROPRIATION.....	\$ 200,000
4	Appropriated from:	
5	State general fund/general purpose.....	\$ 200,000
6	<b>(3) ELECTION REGULATION</b>	
7	Election administration and services.....	\$ <u>117,000</u>
8	GROSS APPROPRIATION.....	\$ 117,000
9	Appropriated from:	
10	State general fund/general purpose.....	\$ 117,000
11	<b>Sec. 114. DEPARTMENT OF STATE POLICE</b>	
12	<b>(1) APPROPRIATION SUMMARY</b>	
13	GROSS APPROPRIATION.....	\$ 6,660,000
14	Interdepartmental grant revenues:	
15	Total interdepartmental grants and intradepartmental	
16	transfers .....	0
17	ADJUSTED GROSS APPROPRIATION.....	\$ 6,660,000
18	Federal revenues:	
19	Total federal revenues.....	3,350,000
20	Special revenue funds:	
21	Total local revenues.....	0
22	Total private revenues.....	0
23	Total other state restricted revenues.....	0
24	State general fund/general purpose.....	\$ 3,310,000
25	<b>(2) SUPPORT SERVICES</b>	
26	Support services.....	\$ <u>6,660,000</u>

1	GROSS APPROPRIATION.....	\$	6,660,000
2	Appropriated from:		
3	Federal revenues		
4	Federal revenues.....		3,350,000
5	State general fund/general purpose.....	\$	3,310,000
6	Schedule of programs:		
7	State emergency center operations and preparedness ...		3,310,000
8	Support services.....		3,350,000
9	<b>Sec. 115. DEPARTMENT OF TECHNOLOGY, MANAGEMENT, AND</b>		
10	<b>BUDGET</b>		
11	<b>(1) APPROPRIATION SUMMARY</b>		
12	Full-time equated classified positions..... (4.0)		
13	GROSS APPROPRIATION.....	\$	(23,407,400)
14	Interdepartmental grant revenues:		
15	Total interdepartmental grants and intradepartmental		
16	transfers .....		720,000
17	ADJUSTED GROSS APPROPRIATION.....	\$	(24,127,400)
18	Federal revenues:		
19	Total federal revenues.....		0
20	Special revenue funds:		
21	Total local revenues.....		0
22	Total private revenues.....		0
23	Total other state restricted revenues.....		(699,100)
24	State general fund/general purpose.....	\$	(23,428,300)
25	<b>(2) DEPARTMENT SERVICES</b>		
26	Full-time equated classified positions..... (4.0)		

1	Business support services--(4.0) FTE positions .....	\$	(675,000)
2	Building occupancy charges, rent, and utilities .....		(13,400)
3	Information technology services and projects .....		(10,700)
4	GROSS APPROPRIATION.....	\$	(699,100)
5	Appropriated from:		
6	Special revenue funds:		
7	State building authority revenue .....		(699,100)
8	State general fund/general purpose .....	\$	0
9	<b>(3) SPECIAL PROGRAMS</b>		
10	Retirement services.....	\$	507,000
11	GROSS APPROPRIATION.....	\$	507,000
12	Appropriated from:		
13	State general fund/general purpose .....	\$	507,000
14	<b>(4) STATEWIDE APPROPRIATIONS</b>		
15	Professional development fund - UAW .....	\$	720,000
16	GROSS APPROPRIATION.....	\$	720,000
17	Appropriated from:		
18	Interdepartmental grant revenues:		
19	IDG from employer contributions .....		720,000
20	State general fund/general purpose .....	\$	0
21	<b>(5) STATE BUILDING AUTHORITY RENT</b>		
22	State building authority rent - state agencies .....	\$	(22,700,000)
23	State building authority rent - department of		
24	corrections .....		(10,600,000)
25	State building authority rent - universities .....		6,200,000
26	State building authority rent - community colleges ...		3,164,700
27	GROSS APPROPRIATION.....	\$	(23,935,300)

1	Appropriated from:		
2	State general fund/general purpose .....	\$	(23,935,300)
3	<b>Sec. 116. STATE TRANSPORTATION DEPARTMENT</b>		
4	<b>(1) APPROPRIATION SUMMARY</b>		
5	GROSS APPROPRIATION.....	\$	227,028,900
6	Interdepartmental grant revenues:		
7	Total interdepartmental grants and intradepartmental		
8	transfers .....		0
9	ADJUSTED GROSS APPROPRIATION.....	\$	227,028,900
10	Federal revenues:		
11	Total federal revenues.....		9,383,100
12	Special revenue funds:		
13	Total local revenues.....		0
14	Total private revenues.....		0
15	Total other state restricted revenues.....		2,345,800
16	State general fund/general purpose .....	\$	215,300,000
17	<b>(2) INTERCITY PASSENGER AND FREIGHT</b>		
18	Rail operations and infrastructure.....	\$	11,728,900
19	Beaver Island transportation authority.....		<u>300,000</u>
20	GROSS APPROPRIATION.....	\$	12,028,900
21	Appropriated from:		
22	Federal revenues:		
23	DOT, federal railroad administration.....		9,383,100
24	Special revenue funds:		
25	Comprehensive transportation fund.....		2,345,800
26	State general fund/general purpose .....	\$	300,000

1       **(3) ONE-TIME BASIS ONLY**

2	Special winter road maintenance.....	\$	100,000,000
3	Priority roads investment program.....		<u>115,000,000</u>
4	GROSS APPROPRIATION.....	\$	215,000,000
5	Appropriated from:		
6	State general fund/general purpose.....	\$	215,000,000

