

**SUBSTITUTE FOR  
SENATE BILL NO. 142**

A bill to make appropriations for the legislature, the executive, the department of attorney general, the department of state, the department of treasury, the department of technology, management, and budget, the department of civil rights, the department of talent and economic development, and certain state purposes related thereto for the fiscal year ending September 30, 2018; to provide for the expenditure of the appropriations; to provide for the disposition of fees and other income received by the state agencies; and to declare the effect of this act.

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

1

PART 1

2

LINE-ITEM APPROPRIATIONS

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Sec. 101. There is appropriated for the legislature, the

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executive, the department of attorney general, the department of

state, the department of treasury, the department of technology,  
 management, and budget, the department of civil rights, the  
 department of talent and economic development, and certain state  
 purposes related thereto for the fiscal year ending September 30,  
 2018, from the following funds:

**TOTAL GENERAL GOVERNMENT**

**APPROPRIATION SUMMARY**

Full-time equated unclassified positions ..... 50.0

Full-time equated classified positions ..... 8,541.7

GROSS APPROPRIATION ..... \$ 4,960,709,200

Interdepartmental grant revenues:

Total interdepartmental grants and intradepartmental

transfers ..... 782,493,800

ADJUSTED GROSS APPROPRIATION ..... \$ 4,178,215,400

Federal revenues:

Total federal revenues ..... 807,906,500

Special revenue funds:

Total local revenues ..... 17,332,700

Total private revenues ..... 6,244,900

Total other state restricted revenues ..... 2,184,298,700

State general fund/general purpose ..... \$ 1,162,432,600

**Sec. 102. DEPARTMENT OF ATTORNEY GENERAL**

**(1) APPROPRIATION SUMMARY**

Full-time equated unclassified positions ..... 6.0

Full-time equated classified positions ..... 530.0

GROSS APPROPRIATION ..... \$ 101,198,800

1	Interdepartmental grant revenues:	
2	Total interdepartmental grants and intradepartmental	
3	transfers.....	29,915,300
4	ADJUSTED GROSS APPROPRIATION .....	\$ 71,283,500
5	Federal revenues:	
6	Total federal revenues .....	9,518,000
7	Special revenue funds:	
8	Total local revenues .....	0
9	Total private revenues .....	0
10	Total other state restricted revenues .....	21,516,900
11	State general fund/general purpose .....	\$ 40,248,600
12	<b>(2) ATTORNEY GENERAL OPERATIONS</b>	
13	Full-time equated unclassified positions .....	6.0
14	Full-time equated classified positions .....	530.0
15	Attorney general .....	\$ 112,500
16	Unclassified positions--5.0 FTE positions .....	776,600
17	Attorney general operations--487.0 FTE positions .....	89,145,900
18	Child support enforcement--25.0 FTE positions .....	3,525,000
19	Prosecuting attorneys coordinating council--12.0 FTE	
20	positions.....	2,155,500
21	Public safety initiative--1.0 FTE position .....	906,200
22	Sexual assault law enforcement--5.0 FTE positions ....	<u>1,716,400</u>
23	GROSS APPROPRIATION .....	\$ 98,338,100
24	Appropriated from:	
25	Interdepartmental grant revenues:	
26	IDG from MDOC .....	664,500
27	IDG from MDE .....	599,200

1	IDG from MDEQ .....	2,020,000
2	IDG from MDHHS, health policy .....	208,400
3	IDG from MDHHS, human services .....	5,975,300
4	IDG from MDHHS, medical services administration .....	694,200
5	IDG from MDHHS, WIC .....	154,500
6	IDG from MDIFS, financial and insurance services .....	1,218,700
7	IDG from MDLARA, fireworks safety fund .....	83,600
8	IDG from MDLARA, health professions .....	3,055,400
9	IDG from MDLARA, licensing and regulation fees .....	337,300
10	IDG from MDLARA, Michigan occupational safety and	
11	health administration.....	107,700
12	IDG from MDLARA, remonumentation fees .....	106,700
13	IDG from MDLARA, securities fees .....	189,600
14	IDG from MDLARA, unlicensed builders .....	1,071,500
15	IDG from MDMVA .....	166,100
16	IDG from MDOS, children's protection registry .....	45,000
17	IDG from MDOT, comprehensive transportation fund .....	205,000
18	IDG from MDOT, state aeronautics fund .....	179,400
19	IDG from MDOT, state trunkline fund .....	2,447,600
20	IDG from MDSP .....	260,100
21	IDG from MDTED, workforce development agency .....	89,800
22	IDG from MDTMB .....	466,500
23	IDG from MDTMB, civil service commission .....	307,400
24	IDG from MDTMB, risk management revolving fund .....	1,478,100
25	IDG from Michigan state housing development authority	682,100
26	IDG from treasury .....	6,920,600
27	IDG from TED, Michigan strategic fund .....	181,000

1	Federal revenues:	
2	DAG, state administrative match grant/food stamps ....	137,000
3	Federal funds .....	3,163,600
4	HHS, medical assistance, medigant .....	386,500
5	HHS-OS, state Medicaid fraud control units .....	5,709,700
6	National criminal history improvement program .....	121,200
7	Special revenue funds:	
8	Antitrust enforcement collections .....	766,100
9	Attorney general's operations fund .....	767,000
10	Auto repair facilities fees .....	328,900
11	Franchise fees .....	384,900
12	Game and fish protection fund .....	756,300
13	Human trafficking commission fund .....	390,000
14	Lawsuit settlement proceeds fund .....	2,180,000
15	Liquor purchase revolving fund .....	1,470,500
16	Marihuana regulatory fund .....	375,000
17	Merit award trust fund .....	499,500
18	Michigan employment security act - administrative fund	2,255,100
19	Michigan state waterways fund .....	141,000
20	Mobile home code fund .....	251,300
21	Prisoner reimbursement .....	627,400
22	Prosecuting attorneys training fees .....	411,900
23	Public utility assessments .....	2,090,100
24	Real estate enforcement fund .....	100,700
25	Reinstatement fees .....	259,700
26	Retirement funds .....	1,051,200
27	Second injury fund .....	824,400

1	Self-insurers security fund .....	572,900
2	Silicosis and dust disease fund .....	226,100
3	State building authority revenue .....	121,600
4	State casino gaming fund .....	1,875,300
5	State lottery fund .....	348,700
6	Student safety fund .....	470,000
7	Utility consumers fund .....	1,000,000
8	Worker's compensation administrative revolving fund ..	371,300
9	State general fund/general purpose .....	\$ 37,987,900
10	<b>(3) INFORMATION TECHNOLOGY</b>	
11	Information technology services and projects .....	\$ <u>1,560,700</u>
12	GROSS APPROPRIATION .....	\$ 1,560,700
13	Appropriated from:	
14	State general fund/general purpose .....	\$ 1,560,700
15	<b>(4) ONE-TIME APPROPRIATIONS</b>	
16	Prosecuting attorneys coordinating council juvenile	
17	life without parole .....	\$ 700,000
18	Prosecuting attorneys coordinating council NextGen IT	
19	system .....	<u>600,000</u>
20	GROSS APPROPRIATION .....	\$ 1,300,000
21	Appropriated from:	
22	Special revenue funds:	
23	Lawsuit settlement proceeds fund .....	600,000
24	State general fund/general purpose .....	\$ 700,000
25	<b>Sec. 103. DEPARTMENT OF CIVIL RIGHTS</b>	
26	<b>(1) APPROPRIATION SUMMARY</b>	

1	Full-time equated unclassified positions .....	6.0	
2	Full-time equated classified positions .....	110.0	
3	GROSS APPROPRIATION .....		\$ 16,249,600
4	Interdepartmental grant revenues:		
5	Total interdepartmental grants and intradepartmental		
6	transfers.....		296,600
7	ADJUSTED GROSS APPROPRIATION .....		\$ 15,953,000
8	Federal revenues:		
9	Total federal revenues .....		2,775,800
10	Special revenue funds:		
11	Total local revenues .....		0
12	Total private revenues .....		18,700
13	Total other state restricted revenues .....		151,900
14	State general fund/general purpose .....		\$ 13,006,600
15	<b>(2) CIVIL RIGHTS OPERATIONS</b>		
16	Full-time equated unclassified positions .....	6.0	
17	Full-time equated classified positions .....	110.0	
18	Unclassified positions--6.0 FTE positions .....		\$ 680,100
19	Civil rights operations--104.0 FTE positions .....		13,906,500
20	Division on deaf, deaf/blind, and hard of hearing--6.0		
21	FTE positions.....		<u>800,400</u>
22	GROSS APPROPRIATION .....		\$ 15,387,000
23	Appropriated from:		
24	Interdepartmental grant revenues:		
25	IDG from DTMB .....		296,600
26	Federal revenues:		
27	EEOC, state and local antidiscrimination agency		

1	contracts.....	1,217,300
2	HUD, grant.....	1,543,500
3	Special revenue funds:	
4	Private revenues.....	18,700
5	Division on deafness fund.....	93,400
6	State restricted indirect funds.....	58,500
7	State general fund/general purpose.....	\$ 12,159,000
8	<b>(3) INFORMATION TECHNOLOGY</b>	
9	Information technology services and projects.....	\$ <u>712,600</u>
10	GROSS APPROPRIATION.....	\$ 712,600
11	Appropriated from:	
12	Federal revenues:	
13	EEOC, state and local antidiscrimination agency	
14	contracts.....	15,000
15	State general fund/general purpose.....	\$ 697,600
16	<b>(4) ONE-TIME APPROPRIATIONS</b>	
17	Deaf, deaf/blind, and hard of hearing needs assessment	\$ <u>150,000</u>
18	GROSS APPROPRIATION.....	\$ 150,000
19	Appropriated from:	
20	State general fund/general purpose.....	\$ 150,000
21	<b>Sec. 104. EXECUTIVE OFFICE</b>	
22	<b>(1) APPROPRIATION SUMMARY</b>	
23	Full-time equated unclassified positions.....	10.0
24	Full-time equated classified positions.....	79.2
25	GROSS APPROPRIATION.....	\$ 6,848,500
26	Interdepartmental grant revenues:	



1	Total interdepartmental grants and intradepartmental	
2	transfers.....	0
3	ADJUSTED GROSS APPROPRIATION .....	\$ 6,848,500
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 .....	\$ 6,848,500
11	<b>(2) EXECUTIVE OFFICE OPERATIONS</b>	
12	Full-time equated unclassified positions.....	10.0
13	Full-time equated classified positions.....	79.2
14	Governor .....	\$ 159,300
15	Lieutenant governor .....	111,600
16	Unclassified positions--8.0 FTE positions .....	1,307,300
17	Executive office--79.2 FTE positions .....	<u>5,270,300</u>
18	GROSS APPROPRIATION .....	\$ 6,848,500
19	Appropriated from:	
20	State general fund/general purpose .....	\$ 6,848,500
21	<b>Sec. 105. LEGISLATURE</b>	
22	<b>(1) APPROPRIATION SUMMARY</b>	
23	GROSS APPROPRIATION .....	\$ 179,561,000
24	Interdepartmental grant revenues:	
25	Total interdepartmental grants and intradepartmental	
26	transfers.....	5,709,200

1	ADJUSTED GROSS APPROPRIATION .....	\$	173,851,800
2	Federal revenues:		
3	Total federal revenues .....		0
4	Special revenue funds:		
5	Total local revenues .....		0
6	Total private revenues .....		400,000
7	Total other state restricted revenues .....		6,247,100
8	State general fund/general purpose .....	\$	167,204,700
9	<b>(2) LEGISLATURE</b>		
10	Senate .....	\$	35,835,600
11	Senate automated data processing .....		2,600,000
12	Senate fiscal agency .....		3,874,100
13	House of representatives .....		55,113,500
14	House automated data processing .....		2,600,000
15	House fiscal agency .....		<u>3,874,100</u>
16	GROSS APPROPRIATION .....	\$	103,897,300
17	Appropriated from:		
18	State general fund/general purpose .....	\$	103,897,300
19	<b>(3) LEGISLATIVE COUNCIL</b>		
20	Legislative corrections ombudsman .....	\$	958,400
21	Worker's compensation .....		151,400
22	Legislative service bureau automated data processing .		1,690,000
23	Legislative council .....		12,421,300
24	National association dues .....		454,700
25	Michigan veterans facility ombudsman .....		<u>300,000</u>
26	GROSS APPROPRIATION .....	\$	15,975,800
27	Appropriated from:		

1	Special revenue funds:	
2	Private - gifts and bequests revenues .....	400,000
3	State general fund/general purpose .....	\$ 15,575,800
4	<b>(4) LEGISLATIVE RETIREMENT SYSTEM</b>	
5	General nonretirement expenses .....	\$ <u>5,062,100</u>
6	GROSS APPROPRIATION .....	\$ 5,062,100
7	Appropriated from:	
8	Special revenue funds:	
9	Court fees .....	1,177,700
10	State general fund/general purpose .....	\$ 3,884,400
11	<b>(5) PROPERTY MANAGEMENT</b>	
12	Cora Anderson Building .....	\$ 11,769,500
13	Senate Office Building and other properties .....	<u>8,030,000</u>
14	GROSS APPROPRIATION .....	\$ 19,799,500
15	Appropriated from:	
16	State general fund/general purpose .....	\$ 19,799,500
17	<b>(6) STATE CAPITOL HISTORIC SITE</b>	
18	General operations .....	\$ 4,440,000
19	Bond/lease obligations .....	100
20	Restoration, renewal, and maintenance .....	<u>3,100,000</u>
21	GROSS APPROPRIATION .....	\$ 7,540,100
22	Appropriated from:	
23	Special revenue funds:	
24	Capitol historic site fund .....	3,100,000
25	State general fund/general purpose .....	\$ 4,440,100
26	<b>(7) OFFICE OF THE AUDITOR GENERAL</b>	
27	Unclassified positions .....	\$ 339,200

1	Field operations .....	<u>23,947,000</u>
2	GROSS APPROPRIATION .....	\$ 24,286,200
3	Appropriated from:	
4	Interdepartmental grant revenues:	
5	IDG from MDHHS, human services .....	30,600
6	IDG from MDLARA, liquor purchase revolving fund .....	28,700
7	IDG from MDOT, comprehensive transportation fund .....	39,000
8	IDG from MDOT, Michigan transportation fund .....	315,800
9	IDG from MDOT, state aeronautics fund .....	30,300
10	IDG from MDOT, state trunkline fund .....	733,500
11	IDG, legislative retirement system .....	29,200
12	IDG, single audit act .....	2,913,100
13	IDG, commercial mobile radio system emergency	
14	telephone fund.....	36,800
15	IDG, contract audit administration fees .....	50,000
16	IDG, deferred compensation funds .....	60,000
17	IDG, Michigan finance authority .....	330,800
18	IDG, Michigan economic development corporation .....	96,300
19	IDG, Michigan education trust fund .....	70,800
20	IDG, Michigan justice training commission fund .....	40,900
21	IDG, Michigan strategic fund .....	169,100
22	IDG, office of retirement services .....	550,000
23	IDG, other restricted funding sources .....	184,300
24	Special revenue funds:	
25	21st century jobs trust fund .....	96,300
26	Brownfield development fund .....	28,100
27	Clean Michigan initiative implementation bond fund ...	54,500

1	Game and fish protection fund .....	31,300
2	MDTMB, civil service commission .....	166,200
3	Michigan state housing development authority fees ....	113,500
4	Michigan veterans' trust fund .....	35,500
5	Motor transport revolving fund .....	7,400
6	Office services revolving fund .....	10,000
7	State disbursement unit, office of child support .....	57,400
8	State services fee fund .....	1,357,900
9	Waterways fund .....	11,300
10	State general fund/general purpose .....	\$ 16,607,600
11	<b>(8) ONE-TIME APPROPRIATIONS</b>	
12	Legislative information technology systems design	
13	project.....	\$ <u>3,000,000</u>
14	GROSS APPROPRIATION .....	\$ 3,000,000
15	Appropriated from:	
16	State general fund/general purpose .....	\$ 3,000,000
17	<b>Sec. 106. DEPARTMENT OF STATE</b>	
18	<b>(1) APPROPRIATION SUMMARY</b>	
19	Full-time equated unclassified positions .....	6.0
20	Full-time equated classified positions .....	1,586.0
21	GROSS APPROPRIATION .....	\$ 249,358,500
22	Interdepartmental grant revenues:	
23	Total interdepartmental grants and intradepartmental	
24	transfers.....	20,000,000
25	ADJUSTED GROSS APPROPRIATION .....	\$ 229,358,500
26	Federal revenues:	

1	Total federal revenues .....	1,460,000
2	Special revenue funds:	
3	Total local revenues .....	0
4	Total private revenues .....	50,100
5	Total other state restricted revenues .....	208,709,400
6	State general fund/general purpose .....	\$ 19,139,000
7	<b>(2) DEPARTMENTAL ADMINISTRATION AND SUPPORT</b>	
8	Full-time equated unclassified positions .....	6.0
9	Full-time equated classified positions .....	140.0
10	Secretary of state .....	\$ 112,500
11	Unclassified positions--5.0 FTE positions .....	647,700
12	Executive direction--30.0 FTE positions .....	4,590,000
13	Operations--110.0 FTE positions .....	<u>25,420,300</u>
14	GROSS APPROPRIATION .....	\$ 30,770,500
15	Appropriated from:	
16	Special revenue funds:	
17	Abandoned vehicle fees .....	239,800
18	Children's protection registry fund .....	270,700
19	Driver fees .....	1,794,600
20	Driver improvement course fund .....	308,200
21	Enhanced driver license and enhanced official state	
22	personal identification card fund .....	548,800
23	Personal identification card fees .....	289,800
24	Reinstatement fees - operator licenses .....	791,700
25	Scrap tire fund .....	78,600
26	Transportation administration collection fund .....	24,258,000
27	State general fund/general purpose .....	\$ 2,190,300

1	<b>(3) LEGAL SERVICES</b>		
2	Full-time equated classified positions .....	94.0	
3	Operations--94.0 FTE positions .....	\$	<u>14,940,200</u>
4	GROSS APPROPRIATION .....	\$	14,940,200
5	Appropriated from:		
6	Special revenue funds:		
7	Auto repair facilities fees .....		2,941,100
8	Driver fees .....		2,145,000
9	Driver responsibility fees .....		1,000,000
10	Enhanced driver license and enhanced official state		
11	personal identification card fund .....		505,600
12	Reinstatement fees - operator licenses .....		959,400
13	Transportation administration collection fund .....		4,393,800
14	Vehicle theft prevention fees .....		1,089,200
15	State general fund/general purpose .....	\$	1,906,100
16	<b>(4) CUSTOMER DELIVERY SERVICES</b>		
17	Full-time equated classified positions .....	1,307.0	
18	Branch operations--925.0 FTE positions .....	\$	87,887,700
19	Central operations--380.0 FTE positions .....		50,617,300
20	Motorcycle safety education administration--2.0 FTE		
21	positions .....		337,500
22	Motorcycle safety education grants .....		1,800,000
23	Credit and debit assessment services .....		8,000,000
24	Organ donor program .....		<u>129,100</u>
25	GROSS APPROPRIATION .....	\$	148,771,600
26	Appropriated from:		
27	Interdepartmental grant revenues:		

