

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 exempted positions	4.0	
2	Full-time equated classified positions	0.0	
3	GROSS APPROPRIATION.....		\$ (128,878,100)
4	Interdepartmental grant revenues:		
5	Total interdepartmental grants and intradepartmental		
6	transfers		720,000
7	ADJUSTED GROSS APPROPRIATION.....		\$ (129,598,100)
8	Federal revenues:		
9	Total federal revenues.....		(462,202,400)
10	Special revenue funds:		
11	Total local revenues.....		0
12	Total private revenues.....		3,017,100
13	Total other state restricted revenues.....		134,885,700
14	State general fund/general purpose.....		\$ 194,701,500

15 **Sec. 102. CAPITAL OUTLAY**

16 **(1) APPROPRIATION SUMMARY**

17	GROSS APPROPRIATION.....		\$ 500
18	Interdepartmental grant revenues:		
19	Total interdepartmental grants and intradepartmental		
20	transfers		0
21	ADJUSTED GROSS APPROPRIATION.....		\$ 500
22	Federal revenues:		
23	Total federal revenues.....		0
24	Special revenue funds:		
25	Total local revenues.....		0
26	Total private revenues.....		0

1	Total other state restricted revenues	0
2	State general fund/general purpose	\$ 500
3	(2) STATE BUILDING AUTHORITY FINANCED CONSTRUCTION	
4	AUTHORIZATIONS	
5	Saginaw Valley State University - Wickes hall	
6	renovations (total authorized cost \$8,000,000; state	
7	building authority share \$5,999,800; university	
8	share \$2,000,000; state general fund share \$200)	\$ 100
9	Kalamazoo Valley Community College - healthy living	
10	campus (total authorized cost \$25,625,200; state	
11	building authority share \$5,999,800; community	
12	college share \$19,625,200; state general fund share	
13	\$200)	100
14	Macomb Community College - south campus C-building	
15	renovation (total authorized cost \$8,500,000; state	
16	building authority share \$4,249,800; community	
17	college share \$4,250,000; state general fund share	
18	\$200)	100
19	Muskegon Community College - science laboratory center	
20	(total authorized cost \$9,600,000; state building	
21	authority share \$4,646,600; community college share	
22	\$4,953,200; state general fund share \$200)	100
23	Southwestern Michigan College - science and allied	
24	health labs, classrooms, and related renovations	
25	(total authorized cost \$8,600,000; state building	
26	authority share \$3,749,800; community college share	
27	\$4,850,000; state general fund share \$200)	<u>100</u>

1	GROSS APPROPRIATION.....	\$	500
2	Appropriated from:		
3	State general fund/general purpose.....	\$	500
4	Sec. 103. DEPARTMENT OF COMMUNITY HEALTH		
5	(1) APPROPRIATION SUMMARY		
6	GROSS APPROPRIATION.....	\$	(409,177,400)
7	Interdepartmental grant revenues:		
8	Total interdepartmental grants and intradepartmental		
9	transfers		0
10	ADJUSTED GROSS APPROPRIATION.....	\$	(409,177,400)
11	Federal revenues:		
12	Total federal revenues.....		(502,846,700)
13	Special revenue funds:		
14	Total local revenues.....		0
15	Total private revenues.....		0
16	Total other state restricted revenues.....		1,208,900
17	State general fund/general purpose.....	\$	92,460,400
18	(2) BEHAVIORAL HEALTH SERVICES		
19	Community mental health non-Medicaid services.....	\$	58,995,000
20	Community mental health non-Medicaid services -		
21	contingent reserve		16,982,000
22	Medicaid adult benefits waiver.....		2,693,500
23	Healthy Michigan plan - behavioral health.....		<u>(96,215,600)</u>
24	GROSS APPROPRIATION.....	\$	(17,545,100)
25	Appropriated from:		
26	Federal revenues:		

1	Total federal revenues.....	(96,215,600)
2	State general fund/general purpose.....	\$ 78,670,500
3	(3) MEDICAL SERVICES ADMINISTRATION	
4	Medical services administration.....	\$ (69,509,000)
5	Medical services administration.....	<u>109,509,000</u>
6	GROSS APPROPRIATION.....	\$ 40,000,000
7	Appropriated from:	
8	Federal revenues:	
9	Total federal revenues.....	40,000,000
10	State general fund/general purpose.....	\$ 0
11	(4) MEDICAL SERVICES	
12	Hospital services and therapy.....	\$ 19,000,000
13	Hospice services.....	2,200,000
14	Health plan services.....	0
15	Plan first family planning waiver.....	357,400
16	Medicaid adult benefits waiver.....	6,008,000
17	Healthy Michigan plan.....	(459,197,700)
18	Subtotal basic medical services program.....	<u>(431,632,300)</u>
19	GROSS APPROPRIATION.....	\$ (431,632,300)
20	Appropriated from:	
21	Federal revenues:	
22	Total federal revenues.....	(446,631,100)
23	Special revenue funds:	
24	Total other state restricted revenues.....	1,208,900
25	State general fund/general purpose.....	\$ 13,789,900
26	Sec. 104. DEPARTMENT OF CORRECTIONS	