7       **Sec. 117. DEPARTMENT OF TREASURY**

8       **(1) APPROPRIATION SUMMARY**

9       Full-time equated classified positions..... 4.0

10	GROSS APPROPRIATION.....	\$	20,590,200
11	Interdepartmental grant revenues:		
12	Total interdepartmental grants and intradepartmental		
13	transfers .....		0
14	ADJUSTED GROSS APPROPRIATION.....	\$	20,590,200

15       Federal revenues:

16       Total federal revenues..... 0

17       Special revenue funds:

18       Total local revenues..... 0

19       Total private revenues..... 0

20       Total other state restricted revenues..... 16,700,100

21       State general fund/general purpose..... \$ 3,890,100

22       **(2) MICHIGAN STRATEGIC FUND - MICHIGAN STATE**

23       **HOUSING DEVELOPMENT AUTHORITY**

24	Blight elimination.....	\$	3,700,000
25	Home affordable refinance program.....		801,000
26	Land bank fast track authority.....		<u>1,750,000</u>

1	GROSS APPROPRIATION.....	\$	6,251,000
2	Appropriated from:		
3	Special revenue funds		
4	Homeowner protection fund.....		4,501,000
5	State general fund/general purpose.....	\$	1,750,000
6	<b>(3) STATE BUILDING AUTHORITY</b>		
7	Full-time equated classified positions..... 4.0		
8	State building authority--4.0 FTE positions.....	\$	<u>699,100</u>
9	GROSS APPROPRIATION.....	\$	699,100
10	Appropriated from:		
11	Special revenue funds:		
12	State building authority revenue.....		699,100
13	State general fund/general purpose.....	\$	0
14	<b>(4) MICHIGAN STRATEGIC FUND</b>		
15	Precollege engineering.....	\$	340,000
16	Pyramid P20 education hub.....		100
17	Detroit Rouge Park improvements.....		<u>300,000</u>
18	GROSS APPROPRIATION.....	\$	640,100
19	Appropriated from:		
20	State general fund/general purpose.....	\$	640,100
21	<b>(5) BANKING AND MANAGEMENT SERVICES</b>		
22	Collections.....	\$	<u>1,500,000</u>
23	GROSS APPROPRIATION.....	\$	1,500,000
24	Appropriated from:		
25	State general fund/general purpose.....	\$	1,500,000
26	<b>(6) GRANTS</b>		
27	Convention facility development distribution.....	\$	<u>11,500,000</u>

1	GROSS APPROPRIATION.....	\$	11,500,000
2	Appropriated from:		
3	Special revenue funds:		
4	Convention facility development fund.....		11,500,000
5	State general fund/general purpose.....	\$	0
6	<b>(7) REVENUE SHARING</b>		
7	County incentive program.....	\$	(22,652,000)
8	County incentive program.....		22,652,000
9	Economic vitality incentive program.....		(226,340,000)
10	Economic vitality incentive program.....		<u>226,340,000</u>
11	GROSS APPROPRIATION.....	\$	0
12	Appropriated from:		
13	Special revenue funds:		
14	Sales tax.....		0
15	State general fund/general purpose.....	\$	0
16	<b>(8) ONE-TIME BASIS ONLY APPROPRIATIONS</b>		
17	County incentive program.....	\$	(6,500,000)
18	County incentive program.....		6,500,000
19	Economic vitality incentive program.....		(9,500,000)
20	Economic vitality incentive program.....		<u>9,500,000</u>
21	GROSS APPROPRIATION.....	\$	0
22	Appropriated from:		
23	Special revenue funds:		
24	Sales tax.....		0
25	State general fund/general purpose.....	\$	0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

GENERAL SECTIONS

Sec. 201. In accordance with the provisions of section 30 of article IX of the state constitution of 1963, total state spending from state resources in this appropriation act for the fiscal year ending September 30, 2014 is \$349,443,500.00 and state appropriations paid to local units of government are \$155,395,300.00. The itemized statement below identifies appropriations from which spending to local units will occur:

DEPARTMENT OF COMMUNITY HEALTH

Community mental health non-Medicaid services .....	\$	63,977,000
Community mental health non-Medicaid services contingent reserve .....		12,000,000
Medicaid adult benefits waiver (mental health) .....		2,693,500
Medicaid adult benefits waiver (physical health) .....		<u>594,800</u>
Subtotal.....	\$	79,265,300

DEPARTMENT OF HUMAN SERVICES

Child care fund.....	\$	<u>2,500,000</u>
Subtotal.....	\$	2,500,000

JUDICIARY

Drug treatment courts.....	\$	<u>600,000</u>
Subtotal.....	\$	600,000

DEPARTMENT OF NATURAL RESOURCES

Infrastructure improvements - local projects .....	\$	<u>330,000</u>
Subtotal.....	\$	330,000

STATE TRANSPORTATION DEPARTMENT

1	Special winter road maintenance.....	\$	<u>60,900,000</u>
2	Subtotal.....	\$	60,900,000
3	DEPARTMENT OF TREASURY		
4	Convention facility development distribution.....	\$	11,500,000
5	Detroit Rouge Park improvements.....	\$	<u>300,000</u>
6	Subtotal.....	\$	11,800,000
7	TOTAL PAYMENTS TO LOCAL UNITS OF GOVERNMENT.....	\$	155,395,300

8       Sec. 202. The appropriations made and expenditures authorized  
9 under this act and the departments, commissions, boards, offices,  
10 and programs for which appropriations are made under this act are  
11 subject to the management and budget act, 1984 PA 431, MCL 18.1101  
12 to 18.1594.