1	IDG from MDOT, Michigan transportation fund .....	20,000,000
2	Federal revenues:	
3	Federal funds .....	1,460,000
4	Special revenue funds:	
5	Private funds .....	100
6	Thomas Daley gift of life fund .....	50,000
7	Abandoned vehicle fees .....	450,900
8	Auto repair facilities fees .....	901,900
9	Child support clearance fees .....	363,600
10	Credit and debit assessment service fee revenue .....	8,000,000
11	Driver education provider and instructor fund .....	75,000
12	Driver fees .....	24,616,300
13	Driver improvement course fund .....	1,227,600
14	Enhanced driver license and enhanced official state	
15	personal identification card fund .....	9,017,200
16	Expedient service fees .....	2,943,500
17	Marine safety fund .....	1,540,200
18	Michigan state police auto theft fund .....	123,700
19	Mobile home commission fees .....	507,500
20	Motorcycle safety fund .....	1,837,500
21	Off-road vehicle title fees .....	170,700
22	Parking ticket court fines .....	1,639,600
23	Personal identification card fees .....	2,362,500
24	Recreation passport fee revenue .....	1,000,000
25	Reinstatement fees - operator licenses .....	2,357,300
26	Snowmobile registration fee revenue .....	390,000
27	State lottery fund .....	1,015,800



1	Transportation administration collection fund .....	61,960,100
2	Vehicle theft prevention fees .....	786,000
3	State general fund/general purpose .....	\$ 3,974,600
4	<b>(5) ELECTION REGULATION</b>	
5	Full-time equated classified positions .....	45.0
6	Election administration and services--45.0 FTE	
7	positions.....	\$ 7,209,800
8	County clerk education and training fund .....	100,000
9	Fees to local units .....	<u>109,800</u>
10	GROSS APPROPRIATION .....	\$ 7,419,600
11	Appropriated from:	
12	Special revenue funds:	
13	Notary education and training fund .....	100,000
14	Notary fee fund .....	343,500
15	State general fund/general purpose .....	\$ 6,976,100
16	<b>(6) DEPARTMENTWIDE APPROPRIATIONS</b>	
17	Property management .....	\$ 9,758,300
18	Worker's compensation .....	<u>246,200</u>
19	GROSS APPROPRIATION .....	\$ 10,004,500
20	Appropriated from:	
21	Special revenue funds:	
22	Auto repair facilities fees .....	133,000
23	Driver fees .....	704,600
24	Enhanced driver license and enhanced official state	
25	personal identification card fund.....	325,800
26	Parking ticket court fines .....	440,800
27	Transportation administration collection fund .....	5,899,800

1	State general fund/general purpose .....	\$	2,500,500
2	<b>(7) INFORMATION TECHNOLOGY</b>		
3	Information technology services and projects .....	\$	<u>37,452,100</u>
4	GROSS APPROPRIATION .....	\$	37,452,100
5	Appropriated from:		
6	Special revenue funds:		
7	Administrative order processing fee .....		11,700
8	Auto repair facilities fees .....		129,000
9	Driver fees .....		785,700
10	Enhanced driver license and enhanced official state		
11	personal identification card fund .....		326,800
12	Expedient service fees .....		1,082,800
13	Parking ticket court fines .....		88,800
14	Personal identification card fees .....		172,900
15	Reinstatement fees - operator licenses .....		591,000
16	Transportation administration collection fund .....		32,491,400
17	Vehicle theft prevention fees .....		180,600
18	State general fund/general purpose .....	\$	1,591,400
19	<b>Sec. 107. DEPARTMENT OF TECHNOLOGY, MANAGEMENT, AND</b>		
20	<b>BUDGET</b>		
21	<b>(1) APPROPRIATION SUMMARY</b>		
22	Full-time equated unclassified positions .....	6.0	
23	Full-time equated classified positions .....	2,937.0	
24	GROSS APPROPRIATION .....	\$	1,375,543,200
25	Interdepartmental grant revenues:		
26	Total interdepartmental grants and intradepartmental		

1	transfers.....	713,959,000
2	ADJUSTED GROSS APPROPRIATION .....	\$ 661,584,200
3	Federal revenues:	
4	Total federal revenues .....	4,985,300
5	Special revenue funds:	
6	Total local revenues .....	2,316,700
7	Total private revenues .....	127,700
8	Total other state restricted revenues .....	111,399,300
9	State general fund/general purpose .....	\$ 542,755,200
10	<b>(2) DEPARTMENTAL ADMINISTRATION AND SUPPORT</b>	
11	Full-time equated unclassified positions..... 6.0	
12	Full-time equated classified positions..... 791.5	
13	Unclassified positions--6.0 FTE positions .....	\$ 1,031,500
14	Administrative services--133.5 FTE positions .....	17,551,800
15	Budget and financial management--203.0 FTE positions .	38,842,600
16	Executive operations--12.0 FTE positions .....	2,387,400
17	Office of the state employer--14.0 FTE positions .....	1,708,900
18	Design and construction services--40.0 FTE positions .	6,520,000
19	Business support services--98.0 FTE positions .....	11,679,700
20	Building operation services--212.0 FTE positions .....	92,591,700
21	Property management .....	7,679,900
22	Motor vehicle fleet--35.0 FTE positions .....	74,299,300
23	Bureau of labor market information and strategies--	
24	44.0 FTE positions.....	<u>5,772,400</u>
25	GROSS APPROPRIATION .....	\$ 260,065,200
26	Appropriated from:	
27	Interdepartmental grant revenues:	

1	IDG from accounting service centers user charges .....	3,920,500
2	IDG from building occupancy and parking charges .....	94,358,500
3	IDG from MDHHS, community health .....	489,700
4	IDG from MDHHS, human services .....	220,600
5	IDG from MDLARA .....	100,000
6	IDG from motor transport fund .....	74,299,300
7	IDG from technology user fees .....	9,616,200
8	IDG from user fees .....	6,584,200
9	Federal revenues:	
10	Federal funds .....	4,985,300
11	Special revenue funds:	
12	Local - MPSCS subscriber and maintenance fees .....	51,900
13	Local revenues .....	35,000
14	Health management funds .....	408,700
15	MAIN user charges .....	2,060,600
16	Other agency charges .....	1,209,300
17	Private funds .....	127,700
18	Special revenue, internal service, and pension trust	
19	funds.....	15,255,500
20	State restricted indirect funds .....	2,826,200
21	State general fund/general purpose ..... \$	43,516,000
22	<b>(3) TECHNOLOGY SERVICES</b>	
23	Full-time equated classified positions ..... 1,484.5	
24	Education services--29.0 FTE positions ..... \$	4,148,000
25	Health and human services--617.5 FTE positions .....	297,460,500
26	Public protection--155.5 FTE positions .....	57,780,400
27	Resources services--146.5 FTE positions .....	20,716,900

1	Transportation services--89.5 FTE positions .....	32,873,300
2	General services--315.5 FTE positions .....	107,508,000
3	Information technology investment fund .....	65,000,000
4	Homeland security initiative/cyber security--25.0 FTE	
5	positions.....	16,169,300
6	Michigan public safety communication system--100.0 FTE	
7	positions.....	40,174,500
8	Enterprise identity management--6.0 FTE positions ....	<u>7,748,600</u>
9	GROSS APPROPRIATION .....	\$ 649,579,500
10	Appropriated from:	
11	Interdepartmental grant revenues:	
12	IDG from technology user fees .....	520,487,100
13	Special revenue funds:	
14	Local - MPSCS subscriber and maintenance fees .....	2,229,800
15	State general fund/general purpose .....	\$ 126,862,600
16	<b>(4) STATEWIDE APPROPRIATIONS</b>	
17	Professional development fund - NERE .....	\$ 250,000
18	Professional development fund - UAW .....	<u>700,000</u>
19	GROSS APPROPRIATION .....	\$ 950,000
20	Appropriated from:	
21	Interdepartmental grant revenues:	
22	IDG from employer contributions .....	950,000
23	State general fund/general purpose .....	\$ 0
24	<b>(5) SPECIAL PROGRAMS</b>	
25	Full-time equated classified positions.....	192.0
26	Building occupancy charges - property management	
27	services for executive/legislative building	

1	occupancy.....	\$	1,223,400
2	Retirement services--167.0 FTE positions .....		29,277,600
3	Office of children's ombudsman--14.0 FTE positions ...		1,814,900
4	School reform office operations--11.0 FTE positions ..		3,115,100
5	Public private partnership .....		1,500,000
6	Regional prosperity grants .....		<u>2,500,000</u>
7	GROSS APPROPRIATION .....	\$	39,431,000
8	Appropriated from:		
9	Special revenue funds:		
10	Deferred compensation .....		2,800,000
11	Pension trust funds .....		21,073,800
12	Public private partnership investment fund .....		1,500,000
13	State general fund/general purpose .....	\$	14,057,200
14	<b>(6) STATE BUILDING AUTHORITY RENT</b>		
15	State building authority rent - state agencies .....	\$	49,665,800
16	State building authority rent - department of		
17	corrections.....		21,029,900
18	State building authority rent - universities .....		144,995,300
19	State building authority rent - community colleges ...		<u>30,879,600</u>
20	GROSS APPROPRIATION .....	\$	246,570,600
21	Appropriated from:		
22	State general fund/general purpose .....	\$	246,570,600
23	<b>(7) CIVIL SERVICE COMMISSION</b>		
24	Full-time equated classified positions.....	459.0	
25	Agency services--74.0 FTE positions .....	\$	13,186,400
26	Executive direction--40.0 FTE positions .....		9,428,500
27	Employee benefits--25.0 FTE positions .....		7,627,100

1	Human resources operations--320.0 FTE positions .....	38,323,700
2	Information technology services and projects .....	<u>3,427,000</u>
3	GROSS APPROPRIATION .....	\$ 71,992,700
4	Appropriated from:	
5	Special revenue funds:	
6	State restricted funds 1% .....	29,129,300
7	State restricted indirect funds .....	8,679,800
8	State sponsored group insurance .....	10,629,100
9	State general fund/general purpose .....	\$ 23,554,500
10	<b>(8) CAPITAL OUTLAY</b>	
11	Major special maintenance, remodeling, and addition	
12	for state agencies .....	\$ 2,000,000
13	Enterprisewide special maintenance for state	
14	facilities .....	<u>26,000,000</u>
15	GROSS APPROPRIATION .....	\$ 28,000,000
16	Appropriated from:	
17	Interdepartmental grant revenues:	
18	IDG from building occupancy charges .....	2,000,000
19	State general fund/general purpose .....	\$ 26,000,000
20	<b>(9) INFORMATION TECHNOLOGY</b>	
21	Information technology services and projects .....	\$ <u>26,429,100</u>
22	GROSS APPROPRIATION .....	\$ 26,429,100
23	Appropriated from:	
24	Interdepartmental grant revenues:	
25	IDG from building occupancy and parking charges .....	723,200
26	IDG from user fees .....	209,700
27	Special revenue funds:	

1	Deferred compensation .....		2,600
2	MAIN user charges .....		2,407,200
3	Pension trust funds .....		10,126,800
4	Special revenue, internal service, and pension trust		
5	funds.....		2,706,500
6	State restricted indirect funds .....		583,900
7	State general fund/general purpose .....	\$	9,669,200
8	<b>(10) ONE-TIME APPROPRIATIONS</b>		
9	Full-time equated classified positions.....	10.0	
10	ITIF augmentation .....	\$	7,500,000
11	MAIN operations for fiscal year 2017 closeout .....		2,087,600
12	Homeland security initiative/cyber security .....		3,700,000
13	Drinking water declaration of emergency reserve fund .		25,000,000
14	Michigan public safety communication system lifecycle		
15	replacement.....		5,000,000
16	Michigan.gov content management system .....		6,171,300
17	School reform office - performance information system		353,000
18	SIGMA transition support--10.0 FTE positions .....		2,413,200
19	Vendor data tracking pilot program .....		<u>300,000</u>
20	GROSS APPROPRIATION .....	\$	52,525,100
21	Appropriated from:		
22	State general fund/general purpose .....	\$	52,525,100
23	<b>Sec. 108. DEPARTMENT OF TREASURY</b>		
24	<b>(1) APPROPRIATION SUMMARY</b>		
25	Full-time equated unclassified positions.....	10.0	
26	Full-time equated classified positions.....	1,852.5	



1	GROSS APPROPRIATION .....	\$ 1,893,624,800
2	Interdepartmental grant revenues:	
3	Total interdepartmental grants and intradepartmental	
4	transfers.....	12,613,700
5	ADJUSTED GROSS APPROPRIATION .....	\$ 1,881,011,100
6	Federal revenues:	
7	Total federal revenues .....	27,022,600
8	Special revenue funds:	
9	Total local revenues .....	14,516,000
10	Total private revenues .....	27,500
11	Total other state restricted revenues .....	1,629,717,400
12	State general fund/general purpose .....	\$ 209,727,600
13	<b>(2) DEPARTMENTAL ADMINISTRATION AND SUPPORT</b>	
14	Full-time equated unclassified positions.....	10.0
15	Full-time equated classified positions.....	414.5
16	Unclassified positions--10.0 FTE positions .....	\$ 1,025,300
17	Department services--75.0 FTE positions .....	9,251,600
18	Executive direction and operations--52.5 FTE positions	7,867,200
19	Office of accounting services--24.0 FTE positions ....	2,786,400
20	Office of collections--198.0 FTE positions .....	27,881,600
21	Office of financial services--37.0 FTE positions .....	4,513,600
22	Property management .....	6,253,700
23	Unclaimed property--28.0 FTE positions .....	4,852,900
24	Worker's compensation .....	<u>26,500</u>
25	GROSS APPROPRIATION .....	\$ 64,458,800
26	Appropriated from:	
27	IDG, data/collection services fees .....	336,600

1	IDG from accounting service center user charges .....	497,700
2	IDG from MDHHS, title IV-D .....	778,500
3	IDG, levy/warrant cost assessment fees .....	3,643,300
4	IDG, state agency collection fees .....	4,372,400
5	Federal revenues:	
6	DED-OPSE, federal lenders allowance .....	20,600
7	DED-OPSE, higher education act of 1965 insured loans .	46,300
8	Special revenue funds:	
9	Local - city income tax fund .....	102,500
10	Delinquent tax collection revenue .....	32,728,400
11	Escheats revenue .....	4,852,900
12	Garnishment fees .....	2,650,400
13	Justice system fund .....	429,200
14	Marihuana regulatory fund .....	187,500
15	State lottery fund .....	293,900
16	State restricted indirect funds .....	278,600
17	State services fee fund .....	334,300
18	Treasury fees .....	47,200
19	State general fund/general purpose .....	\$ 12,858,500
20	<b>(3) LOCAL GOVERNMENT PROGRAMS</b>	
21	Full-time equated classified positions .....	100.0
22	Financial independence teams--9.0 FTE positions .....	\$ 2,245,800
23	Local finance--18.0 FTE positions .....	2,622,800
24	Property tax assessor training--1.0 FTE position .....	1,041,700
25	Supervision of the general property tax law--72.0 FTE	
26	positions.....	<u>11,878,700</u>
27	GROSS APPROPRIATION .....	\$ 17,789,000

1	Appropriated from:	
2	Special revenue funds:	
3	Local - assessor training fees .....	1,041,700
4	Local - audit charges .....	829,000
5	Local - equalization study chargebacks .....	40,000
6	Local - revenue from local government .....	100,000
7	Delinquent tax collection revenue .....	1,521,900
8	Land reutilization fund .....	2,046,400
9	Municipal finance fees .....	546,800
10	State general fund/general purpose .....	\$ 11,663,200
11	<b>(4) TAX PROGRAMS</b>	
12	Full-time equated classified positions .....	752.0
13	Bottle act implementation .....	\$ 250,000
14	Health insurance claims fund program--13.0 FTE	
15	positions.....	2,080,800
16	Home heating assistance .....	3,089,300
17	Office of revenue and tax analysis--19.0 FTE positions	3,643,600
18	Tax and economic policy--43.0 FTE positions .....	8,002,300
19	Tax compliance--320.0 FTE positions .....	45,680,400
20	Tax processing--346.0 FTE positions .....	38,826,300
21	Tobacco tax enforcement--11.0 FTE positions .....	<u>1,518,600</u>
22	GROSS APPROPRIATION .....	\$ 103,091,300
23	Appropriated from:	
24	Interdepartmental grant revenues:	
25	IDG from MDOT, Michigan transportation fund .....	2,301,700
26	IDG from MDOT, state aeronautics fund .....	72,200
27	Federal revenues:	

1	HHS-SSA, low-income energy assistance .....		3,089,300
2	Special revenue funds:		
3	Bottle deposit fund .....		250,000
4	Delinquent tax collection revenue .....		71,065,600
5	Emergency 911 fund .....		158,700
6	Health insurance claims fund .....		2,080,800
7	Marihuana regulatory fund .....		487,500
8	Michigan state waterways fund .....		107,100
9	Tobacco tax revenue .....		4,116,900
10	State general fund/general purpose .....	\$	19,361,500
11	<b>(5) FINANCIAL PROGRAMS</b>		
12	Full-time equated classified positions .....	177.0	
13	Common cash and debt management--11.0 FTE positions ..	\$	1,676,500
14	Dual enrollment payments .....		1,807,600
15	Investments--81.0 FTE positions .....		20,713,700
16	John R. Justice grant program .....		288,100
17	Michigan finance authority - bond finance--64.0 FTE		
18	positions.....		25,962,900
19	Student financial assistance programs--21.0 FTE		
20	positions.....		<u>2,704,300</u>
21	GROSS APPROPRIATION .....	\$	53,153,100
22	Appropriated from:		
23	Interdepartmental grant revenues:		
24	IDG, fiscal agent service fees .....		211,300
25	Federal revenues:		
26	DED-OPSE, federal lenders allowance .....		3,718,400
27	DED-OPSE, higher education act of 1965, insured loans		19,232,100

1	Federal - John R. Justice grant .....	288,100
2	Special revenue funds:	
3	Defined contribution administrative fee revenue .....	100,000
4	Michigan finance authority bond and loan program	
5	revenue.....	3,012,400
6	Michigan merit award trust fund .....	1,172,200
7	Retirement funds .....	18,981,000
8	School bond fees .....	858,300
9	Treasury fees .....	1,850,900
10	State general fund/general purpose .....	\$ 3,728,400
11	<b>(6) DEBT SERVICE</b>	
12	Clean Michigan initiative .....	\$ 62,751,000
13	Great Lakes water quality bond .....	22,865,000
14	Quality of life bond .....	<u>21,964,000</u>
15	GROSS APPROPRIATION .....	\$ 107,580,000
16	Appropriated from:	
17	State general fund/general purpose .....	\$ 107,580,000
18	<b>(7) GRANTS</b>	
19	Beat the streets .....	\$ 100,000
20	Convention facility development distribution .....	90,950,000
21	Emergency 911 payments .....	27,000,000
22	Financial data analytic tool reimbursement .....	500,000
23	Health and safety fund grants .....	1,500,000
24	Medical marihuana excise fund grants .....	3,960,000
25	Senior citizen cooperative housing tax exemption	
26	program.....	<u>10,720,000</u>
27	GROSS APPROPRIATION .....	\$ 134,730,000