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

1	Appropriated from:		
2	State general fund/general purpose	\$	4,193,200
3	Sec. 105. DEPARTMENT OF EDUCATION		
4	(1) APPROPRIATION SUMMARY		
5	GROSS APPROPRIATION.....	\$	5,286,000
6	Interdepartmental grant revenues:		
7	Total interdepartmental grants and intradepartmental		
8	transfers		0
9	ADJUSTED GROSS APPROPRIATION.....	\$	5,286,000
10	Federal revenues:		
11	Total federal revenues.....		5,286,000
12	Special revenue funds:		
13	Total local revenues.....		0
14	Total private revenues.....		0
15	Total other state restricted revenues.....		0
16	State general fund/general purpose.....	\$	0
17	(2) MICHIGAN OFFICE OF GREAT START		
18	Child development care public assistance.....	\$	<u>5,286,000</u>
19	GROSS APPROPRIATION.....	\$	5,286,000
20	Appropriated from:		
21	Federal revenues:		
22	Federal revenues.....		5,286,000
23	State general fund/general purpose.....	\$	0
24	Sec. 106. EXECUTIVE OFFICE		
25	(1) APPROPRIATION SUMMARY		

1	GROSS APPROPRIATION.....	\$	170,000
2	Interdepartmental grant revenues:		
3	Total interdepartmental grants and intradepartmental		
4	transfers		0
5	ADJUSTED GROSS APPROPRIATION.....	\$	170,000
6	Federal revenues:		
7	Total federal revenues.....		0
8	Special revenue funds:		
9	Total local revenues.....		0
10	Total private revenues.....		0
11	Total other state restricted revenues.....		0
12	State general fund/general purpose.....	\$	170,000
13	(2) EXECUTIVE OFFICE OPERATIONS		
14	Executive office.....	\$	<u>170,000</u>
15	GROSS APPROPRIATION.....	\$	170,000
16	Appropriated from:		
17	State general fund/general purpose.....	\$	170,000
18	Sec. 107. DEPARTMENT OF HUMAN SERVICES		
19	(1) APPROPRIATION SUMMARY		
20	GROSS APPROPRIATION.....	\$	26,362,300
21	Interdepartmental grant revenues:		
22	Total interdepartmental grants and intradepartmental		
23	transfers		0
24	ADJUSTED GROSS APPROPRIATION.....	\$	26,362,300
25	Federal revenues:		
26	Total federal revenues.....		20,475,200

1	Special revenue funds:	
2	Total local revenues.....	0
3	Total private revenues.....	2,937,100
4	Total other state restricted revenues.....	0
5	State general fund/general purpose.....	\$ 2,950,000
6	(2) CHILD WELFARE SERVICES	
7	Youth in transition.....	\$ (500,000)
8	Fostering futures scholarship program.....	750,000
9	Child care fund.....	2,500,000
10	Adoption support services.....	<u>200,000</u>
11	GROSS APPROPRIATION.....	\$ 2,950,000
12	Appropriated from:	
13	Federal revenues:	
14	Social security act, temporary assistance for needy	
15	families	600,000
16	Total other federal revenues.....	(600,000)
17	State general fund/general purpose.....	\$ 2,950,000
18	(3) DISABILITY DETERMINATION SERVICES	
19	Disability determination operations.....	\$ <u>500,000</u>
20	GROSS APPROPRIATION.....	\$ 500,000
21	Appropriated from:	
22	Federal revenues:	
23	Total federal revenues.....	500,000
24	State general fund/general purpose.....	\$ 0
25	(4) PUBLIC ASSISTANCE	
26	Low-income home energy assistance program.....	\$ <u>22,912,300</u>
27	GROSS APPROPRIATION.....	\$ 22,912,300

1	Appropriated from:		
2	Federal revenues:		
3	Total other federal revenues		19,975,200
4	Special revenue funds:		
5	Total private revenues		2,937,100
6	State general fund/general purpose	\$	0
7	Sec. 108. JUDICIARY		
8	(1) APPROPRIATION SUMMARY		
9	Full-time equated exempted positions	4.0	
10	GROSS APPROPRIATION	\$	1,400,000
11	Interdepartmental grant revenues:		
12	Total interdepartmental grants and intradepartmental		
13	transfers		0
14	ADJUSTED GROSS APPROPRIATION	\$	1,400,000
15	Federal revenues:		
16	Total federal revenues		650,000
17	Special revenue funds:		
18	Total local revenues		0
19	Total private revenues		0
20	Total other state restricted revenues		0
21	State general fund/general purpose	\$	750,000
22	(2) SUPREME COURT		
23	Drug treatment courts	\$	<u>650,000</u>
24	GROSS APPROPRIATION	\$	650,000
25	Appropriated from:		
26	Federal revenues:		

1	DOT, national highway traffic safety administration ..	650,000
2	State general fund/general purpose	0
3	(3) INDIGENT DEFENSE - CRIMINAL	
4	Full-time equated exempted positions..... 4.0	
5	Michigan indigent defense commission--4.0 FTE	
6	positions	\$ <u>750,000</u>
7	GROSS APPROPRIATION.....	\$ 750,000
8	Appropriated from:	
9	State general fund/general purpose	\$ 750,000
10	Sec. 109. DEPARTMENT OF LICENSING AND REGULATORY	
11	AFFAIRS	
12	(1) APPROPRIATION SUMMARY	
13	GROSS APPROPRIATION.....	\$ 1,000,100
14	Interdepartmental grant revenues:	
15	Total interdepartmental grants and intradepartmental	
16	transfers	0
17	ADJUSTED GROSS APPROPRIATION.....	\$ 1,000,100
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	\$ 1,000,100
25	(2) EMPLOYMENT SERVICES	
26	Insurance funds administration.....	\$ 100