13       **CAPITAL OUTLAY**

14       Sec. 281. For the state building authority financed  
15 construction authorizations in part 1, the legislature hereby  
16 determines that the leasing of the facilities from the authority is  
17 for a public purpose as authorized by the state building authority  
18 act, 1964 PA 183, MCL 830.411 to 830.425. The legislature approves  
19 and authorizes the lease and conveyance of the properties to the  
20 state building authority, the state building authority acquiring  
21 the facilities and leasing them to the state and the educational  
22 institutions, as applicable, and the governor and secretary of  
23 state executing the leases for and on behalf of the state pursuant  
24 to the requirements of the state building authority act, 1964 PA  
25 183, MCL 830.411 to 830.425. Per the requirements of the leases, it  
26 is the intent of the legislature to annually appropriate sufficient

1 amounts to pay the rent as obligated pursuant to the leases.

2       Sec. 282. The scope and cost to construct the state emergency  
3 operations center project, initially authorized for construction in  
4 2013 PA 102, is hereby increased by \$3,075,000.00 to a revised  
5 total authorized cost of \$22,099,500.00 (federal share is increased  
6 from \$2,000,000.00 to \$4,500,000.00; state building authority share  
7 \$16,944,400.00; state general fund/general purpose share is  
8 increased from \$80,100.00 to \$655,100.00).

9       Sec. 283. The scope and cost to construct the Jackson College  
10 Bert Walker hall renovations project, initially authorized for  
11 construction in 2012 PA 192, is hereby decreased by \$4,300,000.00  
12 to a revised total authorized cost of \$15,200,000.00 (Jackson  
13 College share \$7,600,000.00; state building authority share  
14 \$7,599,800.00; state general fund/general purpose share \$200.00).

15 **DEPARTMENT OF COMMUNITY HEALTH**

16       Sec. 301. From the funds appropriated in part 1 for medical  
17 services, the department of community health is authorized to make  
18 a disproportionate share payment of \$3,366,300.00 in general  
19 fund/general purpose revenue and any associated federal match for  
20 the final year of a general fund/general purpose payment for Hutzel  
21 hospital.

22       Sec. 302. The department of community health shall report by  
23 April 1, 2014 to the senate and house appropriations committees and  
24 the state budget director on the estimated amount of funding  
25 necessary for community mental health services programs to continue  
26 the identical level of service to non-Medicaid eligible individuals

1 that was provided prior to the expansion of the Medicaid program  
2 under 2013 PA 107.

3 Sec. 303. From the funds appropriated in part 1 for medical  
4 services administration, the department of community health shall  
5 not spend any funds on outreach or education for the Healthy  
6 Michigan plan.

7 Sec. 304. Funds appropriated in part 1 for community mental  
8 health non-Medicaid services - contingent reserve shall only be  
9 expended upon approval by the state budget director of an  
10 expenditure plan prepared by the department of community health  
11 documenting that the funds are needed to maintain direct services  
12 to eligible clients. The state budget director shall provide  
13 notification to the senate and house appropriations subcommittees  
14 on community health and the senate and house fiscal agencies at  
15 least 15 days prior to exercising the authority under this section.

16 Sec. 305. If, by September 30, 2014, there are insufficient  
17 state match funds appropriated to support the health plan services  
18 line item in the medical services unit in the department of  
19 community health, an amount equal to the shortfall is appropriated  
20 from the roads and risks reserve fund to support the health plan  
21 services line.

## 22 DEPARTMENT OF HUMAN SERVICES

23 Sec. 401. (1) From the funds appropriated in part 1 for youth  
24 in transition, the department shall allocate \$250,000.00 to enter  
25 into a 3-year contract to establish a pilot program to serve 25  
26 youths who are aging out of the foster care system and who did not

1 succeed in achieving viable educational goals while in foster care  
2 with a Detroit-based nonprofit agency that has experience working  
3 with at-risk, homeless, and foster care youths. The first year of  
4 the pilot shall include needs assessment, physical and mental  
5 health services, and life skills training.

6 (2) No later than September 30, 2014, the department shall  
7 provide a report on the progress of the pilot program to the senate  
8 and house appropriations subcommittees on human services, the  
9 senate and house fiscal agencies and policy offices, and the state  
10 budget director.

11 Sec. 402. (1) From the funds appropriated in part 1 for the  
12 fostering futures scholarship program, the department of human  
13 services shall allocate \$750,000.00 for college scholarships  
14 through the fostering futures scholarship in the Michigan education  
15 trust to youths who were in foster care because of abuse or neglect  
16 and are attending a college located in this state. Of the funds  
17 appropriated, 100% shall be used to fund scholarships for the  
18 youths described in this section.

19 (2) Not later than September 1, 2014, the department of human  
20 services shall provide a report to the chairs of the appropriations  
21 subcommittee on human services that includes the number of youths  
22 who received scholarships and the amount of each scholarship, and  
23 the total amount of funds spent or encumbered in the current fiscal  
24 year.

25 Sec. 403. From the funds appropriated in part 1 for the child  
26 care fund, the department of human services shall pay 100% of the  
27 administrative rate for all new cases referred to providers of

1 foster care services beginning on October 1, 2013 for the fiscal  
2 year ending on September 30, 2014.

3       Sec. 404. (1) From the funds appropriated in part 1 for the  
4 adoption support services line item, the department of human  
5 services shall allocate \$200,000.00 to the adoptive family support  
6 network. The funds appropriated shall be used to provide a  
7 listening ear, knowledgeable guidance, and community connections to  
8 adoptive parents and children who were adopted in Michigan or  
9 another state as previously provided under contract APS-11-41001.