1	Appropriated from:		
2	Special revenue funds:		
3	Convention facility development fund .....		90,950,000
4	Emergency 911 fund .....		27,000,000
5	Health and safety fund .....		1,500,000
6	Medical marihuana excise fund .....		3,960,000
7	State general fund/general purpose .....	\$	11,320,000
8	<b>(8) BUREAU OF STATE LOTTERY</b>		
9	Full-time equated classified positions .....	191.0	
10	Lottery information technology services and projects .	\$	5,254,500
11	Lottery operations--191.0 FTE positions .....		<u>25,619,700</u>
12	GROSS APPROPRIATION .....	\$	30,874,200
13	Appropriated from:		
14	Special revenue funds:		
15	State lottery fund .....		30,874,200
16	State general fund/general purpose .....	\$	0
17	<b>(9) CASINO GAMING</b>		
18	Full-time equated classified positions .....	143.0	
19	Casino gaming control operations--133.0 FTE positions	\$	26,457,300
20	Gaming information technology services and projects ..		2,526,000
21	Horse racing--10.0 FTE positions .....		2,021,400
22	Michigan gaming control board .....		<u>50,000</u>
23	GROSS APPROPRIATION .....	\$	31,054,700
24	Appropriated from:		
25	Special revenue funds:		
26	Casino gambling agreements .....		950,500
27	Equine development fund .....		2,144,100

1	Laboratory fees .....	701,800
2	State services fee fund .....	27,258,300
3	State general fund/general purpose .....	\$ 0
4	<b>(10) PAYMENTS IN LIEU OF TAXES</b>	
5	Commercial forest reserve .....	\$ 3,368,100
6	Purchased lands .....	8,677,900
7	Swamp and tax reverted lands .....	<u>15,305,600</u>
8	GROSS APPROPRIATION .....	\$ 27,351,600
9	Appropriated from:	
10	Special revenue funds:	
11	Private funds .....	27,500
12	Game and fish protection fund .....	3,007,400
13	Michigan natural resources trust fund .....	2,064,700
14	Michigan state waterways fund .....	260,800
15	State general fund/general purpose .....	\$ 21,991,200
16	<b>(11) REVENUE SHARING</b>	
17	City, village, and township revenue sharing .....	\$ 243,040,000
18	Constitutional state general revenue sharing grants ..	798,087,800
19	County incentive program .....	43,160,400
20	County revenue sharing payments .....	176,926,800
21	Financially distressed cities, villages, or townships	<u>5,000,000</u>
22	GROSS APPROPRIATION .....	\$ 1,266,215,000
23	Appropriated from:	
24	Special revenue funds:	
25	Sales tax .....	1,264,035,900
26	State general fund/general purpose .....	\$ 2,179,100
27	<b>(12) STATE BUILDING AUTHORITY</b>	

1	Full-time equated classified positions .....	3.0	
2	State building authority--3.0 FTE positions .....		\$ <u>732,000</u>
3	GROSS APPROPRIATION .....		\$ 732,000
4	Appropriated from:		
5	Special revenue funds:		
6	State building authority revenue .....		732,000
7	State general fund/general purpose .....		\$ 0
8	<b>(13) CITY INCOME TAX ADMINISTRATION PROGRAM</b>		
9	Full-time equated classified positions .....	72.0	
10	City income tax administration program--72.0 FTE		
11	positions .....		\$ <u>9,685,300</u>
12	GROSS APPROPRIATION .....		\$ 9,685,300
13	Appropriated from:		
14	Special revenue funds:		
15	Local - city income tax fund .....		9,685,300
16	State general fund/general purpose .....		\$ 0
17	<b>(14) INFORMATION TECHNOLOGY</b>		
18	Treasury operations information technology services		
19	and projects .....		\$ <u>30,909,800</u>
20	GROSS APPROPRIATION .....		\$ 30,909,800
21	Appropriated from:		
22	Interdepartmental grant revenues:		
23	IDG from MDOT, Michigan transportation fund .....		400,000
24	Federal revenues:		
25	DED-OPSE, federal lender allowance .....		627,800
26	Special revenue funds:		
27	Local - city income tax fund .....		1,217,500



1	Delinquent tax collection revenue .....	17,420,700
2	Retirement funds .....	768,700
3	Tobacco tax revenue .....	129,400
4	State general fund/general purpose ..... \$	10,345,700
5	<b>(15) ONE-TIME APPROPRIATIONS</b>	
6	City income tax administration program ..... \$	1,500,000
7	City, village, and township revenue sharing .....	5,800,000
8	Treasury operations information technology services	
9	and projects.....	2,000,000
10	Urban search and rescue .....	500,000
11	Supplemental city, village, and township revenue	
12	sharing.....	<u>6,200,000</u>
13	GROSS APPROPRIATION ..... \$	16,000,000
14	Appropriated from:	
15	Special revenue funds:	
16	Local - city income tax fund .....	1,500,000
17	Sales tax.....	5,800,000
18	State general fund/general purpose ..... \$	8,700,000
19	<b>Sec. 109. DEPARTMENT OF TALENT AND ECONOMIC</b>	
20	<b>DEVELOPMENT</b>	
21	<b>(1) APPROPRIATION SUMMARY</b>	
22	Full-time equated unclassified positions .....	6.0
23	Full-time equated classified positions .....	1,447.0
24	GROSS APPROPRIATION ..... \$	1,138,324,800
25	Interdepartmental grant revenues:	
26	Total interdepartmental grants and intradepartmental	

1	transfers.....	0
2	ADJUSTED GROSS APPROPRIATION .....	\$ 1,138,324,800
3	Federal revenues:	
4	Total federal revenues .....	762,144,800
5	Special revenue funds:	
6	Total local revenues .....	500,000
7	Total private revenues .....	5,620,900
8	Total other state restricted revenues .....	206,556,700
9	State general fund/general purpose .....	\$ 163,502,400
10	<b>(2) DEPARTMENTAL ADMINISTRATION AND SUPPORT</b>	
11	Full-time equated unclassified positions..... 6.0	
12	Full-time equated classified positions..... 3.0	
13	Unclassified positions--6.0 FTE positions .....	\$ 1,086,900
14	Executive direction and operations--3.0 FTE positions .....	<u>1,397,100</u>
15	GROSS APPROPRIATION .....	\$ 2,484,000
16	Appropriated from:	
17	Federal revenues:	
18	DOL-ETA, unemployment insurance .....	1,436,900
19	DOL, federal funds .....	366,100
20	Special revenue funds:	
21	Michigan state housing development authority fees and	
22	charges.....	487,100
23	State general fund/general purpose .....	\$ 193,900
24	<b>(3) MICHIGAN STRATEGIC FUND</b>	
25	Full-time equated classified positions..... 157.0	
26	Administrative services--37.0 FTE positions .....	\$ 6,212,900
27	Arts and cultural program .....	10,150,000

1	Business attraction and community revitalization .....	115,500,000
2	Community college skilled trades equipment program	
3	debt service.....	4,600,000
4	Community development block grants .....	47,000,000
5	Entrepreneurship ecosystem .....	19,400,000
6	Facility for rare isotope beams .....	7,300,000
7	Job creation services--120.0 FTE positions .....	22,297,900
8	Michigan enhancement grants .....	100
9	Pure Michigan .....	<u>35,000,000</u>
10	GROSS APPROPRIATION .....	\$ 267,460,900
11	Appropriated from:	
12	Federal revenues:	
13	DOL, federal funds .....	2,825,800
14	DOL-ETA, unemployment insurance .....	287,000
15	HUD-CPD community development block grant .....	49,773,300
16	NFAH-NEA, promotion of the arts, partnership	
17	agreements.....	1,050,000
18	Special revenue funds:	
19	Private - special project advances .....	250,000
20	Private - Michigan council for the arts fund .....	100,000
21	21st century jobs trust fund .....	75,000,000
22	Michigan film promotion fund .....	402,200
23	Michigan state housing development authority fees and	
24	charges.....	4,649,300
25	State general fund/general purpose .....	\$ 133,123,300
26	<b>(4) TALENT INVESTMENT AGENCY</b>	
27	Full-time equated classified positions..... 991.0	

1	Executive direction--14.0 FTE positions .....	\$	1,991,400
2	Information technology services and projects - TIA ...		22,501,000
3	Workforce program administration--200.0 FTE positions		32,339,500
4	Workforce development programs .....		385,822,900
5	Community ventures--7.0 FTE positions .....		9,806,700
6	Going pro .....		30,908,300
7	Unemployment insurance agency--770.0 FTE positions ...		<u>137,953,400</u>
8	GROSS APPROPRIATION .....	\$	621,323,200
9	Appropriated from:		
10	Federal revenues:		
11	DAG, employment and training .....		3,499,400
12	DED-OESE, GEAR-UP .....		4,730,700
13	DED-OVAE, adult education .....		20,000,000
14	DED-OVAE, basic grants to states .....		19,000,000
15	DOL, federal funds .....		108,735,800
16	DOL-ETA, workforce investment act .....		173,988,600
17	DOL-ETA, unemployment insurance .....		138,952,200
18	Federal funds .....		5,940,200
19	Social security act, temporary assistance to needy		
20	families .....		63,698,800
21	Special revenue funds:		
22	Local revenues .....		500,000
23	Private funds .....		5,270,900
24	Contingent fund, penalty and interest account .....		63,129,400
25	Defaulted loan collection fees .....		152,700
26	State general fund/general purpose .....	\$	13,724,500
27	<b>(5) LAND BANK FAST TRACK AUTHORITY</b>		

1	Full-time equated classified positions .....	6.0	
2	Land bank fast track authority--6.0 FTE positions ....		\$ <u>5,259,100</u>
3	GROSS APPROPRIATION .....		\$ 5,259,100
4	Appropriated from:		
5	Federal revenues:		
6	Federal revenues .....		1,000,000
7	Special revenue funds:		
8	Land bank fast track fund .....		298,400
9	State general fund/general purpose .....		\$ 3,960,700
10	<b>(6) MICHIGAN STATE HOUSING DEVELOPMENT AUTHORITY</b>		
11	Full-time equated classified positions .....	290.0	
12	Property management .....		\$ 3,659,600
13	Michigan state housing development authority		
14	technology services and projects .....		3,598,500
15	Housing and rental assistance--290.0 FTE positions ...		44,372,000
16	Lighthouse preservation program .....		307,500
17	Payments on behalf of tenants .....		<u>166,860,000</u>
18	GROSS APPROPRIATION .....		\$ 218,797,600
19	Appropriated from:		
20	Federal revenues:		
21	HUD, lower income housing assistance .....		166,860,000
22	Special revenue funds:		
23	Michigan state housing development authority fees and		
24	charges .....		51,630,100
25	Michigan lighthouse preservation program .....		307,500
26	State general fund/general purpose .....		\$ 0
27	<b>(7) ONE-TIME APPROPRIATIONS</b>		

1	Arts and cultural program .....	\$	1,000,000
2	Going pro .....		15,500,000
3	MSF - grants .....		500,000
4	Protect and grow .....		1,000,000
5	Talent marketing .....		<u>5,000,000</u>
6	GROSS APPROPRIATION .....	\$	23,000,000
7	Appropriated from:		
8	Special revenue funds:		
9	Contingent fund, penalty and interest account .....		10,000,000
10	Land bank fast track fund .....		500,000
11	State general fund/general purpose .....	\$	12,500,000

## PART 2

## PROVISIONS CONCERNING APPROPRIATIONS

## FOR FISCAL YEAR 2017-2018

**GENERAL SECTIONS**

Sec. 201. (1) Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources under part 1 for fiscal year 2017-2018 is \$3,346,551,300.00 and state spending from state sources to be paid to local units of government for fiscal year 2017-2018 is \$1,476,814,400.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

## DEPARTMENT OF STATE

24	Fees to local units .....	\$	109,800
25	Motorcycle safety grants .....		<u>1,106,100</u>

1	Subtotal .....	\$	1,215,900
2	DEPARTMENT OF TREASURY		
3	Senior citizen cooperative housing tax exemption .....	\$	10,720,000
4	Health and safety fund grants .....		1,500,000
5	Constitutional state general revenue sharing grants ..		798,087,800
6	City, village, and township revenue sharing .....		248,840,000
7	Medical marihuana excise fund grands .....		3,960,000
8	Supplemental city, village, and township revenue		
9	sharing.....		6,200,000
10	Convention facility development fund distribution ....		90,950,000
11	Emergency 9-1-1 payments .....		27,000,000
12	Financially distressed cities, villages, or townships		5,000,000
13	Airport parking distribution pursuant to section 909 .		24,601,900
14	County incentive program .....		43,160,400
15	County revenue sharing payments .....		176,926,800
16	Payments in lieu of taxes .....		<u>27,351,600</u>
17	Subtotal .....	\$	1,464,298,500
18	DEPARTMENT OF TALENT AND ECONOMIC DEVELOPMENT		
19	Welfare-to-work programs .....	\$	<u>11,300,000</u>
20	Subtotal .....	\$	<u>11,300,000</u>
21	TOTAL GENERAL GOVERNMENT .....	\$	1,476,814,400

22       (2) Pursuant to section 30 of article IX of the state  
 23 constitution of 1963, total state spending from state sources for  
 24 fiscal year 2017-2018 is estimated at \$31,631,555,700.00 in the  
 25 2017-2018 appropriations acts and total state spending from state  
 26 sources paid to local units of government for fiscal year 2017-2018  
 27 is estimated at \$17,687,140,100.00 The state-local proportion is

1 estimated at 55.9% of total state spending from state sources.

2 (3) If payments to local units of government and state  
3 spending from state sources for fiscal year 2017-2018 are different  
4 than the amounts estimated in subsection (2), the state budget  
5 director shall report the payments to local units of government and  
6 state spending from state sources that were made for fiscal year  
7 2017-2018 to the senate and house of representatives standing  
8 committees on appropriations within 30 days after the final book-  
9 closing for fiscal year 2017-2018.

10 Sec. 202. The appropriations authorized under this part and  
11 part 1 are subject to the management and budget act, 1984 PA 431,  
12 MCL 18.1101 to 18.1594.

13 Sec. 203. As used in this part and part 1:

14 (a) "ATM" means automated teller machine.

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

17 (c) "DAG" means the United States Department of Agriculture.

18 (d) "DED" means the United States Department of Education.

19 (e) "DED-OESE" means the DED Office of Elementary and  
20 Secondary Education.

21 (f) "DED-OPSE" means the DED Office of Postsecondary  
22 Education.

23 (g) "DED-OVAE" means the DED Office of Vocational and Adult  
24 Education.

25 (h) "DOE-OEERE" means the United States Department of Energy,  
26 Office of Energy Efficiency and Renewable Energy.

27 (i) "DOL" means the United States Department of Labor.



1 (j) "DOL-ETA" means the United States Department of Labor,  
2 Employment and Training Administration.

3 (k) "EEOC" means the United States Equal Employment  
4 Opportunity Commission.

5 (l) "FTE" means full-time equated.

6 (m) "Fund" means the Michigan strategic fund.

7 (n) "GEAR-UP" means gaining early awareness and readiness for  
8 undergraduate programs.

9 (o) "GED" means a general educational development certificate.

10 (p) "GF/GP" means general fund/general purpose.

11 (q) "HHS" means the United States Department of Health and  
12 Human Services.

13 (r) "HHS-OS" means the HHS Office of the Secretary.

14 (s) "HHS-SSA" means the HHS Social Security Administration.

15 (t) "HUD" means the United States Department of Housing and  
16 Urban Development.

17 (u) "HUD-CPD" means the United States Department of Housing  
18 and Urban Development - Community Planning and Development.

19 (v) "IDG" means interdepartmental grant.

20 (w) "JCOS" means the joint capital outlay subcommittee.

21 (x) "MAIN" means the Michigan administrative information  
22 network.

23 (y) "MCL" means the Michigan Compiled Laws.

24 (z) "MDE" means the Michigan department of education.

25 (aa) "MDLARA" means the Michigan department of licensing and  
26 regulatory affairs.

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

1 quality.

2 (cc) "MDHHS" means the Michigan department of health and human  
3 services.

4 (dd) "MDMVA" means the Michigan department of military and  
5 veterans affairs.

6 (ee) "MDOT" means the Michigan department of transportation.

7 (ff) "MDSP" means the Michigan department of state police.

8 (gg) "MDTMB" means the Michigan department of technology,  
9 management, and budget.

10 (hh) "MEDC" means the Michigan economic development  
11 corporation, which is the public body corporate created under  
12 section 28 of article VII of the state constitution of 1963 and the  
13 urban cooperation act of 1967, 1967 (Ex Sess) PA 7, MCL 124.501 to  
14 124.512, by contractual interlocal agreement effective April 5,  
15 1999, between local participating economic development corporations  
16 formed under the economic development corporations act, 1974 PA  
17 338, MCL 125.1601 to 125.1636, and the Michigan strategic fund.

18 (ii) "MFA" means the Michigan finance authority.

19 (jj) "MPE" means the Michigan public employees.

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

21 (ll) "MSHDA" means the Michigan state housing development  
22 authority.

23 (mm) "NERE" means nonexclusively represented employees.

24 (nn) "NFAH-NEA" means the National Foundation of the Arts and  
25 the Humanities - National Endowment for the Arts.

26 (oo) "PA" means public act.

27 (pp) "PATH" means Partnership. Accountability. Training. Hope.

1 (qq) "RFP" means a request for a proposal.

2 (rr) "SEIU" means Service Employees International Union.

3 (ss) "SIGMA" means statewide integrated governmental  
4 management applications.

5 (tt) "WDA" means the workforce development agency.

6 (uu) "WIC" means women, infants, and children.

7 Sec. 204. The departments and agencies receiving  
8 appropriations in part 1 shall use the internet to fulfill the  
9 reporting requirements of this part. This requirement may include  
10 transmission of reports via electronic mail to the recipients  
11 identified for each reporting requirement, or it may include  
12 placement of reports on an internet or intranet site.

13 Sec. 205. Funds appropriated in part 1 shall not be used for  
14 the purchase of foreign goods or services, or both, if  
15 competitively priced and of comparable quality American goods or  
16 services, or both, are available. Preference shall be given to  
17 goods or services, or both, manufactured or provided by Michigan  
18 businesses, if they are competitively priced and of comparable  
19 quality. In addition, preference should be given to goods or  
20 services, or both, that are manufactured or provided by Michigan  
21 businesses owned and operated by veterans, if they are  
22 competitively priced and of comparable quality.

23 Sec. 206. The director of each department and agency receiving  
24 appropriations in part 1 shall take all reasonable steps to ensure  
25 businesses in deprived and depressed communities compete for and  
26 perform contracts to provide services or supplies, or both. Each  
27 director shall strongly encourage firms with which the department

1 contracts to subcontract with certified businesses in depressed and  
2 deprived communities for services, supplies, or both.