1	Compensation supplement fund.....		<u>1,000,000</u>
2	GROSS APPROPRIATION.....	\$	1,000,100
3	Appropriated from:		
4			
5	State general fund/general purpose.....	\$	1,000,100
6	(3) DEPARTMENT GRANTS		
7	Medical marihuana operation and oversight grants.....	\$	(3,000,000)
8	Medical marihuana operation and oversight grants.....		<u>3,000,000</u>
9	GROSS APPROPRIATION.....	\$	0
10	Appropriated from:		
11	Special revenue funds:		
12	Michigan medical marihuana fund.....		0
13	State general fund/general purpose.....	\$	0
14	Sec. 110. DEPARTMENT OF MILITARY AND VETERANS		
15	AFFAIRS		
16	(1) APPROPRIATION SUMMARY		
17	GROSS APPROPRIATION.....	\$	3,200,000
18	Interdepartmental grant revenues:		
19	Total interdepartmental grants and intradepartmental		
20	transfers		0
21	ADJUSTED GROSS APPROPRIATION.....	\$	3,200,000
22	Federal revenues:		
23	Total federal revenues.....		0
24	Special revenue funds:		
25	Total local revenues.....		0
26	Total private revenues.....		0

1	Total other state restricted revenues		0
2	State general fund/general purpose	\$	3,200,000
3	(2) CAPITAL OUTLAY		
4	Grand Rapids home for veterans - chiller system		
5	replacement	\$	<u>1,200,000</u>
6	GROSS APPROPRIATION	\$	1,200,000
7	Appropriated from:		
8	State general fund/general purpose	\$	1,200,000
9	(3) ONE-TIME APPROPRIATIONS		
10	Veterans service delivery initiative	\$	<u>2,000,000</u>
11	GROSS APPROPRIATION	\$	2,000,000
12	Appropriated from:		
13	State general fund/general purpose	\$	2,000,000
14	Sec. 111. DEPARTMENT OF NATURAL RESOURCES		
15	(1) APPROPRIATION SUMMARY		
16	GROSS APPROPRIATION	\$	1,910,000
17	Interdepartmental grant revenues:		
18	Total interdepartmental grants and intradepartmental		
19	transfers		0
20	ADJUSTED GROSS APPROPRIATION	\$	1,910,000
21	Federal revenues:		
22	Total federal revenues		1,500,000
23	Special revenue funds:		
24	Total local revenues		0
25	Total private revenues		80,000
26	Total other state restricted revenues		330,000

1	State general fund/general purpose	\$	0
2	(2) CAPITAL OUTLAY - WATERWAYS BOATING PROGRAM		
3	Infrastructure improvements - local projects	\$	330,000
4	Munising, Alger County, east breakwall extension, L-		
5	dock expansion, revetment wall, and floating pier		
6	with finger slips (total authorized cost is		
7	increased from \$874,800 to \$2,894,800; federal share		
8	is increased from \$0 to \$1,500,000; state share		
9	\$437,400; local share is increased from \$437,400 to		
10	\$957,400)		1,500,000
11	South Higgins state park, Roscommon County, new		
12	entrance, launch ramp, maneuver area, boat wash		
13	station, and parking lot/traffic flow configurations		
14	(total authorized cost is increased from \$1,000,000		
15	to \$1,080,000; private share is increased from \$0 to		
16	\$80,000; state share \$1,000,000)		80,000
17	GROSS APPROPRIATION	\$	1,910,000
18	Appropriated from:		
19	Federal revenues:		
20	Federal funds		1,500,000
21	Special revenue funds:		
22	Private funds		80,000
23	Michigan state waterways fund		330,000
24	State general fund/general purpose	\$	0
25	Sec. 112. DEPARTMENT OF STATE		
26	(1) APPROPRIATION SUMMARY		

1	GROSS APPROPRIATION.....	\$	317,000
2	Interdepartmental grant revenues:		
3	Total interdepartmental grants and intradepartmental		
4	transfers		0
5	ADJUSTED GROSS APPROPRIATION.....	\$	317,000
6	Federal revenues:		
7	Total federal revenues.....		0
8	Special revenue funds:		
9	Total local revenues.....		0
10	Total private revenues.....		0
11	Total other state restricted revenues.....		0
12	State general fund/general purpose.....		317,000
13	(2) LEGAL SERVICES		
14	Operations.....	\$	<u>200,000</u>
15	GROSS APPROPRIATION.....	\$	200,000
16	Appropriated from:		
17	State general fund/general purpose.....	\$	200,000
18	(3) ELECTION REGULATION		
19	Election administration and services.....	\$	<u>117,000</u>
20	GROSS APPROPRIATION.....	\$	117,000
21	Appropriated from:		
22	State general fund/general purpose.....	\$	117,000
23	Sec. 113. DEPARTMENT OF STATE POLICE		
24	(1) APPROPRIATION SUMMARY		
25	GROSS APPROPRIATION.....	\$	5,660,000
26	Interdepartmental grant revenues:		