10       (2) It is the intent of the legislature that these funds are  
11 provided on a 1-time basis only.

12       Sec. 405. From the funds appropriated in part 1 from the  
13 federal low-income home energy assistance program, the department  
14 shall allocate \$7,000,000.00 for deliverable fuels crisis  
15 assistance payments. Assistance under this section shall be capped  
16 at \$850.00 and shall be restricted to eligible applicants whose  
17 income is not greater than 60% of the state median income level.

18       Sec. 406. (1) From the funds appropriated in part 1 for  
19 deliverable fuels crisis assistance, the department shall use 100%  
20 of the funds for deliverable fuels crisis assistance payments that  
21 accrue beginning January 1, 2014 and ending March 31, 2014.  
22 Assistance under this section shall be capped at \$850.00 and shall  
23 be restricted to eligible applicants whose income is between 150%  
24 of the federal poverty level and 60% of the state median income  
25 level.

26       (2) Assistance as described under subsection (1) for  
27 deliverable fuels crisis assistance shall be made available to

1 recipients either as reimbursements for accrued expenditures or as  
2 prospective payments based on stated need. Reimbursements for  
3 accrued expenditures shall require proof of purchase of a  
4 deliverable fuel source between January 1, 2014 and March 31, 2014  
5 and the total cost of the purchase. Payments for accrued  
6 expenditures shall be distributed directly to the applicant.  
7 Prospective payments for a stated need for deliverable fuel energy  
8 shall include proof of need as described in the current state plan  
9 for the low-income home energy assistance program. Prospective  
10 payments shall be distributed directly to the vendor and shall not  
11 be added to Michigan bridge cards.

12 **DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS**

13 Sec. 501. (1) Not later than January 31, 2014, the department  
14 shall prepare a report that provides the number of registry  
15 identification cards issued to or renewed for patients residing in  
16 each county during the previous fiscal year, as of September 30,  
17 2013, under the Michigan medical marihuana act, 2008 IL 1, MCL  
18 333.26421 to 333.26430. The department shall submit this report to  
19 the state budget director, the subcommittees, and the fiscal  
20 agencies.

21 (2) The department shall expend the funds appropriated in part  
22 1 for medical marihuana operation and oversight grants to county  
23 law enforcement departments for the operation and oversight of the  
24 Michigan medical marihuana program pursuant to section 6(1) of the  
25 Michigan medical marihuana act, 2008 IL 1, MCL 333.26426. These  
26 grants shall be distributed proportionately based on the number of

1 registry identification cards issued to or renewed for the  
2 residents of each county whose county law enforcement department  
3 applied for a grant under subsection (3). For the purposes of this  
4 subsection, operation and oversight grants are grants for education  
5 for law enforcement and the public, enforcement, and  
6 communications.

7 (3) In order to be eligible to receive a grant under this  
8 subsection, a county law enforcement department shall apply no  
9 later than January 1, 2014 and agree to report how the grant was  
10 expended and provide that report to the department no later than  
11 September 15, 2014. The department shall submit a report no later  
12 than October 15, 2014 to the state budget director, the  
13 subcommittees, and the fiscal agencies detailing the amounts by  
14 recipient and the reported uses of the grants.

15 (4) County law enforcement departments may distribute  
16 discretionary grants made under subsection (2) to municipal law  
17 enforcement agencies for the operation and oversight, education,  
18 enforcement, and communications of the Michigan medical marihuana  
19 program pursuant to section 6(1) of the Michigan medical marihuana  
20 act, 2008 IL 1, MCL 333.26426. If a county law enforcement  
21 department distributes a discretionary grant in this manner, that  
22 county law enforcement department shall require the receiving  
23 agency to provide a report on how that grant was spent. Reports  
24 from municipal law enforcement agencies shall be included as part  
25 of the report submitted to the department as required in subsection  
26 (3).

27 (5) No later than January 1, 2014, the department shall post a

1 listing of potential grant money available to each county law  
2 enforcement agency on its website. A county law enforcement agency  
3 requesting a grant shall apply on a form developed by the  
4 department and available on the website. The form shall contain the  
5 county law enforcement agency's specific projected plan for use of  
6 the money and its agreement to maintain all records and to submit  
7 documentation to the department to support the use of the grant  
8 money.

9 **DEPARTMENT OF VETERANS AND MILITARY AFFAIRS**

10       Sec. 551. The Michigan veterans affairs agency shall provide  
11 quarterly performance reports on the activities funded in part 1  
12 for the veterans service delivery initiative. These reports shall  
13 be provided in the same manner as specified in section 219 of  
14 article XIV of 2013 PA 59.

15       Sec. 552. From the funds appropriated in part 1 for Michigan  
16 veterans affairs agency county veteran counselors, veteran services  
17 officers, and other service providers shall incorporate mental  
18 health care referral services into their daily operations in order  
19 to aid veterans in understanding which mental health care support  
20 they are eligible to receive and where to find services.

21       Sec. 553. The funds appropriated in part 1 for the veterans  
22 service delivery initiative are considered to be work project  
23 appropriations, and any unencumbered or unallotted funds are  
24 carried forward into the succeeding fiscal year. The following is  
25 in compliance with section 451a(1) of the management and budget  
26 act, 1984 PA 431, MCL 18.1451a:

1 (a) The purpose of the project is to provide training to  
2 veterans service officers within the state and to establish provide  
3 veterans service outreach activities on the campus of postsecondary  
4 institutions.

5 (b) These projects will be accomplished by state employees and  
6 by contracts with veterans service organizations and postsecondary  
7 institutions.