3       Sec. 207. The departments and agencies receiving  
4 appropriations in part 1 shall prepare a report on out-of-state  
5 travel expenses not later than January 1 of each year. The travel  
6 report shall be a listing of all travel by classified and  
7 unclassified employees outside this state in the immediately  
8 preceding fiscal year that was funded in whole or in part with  
9 funds appropriated in the department's budget. The report shall be  
10 submitted to the house and senate standing committees on  
11 appropriations, the chairpersons of the relevant appropriations  
12 subcommittees, the house and senate fiscal agencies, and the state  
13 budget director. The report shall include the following  
14 information:

15       (a) The dates of each travel occurrence.

16       (b) The total transportation and related costs of each travel  
17 occurrence, including the proportion funded with state GF/GP  
18 revenues, the proportion funded with state restricted revenues, the  
19 proportion funded with federal revenues, and the proportion funded  
20 with other revenues.

21       Sec. 208. Funds appropriated in part 1 shall not be used by a  
22 principal executive department, state agency, or authority to hire  
23 a person to provide legal services that are the responsibility of  
24 the attorney general. This prohibition does not apply to legal  
25 services for bonding activities and for those outside legal  
26 services that the attorney general authorizes.

27       Sec. 209. Not later than November 30, the state budget office

1 shall prepare and transmit a report that provides for estimates of  
 2 the total GF/GP appropriation lapses at the close of the prior  
 3 fiscal year. This report shall summarize the projected year-end  
 4 GF/GP appropriation lapses by major departmental program or program  
 5 areas. The report shall be transmitted to the chairpersons of the  
 6 senate and house appropriations committees and the senate and house  
 7 fiscal agencies.

8       Sec. 210. (1) Pursuant to section 352 of the management and  
 9 budget act, 1984 PA 431, MCL 18.1352, which provides for a transfer  
 10 of state general fund revenue into or out of the countercyclical  
 11 budget and economic stabilization fund, the calculations required  
 12 by section 352 of the management and budget act, 1984 PA 431, MCL  
 13 18.1352, are determined as follows:

	<u>2016</u>	<u>2017</u>	<u>2018</u>
14 Michigan personal income (millions).	\$440,292	\$455,702	\$476,665
15 less: transfer payments.....	<u>94,033</u>	<u>97,823</u>	<u>103,281</u>
16 Subtotal .....	\$346,259	\$357,879	\$373,384
17 Divided by: Detroit consumer price			
18 index for 12 months ending June 30	2.202	2.250	2.290
19 Equals: real adjusted Michigan			
20 personal income.....	\$157,247	\$159,057	\$163,046
21 Percentage change.....	N/A	1.2%	2.5%
22 Growth rate in excess of 2%?.....	N/A	NO	0.5%
23 Equals: countercyclical budget and			
24 economic stabilization fund pay-in			
25 calculation for the fiscal year ending			
26 September 30, 2018 (millions).....	N/A	\$0.0	N/A

1	Growth rate less than 0%?.....	N/A	NO	NO
2	Equals: countercyclical budget and			
3	economic stabilization fund pay-out			
4	calculation for the fiscal year ending			
5	September 30, 2018 (millions).....	N/A	N/A	\$0.0

6       (2) Notwithstanding subsection (1), there is appropriated for  
7 the fiscal year ending September 30, 2018, from GF/GP revenue for  
8 deposit into the countercyclical budget and economic stabilization  
9 fund the sum of \$0.00.

10       Sec. 211. The departments and agencies receiving  
11 appropriations in part 1 shall cooperate with the department of  
12 technology, management, and budget to maintain a searchable website  
13 that is updated at least quarterly and that is accessible by the  
14 public at no cost that includes, but is not limited to, all of the  
15 following for each department or agency:

- 16       (a) Fiscal year-to-date expenditures by category.
- 17       (b) Fiscal year-to-date expenditures by appropriation unit.
- 18       (c) Fiscal year-to-date payments to a selected vendor,  
19 including the vendor name, payment date, payment amount, and  
20 payment description.
- 21       (d) The number of active department employees by job  
22 classification.
- 23       (e) Job specifications and wage rates.

24       Sec. 212. Within 14 days after the release of the executive  
25 budget recommendation, the departments and agencies receiving  
26 appropriations in part 1 shall cooperate with the state budget  
27 director to provide the chairs of the senate and house of

1 representatives standing committees on appropriations, the chairs  
2 of the senate and house of representatives standing committees on  
3 appropriations subcommittees on general government, and the senate  
4 and house fiscal agencies with an annual report on estimated state  
5 restricted fund balances, state restricted fund projected revenues,  
6 and state restricted fund expenditures for the fiscal years ending  
7 September 30, 2017 and September 30, 2018.

8       Sec. 213. The departments and agencies receiving  
9 appropriations in part 1 shall maintain, on a publicly accessible  
10 website, a department or agency scorecard that identifies, tracks,  
11 and regularly updates key metrics that are used to monitor and  
12 improve the department's or agency's performance.

13       Sec. 215. Funds appropriated in part 1 shall not be used by  
14 this state, a department, an agency, or an authority of this state  
15 to purchase an ownership interest in a casino enterprise or a  
16 gambling operation as those terms are defined in the Michigan  
17 gaming control and revenue act, 1996 IL 1, MCL 432.201 to 432.226.

18       Sec. 216. The departments and agencies receiving  
19 appropriations in part 1 shall receive and retain copies of all  
20 reports funded from appropriations in part 1. Federal and state  
21 guidelines for short-term and long-term retention of records shall  
22 be followed. The department may electronically retain copies of  
23 reports unless otherwise required by federal and state guidelines.

24       Sec. 217. General fund appropriations in part 1 shall not be  
25 expended for items in cases where federal funding or private grant  
26 funding is available for the same expenditures.

27       Sec. 218. A department or state agency shall not take

1 disciplinary action against an employee for communicating with a  
2 member of the legislature or his or her staff.

3 Sec. 221. Each department and agency shall report no later  
4 than April 1 on each specific policy change made to implement a  
5 public act affecting the department that took effect during the  
6 prior calendar year to the senate and house of representatives  
7 standing committees on appropriations subcommittees on general  
8 government, the joint committee on administrative rules, and the  
9 senate and house fiscal agencies.

10 Sec. 229. (1) If the office of the auditor general has  
11 identified an initiative or made a recommendation that is related  
12 to savings and efficiencies in an audit report for an executive  
13 branch department or agency, the department or agency shall report  
14 within 6 months of the release of the audit on their efforts and  
15 progress made toward achieving the savings and efficiencies  
16 identified in the audit report. The report shall be submitted to  
17 the chairs of the senate and house of representatives standing  
18 committees on appropriations, the chairs of the senate and house of  
19 representatives standing committees with jurisdiction over matters  
20 relating to the department that is audited, and the senate and  
21 house fiscal agencies.

22 (2) If the office of the auditor general does not receive the  
23 required report regarding initiatives related to savings and  
24 efficiencies within the 6-month time frame, the office of the  
25 auditor general may charge noncompliant executive branch  
26 departments and agencies for the cost of performing a subsequent  
27 audit to ensure that the initiatives related to savings and



1 efficiencies have been implemented.

2       Sec. 235. By April 1, the state budget director shall submit a  
3 report to the senate and house appropriations committees, the  
4 chairpersons of the relevant appropriations subcommittees, and the  
5 senate and house fiscal agencies. The report shall recommend a  
6 contingency plan for each federal funding source included in the  
7 state budget of \$10,000,000.00 or more in the event that the  
8 federal government reduces funding to the state through that source  
9 by 10% or greater.

10       Sec. 240. (1) Concurrently with the submission of the fiscal  
11 year 2018-2019 executive budget recommendations, the state budget  
12 office shall provide the senate and house appropriations  
13 committees, the chairpersons of the relevant appropriations  
14 subcommittees, the senate and house fiscal agencies, and the policy  
15 offices a report that lists each new program or program enhancement  
16 for which funds in excess of \$500,000.00 are appropriated in part 1  
17 of each departmental appropriation act.

18       (2) By July 1, 2018, the state budget director and the chairs  
19 of the senate and house appropriations committees shall identify  
20 new programs or program enhancements identified under subsection  
21 (1) for measurement using program-specific metrics, in addition to  
22 the metrics required under section 447 of the management and budget  
23 act, 1984 PA 431, MCL 18.1447.

24       (3) By September 30, 2019, the state budget office shall  
25 provide a report on the specific metrics and the progress in  
26 meeting the estimated performance for each program identified under  
27 subsection (2) to the senate and house appropriations committees,

1 the senate and house appropriations subcommittees on each state  
2 department, and the senate and house fiscal agencies and policy  
3 offices. It is the intent of the legislature that the governor  
4 consider the estimated performance of the new program or program  
5 enhancement as the basis for any increase in funds appropriated  
6 from the prior year.

7 **DEPARTMENT OF ATTORNEY GENERAL**

8       Sec. 301. (1) In addition to the funds appropriated in part 1,  
9 there is appropriated an amount not to exceed \$1,500,000.00 for  
10 federal contingency funds. These funds are not available for  
11 expenditure until they have been transferred to another line item  
12 in part 1 under section 393(2) of the management and budget act,  
13 1984 PA 431, MCL 18.1393.

14       (2) In addition to the funds appropriated in part 1, there is  
15 appropriated an amount not to exceed \$1,500,000.00 for state  
16 restricted contingency funds. These funds are not available for  
17 expenditure until they have been transferred to another line item  
18 in part 1 under section 393(2) of the management and budget act,  
19 1984 PA 431, MCL 18.1393.

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

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

1 appropriated an amount not to exceed \$100,000.00 for private  
2 contingency funds. These funds are not available for expenditure  
3 until they have been transferred to another line item in part 1  
4 under section 393(2) of the management and budget act, 1984 PA 431,  
5 MCL 18.1393.

6       Sec. 301a. (1) From the funds appropriated in part 1 for  
7 attorney general operations, the attorney general must maintain a  
8 minimum of 24 drug investigations and may prosecute when sufficient  
9 evidence is obtained. The purpose of this investment is to  
10 establish a specialized drug investigation and prosecution unit.

11       (2) The attorney general's office must submit a report to the  
12 house and senate appropriations subcommittees on general  
13 government, the senate and house fiscal agencies, and the state  
14 budget director by March 1 detailing the activities and the results  
15 of the investigations and prosecutions of the unit established in  
16 subsection (1).

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

24       (2) The attorney general shall defend judges of all state  
25 courts if a claim is made or a civil action is commenced for  
26 injuries to persons or property caused by the judge through the  
27 performance of the judge's duties while acting within the scope of

1 his or her authority as a judge.

2 (3) The attorney general shall perform the duties specified in  
3 1846 RS 12, MCL 14.28 to 14.35, and 1919 PA 232, MCL 14.101 to  
4 14.102, and as otherwise provided by law.

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

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

20 Sec. 305. In addition to the funds appropriated in part 1, not  
21 more than \$400,000.00 shall be reimbursed per fiscal year for food  
22 stamp fraud cases heard by the third circuit court of Wayne County  
23 that were initiated by the department of attorney general pursuant  
24 to the existing contract between the department of health and human  
25 services, the Prosecuting Attorneys Association of Michigan, and  
26 the department of attorney general. The source of this funding is  
27 money earned by the department of attorney general under the

1 agreement after the allowance for reimbursement to the department  
2 of attorney general for costs associated with the prosecution of  
3 food stamp fraud cases. It is recognized that the federal funds are  
4 earned by the department of attorney general for its documented  
5 progress on the prosecution of food stamp fraud cases according to  
6 the United States Department of Agriculture regulations and that,  
7 once earned by this state, the funds become state funds.

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

12       Sec. 307. (1) In addition to the antitrust revenues in part 1,  
13 antitrust, securities fraud, consumer protection or class action  
14 enforcement revenues, or attorney fees recovered by the department,  
15 not to exceed \$250,000.00, are appropriated to the department for  
16 antitrust, securities fraud, and consumer protection or class  
17 action enforcement cases.

18       (2) Any unexpended funds from antitrust, securities fraud, or  
19 consumer protection or class action enforcement revenues at the end  
20 of the fiscal year, including antitrust funds in part 1, may be  
21 carried forward for expenditure in the following fiscal year up to  
22 the maximum authorization of \$250,000.00.

23       (3) The attorney general's office shall make available upon  
24 request information detailing the amount of revenue from subsection  
25 (1) recovered by the attorney general, including a description of  
26 the source of the revenue and the carryforward amount.

27       Sec. 308. (1) In addition to the funds appropriated in part 1,

1 there is appropriated up to \$1,000,000.00 from litigation expense  
2 reimbursements awarded to the state.

3 (2) The funds may be expended for the payment of court  
4 judgments, settlements, arbitration awards or other administrative  
5 and litigation decisions, attorney fees, and litigation costs,  
6 assessed against the office of the governor, the department of the  
7 attorney general, the governor, or the attorney general when acting  
8 in an official capacity as the named party in litigation against  
9 the state. The funds may also be expended for the payment of state  
10 costs incurred under section 16 of chapter X of the code of  
11 criminal procedure, 1927 PA 175, MCL 770.16.

12 (3) Unexpended funds at the end of the fiscal year may be  
13 carried forward for expenditure in the following year, up to a  
14 maximum authorization of \$250,000.00.

15 Sec. 309. (1) From the prisoner reimbursement funds  
16 appropriated in part 1, the department may spend up to \$625,200.00  
17 on activities related to the state correctional facility  
18 reimbursement act, 1935 PA 253, MCL 800.401 to 800.406. In addition  
19 to the funds appropriated in part 1, if the department collects in  
20 excess of \$1,131,000.00 in gross annual prisoner reimbursement  
21 receipts provided to the general fund, the excess, up to a maximum  
22 of \$1,000,000.00, is appropriated to the department of attorney  
23 general and may be spent on the representation of the department of  
24 corrections and its officers, employees, and agents, including, but  
25 not limited to, the defense of litigation against the state, its  
26 departments, officers, employees, or agents in civil actions filed  
27 by prisoners.

1           (2) The attorney general's office shall make available upon  
2 request information on the dollar amount of prisoner reimbursements  
3 collected from subsection (1) as well as descriptions of all  
4 expenditures made from the reimbursements, including what  
5 activities related to the state correctional facility reimbursement  
6 act, 1935 PA 253, MCL 800.401 to 800.406, funds were spent on.

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

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

17           Sec. 312. The department of attorney general shall not receive  
18 and expend funds in addition to those authorized in part 1 for  
19 legal services provided specifically to other state departments or  
20 agencies except for costs for expert witnesses, court costs, or  
21 other nonsalary litigation expenses associated with a pending legal  
22 action.

23           Sec. 314. (1) From the lawsuit settlement proceeds fund  
24 appropriated in part 1, the department may spend the funds for the  
25 costs of all associated expenses related to the declaration of  
26 emergency due to drinking water contamination up to \$2,000,000.00.

27           (2) From the lawsuit settlement proceeds fund appropriated in

1 part 1, the prosecuting attorneys coordinating council may spend up  
2 to \$600,000.00 to upgrade its NextGen information technology case  
3 management system.

4 (3) From the lawsuit settlement proceeds fund appropriated in  
5 part 1, \$180,000.00 shall be used by the department of attorney  
6 general for costs associated with implementing the duties and  
7 responsibilities prescribed to the attorney general's office under  
8 the bad-faith patent infringement claims act, 2016 PA 550, MCL  
9 446.161 to 446.173. related to bad-faith patent infringement  
10 claims.

11 (4) The attorney general's office must submit a quarterly  
12 report to the house and senate standing committees on  
13 appropriations, the house and senate appropriations subcommittees  
14 on general government, the senate and house fiscal agencies, and  
15 the state budget director, detailing how funds in subsection (1)  
16 and all other currently and previously budgeted funds associated  
17 with legal costs pertaining to the Flint water declaration of  
18 emergency were expended. The report must itemize expenditures by  
19 case, purpose, and department involved.

20 Sec. 314a. (1) From the funds appropriated in part 1 for one-  
21 time appropriations for the attorney general, the department of  
22 attorney general shall allocate \$700,000.00 for investigations,  
23 crime victim rights, prosecutions, and appeals for retroactive  
24 juvenile life without parole cases.

25 (2) The attorney general's office shall submit a detailed  
26 expenditure report to the house and senate appropriations  
27 subcommittees on general government and the judiciary, the senate



1 and house fiscal agencies, and the state budget director by  
2 September 30 detailing how the funds provided in subsection (1)  
3 were expended.

4 Sec. 315. Total authorized appropriations from all sources  
5 under part 1 for legacy costs for the fiscal year ending September  
6 30, 2018 are \$17,281,300.00. From this amount, total agency  
7 appropriations for pension-related legacy costs are estimated at  
8 \$8,893,100.00. Total agency appropriations for retiree health care  
9 legacy costs are estimated at \$8,388,200.00.

10 Sec. 316. (1) From the funds appropriated in part 1 for sexual  
11 assault law enforcement efforts, the department shall use the funds  
12 for testing of backlogged sexual assault kits across this state.  
13 The funding provided in part 1 shall be distributed in the  
14 following order of priority:

15 (a) To eliminate all county sexual assault kit backlogs across  
16 this state.

17 (b) To assist local prosecutors with investigations and  
18 prosecutions of viable cases.

19 (c) To provide victim services.

20 (2) The department of the attorney general shall provide a  
21 report by February 1. The report shall include the following  
22 information:

23 (a) The number of sexual assault kits across this state that  
24 remain untested as of January 31.

25 (b) A detailed work plan outlining the department's action  
26 plan to eliminate all outstanding sexual assault kits and the time  
27 frame for completion of testing of all untested sexual assault

1 kits.

2 (c) A detailed work and spending plan outlining anticipated  
3 litigation action and expenditures resulting from findings of the  
4 sexual assault kit testing. The report shall be submitted to the  
5 state budget office, the senate and house fiscal agencies, and the  
6 senate and house of representatives standing committees on  
7 appropriations subcommittees on general government.

8 (3) Any funds remaining after the department has met the  
9 obligations required under subsection (1) may be used for the  
10 purpose of retesting any previously tested sexual assault kits  
11 across this state using currently available DNA testing. Funds only  
12 may be used for DNA testing on previously tested kits that were not  
13 tested for DNA. If there are remaining untested sexual assault kits  
14 on January 31, 2018, funds appropriated in part 1 shall only be  
15 used for the testing of those kits.

16 Sec. 317. (1) The department of attorney general shall report  
17 all legal costs and associated expenses related to the declaration  
18 of emergency due to drinking water contamination, and the  
19 investigations and any resulting prosecutions, for publication in  
20 the Flint water emergency-financial and activities tracking and  
21 reporting document that is posted by the state budget director on  
22 the public website, michigan.gov/flintwater. The tracking and  
23 reporting documents shall include the budget line item source for  
24 each expenditure.

25 (2) At the conclusion of all attorney general investigations  
26 related to the declaration of emergency due to drinking water  
27 contamination, all materials related to any investigations shall be

1 preserved pursuant to applicable document retention policies.

2 **DEPARTMENT OF CIVIL RIGHTS**

3 Sec. 401. (1) In addition to the funds appropriated in part 1,  
4 there is appropriated an amount not to exceed \$2,000,000.00 for  
5 federal contingency funds. These funds are not available for  
6 expenditure until they have been transferred to another line item  
7 in part 1 under section 393(2) of the management and budget act,  
8 1984 PA 431, MCL 18.1393.