1	Total interdepartmental grants and intradepartmental		
2	transfers		0
3	ADJUSTED GROSS APPROPRIATION.....	\$	5,660,000
4	Federal revenues:		
5	Total federal revenues.....		3,350,000
6	Schedule of revenue sources:		
7	DOC		3,350,000
8	Special revenue funds:		
9	Total local revenues.....		0
10	Total private revenues.....		0
11	Total other state restricted revenues.....		0
12	State general fund/general purpose.....	\$	2,310,000
13	(2) SUPPORT SERVICES		
14	Support services.....	\$	<u>5,660,000</u>
15	GROSS APPROPRIATION.....	\$	5,660,000
16	Appropriated from:		
17	Federal revenues:		
18	Federal revenues.....		3,350,000
19	State general fund/general purpose.....	\$	2,310,000
20	Schedule of programs:		
21	Support services		3,350,000
22	State emergency center operations		
23	and preparedness		2,310,000
24			
25	Sec. 114. DEPARTMENT OF TECHNOLOGY, MANAGEMENT, AND		
26	BUDGET		
27	(1) APPROPRIATION SUMMARY		

1	Full-time equated classified positions..... (4.0)		
2	GROSS APPROPRIATION.....	\$	(23,407,400)
3	Interdepartmental grant revenues:		
4	Total interdepartmental grants and intradepartmental		
5	transfers		720,000
6	ADJUSTED GROSS APPROPRIATION.....	\$	(24,127,400)
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.....		(699,100)
13	State general fund/general purpose.....	\$	(23,428,300)
14	(2) DEPARTMENT SERVICES		
15	Full-time equated classified positions..... (4.0)		
16	Business support services--(4.0) FTE positions.....	\$	(675,000)
17	Building occupancy charges, rent, utilities.....		(13,400)
18	Information technology services and projects.....		<u>(10,700)</u>
19	GROSS APPROPRIATION.....	\$	(699,100)
20	Appropriated from:		
21	Special revenue funds:		
22	State building authority revenue.....		(699,100)
23	State general fund/general purpose.....	\$	0
24	(3) SPECIAL PROGRAMS		
25	Retirement services.....	\$	<u>507,000</u>
26	GROSS APPROPRIATION.....	\$	507,000
27	Appropriated from:		

1	State general fund/general purpose	\$	507,000
2	(4) STATEWIDE APPROPRIATIONS		
3	Professional development fund - UAW	\$	<u>720,000</u>
4	GROSS APPROPRIATION	\$	720,000
5	Appropriated from:		
6	Interdepartmental grant revenues:		
7	IDG from employer contributions		720,000
8	State general fund/general purpose	\$	0
9	(5) STATE BUILDING AUTHORITY RENT		
10	State building authority rent - state agencies	\$	(22,700,000)
11	State building authority rent - department of		
12	corrections		(10,600,000)
13	State building authority rent - universities		6,200,000
14	State building authority rent - community colleges ...		<u>3,164,700</u>
15	GROSS APPROPRIATION	\$	(23,935,300)
16	Appropriated from:		
17	State general fund/general purpose	\$	(23,935,300)
18	Sec. 115. STATE TRANSPORTATION DEPARTMENT		
19	(1) APPROPRIATION SUMMARY		
20	GROSS APPROPRIATION	\$	226,728,900
21	Interdepartmental grant revenues:		
22	Total interdepartmental grants and intradepartmental		
23	transfers		0
24	ADJUSTED GROSS APPROPRIATION	\$	226,728,900
25	Federal revenues:		
26	Total federal revenues		9,383,100

1	Special revenue funds:		
2	Total local revenues.....		0
3	Total private revenues.....		0
4	Total other state restricted revenues.....	117,345,800	
5	State general fund/general purpose.....	\$ 100,000,000	
6	(2) INTERCITY PASSENGER AND FREIGHT		
7	Rail operations and infrastructure.....	\$ <u>11,728,900</u>	
8	GROSS APPROPRIATION.....	\$ 11,728,900	
9	Appropriated from:		
10	Federal revenues:		
11	DOT, federal railroad administration.....	9,383,100	
12	Special revenue funds:		
13	Comprehensive transportation fund.....	2,345,800	
14	State general fund/general purpose.....	\$ 0	
15	(3) ONE-TIME BASIS ONLY		
16	Special winter road maintenance.....	\$ 100,000,000	
17	Priority road projects.....	<u>115,000,000</u>	
18	GROSS APPROPRIATION.....	\$ 215,000,000	
19	Appropriated from:		
20	Special revenue funds:		
21	Roads and risks reserve fund.....	115,000,000	
22	State general fund/general purpose.....	\$ 100,000,000	
23	Sec. 116. DEPARTMENT OF TREASURY		
24	(1) APPROPRIATION SUMMARY		
25	Full-time equated classified positions.....	4.0	
26	GROSS APPROPRIATION.....	\$ 17,000,100	

1	Interdepartmental grant revenues:		
2	Total interdepartmental grants and intradepartmental		
3	transfers		0
4	ADJUSTED GROSS APPROPRIATION.....	\$	17,000,100
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.....		16,700,100
11	State general fund/general purpose.....	\$	300,000
12	(2) STATE BUILDING AUTHORITY		
13	Full-time equated classified positions.....	4.0	
14	State building authority--4.0 FTE positions.....	\$	<u>699,100</u>
15	GROSS APPROPRIATION.....	\$	699,100
16	Appropriated from:		
17	Special revenue funds:		
18	State building authority revenue.....		699,100
19	State general fund/general purpose.....	\$	0
20	(3) GRANTS		
21	Convention facility development distribution.....	\$	<u>11,500,000</u>
22	GROSS APPROPRIATION.....	\$	11,500,000
23	Appropriated from:		
24	Special revenue funds:		
25	Convention facility development fund.....		11,500,000
26	State general fund/general purpose.....	\$	0
27	(4) REVENUE SHARING		