8 (c) The total estimated completion cost of the work project is  
9 \$2,000,000.00.

10 (d) The tentative completion date is September 30, 2017.

11 **DEPARTMENT OF NATURAL RESOURCES**

12 Sec. 601. Consistent with section 248 of the management and  
13 budget act, 1984 PA 431, MCL 18.1248, the legislature hereby  
14 authorizes the lapse of the following grant-in-aid appropriation  
15 project authorized in 2007 PA 41: AY 2007, Trenton, Wayne County,  
16 new city marina (total authorized cost \$776,500; federal share  
17 \$582,400; local share \$194,100).

18 **DEPARTMENT OF STATE POLICE**

19 Sec. 651. Any unexpended amounts appropriated for support  
20 services and any unencumbered or unallotted funds are considered  
21 work project appropriations and are available for expenditure in  
22 the succeeding fiscal year. The following is in compliance with  
23 section 451a(1) of the management and budget act, 1984 PA 431, MCL  
24 18.1451a:

25 (a) The purpose of the project is to implement the state and

1 local implementation grant program.

2 (b) The project will be accomplished by state employees and  
3 contracts.

4 (c) The total estimated cost of the project is \$3,350,000.00.

5 (d) The tentative completion date is September 30, 2018.

6 Sec. 652. In order to alleviate the burden placed upon the  
7 funds of the counties and municipalities coping with the ice storm  
8 of December 22 and 23, 2013, from the funds appropriated in part 1  
9 for support services, \$1,000,000.00 shall be allocated to counties  
10 and municipalities to mitigate tree-related damage and debris due  
11 to the ice storm of December 22 and 23, 2013. Counties and  
12 municipalities may apply to the department of state police for  
13 assistance grants under this section. Reimbursement for  
14 expenditures shall be limited to public damage and direct loss as a  
15 result of the ice storm. A disaster assessment team established by  
16 the emergency management division of the department of state police  
17 shall substantiate the damages claimed by the applicant. Damage  
18 estimates submitted by the applicant shall be based upon a disaster  
19 assessment carried out by the applicant according to standard  
20 procedures recommended by the emergency management division.

21 Sec. 653. The funds appropriated in part 1 for support  
22 services and state emergency center operations and preparedness are  
23 considered to be work project appropriations, and any unencumbered  
24 or unallotted funds are carried forward into the succeeding fiscal  
25 year. The following is in compliance with section 451a(1) of the  
26 management and budget act, 1984 PA 431, MCL 18.1451a:

27 (a) The purpose of the project is to provide assistance to

1 municipalities affected by the severe and widespread flooding that  
2 occurred in April and May 2013 for which a presidential disaster  
3 declaration was made.

4 (b) These projects will be accomplished by state employees,  
5 local employees, and contracts.

6 (c) The total estimated completion cost of the work project is  
7 \$2,310,000.00.

8 (d) The tentative completion date is September 30, 2018.

9 Sec. 654. Notwithstanding the requirements of the national  
10 telecommunications information administration/firstnet state and  
11 local implementation grant program, the funds appropriated in part  
12 1 for support services shall be used to support activities  
13 pertaining to governance, outreach, education, and strategy  
14 development for the development of a next generation, internet-  
15 protocol enabled public safety broadband network. These funds do  
16 not obligate this state's participation in the development of a  
17 nationwide public safety broadband network developed by the federal  
18 firstnet authority.

19 **STATE TRANSPORTATION DEPARTMENT**

20 Sec. 702. (1) The funds appropriated in part 1 for special  
21 winter road maintenance shall be distributed to the state trunk  
22 line fund, county road commissions, and cities and villages, in the  
23 same percentages described in section 10(1)(j) of 1951 PA 51, MCL  
24 247.660. Funds that are directed to county road commissions shall  
25 be distributed among the county road commissions in amounts  
26 proportional to each county's total distribution from the Michigan

1 transportation fund compared to the total amount distributed from  
2 the Michigan transportation fund to all counties in the fiscal year  
3 ending September 30, 2013. Funds that are directed to cities and  
4 villages shall be distributed among cities and villages in amounts  
5 proportional to each city's or village's total distribution from  
6 the Michigan transportation fund compared to the total amount  
7 distributed from the Michigan transportation fund to all cities and  
8 villages in the current fiscal year ending September 30, 2013.

9 (2) The funds appropriated in part 1 for special winter road  
10 maintenance shall be used for the purpose of road maintenance. For  
11 purposes of this section, "maintenance" means that term as defined  
12 in section 10c of 1951 PA 51, MCL 247.660c, and excludes  
13 administrative, overhead, and other indirect costs.

14 Sec. 703. The funds appropriated in part 1 for the Beaver  
15 Island transportation authority shall be retained by the authority  
16 and may be made available to an entity that is under contract with  
17 the authority for capital expenses or emergency operating expenses  
18 as determined by the executive director of the authority. The  
19 authority shall take all reasonable steps to ensure that entities  
20 under contract with the authority in 2013 recover costs for  
21 mechanical repairs that were under warranty.

22 Sec. 704. (1) The funds appropriated in part 1 for the  
23 priority road investment program shall be expended for priority  
24 road investment projects and the purposes described in subsection  
25 (2). Projects shall be obligated and construction shall be underway  
26 or design work shall be completed by July 1, 2014. Any funds not  
27 obligated to a priority road investment project for which

1 construction is underway or design work is completed as of July 1,  
2 2014 shall instead be distributed to the state trunkline fund,  
3 county road commissions, and cities and villages in the manner  
4 described in section 702(1) and be expended for state and local  
5 transportation purposes.