9 (2) In addition to the funds appropriated in part 1, there is  
10 appropriated an amount not to exceed \$750,000.00 for private  
11 contingency funds. These funds are not available for expenditure  
12 until they have been transferred to another line item in part 1  
13 under section 393(2) of the management and budget act, 1984 PA 431,  
14 MCL 18.1393.

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

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

20 (b) The publication and sale of civil rights related  
21 informational material.

22 (c) The provision of copy material made available under  
23 freedom of information requests.

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

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

1 (f) Workshops, seminars, and recognition or award programs  
2 consistent with the programmatic mission of the individual unit  
3 sponsoring or coordinating the programs.

4 (g) Staffing costs for all activities included in this  
5 subsection.

6 (2) The department of civil rights shall annually report to  
7 the state budget director, the senate and house of representatives  
8 standing committees on appropriations, the chairpersons of the  
9 relevant appropriations subcommittees, and the senate and house  
10 fiscal agencies the amount of funds received and expended for  
11 purposes authorized under this section.

12 Sec. 403. The department of civil rights may contract with  
13 local units of government to review equal employment opportunity  
14 compliance of potential contractors and may charge for and expend  
15 amounts received from local units of government for the purpose of  
16 developing and providing these contractual services.

17 Sec. 404. (1) The department of civil rights shall prepare and  
18 transmit a detailed report that includes, but is not limited to,  
19 the following information for the most recent fiscal year:

20 (a) A detailed description of the department operations.

21 (b) A detailed description of all subunits within the  
22 department, including FTE positions associated with each subunit,  
23 responsibilities of each subunit, and all revenues and expenditures  
24 for each subunit.

25 (c) The number of complaints by type of complaint.

26 (d) The average cost of, and time expended, investigating  
27 complaints.

1 (e) The percentage of complaints that are meritorious and  
2 worthy of investigation or settlement and the percentage of  
3 complaints that have no merit.

4 (f) A listing of amounts awarded to claimants.

5 (g) Expenditures associated with complaint investigation and  
6 enforcement.

7 (h) A listing of complaint investigations closed per FTE  
8 position for each of the past 5 years.

9 (i) A listing of complaint evaluations completed per FTE  
10 position for each of the past 5 years.

11 (j) Productivity projections for the current fiscal year,  
12 including investigations closed per FTE, complaint evaluations  
13 completed per FTE, and average time expended investigating  
14 complaints.

15 (k) Revenues and expenditures associated with section 403 by  
16 local unit.

17 (2) The report required under subsection (1) shall be posted  
18 online and transmitted electronically not later than November 30 to  
19 the state budget director, the chairpersons of the senate and house  
20 of representatives standing committees on appropriations, the  
21 senate and house appropriations subcommittees on general  
22 government, and the senate and house fiscal agencies.

23 Sec. 405. The department of civil rights shall notify the  
24 office of the state budget, senate and house of representatives  
25 standing committees on appropriations, the chairpersons of the  
26 appropriations subcommittees on general government, and senate and  
27 house fiscal agencies prior to submitting a report or complaint to

1 the United States Commission on Civil Rights or other federal  
2 departments.

3 Sec. 406. (1) From the funds appropriated in part 1 for deaf,  
4 deaf/blind, and hard of hearing needs assessment, the department of  
5 civil rights may use the funds for 1 or more of the following:

6 (a) To conduct a survey or census of the deaf, deaf/blind, and  
7 hard of hearing community to determine the accurate size of the  
8 population of this community across the state.

9 (b) To determine the needs of necessary government services  
10 such as education, employment, and health care within the deaf,  
11 deaf/blind, and hard of hearing community.

12 (c) To identify the barriers that prevent equal access to  
13 necessary government services from reaching the deaf, deaf/blind,  
14 and hard of hearing community.

15 (d) To use the acquired data to develop an evidence-based  
16 long-term strategic plan to meet the actual needs of the deaf,  
17 deaf/blind, and hard of hearing community in the most effective  
18 manner possible.

19 (2) The survey or census and required strategic plan described  
20 in subsection (1) must first be completed in Genesee County before  
21 expanding the survey or census and strategic plan to the rest of  
22 this state.

23 Sec. 410. Total authorized appropriations from all sources  
24 under part 1 for legacy costs for the fiscal year ending September  
25 30, 2018 are \$2,695,600.00. From this amount, total agency  
26 appropriations for pension-related legacy costs are estimated at  
27 \$1,387,200.00. Total agency appropriations for retiree health care

1 legacy costs are estimated at \$1,308,400.00.

2 **LEGISLATURE**

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

6 Sec. 601. (1) Funds appropriated in part 1 to an entity within  
7 the legislative branch shall not be expended or transferred to  
8 another account without written approval of the authorized agent of  
9 the legislative entity. If the authorized agent of the legislative  
10 entity notifies the state budget director of its approval of an  
11 expenditure or transfer before the year-end book-closing date for  
12 that legislative entity, the state budget director shall  
13 immediately make the expenditure or transfer. The authorized  
14 legislative entity agency shall be designated by the speaker of the  
15 house of representatives for house entities, the senate majority  
16 leader for senate entities, and the legislative council for  
17 legislative council entities.

18 (2) Funds appropriated within the legislative branch, to a  
19 legislative council component, shall not be expended by any agency  
20 or other subgroup included in that component without the approval  
21 of the legislative council.

22 Sec. 602. The senate may charge rent and assess charges for  
23 utility costs. The amounts received for rent charges and utility  
24 assessments are appropriated to the senate for the renovation,  
25 operation, and maintenance of the Senate Office Building and other  
26 properties.

1       Sec. 603. (1) From the appropriation contained in part 1 for  
2 national association dues, the first \$34,800.00 shall be paid to  
3 the National Conference of Commissioners of Uniform State Laws. The  
4 remaining funds shall be distributed accordingly by the legislative  
5 council.

6       (2) If any funds remain after all required dues payments have  
7 been made as specified in subsection (1), the Legislative Council  
8 may approve the use of up to \$10,000.00 to pay for the registration  
9 fees of any state employees who serve as board members to any of  
10 the national associations receiving state funds for annual dues to  
11 attend that national association's annual conference. If any of the  
12 \$10,000.00 remains after national board member's registration fees  
13 are paid, the remaining funds may be used to pay for the  
14 registration fees for any other state employees to attend the  
15 annual conference of any of the national associations receiving  
16 state funds for annual dues as prescribed in subsection (1).

17       Sec. 604. (1) The appropriation in part 1 to the Michigan  
18 state capitol historic site includes funds to operate the  
19 legislative parking facilities in the capitol area. The Michigan  
20 state capitol commission shall establish rules regarding the  
21 operation of the legislative parking facilities.

22       (2) The Michigan state capitol commission shall collect a fee  
23 from state employees and the general public using certain  
24 legislative parking facilities. The revenues received from the  
25 parking fees are appropriated upon receipt and shall be allocated  
26 by the Michigan state capitol commission.

27       Sec. 605. The appropriation in part 1 to the legislative



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

6       Sec. 606. The appropriations in part 1 to the legislative  
7 branch, for property management, shall be used to purchase  
8 equipment and services for building maintenance in order to ensure  
9 a safe and productive work environment. These funds are designated  
10 as work project appropriations and shall not lapse at the end of  
11 the fiscal year, and shall continue to be available for expenditure  
12 until the project has been completed. The total cost is estimated  
13 at \$2,000,000.00, and the tentative completion date is September  
14 30, 2021.

15       Sec. 607. The appropriations in part 1 to the legislative  
16 branch, for automated data processing, shall be used to purchase  
17 equipment, software, and services in order to support and implement  
18 data processing requirements and technology improvements. These  
19 funds are designated as work project appropriations in accordance  
20 with section 451a of the management and budget act, 1984 PA 431,  
21 MCL 18.1451a, and shall not lapse at the end of the fiscal year,  
22 and shall continue to be available for expenditure until the  
23 project has been completed. The total cost is estimated at  
24 \$2,000,000.00, and the tentative completion date is September 30,  
25 2021.

26       Sec. 608. In addition to funds appropriated in part 1, the  
27 Michigan capitol committee publications save the flags fund account

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

6       Sec. 615. Total authorized appropriations from all sources  
7 under part 1 for legacy costs for the fiscal year ending September  
8 30, 2018 are \$21,252,700.00. From this amount, total agency  
9 appropriations for pension-related legacy costs are estimated at  
10 \$10,936,800.00. Total agency appropriations for retiree health care  
11 legacy costs are estimated at \$10,315,900.00.

12       Sec. 616. The appropriation in part 1 for the legislative IT  
13 systems design project shall be used for the design, development,  
14 and implementation of a legislative computer system. Funds  
15 described in this section shall not be expended without written  
16 approval of the senate majority leader or his or her designee, the  
17 speaker of the house of representatives or his or her designee, and  
18 the legislative council administrator or his or her designee. The  
19 appropriations described in this section are designated as work  
20 project appropriations in accordance with section 451a of the  
21 management and budget act, 1984 PA 431, MCL 18.1451a, and shall not  
22 lapse at the end of the fiscal year. The unexpended portion of  
23 these funds shall continue to be available for expenditure until  
24 the project has been completed. The total cost is estimated at  
25 \$12,000,000.00 and the tentative completion date is September 30,  
26 2020.

1 **LEGISLATIVE AUDITOR GENERAL**

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

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

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

18       (3) The auditor general shall compile an annual report  
19 regarding the number of contracts entered into with certified  
20 minority- and women-owned and operated accounting firms, and  
21 accounting firms owned and operated by persons with disabilities.  
22 The auditor general shall deliver the report to the state budget  
23 director and the senate and house of representatives standing  
24 committees on appropriations subcommittees on general government by  
25 November 1 of each year.

26       Sec. 622. From the funds appropriated in part 1 to the  
27 legislative auditor general, the auditor general's salary and the

1 salaries of the remaining 2.0 FTE unclassified positions shall be  
2 set by the speaker of the house of representatives, the senate  
3 majority leader, the house of representatives minority leader, and  
4 the senate minority leader.

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

14       Sec. 624. If the auditor general conducts a subsequent audit  
15 pursuant to section 229, the auditor general may charge fees and  
16 collect revenues in excess of appropriations in part 1 not to  
17 exceed the cost of any audit conducted pursuant to section 229. Any  
18 revenues and fees collected pursuant to this section are  
19 appropriated for expenditure for all expenses associated with an  
20 audit conducted pursuant to section 229.

21 **DEPARTMENT OF STATE**

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

1 1984 PA 431, MCL 18.1393.

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

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

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

20 Sec. 703. From the funds appropriated in part 1, the  
21 department of state shall sell copies of records including, but not  
22 limited to, records of motor vehicles, off-road vehicles,  
23 snowmobiles, watercraft, mobile homes, personal identification  
24 cardholders, drivers, and boat operators and shall charge \$11.00  
25 per record sold only as authorized in section 208b of the Michigan  
26 vehicle code, 1949 PA 300, MCL 257.208b, section 7 of 1972 PA 222,  
27 MCL 28.297, and sections 80130, 80315, 81114, and 82156 of the

1 natural resources and environmental protection act, 1994 PA 451,  
2 MCL 324.80130, 324.80315, 324.81114, and 324.82156. The revenue  
3 received from the sale of records shall be credited to the  
4 transportation administration collection fund created under section  
5 810b of the Michigan vehicle code, 1949 PA 300, MCL 257.810b. The  
6 department of state shall provide quarterly reports to the  
7 legislature, the chairpersons of the relevant appropriations  
8 subcommittees, and the senate and house fiscal agencies. The report  
9 shall be provided within 15 days of the close of the quarter and  
10 shall include the number of records sold and the revenues  
11 collected.

12       Sec. 704. From the funds appropriated in part 1, the secretary  
13 of state may enter into agreements with the department of  
14 corrections for the manufacture of vehicle registration plates 15  
15 months before the registration year in which the registration  
16 plates will be used.

17       Sec. 705. (1) The department of state may accept gifts,  
18 donations, contributions, and grants of money and other property  
19 from any private or public source to underwrite, in whole or in  
20 part, the cost of a departmental publication that is prepared and  
21 disseminated under the Michigan vehicle code, 1949 PA 300, MCL  
22 257.1 to 257.923. A private or public funding source may receive  
23 written recognition in the publication and may furnish a traffic  
24 safety message, subject to departmental approval, for inclusion in  
25 the publication. The department may reject a gift, donation,  
26 contribution, or grant. The department may furnish copies of a  
27 publication underwritten, in whole or in part, by a private source

1 to the underwriter at no charge.

2 (2) The department of state may sell and accept paid  
3 advertising for placement in a departmental publication that is  
4 prepared and disseminated under the Michigan vehicle code, 1949 PA  
5 300, MCL 257.1 to 257.923. The department may charge and receive a  
6 fee for any advertisement appearing in a departmental publication  
7 and shall review and approve the content of each advertisement. The  
8 department may refuse to accept advertising from any person or  
9 organization. The department may furnish a reasonable number of  
10 copies of a publication to an advertiser at no charge.

11 (3) Pending expenditure, the funds received under this section  
12 shall be deposited in the Michigan department of state publications  
13 fund created by section 211 of the Michigan vehicle code, 1949 PA  
14 300, MCL 257.211. Funds given, donated, or contributed to the  
15 department from a private source are appropriated and allocated for  
16 the purpose for which the revenue is furnished. Funds granted to  
17 the department from a public source are allocated and may be  
18 expended upon receipt. The department shall not accept a gift,  
19 donation, contribution, or grant if receipt is conditioned upon a  
20 commitment of state funding at a future date. Revenue received from  
21 the sale of advertising is appropriated and may be expended upon  
22 receipt.

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

26 (5) On March 1 of each year, the department of state shall  
27 file a report with the senate and house of representatives standing

1 committees on appropriations, the chairpersons of the relevant  
2 appropriations subcommittees, the senate and house fiscal agencies,  
3 and the state budget director. The report shall include all of the  
4 following information:

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

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

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

13 (d) The total revenue received from the sale of paid  
14 advertising accepted under this section and a statement of the  
15 total number of advertising transactions.

16 (6) In addition to copies delivered without charge as the  
17 secretary of state considers necessary, the department of state may  
18 sell copies of manuals and other publications regarding the sale,  
19 ownership, or operation or regulation of motor vehicles, with  
20 amendments, at prices to be established by the secretary of state.  
21 As used in this subsection, the term "manuals and other  
22 publications" includes videos and proprietary electronic  
23 publications. All funds received from sales of these manuals and  
24 other publications shall be credited to the Michigan department of  
25 state publications fund.

26 Sec. 707. Funds collected by the department of state under  
27 section 211 of the Michigan vehicle code, 1949 PA 300, MCL 257.211,



1 are appropriated for all expenses necessary to provide for the  
2 costs of the publication. Funds are allotted for expenditure when  
3 they are received by the department of treasury and shall not lapse  
4 to the general fund at the end of the fiscal year.

5 Sec. 708. From the funds appropriated in part 1, the  
6 department of state shall use available balances at the end of the  
7 state fiscal year to provide payment to the department of state  
8 police in the amount of \$332,000.00 for the services provided by  
9 the traffic accident records program as first appropriated in 1990  
10 PA 196 and 1990 PA 208.

11 Sec. 709. From the funds appropriated in part 1, the  
12 department of state may restrict funds from miscellaneous revenue  
13 to cover cash shortages created from normal branch office  
14 operations. This amount shall not exceed \$50,000.00 of the total  
15 funds available in miscellaneous revenue.

16 Sec. 711. Collector plate and fund-raising registration plate  
17 revenues collected by the department of state are appropriated and  
18 allotted for distribution to the recipient university or public or  
19 private agency overseeing a state-sponsored goal when received.  
20 Distributions shall occur on a quarterly basis or as otherwise  
21 authorized by law. Any revenues remaining at the end of the fiscal  
22 year shall not lapse to the general fund but shall remain available  
23 for distribution to the university or agency in the next fiscal  
24 year.

25 Sec. 712. The department of state may produce and sell copies  
26 of a training video designed to inform registered automotive repair  
27 facilities of their obligations under Michigan law. The price shall

1 not exceed the cost of production and distribution. The money  
2 received from the sale of training videos shall revert to the  
3 department of state and be placed in the auto repair facility  
4 account.

5       Sec. 713. (1) The department of state, in collaboration with  
6 the gift of life transplantation society or its successor federally  
7 designated organ procurement organization, may develop and  
8 administer a public information campaign concerning the Michigan  
9 organ donor program.

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

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

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

1 identification card applications.

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

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

9 (7) The department must submit a report to the house and  
10 senate appropriations subcommittees on general government, the  
11 senate and house fiscal agencies, and the state budget director by  
12 March 1 that provides the amount of revenue collected by the  
13 department of state authorized under this section, the purpose of  
14 each expenditure, and the amount of revenue carried forward.

15 Sec. 714. (1) Except as otherwise provided under subsection  
16 (2), at least 180 days before closing a branch office or  
17 consolidating a branch office and at least 60 days before  
18 relocating a branch office, the department of state shall inform  
19 members of the senate and house of representatives standing  
20 committees on appropriations and legislators who represent affected  
21 areas regarding the details of the proposal. The information  
22 provided shall be in written form and include all analyses done  
23 regarding criteria for changes in the location of branch offices,  
24 including, but not limited to, branch transactions, revenue, and  
25 the impact on citizens of the affected area. The impact on citizens  
26 shall include information regarding additional distance to branch  
27 office locations resulting from the plan. The written notice

1 provided by the department of state shall also include detailed  
2 estimates of costs and savings that will result from the overall  
3 changes made to the branch office structure and the same level of  
4 detail regarding costs for new leased facilities and expansions of  
5 current leased space.

6 (2) If the consolidation of a branch office is with another  
7 branch office that is located within the same local unit of  
8 government or the relocation of a branch office is to another  
9 location that is located within the same local unit of government,  
10 the department of state is not required to provide the notification  
11 or written information described in subsection (1).

12 (3) As used in this section, "local unit of government" means  
13 a city, village, township, or county.

14 Sec. 715. (1) Any service assessment collected by the  
15 department of state from the user of a credit or debit card under  
16 section 3 of 1995 PA 144, MCL 11.23, may be used by the department  
17 for necessary expenses related to that service and may be remitted  
18 to a credit or debit card company, bank, or other financial  
19 institution.

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

27 (3) If there is a balance of service assessments received from

1 credit and debit card services remaining on September 30, the  
2 balance may be carried forward to the following fiscal year and  
3 appropriated for the same purpose.

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

8 Sec. 716b. The department of state shall provide a report that  
9 calculates the total amount of funds expended for the business  
10 application modernization project to date from the inception of the  
11 program. The report shall contain information on the original start  
12 and completion dates for the project, the original cost to complete  
13 the project, and a listing of all revisions to project completion  
14 dates and costs. The report shall include the total amount of funds  
15 paid to the state by the contract provider for penalties. The  
16 report shall be submitted to the senate and house of  
17 representatives standing committees on appropriations, the  
18 chairpersons of the relevant appropriations subcommittees, the  
19 senate and house fiscal agencies, and the state budget director by  
20 January 1.