1	County incentive program.....	\$	(22,652,000)
2	County incentive program.....		22,652,000
3	Economic vitality incentive program.....		(226,340,000)
4	Economic vitality incentive program.....		<u>226,340,000</u>
5	GROSS APPROPRIATION.....	\$	0
6	Appropriated from:		
7	Special revenue funds:		
8	Sales tax.....		0
9	State general fund/general purpose.....	\$	0
10	(5) MICHIGAN STRATEGIC FUND - MICHIGAN STATE HOUSING		
11	DEVELOPMENT AUTHORITY		
12	Blight elimination.....	\$	3,700,000
13	Home affordable refinance program.....		<u>801,000</u>
14	GROSS APPROPRIATION.....	\$	4,501,000
15	Appropriated from:		
16	Special revenue funds:		
17	Homeowner protection fund.....		4,501,000
18	State general fund/general purpose.....	\$	0
19	(6) MICHIGAN STRATEGIC FUND		
20	Detroit Rouge Park improvements.....	\$	<u>300,000</u>
21	GROSS APPROPRIATION.....	\$	300,000
22	Appropriated from:		
23	State general fund/general purpose.....	\$	300,000
24	(7) ONE-TIME BASIS ONLY APPROPRIATIONS		
25	County incentive program.....	\$	(6,500,000)
26	County incentive program.....		6,500,000
27	Economic vitality incentive program.....		(9,500,000)

1	Economic vitality incentive program.....		<u>9,500,000</u>
2	GROSS APPROPRIATION.....	\$	0
3	Appropriated from:		
4	Special revenue funds:		
5	Sales tax.....		0
6	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 \$329,587,200.00 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

18	Community mental health non-Medicaid services.....	\$	58,995,000
19	Community mental health non-Medicaid services		
20	contingent reserve.....		16,982,000
21	Medicaid adult benefits waiver (mental health).....		2,693,500
22	Medicaid adult benefits waiver (physical health).....		<u>594,800</u>
23	Subtotal.....	\$	79,265,300

DEPARTMENT OF HUMAN SERVICES

25	Child care fund.....	\$	<u>2,500,000</u>
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1	Subtotal.....	\$	2,500,000
2	JUDICIARY		
3	Drug treatment courts.....	\$	<u>600,000</u>
4	Subtotal.....	\$	600,000
5	DEPARTMENT OF NATURAL RESOURCES		
6	Infrastructure improvements - local projects.....	\$	<u>330,000</u>
7	Subtotal.....	\$	330,000
8	STATE TRANSPORTATION DEPARTMENT		
9	Special winter road maintenance.....	\$	<u>60,900,000</u>
10	Subtotal.....	\$	60,900,000
11	DEPARTMENT OF TREASURY		
12	Convention facility development distribution.....	\$	11,500,000
13	Detroit Rouge Park improvements.....	\$	<u>300,000</u>
14	Subtotal.....	\$	11,800,000
15	TOTAL PAYMENTS TO LOCAL UNITS OF GOVERNMENT.....	\$	155,395,300

16 Sec. 202. The appropriations made and expenditures authorized
17 under this act and the departments, commissions, boards, offices,
18 and programs for which appropriations are made under this act are
19 subject to the management and budget act, 1984 PA 431, MCL 18.1101
20 to 18.1594.

21 **CAPITAL OUTLAY**

22 Sec. 281. For the state building authority financed
23 construction authorizations in part 1, the legislature hereby
24 determines that the leasing of the facilities from the authority is
25 for a public purpose as authorized by the state building authority
26 act, 1964 PA 183, MCL 830.411 to 830.425. The legislature approves

1 and authorizes the lease and conveyance of the properties to the
2 state building authority, the state building authority acquiring
3 the facilities and leasing them to the state and the educational
4 institutions, as applicable, and the governor and secretary of
5 state executing the leases for and on behalf of the state pursuant
6 to the requirements of the state building authority act, 1964 PA
7 183, MCL 830.411 to 830.425. Per the requirements of the leases, it
8 is the intent of the legislature to annually appropriate sufficient
9 amounts to pay the rent as obligated pursuant to the leases.

10 Sec. 282. The scope and cost to construct the state emergency
11 operations center project, initially authorized for construction in
12 2013 PA 102, is hereby increased by \$3,075,000.00 to a revised
13 total authorized cost of \$22,099,500.00 (federal share is increased
14 from \$2,000,000.00 to \$4,500,000.00; state building authority share
15 \$16,944,400.00; state general fund/general purpose share is
16 increased from \$80,100.00 to \$655,100.00).

17 Sec. 283. The scope and cost to construct the Jackson College
18 Bert Walker hall renovations project, initially authorized for
19 construction in 2012 PA 192, is hereby decreased by \$4,300,000.00
20 to a revised total authorized cost of \$15,200,000.00 (Jackson
21 College share \$7,600,000.00; state building authority share
22 \$7,599,800.00; state general fund/general purpose share \$200.00).

23 DEPARTMENT OF COMMUNITY HEALTH

24 Sec. 302. The department of community health shall report by
25 April 1, 2014 to the senate and house appropriations committees and
26 the state budget director on the estimated amount of funding

1 necessary for community mental health services programs to continue
2 the identical level of service to non-Medicaid eligible individuals
3 that was provided prior to the expansion of the Medicaid program
4 under 2013 PA 107.