6 (2) From the funds appropriated in part 1 for the priority  
7 road investment program, the department of transportation shall  
8 expend up to \$100,000.00 for the installation of signs, signals, or  
9 barriers that alert the motoring public to bridges which are closed  
10 to traffic or under weight restrictions. Funds for this purpose may  
11 be expended by the department for bridges on the trunkline system  
12 or expended as grants by local road agencies for similar purposes.

13 **DEPARTMENT OF TREASURY**

14 Sec. 801. (1) Subject to section 242 of the management and  
15 budget act, 1984 PA 431, MCL 18.1242, and upon the approval of the  
16 state building authority, the department of treasury may expend  
17 from the general fund of the state during the fiscal year an amount  
18 to meet the cash flow requirements of those state building  
19 authority projects solely for lease to a state agency identified in  
20 both part 1 and this section, and for which state building  
21 authority bonds or notes have not been issued, and for the sole  
22 acquisition by the state building authority of equipment and  
23 furnishings for lease to a state agency as permitted by 1964 PA  
24 183, MCL 830.411 to 830.425, for which the issuance of bonds or  
25 notes is authorized by a legislative appropriation act that is  
26 effective for the fiscal year ending September 30, 2014. Any

1 general fund advances for which state building authority bonds have  
2 not been issued shall bear an interest cost to the state building  
3 authority at a rate not to exceed that earned by the state  
4 treasurer's common cash fund during the period in which the  
5 advances are outstanding and are repaid to the general fund of the  
6 state.

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

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

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

25 Sec. 802. (1) State building authority funding to finance  
26 construction or renovation of a facility that collects revenue in  
27 excess of money required for the operation of that facility shall

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

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

14 Sec. 803. The state building authority shall provide to the  
15 joint capital outlay subcommittee and the senate and house fiscal  
16 agencies a report relative to the status of construction projects  
17 associated with state building authority bonds as of September 30  
18 of each year, on or before October 15, or not more than 30 days  
19 after a refinancing or restructuring bond issue is sold. The report  
20 shall include, but is not limited to, the following:

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

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

26 (c) A list of all projects authorized for construction or  
27 identified in an appropriations act for which approval of

1 schematic/preliminary plans or total authorized cost is pending  
2 that have state building authority bonds identified as a source of  
3 financing.

4       Sec. 804. The appropriation in part 1 for precollege  
5 engineering is for the Detroit precollege program in engineering  
6 and sciences that was appropriated funds under 2005 PA 156.

7       Sec. 805. (1) Unexpended and unencumbered funds up to a  
8 maximum of \$3,885,800.00 remaining in accounts appropriated for tax  
9 plan implementation in section 697 of the income tax act of 1967,  
10 1967 PA 281, MCL 206.697, are reappropriated for the fiscal year  
11 ending September 30, 2014 for tax processing and treasury  
12 operations information technology services and projects.

13       (2) The funds shall be used to implement a new workload  
14 management and distribution system. The following is in compliance  
15 with section 451a(1) of the management and budget act, 1984 PA 431,  
16 MCL 18.1451a:

17       (a) The purpose of the project is to implement a new workload  
18 management and distribution system.

19       (b) The project will be accomplished by state employees and  
20 contracts with private vendors.

21       (c) The total estimated cost of the project is \$3,885,800.00.

22       (d) The tentative completion date is September 30, 2018.

23       Sec. 806. The appropriations in part 1 for blight elimination  
24 and home affordable refinance program are contingent upon action by  
25 the state budget director to issue a directive to lapse the AY 2012  
26 work project originally appropriated in 2012 PA 296 for the home  
27 affordable refinance program. The directive shall be issued in

1 accord with, and subject to the provisions of, section 451a(2) of  
2 the management and budget act, 1984 PA 431, MCL 18.1451a.

3 Sec. 807. (1) The appropriations in part 1 for blight  
4 elimination and the home affordable refinance program are  
5 considered work project appropriations as follows:

6 (a) The purpose of the projects to be carried forward is to  
7 support individuals and communities impacted by the foreclosure  
8 crisis. Emphasis shall be given to blight elimination projects and  
9 programs established under section 603 of 2012 PA 296.

10 (b) The projects will be accomplished by state employees and  
11 by contract.

12 (c) The total estimated cost of the projects is identified in  
13 each line-item appropriation.

14 (d) The tentative completion date is September 30, 2016.

15 (2) All amounts appropriated in part 1 financed by the  
16 homeowner protection fund that have not been expended by September  
17 30, 2016 shall be expended for blight elimination activities  
18 overseen by the Michigan state housing development authority.

19 Sec. 808. (1) The funds appropriated in part 1 for the  
20 economic vitality incentive program are to be used for grants to  
21 cities, villages, and townships such that, subject to fulfilling  
22 the requirements under subsection (3), (4), or (5), or any  
23 combination of those subsections, each city, village, or township  
24 that received a payment under section 950(2) of 2009 PA 128 greater  
25 than \$4,500.00 is eligible to receive a maximum of 76.18459% of its  
26 total payment received under section 950(2) of 2009 PA 128, rounded  
27 to the nearest dollar. For the purposes of this subsection, any

1 city or village that according to the 2010 federal decennial census  
2 is determined to have population in more than 1 county will be  
3 treated as a single entity when determining the payment received  
4 under section 950(2) of 2009 PA 128.126