21 Sec. 717. (1) The department of state may accept nonmonetary  
22 gifts, donations, or contributions of property from any private or  
23 public source to support, in whole or in part, the operation of a  
24 departmental function relating to licensing, regulation, or safety.  
25 The department may recognize a private or public contributor for  
26 making the contribution. The department may reject a gift,  
27 donation, or contribution.

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

5       (3) On March 1 of each year, the department of state shall  
6 file a report with the senate and house of representatives standing  
7 committees on appropriations, the chairpersons of the relevant  
8 appropriations subcommittees, the senate and house fiscal agencies,  
9 and the state budget director. The report shall list any gift,  
10 donation, or contribution received by the department under  
11 subsection (1) for the prior calendar year.

12       Sec. 718. From the funds appropriated in part 1 to the  
13 department of state, branch operations, the department shall  
14 maintain a full service secretary of state branch office in Buena  
15 Vista Township.

16       Sec. 719. From the funds appropriated in part 1, the office of  
17 investigative services may use available funds to conduct  
18 investigations of any reported irregularities in a local, state, or  
19 national election.

20       Sec. 722. (1) From the funds appropriated in part 1 for  
21 information technology services and projects, the department of  
22 state shall continue implementation of a legacy modernization  
23 project. The purpose of this project is modernization of the entire  
24 system and removal of existing programs from the legacy mainframes.

25       (2) The department of state shall provide a report on the  
26 status of the legacy modernization project that includes, but is  
27 not limited to, itemization of all expenditures made on behalf of

1 the project, anticipated completion date of the project, time frame  
2 of each phase of the project, the cost of the project, the number  
3 of employees assigned to implement each phase of the project, the  
4 contracts entered into for the project, anticipated overall cost of  
5 the project, and any other information the department considers  
6 necessary. The plan shall be distributed to the senate and house of  
7 representatives standing committees on appropriations subcommittees  
8 on general government, as well as the senate and house fiscal  
9 agencies, and the state budget director by January 1.

10 Sec. 725. Total authorized appropriations from all sources  
11 under part 1 for legacy costs for the fiscal year ending September  
12 30, 2018 are estimated at \$31,170,200.00. From this amount, total  
13 agency appropriations for pension-related legacy costs are  
14 estimated at \$16,040,400.00. Total agency appropriations for  
15 retiree health care legacy costs are estimated at \$15,129,800.00.

16 **DEPARTMENT OF TECHNOLOGY, MANAGEMENT, AND BUDGET**

17 Sec. 801. (1) In addition to the funds appropriated in part 1,  
18 there is appropriated an amount not to exceed \$4,000,000.00 for  
19 federal contingency funds. These funds are not available for  
20 expenditure until they have been transferred to another line item  
21 in part 1 under section 393(2) of the management and budget act,  
22 1984 PA 431, MCL 18.1393.

23 (2) In addition to the funds appropriated in part 1, there is  
24 appropriated an amount not to exceed \$8,000,000.00 for state  
25 restricted contingency funds. These funds are not available for  
26 expenditure until they have been transferred to another line item

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

3 (3) In addition to the funds appropriated in part 1, there is  
4 appropriated an amount not to exceed \$150,000.00 for local  
5 contingency funds. These funds are not available for expenditure  
6 until they have been transferred to another line item in part 1  
7 under section 393(2) of the management and budget act, 1984 PA 431,  
8 MCL 18.1393.

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

15 Sec. 802. Proceeds in excess of necessary costs incurred in  
16 the conduct of transfers or auctions of state surplus, salvage, or  
17 scrap property made pursuant to section 267 of the management and  
18 budget act, 1984 PA 431, MCL 18.1267, are appropriated to the  
19 department to offset costs incurred in the acquisition and  
20 distribution of federal surplus property. The department shall  
21 provide consolidated internet auction services through the state's  
22 contractors for all local units of government.

23 Sec. 803. (1) The department may receive and expend funds in  
24 addition to those authorized by part 1 for maintenance and  
25 operation services provided specifically to other principal  
26 executive departments or state agencies, the legislative branch,  
27 the judicial branch, or private tenants, or provided in connection



1 with facilities transferred to the operational jurisdiction of the  
2 department.

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

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

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

16 Sec. 804. (1) The source of financing in part 1 for statewide  
17 appropriations shall be funded by assessments against longevity and  
18 insurance appropriations throughout state government in a manner  
19 prescribed by the department. Funds shall be used as specified in  
20 joint labor/management agreements or through the coordinated  
21 compensation hearings process. Any deposits made under this  
22 subsection and any unencumbered funds are restricted revenues, may  
23 be carried over into the succeeding fiscal years, and are  
24 appropriated.

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

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

4       Sec. 805. To the extent a specific appropriation is required  
5 for a detailed source of financing included in part 1 for the  
6 department appropriations financed from special revenue and  
7 internal service and pension trust funds, or MAIN user charges, the  
8 specific amounts are appropriated within the special revenue  
9 internal service and pension trust funds in portions not to exceed  
10 the aggregate amount appropriated in part 1.

11       Sec. 806. In addition to the funds appropriated in part 1 to  
12 the department, the department may receive and expend funds from  
13 other principal executive departments and state agencies to  
14 implement administrative leave bank transfer provisions as may be  
15 specified in joint labor/management agreements. The amounts may  
16 also be transferred to other principal executive departments and  
17 state agencies under the joint agreement and any amounts  
18 transferred under the joint agreement are authorized for receipt  
19 and expenditure by the receiving principal executive department or  
20 state agency. Any amounts received by the department under this  
21 section and intended, under the joint labor/management agreements,  
22 to be available for use beyond the close of the fiscal year and any  
23 unencumbered funds may be carried over into the succeeding fiscal  
24 year.

25       Sec. 807. The source of financing in part 1 for the Michigan  
26 administrative information network and statewide integrated  
27 governmental management applications shall be funded by

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

4       Sec. 808. (1) Deposits against the interdepartmental grant  
5 from building occupancy and parking charges appropriated in part 1  
6 shall be collected, in part, from state agencies, the legislative  
7 branch, and the judicial branch based on estimated costs associated  
8 with maintenance and operation of buildings managed by the  
9 department. To the extent excess revenues are collected due to  
10 estimates of building occupancy charges exceeding actual costs, the  
11 excess revenues may be carried forward into succeeding fiscal years  
12 for the purpose of returning funds to state agencies.

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

17       Sec. 809. On a quarterly basis, the department shall notify  
18 the chairpersons of the senate and house of representatives  
19 standing committees on appropriations, the chairpersons of the  
20 senate and house of representatives standing committees on  
21 appropriations subcommittees on general government, the house and  
22 senate fiscal agencies, and the state budget director on any  
23 revisions either individually or in the aggregate that increase or  
24 decrease current contracts by more than \$500,000.00 for computer  
25 software development, hardware acquisition, or quality assurance.

26       Sec. 810. The department shall maintain an internet website  
27 that contains notice of all invitations for bids and requests for

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

13       Sec. 810a. (1) From the funds appropriated in part 1, the  
14 department shall create a pilot program, in conjunction with a  
15 third-party vendor, to provide comprehensive information on vendors  
16 with which this state conducts business. The goal of the pilot  
17 program will be to improve operational efficiency and reduce fraud  
18 and risk when entering into contracts or agreements with vendors  
19 and ensuring oversight and compliance with, but not limited to,  
20 state tax programs and services provided through this state's  
21 social services agencies. This pilot program must commence by  
22 November 1, 2017.

23       (2) The selected vendor must maintain a business data  
24 repository to provide information on all vendor financials,  
25 products, operations, and competition. The department must review  
26 this information prior to, during, and after entering into any  
27 contract or other agreement and for compliance oversight. The pilot

1 program must be available for use by all state departments,  
2 agencies, and local units of government.

3 (3) The selected third-party vendor must gather and provide  
4 metrics on all of the following:

5 (a) A comprehensive database of commercial business  
6 information.

7 (b) Whether a vendor has been identified as financially at-  
8 risk.

9 (c) Whether a vendor has been identified as having ethics,  
10 labor, or corruption issues that may affect its ability to do  
11 business with this state.

12 (d) Economic trends in this state, including identifying  
13 business growth areas.

14 (e) The performance of health care providers indicted for or  
15 convicted of fraud along with a performance risk score and  
16 cumulative percentage of at-risk providers.

17 (f) Vendor buying activity as an indicator of vendor  
18 viability.

19 (4) The department shall notify the chairpersons of the  
20 appropriations subcommittees on general government, senate and  
21 house fiscal agencies, and state budget director once a vendor has  
22 been selected.

23 Sec. 811. The department may receive and expend funds from the  
24 Vietnam veterans memorial monument fund as provided in the Michigan  
25 Vietnam veterans memorial act, 1988 PA 234, MCL 35.1051 to 35.1057.  
26 Funds are appropriated and allocated when received and may be  
27 expended upon receipt.

1       Sec. 812. The Michigan veterans' memorial park commission may  
2 receive and expend money from any source, public or private,  
3 including, but not limited to, gifts, grants, donations of money,  
4 and government appropriations, for the purposes described in  
5 Executive Order No. 2001-10. Funds are appropriated and allocated  
6 when received and may be expended upon receipt. Any deposits made  
7 under this section and unencumbered funds are restricted revenues  
8 and may be carried over into succeeding fiscal years.

9       Sec. 813. (1) Funds in part 1 for motor vehicle fleet are  
10 appropriated to the department for administration and for the  
11 acquisition, lease, operation, maintenance, repair, replacement,  
12 and disposal of state motor vehicles.

13       (2) The appropriation in part 1 for motor vehicle fleet shall  
14 be funded by revenue from rates charged to principal executive  
15 departments and agencies for utilizing vehicle travel services  
16 provided by the department. Revenue in excess of the amount  
17 appropriated in part 1 from the motor transport fund and any  
18 unencumbered funds are restricted revenues and may be carried over  
19 into the succeeding fiscal year.

20       (3) Pursuant to the department's authority under sections 213  
21 and 215 of the management and budget act, 1984 PA 431, MCL 18.1213  
22 and 18.1215, the department shall maintain a plan regarding the  
23 operation of the motor vehicle fleet. The plan shall include the  
24 number of vehicles assigned to, or authorized for use by, state  
25 departments and agencies, efforts to reduce travel expenditures,  
26 the number of cars in the motor vehicle fleet, the number of miles  
27 driven by fleet vehicles, and the number of gallons of fuel

1 consumed by fleet vehicles. The plan shall include a calculation of  
2 the amount of state motor vehicle fuel taxes that would have been  
3 incurred by fleet vehicles if fleet vehicles were required by law  
4 to pay motor fuel taxes. The plan shall include a description of  
5 fleet garage operations, the goods sold and services provided by  
6 the fleet garage, the cost to operate the fleet garage, the number  
7 of fleet garage locations, and the number of employees assigned to  
8 each fleet garage. The plan may be adjusted during the fiscal year  
9 based on needs and cost savings to achieve the maximum value and  
10 efficiency from the state motor fleet. Within 60 days after the  
11 close of the fiscal year, the department shall provide a report to  
12 the senate and house of representatives standing committees on  
13 appropriations, the chairpersons of the relevant appropriations  
14 subcommittees, the senate and house fiscal agencies, and the state  
15 budget director detailing the current plan and changes made to the  
16 plan during the fiscal year. The plan shall also be posted on the  
17 department website.

18 (4) The department may charge state agencies for fuel cost  
19 increases that exceed \$3.04 per gallon of unleaded gasoline. The  
20 department shall notify state agencies, in writing or by electronic  
21 mail, at least 30 days before implementing additional charges for  
22 fuel cost increases. Revenues received from these charges are  
23 appropriated upon receipt.

24 (5) The state budget director, upon notification to the senate  
25 and house of representatives standing committees on appropriations,  
26 may adjust spending authorization and the IDG from motor transport  
27 fund in the department in order to ensure that the appropriations

1 for motor vehicle fleet in the department budget equal the  
2 expenditures for motor vehicle fleet in the budgets for all  
3 executive branch agencies.

4       Sec. 814. The department shall develop a plan regarding the  
5 use of the funds appropriated in part 1 for the enterprisewide  
6 information technology investment projects. The plan shall include,  
7 but not be limited to, a description of proposed information  
8 technology investment projects, the time frame for completion of  
9 the information technology investment projects, the proposed cost  
10 of the information technology investment projects, the number of  
11 employees assigned to implement each information technology  
12 investment project, the contracts entered into for each information  
13 technology investment project, and any other information the  
14 department deems necessary. The plan shall be distributed to the  
15 senate and house of representatives standing committees on  
16 appropriations subcommittees on general government, as well as the  
17 senate and house fiscal agencies, and the state budget director on  
18 a quarterly basis. The submitted plan shall also include  
19 anticipated spending reductions or overages for each of the  
20 proposed information technology investment projects. The department  
21 shall notify the senate and house of representatives standing  
22 committees on appropriations subcommittees on general government,  
23 the senate and house fiscal agencies, and the state budget director  
24 when a project funded under an information technology investment  
25 project line item in part 1 is expected to require a transfer of  
26 dollars from another project in excess of \$500,000.00.

27       Sec. 814a. The funds appropriated in part 1 for information



1 technology investment projects shall be used for the modernization  
2 of state information technology systems, improvement of the state's  
3 cyber security framework, and to achieve efficiencies.

4 Sec. 816. An RFP issued for the purpose of privatization shall  
5 include all factors used in evaluating and determining price.

6 Sec. 818. In addition to the funds appropriated in part 1, the  
7 department may receive and expend money from the Michigan law  
8 enforcement officers memorial monument fund as provided in the  
9 Michigan law enforcement officers memorial act, 2004 PA 177, MCL  
10 28.781 to 28.787.

11 Sec. 820. The department shall make available to the public a  
12 list of all parcels of real property owned by the state that are  
13 available for purchase. The list shall be posted on the internet  
14 through the department's website.

15 Sec. 822. The department shall compile a report by January 1  
16 pertaining to the salaries of unclassified employees, as well as  
17 gubernatorial appointees, within all state departments and  
18 agencies. The report shall enumerate each unclassified employee and  
19 gubernatorial appointee and his or her annual salary individually.  
20 The report shall be distributed to the chairs of the senate and  
21 house of representatives standing committees on appropriations  
22 subcommittees on general government, as well as the senate and  
23 house fiscal agencies and be made available electronically.

24 Sec. 822b. (1) A public-private partnership investment fund is  
25 created in the department. Subject to subsections (2) and (3),  
26 public-private partnership investments shall include, but are not  
27 limited to, all of the following:

1 (a) Capital asset improvements including buildings, land, or  
2 structures.

3 (b) Energy resource exploration, extraction, generation, and  
4 sales.

5 (c) Financial and investment incentive opportunities.

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

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

9 (2) Public-private investments shall not include projects,  
10 consultant expenses, staff effort, or any other activity related to  
11 the development, financing, construction, operation, or  
12 implementation of the Detroit River International Crossing or any  
13 successor project unless the project is approved by the legislature  
14 and signed into law.

15 (3) The state budget director shall determine whether or not a  
16 specific public-private partnership investment opportunity  
17 qualifies for funding under subsection (1).

18 (4) Investment development revenue, including a portion of the  
19 proceeds from the sale of any public-private partnership investment  
20 designated in subsection (1), shall be deposited into the fund  
21 created in subsection (1) and shall be available for  
22 administration, development, financing, marketing, and operating  
23 expenditures associated with public-private partnerships, unless  
24 otherwise provided by law. Public-private partnership investments  
25 authorized in subsection (1) are authorized for public or private  
26 operation or sale consistent with state law. Expenditures from the  
27 fund are authorized for investment purposes as designated in

1 subsection (1) to enhance the marketable value of each investment.  
2 The unencumbered balance remaining in the fund at the end of the  
3 fiscal year may be carried forward for appropriation in future  
4 years.

5 (5) An annual report shall be transmitted to the senate and  
6 house of representatives standing committees on appropriations, the  
7 chairpersons of the relevant appropriations subcommittees, the  
8 senate and house fiscal agencies, and the state budget office not  
9 later than December 31 of each year. This report shall detail both  
10 of the following:

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

13 (b) Public-private partnership investments as identified under  
14 subsection (1).

15 (6) The department shall monitor the revenue deposited in the  
16 public-private partnership investment fund created in subsection  
17 (1). If the revenue in the fund is insufficient to pay the amount  
18 appropriated in part 1 for public-private partnership investment,  
19 then the department shall propose a legislative transfer to fund  
20 the line from the appropriations in part 1.

21 Sec. 822c. The funds appropriated in part 1 shall not be used  
22 to support any staff effort, projects, consultant expenses, or any  
23 other activity related to the development, financing, construction,  
24 operation, or implementation of the Detroit River International  
25 Crossing or any successor project unless the project is approved by  
26 the legislature and signed into law.

27 Sec. 822d. By December 31, the department shall provide a

1 report to the senate and house appropriations subcommittees on  
2 general government and the senate and house fiscal agencies that  
3 identifies fee and rate schedules to be used by state departments  
4 and agencies for services, including information technology,  
5 provided by the department during fiscal year 2017-2018. The report  
6 shall also identify changes from fees and rates charged in fiscal  
7 year 2016-2017 and include an explanation of the factors that  
8 justify each fee and rate increase.

9       Sec. 822e. Total authorized appropriations from all sources  
10 under part 1 for legacy costs for the fiscal year ending September  
11 30, 2018 are estimated at \$84,145,300.00. From this amount, total  
12 agency appropriations for pension-related legacy costs are  
13 estimated at \$43,301,700.00. Total agency appropriations for  
14 retiree health care legacy costs are estimated at \$40,843,600.00.

15       Sec. 822f. (1) The funds appropriated in part 1 for the  
16 regional prosperity initiative are to be used as competitive grants  
17 to eligible regional planning organizations qualifying for funding  
18 as a regional prosperity collaborative, a regional prosperity  
19 council, or a regional prosperity board. A regional planning  
20 organization may not qualify for funding under more than 1 category  
21 in the same state fiscal year. As used in this section:

22       (a) "Eligible regional planning organization" means any of the  
23 following:

24       (i) An existing regional planning commission created pursuant  
25 to 1945 PA 281, MCL 125.11 to 125.25.

26       (ii) An existing regional economic development commission  
27 created pursuant to 1966 PA 46, MCL 125.1231 to 125.1237.

1           (iii) An existing metropolitan area council formed pursuant to  
2 the metropolitan councils act, 1989 PA 292, MCL 124.651 to 124.729.

3           (iv) A Michigan metropolitan planning organization established  
4 pursuant to the moving ahead for progress in the 21st century act,  
5 Public Law 112-141.

6           (b) "Freedom of information act" means the freedom of  
7 information act, 5 USC 552.

8           (c) "Open meetings act" means the open meetings act, 1976 PA  
9 267, MCL 15.261 to 15.275.

10          (d) "Regional prosperity board" means a regional body that has  
11 a singular governing board with representation from private,  
12 public, and nonprofit entities engaged in joint decision-making  
13 practices for the purpose of creating or maintaining a phase three:  
14 regional prosperity plan.