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

9 Sec. 304. The funds appropriated in part 1 for community
10 mental health non-Medicaid services - contingent reserve are not
11 available for expenditure until they have been transferred to
12 another line item under section 393(2) of the management and budget
13 act, 1984 PA 431, MCL 18.1393. These funds shall only be expended
14 for direct services to patients and shall not be expended for
15 administration, capital expenses, systems maintenance, or
16 information technology. The department of community health shall
17 provide expenditure reconciliations of these funds to the house and
18 senate subcommittees on community health by June 1, 2014 and
19 September 30, 2014.

20 **DEPARTMENT OF HUMAN SERVICES**

21 Sec. 401. (1) From the funds appropriated in part 1 for youth
22 in transition, the department shall allocate \$250,000.00 to enter
23 into a 3-year contract to establish a pilot program to serve 25
24 youths who are aging out of the foster care system and who did not
25 succeed in achieving viable educational goals while in foster care
26 with a Detroit-based nonprofit agency that has experience working

1 with at-risk, homeless, and foster care youths. The first year of
2 the pilot shall include needs assessment, physical and mental
3 health services, and life skills training.

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

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

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

23 Sec. 403. From the funds appropriated in part 1 for the child
24 care fund, the department of human services shall pay 100% of the
25 administrative rate for all new cases referred to providers of
26 foster care services beginning on October 1, 2013 for the fiscal
27 year ending on September 30, 2014.

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

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

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

16 **DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS**

17 Sec. 501. (1) Not later than January 31, 2014, the department
18 shall prepare a report that provides the number of registry
19 identification cards issued to or renewed for patients residing in
20 each county during the previous fiscal year, as of September 30,
21 2013, under the Michigan medical marihuana act, 2008 IL 1, MCL
22 333.26421 to 333.26430. The department shall submit this report to
23 the state budget director, the subcommittees, and the fiscal
24 agencies.

25 (2) The department shall expend the funds appropriated in part
26 1 for medical marihuana operation and oversight grants to county

1 law enforcement departments for the operation and oversight of the
2 Michigan medical marihuana program pursuant to section 6(1) of the
3 Michigan medical marihuana act, 2008 IL 1, MCL 333.26426. These
4 grants shall be distributed proportionately based on the number of
5 registry identification cards issued to or renewed for the
6 residents of each county whose county law enforcement department
7 applied for a grant under subsection (3). For the purposes of this
8 subsection, operation and oversight grants are grants for education
9 for law enforcement and the public, enforcement, and
10 communications.

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

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

1 from municipal law enforcement agencies shall be included as part
2 of the report submitted to the department as required in subsection
3 (3).

4 (5) No later than January 1, 2014, the department shall post a
5 listing of potential grant money available to each county law
6 enforcement agency on its website. A county law enforcement agency
7 requesting a grant shall apply on a form developed by the
8 department and available on the website. The form shall contain the
9 county law enforcement agency's specific projected plan for use of
10 the money and its agreement to maintain all records and to submit
11 documentation to the department to support the use of the grant
12 money.

13 **DEPARTMENT OF MILITARY AND VETERANS AFFAIRS**

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

19 Sec. 552. The funds appropriated in part 1 for the veterans
20 service delivery initiative are considered to be work project
21 appropriations, and any unencumbered or unallotted funds are
22 carried forward into the succeeding fiscal year. The following is
23 in compliance with section 451a(1) of the management and budget
24 act, 1984 PA 431, MCL 18.1451a:

25 (a) The purpose of the project is to provide training to
26 veterans service officers within the state and to establish provide

1 veterans service outreach activities on the campus of postsecondary
2 institutions.

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

6 (c) The total estimated completion cost of the work project is
7 \$2,000,000.00.

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

9 **DEPARTMENT OF NATURAL RESOURCES**

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

16 **DEPARTMENT OF STATE POLICE**

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

23 (a) The purpose of the project is to implement the state and
24 local implementation grant program.

25 (b) The project will be accomplished by state employees and

1 contracts.

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

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

4 Sec. 652. The funds appropriated in part 1 for support
5 services and state emergency center operations and preparedness are
6 considered to be work project appropriations, and any unencumbered
7 or unallotted funds are carried forward into the succeeding fiscal
8 year. The following is in compliance with section 451a(1) of the
9 management and budget act, 1984 PA 431, MCL 18.1451a:

10 (a) The purpose of the project is to provide assistance to
11 municipalities affected by the severe and widespread flooding that
12 occurred in April and May 2013 for which a presidential disaster
13 declaration was made.

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

16 (c) The total estimated completion cost of the work project is
17 \$2,310,000.00.

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

19 Sec. 653. Notwithstanding the requirements of the national
20 telecommunications information administration/firstnet state and
21 local implementation grant program, the funds appropriated in part
22 1 for support services shall be used to support activities
23 pertaining to governance, outreach, education, and strategy
24 development for the development of a next generation, internet-
25 protocol enabled public safety broadband network. These funds do
26 not obligate this state's participation in the development of a
27 nationwide public safety broadband network developed by the federal

Senate Bill No. 608 (H-2) as amended March 4, 2014

1 firstnet authority.

2 **STATE TRANSPORTATION DEPARTMENT**

3 Sec. 702. (1) The funds appropriated in part 1 for special
4 winter road maintenance shall be distributed to the state trunk
5 line fund, county road commissions, and cities and villages, in the
6 same percentages described in section 10(1)(j) of 1951 PA 51, MCL
7 247.660. Funds that are directed to county road commissions shall
8 be distributed among the county road commissions in amounts
9 proportional to each county's total distribution from the Michigan
10 transportation fund compared to the total amount distributed from
11 the Michigan transportation fund to all counties in the fiscal year
12 ending September 30, 2013. Funds that are directed to cities and
13 villages shall be distributed among cities and villages in amounts
14 proportional to each city's or village's total distribution from
15 the Michigan transportation fund compared to the total amount
16 distributed from the Michigan transportation fund to all cities and
17 villages in the fiscal year ending September 30, 2013.