5 (2) The funds appropriated in part 1 for the county incentive  
6 program are to be used for grants to counties such that each county  
7 is eligible to receive an amount equal to the amount by which the  
8 balance in its revenue sharing reserve fund under section 44a of  
9 the general property tax act, 1893 PA 206, MCL 211.44a, for the  
10 county's most recent fiscal year that ends prior to the January 1  
11 of the state's fiscal year is less than the amount calculated under  
12 section 44a(13) of the general property tax act, 1893 PA 206, MCL  
13 211.44a, for the county fiscal year that begins in the state's  
14 fiscal year. The amount calculated under this subsection shall be  
15 adjusted as necessary to reflect partial county fiscal years and  
16 prorated based on the total amount appropriated for distribution to  
17 all eligible counties. Payments under this subsection will be  
18 distributed to an eligible county subject to the county's  
19 fulfilling the requirements under subsection (3), (4), or (5), or  
20 any combination of those subsections. Cities, villages, townships,  
21 and counties eligible to receive a potential payment from the  
22 allocation under this subsection or subsection (1) may qualify to  
23 receive payments under 1 or more of the 3 categories described  
24 under subsections (3), (4), and (5).

25 (3) Category 1, accountability and transparency, requires each  
26 eligible city, village, township, or county to certify by October  
27 1, or the first day of a payment month, that it has produced a

1 citizen's guide of its most recent local finances, including a  
2 recognition of its unfunded liabilities; a performance dashboard; a  
3 debt service report containing a detailed listing of its debt  
4 service requirements, including, at a minimum, the issuance date,  
5 issuance amount, type of debt instrument, a listing of all revenues  
6 pledged to finance debt service by debt instrument, and a listing  
7 of the annual payment amounts; and a projected budget report,  
8 including, at a minimum, the current fiscal year and a projection  
9 for the immediately following fiscal year. The projected budget  
10 report shall include revenues and expenditures and an explanation  
11 of the assumptions used for the projections. The citizen's guide,  
12 performance dashboard, debt service report, and projected budget  
13 report shall be made available for public viewing in the city,  
14 village, township, or county clerk's office or posted on a publicly  
15 accessible Internet site. Each city, village, township, and county  
16 applying for a payment under this category shall submit a copy of  
17 the citizen's guide, a copy of the performance dashboard, a copy of  
18 the debt service report, and a copy of the projected budget report  
19 to the department of treasury.

20 (4) Category 2, consolidation of services, requires each  
21 eligible city, village, township, or county to certify by February  
22 1, or the first day of a payment month for this category, that it  
23 has produced a consolidation plan. The consolidation plan shall be  
24 made readily available for public viewing in the city, village,  
25 township, or county clerk's office or posted on a publicly  
26 accessible Internet site. Each city, village, township, and county  
27 applying for a payment under this category shall submit a copy of

1 the consolidation plan to the department of treasury. At a minimum,  
2 the consolidation plan shall include the following:

3 (a) For a city, village, township, or county that is  
4 submitting a consolidation plan for the first time, the plan shall  
5 include, but not be limited to, a listing of any previous service  
6 cooperations, collaborations, consolidations, innovations, or  
7 privatizations with an estimated cost savings amount for each  
8 cooperation, collaboration, consolidation, innovation, or  
9 privatization. In addition, the plan shall include, but not be  
10 limited to, 1 or more new proposals to increase its existing level  
11 of cooperation, collaboration, consolidation, innovation, or  
12 privatization either within the jurisdiction or with other  
13 jurisdictions, an estimate of the potential savings amount, and an  
14 estimated timeline for implementing the new proposal.

15 (b) For a city, village, township, or county that submitted a  
16 consolidation plan in the previous fiscal year, the plan shall  
17 include, but not be limited to, an update on the status of all new  
18 proposals that were in the previous years' consolidation plans,  
19 including whether or not the previously proposed plans have been  
20 fully implemented, a listing of the barriers experienced in  
21 implementing the proposals, and an estimated timeline of the steps  
22 to accomplish the proposed plans. In addition, the plan shall  
23 include, but not be limited to, 1 or more new proposals to increase  
24 its existing level of cooperation, collaboration, consolidation,  
25 innovation, or privatization either within the jurisdiction or with  
26 other jurisdictions, or a detailed explanation of why increasing  
27 its existing level of cooperation, collaboration, consolidation,

1 innovation, or privatization is not feasible. The new proposal  
2 shall include but not be limited to, an estimate of the potential  
3 savings amount and an estimated timeline for implementing the new  
4 proposals.

5 (5) Category 3, unfunded accrued liability plan, requires each  
6 eligible city, village, township, or county to certify by June 1,  
7 or the first day of a payment month for this category, that it has  
8 complied with 1 of the following:

9 (a) An eligible city, village, township, or county with  
10 unfunded accrued liabilities as of its most recent audited  
11 financial report related to employee pensions or other post-  
12 employment benefits shall submit a plan to lower all unfunded  
13 accrued liabilities. The plan shall include a listing of all  
14 previous actions taken to reduce its unfunded accrued liabilities;  
15 a detailed description of how it will continue to implement and  
16 maintain previous actions taken; and a listing of additional  
17 actions it could take. If no actions have been taken to reduce its  
18 unfunded accrued liabilities, it shall provide a detailed  
19 explanation of why no actions have been taken and a listing of  
20 actions it could implement to reduce unfunded accrued liabilities.  
21 Actuarial assumption changes and issuance of debt instruments shall  
22 not qualify as a new proposal. The unfunded accrued liabilities  
23 plan shall be made available for public viewing in the city,  
24 village, township, or county clerk's office or posted on a publicly  
25 accessible Internet site. The city, village, township, or county  
26 shall certify with the department of treasury that its plan is  
27 publicly accessible.