15          (e) "Regional prosperity collaborative" means any committee  
16 developed by a regional planning organization or a metropolitan  
17 planning organization that serves to bring organizational  
18 representation together from private, public, and nonprofit  
19 entities within a region for the purpose of creating or maintaining  
20 a phase one: regional prosperity plan.

21          (f) "Regional prosperity council" means a regional body with  
22 representation from private, public, and nonprofit entities with  
23 shared administrative services and an executive governing entity,  
24 as demonstrated by a formal local agreement or agreements for the  
25 purpose of creating or maintaining a phase two: regional prosperity  
26 plan.

27          (2) Regional planning organizations may qualify to receive not

1 more than \$250,000.00 of incentive-based funding as a regional  
2 prosperity collaborative subject to meeting all of the following  
3 requirements:

4 (a) The regional prosperity collaborative has created a phase  
5 one: regional prosperity plan, as follows:

6 (i) The regional prosperity collaborative must include  
7 regional representatives from adult education, workforce  
8 development, community development, economic development,  
9 transportation, and higher education organizations.

10 (ii) The plan is required, at a minimum, to include a 5-year  
11 plan focused on economic growth and vitality for the region, as  
12 well as a performance dashboard and measurable annual goals to  
13 support the 5-year plan.

14 (iii) The 5-year plan shall address regional strategies  
15 related to adult education, workforce development, economic  
16 development, transportation, higher education, and business  
17 development.

18 (iv) The regional prosperity collaborative shall adopt the  
19 plan by a minimum 2/3 majority vote of its members.

20 (b) The regional prosperity collaborative adheres to  
21 accountability and transparency measures required in the open  
22 meetings act and the freedom of information act.

23 (c) The regional prosperity collaborative convenes monthly  
24 meetings, open to the public, to consider and discuss issues  
25 leading to a common vision of economic prosperity for the region,  
26 including, but not limited to, community development, economic  
27 development, talent, and infrastructure opportunities.

1           (d) The regional prosperity collaborative makes available on  
2 the grant recipient's publicly accessible internet site pertinent  
3 documents, including, but not limited to, monthly meeting agendas,  
4 minutes of monthly meetings, voting records, and the regional  
5 prosperity plan and performance dashboard.

6           (e) The regional prosperity collaborative keeps a status  
7 report detailing the spending associated with previous regional  
8 prosperity initiative grants. Organizations that have successfully  
9 received grant awards in previous fiscal years shall be required to  
10 make available to the department and on a publicly accessible  
11 internet site information regarding the use of those grant dollars.

12           (3) Regional planning organizations eligible to receive a  
13 payment as a regional prosperity collaborative under subsection (2)  
14 may qualify to receive a 1-time grant of not more than \$75,000.00  
15 to produce a plan to transform the regional prosperity  
16 collaborative into a regional prosperity council or regional  
17 prosperity board, including necessary local formal agreements, to  
18 make recommendations that eliminate duplicative efforts and  
19 administrative functions, and to leverage resources through  
20 cooperation, collaboration, and consolidations of organizations or  
21 programs throughout the region. Plans produced to transform the  
22 regional prosperity collaborative into a regional prosperity  
23 council or regional prosperity board shall be made available on the  
24 grant recipient's publicly accessible internet site.

25           (4) Regional planning organizations may qualify to receive not  
26 more than \$375,000.00 of incentive-based funding as a regional  
27 prosperity council subject to meeting all of the following

1 requirements:

2 (a) A regional prosperity council has been formed and includes  
3 regional representatives from adult education, workforce  
4 development, community development, economic development,  
5 transportation, and higher education organizations.

6 (b) An eligible regional prosperity council will demonstrate  
7 shared administrative services between 2 public regional entities  
8 included in subdivision (a). In addition, the council must have and  
9 maintain an executive governing entity, as demonstrated by a formal  
10 local agreement or agreements.

11 (c) The regional prosperity council has created a phase two:  
12 regional prosperity plan, as follows:

13 (i) The regional prosperity council shall identify  
14 opportunities for shared administrative services and decision-  
15 making among the private, public, and nonprofit entities within the  
16 region and shall continue collaboration with regional prosperity  
17 council members, including, but not limited to, representatives  
18 from adult education providers, workforce development agencies,  
19 community development agencies, economic development agencies,  
20 transportation service providers, and higher education  
21 institutions.

22 (ii) The plan is required to include, but is not limited to,  
23 all of the following:

24 (A) A status report of the approved 5-year plan.

25 (B) The addition of a 10-year plan for the region which builds  
26 upon prior work and is focused on economic growth and vitality in  
27 the region.



1 (C) A prioritized list of regional projects.

2 (D) A performance dashboard with measurable annual goals.

3 (iii) The regional prosperity council shall adopt the plan by  
4 a minimum 2/3 vote of its members.

5 (d) The regional prosperity council adheres to accountability  
6 and transparency measures required in the open meetings act and the  
7 freedom of information act.

8 (e) The regional prosperity council convenes monthly meetings,  
9 open to the public, to consider and discuss issues leading to a  
10 common vision of economic prosperity for the region, including, but  
11 not limited to, community development, economic development,  
12 talent, and infrastructure opportunities.

13 (f) The regional prosperity council makes available on the  
14 grant recipient's publicly accessible internet site pertinent  
15 documents, including, but not limited to, monthly meeting agendas,  
16 minutes of monthly meetings, voting records, and the regional  
17 prosperity plan and performance dashboard.

18 (g) The regional prosperity council keeps a status report  
19 detailing the spending associated with previous regional prosperity  
20 initiative grants. Organizations that have successfully received  
21 grant awards in previous fiscal years shall be required to make  
22 available to the department and on a publicly accessible internet  
23 site information regarding the use of those grant dollars.

24 (5) Regional planning organizations eligible to receive a  
25 payment as a regional prosperity council under subsection (4) may  
26 qualify to receive a 1-time grant of not more than \$75,000.00 to  
27 produce a plan to transform the regional prosperity council into a

1 regional prosperity board, including a singular private/public  
2 governance structure that comports with federal guidelines for  
3 governance under the workforce investment act, Public Law 105-220,  
4 the moving ahead for progress in the 21st century act, Public Law  
5 112-141, the economic development administration and Appalachian  
6 regional development reform act of 1998, Public Law 105-393, and  
7 recommendations to eliminate duplicative efforts, administrative  
8 functions, and leverage resources through cooperation,  
9 collaboration, and consolidations of organizations or programs  
10 throughout the region.

11 (6) Regional planning organizations may qualify to receive not  
12 more than \$500,000.00 of incentive-based funding as a regional  
13 prosperity board subject to meeting all of the following  
14 requirements:

15 (a) The regional prosperity board has been formed and, at a  
16 minimum, must demonstrate the consolidation of a regional  
17 metropolitan planning organization, where one exists, state  
18 designated regional planning agency boards, workforce development  
19 boards, and federally designated regional economic development  
20 districts within a region.

21 (b) The regional prosperity board has created a phase three:  
22 regional prosperity plan, as follows:

23 (i) The regional prosperity board shall create a regional  
24 services recommendations report prioritizing the list of state-  
25 funded services and programs provided to the region, and  
26 recommendations for state-regional partnerships to support the  
27 adopted regional prosperity plan.

1           (ii) The plan is required to include a status report of the  
2 approved 10-year plan for the creation of an updated regional  
3 prosperity plan.

4           (iii) The regional prosperity board shall adopt the plan by a  
5 minimum 2/3 vote of its members.

6           (c) The regional prosperity board adheres to accountability  
7 and transparency measures required in the open meetings act and the  
8 freedom of information act.

9           (d) The regional prosperity board convenes monthly meetings,  
10 open to the public, to consider and discuss issues leading to a  
11 common vision of economic prosperity for the region, including, but  
12 not limited to, community development, economic development,  
13 talent, and infrastructure opportunities.

14           (e) The regional prosperity board makes available on the grant  
15 recipient's publicly accessible internet site pertinent documents,  
16 including, but not limited to, monthly meeting agendas, minutes of  
17 monthly meetings, voting records, and the regional prosperity plan  
18 and performance dashboard.

19           (7) Regional planning organizations eligible to receive a  
20 payment as a regional prosperity board under subsection (6) may  
21 qualify to receive not more than \$125,000.00, to implement the  
22 prioritized regional prosperity plan projects.

23           (8) Regional planning organizations eligible to receive a  
24 payment as a regional prosperity collaborative, board, or council  
25 may partner with other eligible regional planning organizations to  
26 submit joint applications. In the instance of a joint application,  
27 1 regional planning organization shall be utilized as the overall

1 applicant. The department may award a joint application award of no  
2 greater than the sum of potential application dollars which would  
3 have otherwise been available through individual applications.

4 (9) The department shall develop an application process and  
5 method of grant distribution for the regional prosperity  
6 initiative. Funding applications from regional planning  
7 organizations shall be due to the department by December 1, 2017.  
8 The department shall notify regional planning organizations of  
9 grant application status by January 1, 2018. The department shall  
10 ensure that processes are established to verify that qualifying  
11 regional planning organizations meet the requirements under  
12 subsections (2), (3), (4), (5), (6), and (7), as applicable.

13 (10) Unexpended funds appropriated in part 1 for the regional  
14 prosperity initiative are designated as work project  
15 appropriations, and any unencumbered or unallotted funds shall not  
16 lapse at the end of the fiscal year and shall be available for  
17 expenditure for regional prosperity initiative projects under this  
18 section until the projects have been completed. The following is in  
19 compliance with section 451a of the management and budget act, 1984  
20 PA 431, MCL 18.1451a:

21 (a) The purpose of the projects is to provide incentive-based  
22 grants to recipients under this section.

23 (b) The projects will be accomplished by grants to qualified  
24 regional planning organizations.

25 (c) The total estimated cost of all projects is \$2,500,000.00.

26 (d) The estimated completion date is September 30, 2022.

27 Sec. 822g. The department shall report quarterly to the senate

1 and house of representatives standing committees on appropriations,  
2 the senate and house appropriations subcommittees on general  
3 government, and the senate and house fiscal agencies on legal  
4 service fund expenditures. The report shall itemize expenditures by  
5 case, purpose, and department involved and shall include  
6 expenditures related to all previously appropriated funds.

7 Sec. 822i. (1) From the funds appropriated in part 1, the  
8 department shall assure all of the following:

9 (a) That public schools that are placed in the state school  
10 reform/redesign school district or under a chief executive officer  
11 under section 1280c of the revised school code, 1976 PA 451, MCL  
12 380.1280c, remain in compliance with all applicable state and  
13 federal law concerning special education.

14 (b) That students at public schools described in subdivision  
15 (a) with individualized education programs are afforded special  
16 education services in accordance with applicable state and federal  
17 law concerning special education.

18 (2) The department shall report to the legislature on the  
19 number of students in public schools described in subsection (1)(a)  
20 who have an individualized education program and the performance  
21 results of those students after the change in governance of the  
22 public school.

23 Sec. 822l. From the funds appropriated in part 1 for the  
24 school reform office, the school reform office shall conduct 1  
25 public hearing in the school district of priority schools that the  
26 school reform office has determined require an intervention  
27 authorized by section 1280c(6) or (7) of the revised school code,

1 1976 PA 451, MCL 380.1280c. The school reform office shall give  
2 notice to the district prior to the public hearing. The public  
3 hearing shall include an outline of the plan for academic  
4 improvement of the schools and a projected time frame of the school  
5 reform office's involvement with the schools. The public hearing  
6 must occur prior to the release of funds or dissolution proceedings  
7 of a school building.

8 Sec. 822m. From the funds appropriated in part 1, the  
9 department shall establish a system that collaborates with other  
10 departments to keep track of the performance of vendors in  
11 fulfilling contract obligations. The performance of these vendors  
12 shall be recorded and used as a factor to determine future  
13 contracts awarded in the procurement process.

14 Sec. 822n. From the funds appropriated in part 1, beginning on  
15 October 1, the department shall ensure that all new requests for  
16 proposals that are publicly displayed on the webpage include the  
17 proposal's corresponding department and agency for the purpose of  
18 searching for requests for proposals by department and agency.

19 Sec. 822o. From the funds appropriated in part 1 for the  
20 school reform office, the school reform office shall make an effort  
21 to coordinate with the department of education to streamline state  
22 services and resources, reduce duplication, and increase  
23 efficiency.

#### 24 INFORMATION TECHNOLOGY

25 Sec. 823. (1) The department may sell and accept paid  
26 advertising for placement on any state website under its

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

10 (2) The department may accept gifts, donations, contributions,  
11 bequests, and grants of money from any public or private source to  
12 assist with the underwriting or sponsorship of state webpages or  
13 services offered on those webpages. A private or public funding  
14 source may receive recognition in the webpage. The department may  
15 reject any gift, donation, contribution, bequest, or grant.

16 (3) Funds accepted by the department under subsection (1) or  
17 (2) are appropriated and allotted when received and may be expended  
18 upon approval of the state budget director. The state budget office  
19 shall notify the senate and house of representatives standing  
20 committees on appropriations subcommittees on general government  
21 and the senate and house fiscal agencies within 10 days after the  
22 approval is given. The department shall provide a report to the  
23 senate and house of representatives appropriations subcommittees on  
24 general government and senate and house fiscal agencies that  
25 details the funds accepted for the prior fiscal year by November 1.

26 Sec. 824. The department may enter into agreements to supply  
27 spatial information and technical services to other principal

1 executive departments, state agencies, local units of government,  
2 and other organizations. The department may receive and expend  
3 funds in addition to those authorized in part 1 for providing  
4 information and technical services, publications, maps, and other  
5 products. The department may expend amounts received for salaries,  
6 supplies, and equipment necessary to provide informational products  
7 and technical services. Prior to December 1 of each year, the  
8 department shall provide a report to the senate and house of  
9 representatives standing committees on appropriations subcommittees  
10 on general government and the state budget director detailing the  
11 sources of funding and expenditures made under this section.

12       Sec. 825. The legislature shall have access to all historical  
13 and current data contained within MAIN, or its successor,  
14 pertaining to state departments. State departments shall have  
15 access to all historical and current data contained within MAIN, or  
16 its successor.

17       Sec. 826. When used in this part and part 1, "information  
18 technology services" means services involving all aspects of  
19 managing and processing information, including, but not limited to,  
20 all of the following:

- 21       (a) Application and mobile development and maintenance.
- 22       (b) Desktop computer support and management.
- 23       (c) Cyber security.
- 24       (d) Social media.
- 25       (e) Mainframe computer support and management.
- 26       (f) Server support and management.
- 27       (g) Local area network support and management, including, but



1 not limited to, wired and wireless network build-out, support, and  
2 management.

3 (h) Information technology project management.

4 (i) Information technology planning and budget management.

5 (j) Telecommunication services, infrastructure, and support.

6 Sec. 827. (1) Funds appropriated in part 1 for the Michigan  
7 public safety communications system shall be expended upon approval  
8 of an expenditure plan by the state budget director.

9 (2) The department shall assess all subscribers of the  
10 Michigan public safety communications system reasonable access and  
11 maintenance fees and shall deposit the fees in the Michigan public  
12 safety communications systems fees fund.

13 (3) All money received by the department under this section  
14 shall be expended for the support and maintenance of the Michigan  
15 public safety communications system.

16 Sec. 828. The department shall submit a report for the  
17 immediately preceding fiscal year ending September 30 to the senate  
18 and house of representatives standing committees on appropriations  
19 subcommittees on general government and the senate and house fiscal  
20 agencies by March 1. The report shall include the following:

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

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

26 Sec. 829. The department shall provide a report that analyzes  
27 and makes recommendations on the life-cycle of information

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

5       Sec. 830. By December 31, the department shall provide a  
6 report that lists all information technology-related change orders  
7 and follow-on contracts, greater than \$50,000.00, whether they are  
8 bid, exercise options, or no-bid, and the amount of each change  
9 order or contract extension contract entered into by the department  
10 to the senate and house of representatives standing committees on  
11 appropriations subcommittees on general government, the senate and  
12 house fiscal agencies, and the state budget director.

13       Sec. 832. (1) The department shall inform the senate and house  
14 appropriations subcommittees on general government and the senate  
15 and house fiscal agencies within 30 days of any potential or actual  
16 penalties assessed by the federal government for failure of the  
17 Michigan child support enforcement system to achieve certification  
18 by the federal government.

19       (2) If potential penalties are assessed by the federal  
20 government, the department shall submit a report to the senate and  
21 house appropriations subcommittees on general government and the  
22 senate and house fiscal agencies within 90 days specifying the  
23 department's plans to avoid actual penalties and ensure federal  
24 certification of the Michigan child support enforcement system.

25       Sec. 833. (1) The state budget director, upon notification to  
26 the senate and house of representatives standing committees on  
27 appropriations, may adjust spending authorization and user fees in

1 the department in order to ensure that the appropriations for  
2 information technology in the department budget equal the  
3 appropriations for information technology in the budgets for all  
4 executive branch agencies.

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

11 Sec. 834. (1) Revenue collected from licenses issued under the  
12 antenna site management project shall be deposited into the antenna  
13 site management revolving fund created for this purpose in the  
14 department. The department may receive and expend money from the  
15 fund for costs associated with the antenna site management project,  
16 including the cost of a third-party site manager. Any excess  
17 revenue remaining in the fund at the close of the fiscal year shall  
18 be proportionately transferred to the appropriate state restricted  
19 funds as designated in statute or by constitution.

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

23 Sec. 835. (1) In addition to the funds appropriated in part 1,  
24 the funds collected by the department for supplying census-related  
25 information and technical services, publications, statistical  
26 studies, population projections and estimates, and other  
27 demographic products are appropriated for all expenses necessary to

1 provide the required services. These funds are available for  
2 expenditure when they are received and may be carried forward into  
3 the next succeeding fiscal year.

4 (2) The department must submit a report to the house and  
5 senate appropriations subcommittees on general government, the  
6 senate and house fiscal agencies, and the state budget director by  
7 March 1 that provides the amount of revenue collected by the  
8 department from the authorization in subsection (1) and the amount  
9 of revenue carried forward.

10 Sec. 836. From the increased funds appropriated in part 1 for  
11 the information technology investment fund, the department of  
12 technology, management, and budget shall provide for the  
13 modernization of state information technology systems, and  
14 integrate state system interfaces to improve customer service.

15 Sec. 836a. (1) From the funds appropriated in part 1 for cyber  
16 security staffing, hardware, and support costs, the department  
17 shall identify specific outcomes and performance measures,  
18 including, but not limited to, the following:

19 (a) Reduce the number of cyber threats based on the daily  
20 attacks to prevent data breaches during the fiscal year ending  
21 September 30, 2018.

22 (b) Reduce the risk of cyber vulnerabilities for application,  
23 data, and network during the fiscal year ending September 30, 2018.

24 (c) Increase awareness of cyber threats and the preventative  
25 steps for citizens, businesses, and employees during the fiscal  
26 year ending September 30, 2018.

27 (2) The department must submit a report to the house and

1 senate appropriations subcommittees on general government, the  
2 senate and house fiscal agencies, and the state budget director by  
3 March 15. The report must describe the specific outcomes and  
4 measures required in subsection (1) and provide the results and  
5 data related to these outcomes and measures for the prior fiscal  
6 year if related information is available for the prior fiscal year.