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

22 **DEPARTMENT OF TREASURY**

23 Sec. 801. (1) Subject to section 242 of the management and
24 budget act, 1984 PA 431, MCL 18.1242, and upon the approval of the
25 state building authority, the department of treasury may expend

1 from the general fund of the state during the fiscal year an amount
2 to meet the cash flow requirements of those state building
3 authority projects solely for lease to a state agency identified in
4 both part 1 and this section, and for which state building
5 authority bonds or notes have not been issued, and for the sole
6 acquisition by the state building authority of equipment and
7 furnishings for lease to a state agency as permitted by 1964 PA
8 183, MCL 830.411 to 830.425, for which the issuance of bonds or
9 notes is authorized by a legislative appropriation act that is
10 effective for the fiscal year ending September 30, 2014. Any
11 general fund advances for which state building authority bonds have
12 not been issued shall bear an interest cost to the state building
13 authority at a rate not to exceed that earned by the state
14 treasurer's common cash fund during the period in which the
15 advances are outstanding and are repaid to the general fund of the
16 state.

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

23 (3) For state building authority projects for which bonds or
24 notes have been issued and upon the request of the state building
25 authority, the state treasurer shall make advances without interest
26 from the general fund as necessary to meet cash flow requirements
27 for the projects, which advances shall be reimbursed by the state

1 building authority when the investments earmarked for the financing
2 of the projects mature.

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

8 Sec. 802. (1) State building authority funding to finance
9 construction or renovation of a facility that collects revenue in
10 excess of money required for the operation of that facility shall
11 not be released to a university or community college unless the
12 institution agrees to reimburse that excess revenue to the state
13 building authority. The excess revenue shall be credited to the
14 general fund to offset rent obligations associated with the
15 retirement of bonds issued for that facility. The auditor general
16 shall annually identify and present an audit of those facilities
17 that are subject to this section. Costs associated with the
18 administration of the audit shall be charged against money
19 recovered pursuant to this section.

20 (2) As used in this section, "revenue" includes state
21 appropriations, facility opening money, other state aid, indirect
22 cost reimbursement, and other revenue generated by the activities
23 of the facility.

24 Sec. 803. The state building authority shall provide to the
25 joint capital outlay subcommittee and the senate and house fiscal
26 agencies a report relative to the status of construction projects
27 associated with state building authority bonds as of September 30

1 of each year, on or before October 15, or not more than 30 days
2 after a refinancing or restructuring bond issue is sold. The report
3 shall include, but is not limited to, the following:

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

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

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

14 Sec. 805. (1) Unexpended and unencumbered funds up to a
15 maximum of \$3,885,800.00 remaining in accounts appropriated for tax
16 plan implementation in section 697 of the income tax act of 1967,
17 1967 PA 281, MCL 206.697, are reappropriated for the fiscal year
18 ending September 30, 2014 for tax processing and treasury
19 operations information technology services and projects.

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

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

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

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

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

3 Sec. 806. The appropriations in part 1 for blight elimination
4 and home affordable refinance program are contingent upon action by
5 the state budget director to issue a directive to lapse the AY 2012
6 work project originally appropriated in 2012 PA 296 for the home
7 affordable refinance program. The directive shall be issued in
8 accord with, and subject to the provisions of, section 451a(2) of
9 the management and budget act, 1984 PA 431, MCL 18.1451a.

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

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

17 (b) The projects will be accomplished by state employees and
18 by contract.

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

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

22 (2) All amounts appropriated in part 1 financed by the
23 homeowner protection fund that have not been expended by September
24 30, 2016 shall be expended for blight elimination activities
25 overseen by the Michigan state housing development authority.

26 Sec. 808. (1) The funds appropriated in part 1 for the
27 economic vitality incentive program are to be used for grants to

1 cities, villages, and townships such that, subject to fulfilling
2 the requirements under subsection (3), (4), or (5), or any
3 combination of those subsections, each city, village, or township
4 that received a payment under section 950(2) of 2009 PA 128 greater
5 than \$4,500.00 is eligible to receive a maximum of 76.18459% of its
6 total payment received under section 950(2) of 2009 PA 128, rounded
7 to the nearest dollar. For the purposes of this subsection, any
8 city or village that according to the 2010 federal decennial census
9 is determined to have population in more than 1 county will be
10 treated as a single entity when determining the payment received
11 under section 950(2) of 2009 PA 128.

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

1 and counties eligible to receive a potential payment from the
2 allocation under this subsection or subsection (1) may qualify to
3 receive payments under 1 or more of the 3 categories described
4 under subsections (3), (4), and (5).