1 (b) Any city, village, township, or county that does not have  
2 unfunded accrued liabilities as of its most recent audited  
3 financial report related to employee pensions or other post-  
4 employment benefits shall certify to the department of treasury by  
5 June 1, or the first day of a payment month for this category, that  
6 it does not have unfunded accrued liabilities. The certification  
7 shall include an explanation of why the city, village, township, or  
8 county does not have unfunded accrued liabilities. The department  
9 shall develop a certification process and method for cities,  
10 villages, townships, or counties to follow.

11 (6) Economic vitality incentive program payments and county  
12 incentive program payments are subject to the following conditions:

13 (a) In order for a city, village, township, or county to  
14 qualify for a category under subsection (3), (4), or (5), the city,  
15 village, township, or county shall meet every criteria for that  
16 category, including a certification to the department that it has  
17 met the required criteria for that category and submission of the  
18 required citizen's guide, performance dashboard, debt service  
19 report, and projected budget report; consolidation plan; or the  
20 unfunded accrued liability plan, as required by subsection (3),  
21 (4), or (5), respectively. A department of treasury review of the  
22 citizen's guide, dashboard, reports, or plans is not required in  
23 order for a city, village, township, or county to receive a payment  
24 under subsection (1) or (2). The department shall develop a  
25 certification process and method for cities, villages, townships,  
26 and counties to follow.

27 (b) Subject to subdivisions (c), (d), and (e), for each

1 category that a city, village, township, or county qualifies for in  
2 subsections (3), (4), and (5), the city, village, township, or  
3 county shall receive 1/3 of its potential payment under this  
4 section.

5 (c) Payments under this section shall be issued to cities,  
6 villages, and townships as follows:

7 (i) Category 1, an eligible city, village, or township that  
8 certifies with the department of treasury that it has qualified for  
9 a payment under subsection (3) by October 1 shall receive 1/6 of  
10 its available distribution on the last business day of October and  
11 1/6 of its available distribution on the last business day of  
12 December. If an eligible city, village, or township certifies with  
13 the department of treasury that it has qualified for a payment  
14 under subsection (3) after October 1, but prior to December 1, the  
15 city, village, or township shall receive 1/3 of its available  
16 distribution on the last business day of December.

17 (ii) Category 2, an eligible city, village, or township that  
18 certifies with the department of treasury that it has qualified for  
19 a payment under subsection (4) by February 1 shall receive 1/6 of  
20 its available distribution on the last business day of February and  
21 1/6 of its available distribution on the last business day of  
22 April. If an eligible city, village, or township certifies with the  
23 department of treasury that it has qualified for a payment under  
24 subsection (4) after February 1, but prior to April 1, the city,  
25 village, or township shall receive 1/6 of its available  
26 distribution on the last business day of April.

27 (iii) Category 3, an eligible city, village, or township that

1 certifies with the department of treasury that it has qualified for  
2 a payment under subsection (5) by June 1 shall receive 1/6 of its  
3 available distribution on the last business day of June and 1/6 of  
4 its available distribution on the last business day of August. If  
5 an eligible city, village, or township certifies with the  
6 department of treasury that it has qualified for a payment under  
7 subsection (5) after June 1, but prior to August 1, the city,  
8 village, or township shall receive 1/6 of its available  
9 distribution on the last business day of August.

10 (d) Payments under this section shall be issued to counties  
11 for each category described in subsections (3), (4), and (5) until  
12 the specified due date for the category. After the specified due  
13 date for the category, payments shall be made to a county only if  
14 that county has complied with subdivision (a).

15 (e) If a county does not provide the required certification or  
16 fails to submit the required citizen's guide, performance  
17 dashboard, debt service report, projected budget report,  
18 consolidation plan, or unfunded accrued liability plan by the first  
19 day of a payment month, the county shall forfeit the payment in  
20 that payment month for the uncertified category in subsections (3),  
21 (4), and (5).

22 (f) Any city, village, township, or county that falsifies  
23 certification documents shall forfeit any future economic vitality  
24 incentive program payments or county incentive program payments and  
25 shall repay to this state all economic vitality incentive program  
26 payments or county incentive program payments it has received under  
27 this section.

1 (g) Economic vitality incentive program payments and county  
2 incentive program payments under this section shall be distributed  
3 on the last business day of October, December, February, April,  
4 June, and August.

5 (h) Payments distributed under this section may be withheld  
6 pursuant to sections 17a and 21 of the Glenn Steil state revenue  
7 sharing act of 1971, 1971 PA 140, MCL 141.917a and 141.921.

8 (i) The department of treasury shall develop detailed guidance  
9 for an eligible city, village, township, or county to follow to  
10 qualify for a payment under subsections (3), (4), and (5). The  
11 detailed guidance shall be posted on the department of treasury  
12 website and distributed to eligible cities, villages, townships,  
13 and counties by October 1.

14 (7) The unexpended funds appropriated in part 1 for the  
15 economic vitality incentive program and the county incentive  
16 program shall be available for expenditure under the competitive  
17 grant assistance program after the approval of transfers by the  
18 legislature pursuant to section 393(2) of the management and budget  
19 act, 1984 PA 431, MCL 18.1393.

## 20 REPEALERS

21 Enacting section 1. Sections 840, 841, and 843 of article VIII  
22 of 2013 PA 59 are repealed.

23 Enacting section 2. Sections 522 and 589 of article X of 2013  
24 PA 59 are repealed.

25 Enacting section 3. Section 728 of article XIII of 2013 PA 59  
26 is repealed.

1           Enacting section 4. Section 952 of article VIII of 2013 PA 59  
2 is repealed.