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

27 (4) Category 2, consolidation of services, requires each

1 eligible city, village, township, or county to certify by February
2 1, or the first day of a payment month for this category, that it
3 has produced a consolidation plan. The consolidation plan shall be
4 made readily available for public viewing in the city, village,
5 township, or county clerk's office or posted on a publicly
6 accessible Internet site. Each city, village, township, and county
7 applying for a payment under this category shall submit a copy of
8 the consolidation plan to the department of treasury. At a minimum,
9 the consolidation plan shall include the following:

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

22 (b) For a city, village, township, or county that submitted a
23 consolidation plan in the previous fiscal year, the plan shall
24 include, but not be limited to, an update on the status of all new
25 proposals that were in the previous years' consolidation plans,
26 including whether or not the previously proposed plans have been
27 fully implemented, a listing of the barriers experienced in

1 implementing the proposals, and an estimated timeline of the steps
2 to accomplish the proposed plans. In addition, the plan shall
3 include, but not be limited to, 1 or more new proposals to increase
4 its existing level of cooperation, collaboration, consolidation,
5 innovation, or privatization either within the jurisdiction or with
6 other jurisdictions, or a detailed explanation of why increasing
7 its existing level of cooperation, collaboration, consolidation,
8 innovation, or privatization is not feasible. The new proposal
9 shall include, but not be limited to, an estimate of the potential
10 savings amount and an estimated timeline for implementing the new
11 proposals.

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

16 (a) An eligible city, village, township, or county with
17 unfunded accrued liabilities as of its most recent audited
18 financial report related to employee pensions or other post-
19 employment benefits shall submit a plan to lower all unfunded
20 accrued liabilities. The plan shall include a listing of all
21 previous actions taken to reduce its unfunded accrued liabilities;
22 a detailed description of how it will continue to implement and
23 maintain previous actions taken; and a listing of additional
24 actions it could take. If no actions have been taken to reduce its
25 unfunded accrued liabilities, it shall provide a detailed
26 explanation of why no actions have been taken and a listing of
27 actions it could implement to reduce unfunded accrued liabilities.

1 Actuarial assumption changes and issuance of debt instruments shall
2 not qualify as a new proposal. The unfunded accrued liabilities
3 plan shall be made available for public viewing in the city,
4 village, township, or county clerk's office or posted on a publicly
5 accessible Internet site. The city, village, township, or county
6 shall certify with the department of treasury that its plan is
7 publicly accessible.

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

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

20 (a) In order for a city, village, township, or county to
21 qualify for a category under subsection (3), (4), or (5), the city,
22 village, township, or county shall meet every criteria for that
23 category, including a certification to the department that it has
24 met the required criteria for that category and submission of the
25 required citizen's guide, performance dashboard, debt service
26 report, and projected budget report; consolidation plan; or the
27 unfunded accrued liability plan, as required by subsection (3),

1 (4), or (5), respectively. A department of treasury review of the
2 citizen's guide, dashboard, reports, or plans is not required in
3 order for a city, village, township, or county to receive a payment
4 under subsection (1) or (2). The department shall develop a
5 certification process and method for cities, villages, townships,
6 and counties to follow.

7 (b) Subject to subdivisions (c), (d), and (e), for each
8 category that a city, village, township, or county qualifies for in
9 subsections (3), (4), and (5), the city, village, township, or
10 county shall receive 1/3 of its potential payment under this
11 section.

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

14 (i) Category 1, an eligible city, village, or township that
15 certifies with the department of treasury that it has qualified for
16 a payment under subsection (3) by October 1 shall receive 1/6 of
17 its available distribution on the last business day of October and
18 1/6 of its available distribution on the last business day of
19 December. If an eligible city, village, or township certifies with
20 the department of treasury that it has qualified for a payment
21 under subsection (3) after October 1, but prior to December 1, the
22 city, village, or township shall receive 1/6 of its available
23 distribution on the last business day of December. For purposes of
24 this subparagraph, if an elected administration change occurs
25 within 60 days of October 1 in a city located in Wayne County with
26 a population between 60,000 and 65,000 according to the official
27 2010 federal decennial census, that city shall have 45 days after

1 the newly elected administration assumes office to certify with the
2 department of treasury that it has qualified for a payment under
3 subsection (3) and upon certification shall qualify for its entire
4 eligible amount under subsection (3).

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

15 (iii) Category 3, an eligible city, village, or township that
16 certifies with the department of treasury that it has qualified for
17 a payment under subsection (5) by June 1 shall receive 1/6 of its
18 available distribution on the last business day of June and 1/6 of
19 its available distribution on the last business day of August. If
20 an eligible city, village, or township certifies with the
21 department of treasury that it has qualified for a payment under
22 subsection (5) after June 1, but prior to August 1, the city,
23 village, or township shall receive 1/6 of its available
24 distribution on the last business day of August.

25 (d) Payments under this section shall be issued to counties
26 for each category described in subsections (3), (4), and (5) until
27 the specified due date for the category. After the specified due

1 date for the category, payments shall be made to a county only if
2 that county has complied with subdivision (a).

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

10 (f) Any city, village, township, or county that falsifies
11 certification documents shall forfeit any future economic vitality
12 incentive program payments or county incentive program payments and
13 shall repay to this state all economic vitality incentive program
14 payments or county incentive program payments it has received under
15 this section.

16 (g) Economic vitality incentive program payments and county
17 incentive program payments under this section shall be distributed
18 on the last business day of October, December, February, April,
19 June, and August.

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

23 (i) The department of treasury shall develop detailed guidance
24 for an eligible city, village, township, or county to follow to
25 qualify for a payment under subsections (3), (4), and (5). The
26 detailed guidance shall be posted on the department of treasury
27 website and distributed to eligible cities, villages, townships,

1 and counties by October 1.

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

8 **REPEALERS**

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

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

13 Enacting section 3. Section 728 of article XIII of 2013 PA 59
14 is repealed.

15 Enacting section 4. Section 952 of article VIII of 2013 PA 59
16 is repealed.