7       Sec. 837. (1) From the funds appropriated in part 1 for  
8 citizen-centric government, the department shall identify specific  
9 outcomes and performance measures, including, but not limited to,  
10 the following:

11       (a) Begin integration of MiLogin with at least 10 high-value  
12 systems to provide seamless access to those systems with 1 set of  
13 credentials during the fiscal year ending September 30, 2018.

14       (b) Increase the number of high-value systems that citizens  
15 and businesses can log into with 1 login during the fiscal year  
16 ending September 30, 2018.

17       (2) The department must submit a report to the house and  
18 senate appropriations subcommittees on general government, the  
19 senate and house fiscal agencies, and the state budget director by  
20 March 15. The report must describe the specific outcomes and  
21 measures required in subsection (1) and provide the results and  
22 data related to these outcomes and measures.

### 23 STATE BUILDING AUTHORITY RENT

24       Sec. 842. (1) The state building authority rent appropriations  
25 in part 1 may also be expended for the payment of required premiums  
26 for insurance on facilities owned by the state building authority

1 or payment of costs that may be incurred as the result of any  
2 deductible provisions in such insurance policies.

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

#### 9 **CIVIL SERVICE COMMISSION**

10 Sec. 850. (1) In accordance with section 5 of article XI of  
11 the state constitution of 1963, all restricted funds shall be  
12 assessed a sum not less than 1% of the total aggregate payroll paid  
13 from those funds for financing the civil service commission on the  
14 basis of actual 1% restricted sources total aggregate payroll of  
15 the classified service for the preceding fiscal year. This  
16 includes, but is not limited to, restricted funds appropriated in  
17 part 1 of any appropriations act. Unexpended 1% appropriated funds  
18 shall be returned to each 1% fund source at the end of the fiscal  
19 year.

20 (2) The appropriations in part 1 are estimates of actual  
21 charges based on payroll appropriations. With the approval of the  
22 state budget director, the commission is authorized to adjust  
23 financing sources for civil service charges based on actual payroll  
24 expenditures, provided that such adjustments do not increase the  
25 total appropriation for the civil service commission.

26 (3) The financing from restricted sources shall be credited to

1 the civil service commission by the end of the second fiscal  
2 quarter.

3       Sec. 851. Except where specifically appropriated for this  
4 purpose, financing from restricted sources shall be credited to the  
5 civil service commission. For restricted sources of funding within  
6 the general fund that have the legislative authority for carryover,  
7 if current spending authorization or revenues are insufficient to  
8 accept the charge, the shortage shall be taken from carryforward  
9 balances of that funding source. Restricted revenue sources that do  
10 not have carryforward authority shall be utilized to satisfy  
11 commission operating deducts first and civil service obligations  
12 second. General fund dollars are appropriated for any shortfall,  
13 pursuant to approval by the state budget director.

14       Sec. 852. The appropriation in part 1 to the civil service  
15 commission, for state-sponsored group insurance, flexible spending  
16 accounts, and COBRA, represents amounts, in part, included within  
17 the various appropriations throughout state government for the  
18 current fiscal year to fund the flexible spending account program  
19 included within the civil service commission. Deposits against  
20 state-sponsored group insurance, flexible spending accounts, and  
21 COBRA for the flexible spending account program shall be made from  
22 assessments levied during the current fiscal year in a manner  
23 prescribed by the civil service commission. Unspent employee  
24 contributions to the flexible spending accounts may be used to  
25 offset administrative costs for the flexible spending account  
26 program, with any remaining balance of unspent employee  
27 contributions to be lapsed to the general fund.

1    CAPITAL OUTLAY

2           Sec. 860. As used in sections 861 through 867:

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

4           (b) "Community college" means a community college organized  
5 under the community college act of 1966, 1966 PA 331, MCL 389.1 to  
6 389.195, or under part 25 of the revised school code, 1976 PA 451,  
7 MCL 380.1601 to 380.1607, and does not include a state agency or  
8 university.

9           (c) "Department" means the department of technology,  
10 management, and budget.

11           (d) "Director" means the director of the department of  
12 technology, management, and budget.

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

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

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

19           (h) "University" means a 4-year university supported by the  
20 state. University does not include a community college or a state  
21 agency.

22           Sec. 861. Each capital outlay project authorized in this part  
23 and part 1 or any previous capital outlay act shall comply with the  
24 procedures required by the management and budget act, 1984 PA 431,  
25 MCL 18.1101 to 18.1594.

26           Sec. 862. (1) The department shall provide the JCOS, state  
27 budget director, and the senate and house fiscal agencies with



1 reports as considered necessary relative to the status of each  
2 planning or construction project financed by the state building  
3 authority, by this part and part 1, or by previous acts.

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

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

9 (b) The balance remaining in each account.

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

11 (d) The anticipated date of occupancy if the project is under  
12 construction.

13 (e) The appropriations history for the project.

14 (f) The professional service contractor.

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

16 (h) The amount of the project financed through the state  
17 building authority.

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

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

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

25 (b) Whether a program statement is approved.

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

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

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

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

4 Sec. 864. The appropriations in part 1 for capital outlay  
5 shall be carried forward at the end of the fiscal year consistent  
6 with the provisions of section 248 of the management and budget  
7 act, 1984 PA 431, MCL 18.1248.

8 Sec. 865. (1) A site preparation economic development fund is  
9 created in the department. As used in this section, "economic  
10 development sites" means those state-owned sites declared as  
11 surplus property pursuant to section 251 of the management and  
12 budget act, 1984 PA 431, MCL 18.1251, that would provide economic  
13 benefit to the area or to the state. The MEDC board and the state  
14 budget director shall determine whether or not a specific state-  
15 owned site qualifies for inclusion in the fund created under this  
16 subsection.

17 (2) Proceeds from the sale of any sites designated in  
18 subsection (1) shall be deposited into the fund created in  
19 subsection (1) and shall be available for site preparation  
20 expenditures, unless otherwise provided by law. The economic  
21 development sites authorized in subsection (1) are authorized for  
22 sale consistent with state law. Expenditures from the fund are  
23 authorized for site preparation activities that enhance the  
24 marketable sale value of the sites. Site preparation activities  
25 include, but are not limited to, demolition, environmental studies  
26 and abatement, utility enhancement, and site excavation.

27 (3) A cash advance in an amount of not more than

1 \$25,000,000.00 is authorized from the general fund to the site  
2 preparation economic development fund.

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

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

9 (b) The sites identified as economic development sites under  
10 subsection (1).

11 Sec. 867. Proceeds from the sale of the Farnum Building shall  
12 be subsequently appropriated to the department in accordance with  
13 any legislation enacted that authorizes the sale of that property.  
14 If the net proceeds from the sale of the Farnum Building are less  
15 than the \$7,000,000.00 authorized for senate relocation costs in  
16 section 896 of article VIII of 2014 PA 252, an amount equal to the  
17 difference between the net sale proceeds and \$7,000,000.00 shall be  
18 appropriated by the legislature to the department.

19 **CAPITAL OUTLAY - UNIVERSITIES AND COMMUNITY COLLEGES**

20 Sec. 873. (1) This section applies only to projects for  
21 community colleges.

22 (2) State support is directed towards the remodeling and  
23 additions, special maintenance, or construction of certain  
24 community college buildings. The community college shall obtain or  
25 provide for site acquisition and initial main utility installation  
26 to operate the facility. Funding shall be composed of local and

1 state shares and not more than 50% of a capital outlay project, not  
2 including a lump-sum special maintenance project or remodeling and  
3 addition project, for a community college shall be appropriated  
4 from state and federal funds, unless otherwise appropriated by the  
5 legislature.

6 (3) An expenditure under this part and part 1 is authorized  
7 when the release of the appropriation is approved by the board upon  
8 the recommendation of the director. The director may recommend to  
9 the board the release of any appropriation in part 1 only after the  
10 director is assured that the legal entity operating the community  
11 college to which the appropriation is made has complied with this  
12 part and part 1 and has matched the amounts appropriated as  
13 required by this part and part 1. A release of funds in part 1  
14 shall not exceed 50% of the total cost of planning and construction  
15 of any project, not including lump-sum remodeling and additions and  
16 special maintenance, unless otherwise appropriated by the  
17 legislature. Further planning and construction of a project  
18 authorized by this part and part 1 or applicable sections of the  
19 management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594,  
20 shall be in accordance with the purpose and scope as defined and  
21 delineated in the approved program statements and planning  
22 documents. This part and part 1 are applicable to all projects for  
23 which planning appropriations were made in previous acts.

24 (4) The community college shall take the steps necessary to  
25 secure available federal construction and equipment money for  
26 projects funded for construction in this part and part 1 if an  
27 application was not previously made. If there is a reasonable

1 expectation that a prior year unfunded application may receive  
2 federal money in a subsequent year, the college shall take whatever  
3 action necessary to keep the application active.

4 Sec. 874. If university and community college matching  
5 revenues are received in an amount less than the appropriations for  
6 capital projects contained in this part and part 1, the state funds  
7 shall be reduced in proportion to the amount of matching revenue  
8 received.

9 Sec. 875. (1) The director may require that community colleges  
10 and universities that have an authorized project listed in part 1  
11 submit documentation regarding the project match and governing  
12 board approval of the authorized project not more than 60 days  
13 after the beginning of the fiscal year.

14 (2) If the documentation required by the director under  
15 subsection (1) is not submitted, or does not adequately  
16 authenticate the availability of the project match or board  
17 approval of the authorized project, the authorization may  
18 terminate. The authorization terminates 30 days after the director  
19 notifies the JCOS of the intent to terminate the project unless the  
20 JCOS convenes to extend the authorization.

#### 21 **ONE-TIME APPROPRIATIONS**

22 Sec. 880. (1) The drinking water declaration of emergency  
23 reserve fund is created within the department of treasury.

24 (2) From the funds appropriated in part 1 for the drinking  
25 water declaration of emergency reserve fund, \$25,000,000.00 shall  
26 be deposited into the drinking water declaration of emergency

1 reserve fund.

2 (3) Funds may only be spent from the drinking water  
3 declaration of emergency reserve fund upon appropriation, or  
4 legislative transfer pursuant to section 393 of the management and  
5 budget act, 1984 PA 431, MCL 18.1393.

6 (4) Interest and earnings from the investment of funds  
7 deposited in the drinking water declaration of emergency reserve  
8 fund shall be deposited in the general fund.

9 (5) Funds in the drinking water declaration of emergency  
10 reserve fund at the close of a fiscal year shall remain in the  
11 drinking water declaration of emergency reserve fund and shall not  
12 lapse to the general fund.

13 **DEPARTMENT OF TREASURY**

14 **OPERATIONS**

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

21 (2) In addition to the funds appropriated in part 1, there is  
22 appropriated an amount not to exceed \$10,000,000.00 for state  
23 restricted contingency funds. These funds are not available for  
24 expenditure until they have been transferred to another line item  
25 in part 1 under section 393(2) of the management and budget act,  
26 1984 PA 431, MCL 18.1393.

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

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

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

22       (2) In addition to the amount appropriated to the department  
23 of treasury for debt service in part 1, there is appropriated an  
24 amount for fiscal year cash-flow borrowing costs to pay for  
25 interest on interfund borrowing made under 1967 PA 55, MCL 12.51 to  
26 12.53.

27       (3) In addition to the amount appropriated to the department

1 of treasury for debt service in part 1, there is appropriated all  
2 repayments received by the state on loans made from the school bond  
3 loan fund not required to be deposited in the school loan revolving  
4 fund by or pursuant to section 4 of 1961 PA 112, MCL 388.984, to  
5 the extent determined by the state treasurer, for the payment of  
6 debt service, including, without limitation, optional and mandatory  
7 redemptions, on bonds, notes or commercial paper issued by the  
8 state pursuant to 1961 PA 112, MCL 388.981 to 388.985.

9       Sec. 902a. The department of treasury shall notify the senate  
10 and house of representatives standing committees on appropriations,  
11 the chairpersons of the relevant appropriations subcommittees, the  
12 senate and house fiscal agencies, and the state budget office not  
13 more than 30 days after a refunding or restructuring bond issue is  
14 sold. The notification shall compare the annual debt service prior  
15 to the refinancing or restructuring, the annual debt service after  
16 the refinancing or restructuring, the change in the principal and  
17 interest over the duration of the debt, and the projected change in  
18 the present value of the debt service due to the refinancing and  
19 restructuring.

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



1 for the collection of taxes or other accounts due this state are  
2 from the fund or account to which the revenues being collected are  
3 recorded or dedicated. However, if the taxes collected are  
4 constitutionally dedicated for a specific purpose, the  
5 appropriation of collection costs and fees are from the general  
6 purpose account of the general fund.

7 (2) From the funds appropriated in part 1, the department of  
8 treasury may contract with private collections agencies and law  
9 firms to collect defaulted student loans and other accounts due the  
10 Michigan guaranty agency. In addition to the amounts appropriated  
11 in part 1 to the department of treasury, there are appropriated  
12 amounts necessary to fund collection costs and fees not to exceed  
13 24.34% of the collection or a lesser amount as prescribed by the  
14 contract. The appropriation to fund collection costs and fees for  
15 the auditing and collection of defaulted student loans due the  
16 Michigan guaranty agency is from the fund or account to which the  
17 revenues being collected are recorded or dedicated.

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

26 (4) From the funds appropriated in part 1 for collection  
27 services, the department of treasury shall issue an RFP for the

1 provision of collection services. The RFP shall allow for a  
2 multiple collection contract approach. It shall also allow a bidder  
3 to bid on the entire contract, or for individual components of the  
4 contract. The RFP shall include an option for a secondary placement  
5 collections program. The department shall issue a request for  
6 competitive proposals from service providers interested in  
7 providing collection services, including secondary placement  
8 collections services. The competitive proposal for secondary  
9 placement services shall meet all of the following requirements:

10 (a) Be issued no later than November 30, 2017 with responses  
11 due  
12 by January 30, 2017.

13 (b) The department shall make a determination regarding the  
14 RFP by May 30, 2018.

15 (c) Establish criteria for when delinquent accounts will be  
16 referred to the secondary placement service.

17 (d) Provide information to the department of treasury  
18 necessary to evaluate the performance of the program.

19 (e) Demonstrate that the vendor has the ability to interface  
20 its technology systems with the existing technology framework of  
21 the department of treasury.

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

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

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

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

21 (2) The appropriations under subsection (1) shall be funded by  
22 restricting revenues from common cash interest earnings and  
23 investment earnings in an amount sufficient to record these  
24 expenditures. If the amounts of common cash interest earnings are  
25 insufficient to cover these costs, then miscellaneous revenues  
26 shall be used to fund the remaining balance of these expenditures.

27 Sec. 905. A revolving fund known as the municipal finance fee

1 fund is created in the department of treasury. Fees are established  
2 under the revised municipal finance act, 2001 PA 34, MCL 141.2101  
3 to 141.2821, and the fees collected shall be credited to the  
4 municipal finance fee fund and may be carried forward for future  
5 appropriation.

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

16 (2) A revolving fund known as the audit charges fund is  
17 created in the department of treasury. The contractual charges  
18 collected shall be credited to the audit charges fund and may be  
19 carried forward for future appropriation.

20 Sec. 907. A revolving fund known as the assessor certification  
21 and training fund is created in the department of treasury. The  
22 assessor certification and training fund shall be used to organize  
23 and operate a property assessor certification and training program.  
24 Each participant certified and trained shall pay to the department  
25 of treasury examination fees not to exceed \$50.00 per examination  
26 and certification fees not to exceed \$175.00. Training courses  
27 shall be offered in assessment administration. Each participant

1 shall pay a fee to cover the expenses incurred in offering the  
2 optional programs to certified assessing personnel and other  
3 individuals interested in an assessment career opportunity. The  
4 fees collected shall be credited to the assessor certification and  
5 training fund.

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

12 Sec. 909. Revenue from the airport parking tax act, 1987 PA  
13 248, MCL 207.371 to 207.383, is appropriated and shall be  
14 distributed under section 7a of the airport parking tax act, 1987  
15 PA 248, MCL 207.377a.

16 Sec. 910. The disbursement by the department of treasury from  
17 the bottle deposit fund to dealers as required by section 3c(2) of  
18 1976 IL 1, MCL 445.573c, is appropriated.

19 Sec. 911. There is appropriated an amount sufficient to  
20 recognize and pay refundable income tax credits as provided by law.

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

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

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

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

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

9 (2) Of the funds appropriated in part 1 to the department of  
10 treasury for the senior citizens' cooperative housing tax exemption  
11 program, a portion may be utilized for a program audit of the  
12 program. The department of treasury shall forward copies of any  
13 audit report completed to the senate and house of representatives  
14 standing committees on appropriations subcommittees on general  
15 government and to the state budget office. The department of  
16 treasury may utilize up to 1% of the funds for program  
17 administration and auditing.

18 Sec. 914. The department of treasury may provide a \$200.00  
19 annual prize from the Ehlers internship award account in the gifts,  
20 bequests, and deposit fund to the runner-up of the Rosenthal prize  
21 for interns. The Ehlers internship award account is interest  
22 bearing.

23 Sec. 915. Pursuant to section 61 of the Michigan campaign  
24 finance act, 1976 PA 388, MCL 169.261, there is appropriated from  
25 the general fund to the state campaign fund an amount equal to the  
26 amounts designated for tax year 2016. Except as otherwise provided  
27 in this section, the amount appropriated shall not revert to the

1 general fund and shall remain in the state campaign fund. Any  
2 amounts remaining in the state campaign fund in excess of  
3 \$10,000,000.00 on December 31 shall revert to the general fund.

4       Sec. 916. The department of treasury may make available to  
5 interested entities otherwise unavailable customized unclaimed  
6 property listings of nonconfidential information in its possession.  
7 The charge for this information is as follows: 1 to 100,000 records  
8 at 2.5 cents per record and 100,001 or more records at .5 cents per  
9 record. The revenue received from this service shall be deposited  
10 to the appropriate revenue account or fund. The department shall  
11 submit an annual report on or before June 1 to the state budget  
12 director and the senate and house of representatives standing  
13 committees on appropriations that states the amount of revenue  
14 received from the sale of information.

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

19       (2) The department of treasury shall submit a report for the  
20 immediately preceding fiscal year to the state budget director, the  
21 chairpersons of the relevant appropriations subcommittees, and the  
22 senate and house fiscal agencies not later than November 30 stating  
23 the amounts appropriated for write-offs and advances under  
24 subsection (1).

25       Sec. 919. (1) From funds appropriated in part 1, the  
26 department of treasury may contract with private auditing firms to  
27 audit for and collect unclaimed property due this state in

1 accordance with the uniform unclaimed property act, 1995 PA 29, MCL  
2 567.221 to 567.265. In addition to the amounts appropriated in part  
3 1 to the department of treasury, there are appropriated amounts  
4 necessary to fund auditing and collection costs and fees not to  
5 exceed 12% of the collections, or a lesser amount as prescribed by  
6 the contract. The appropriation to fund collection costs and fees  
7 for the auditing and collection of unclaimed property due this  
8 state is from the fund or account to which the revenues being  
9 collected are recorded or dedicated.

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

18 Sec. 920. (1) The department of treasury shall produce a  
19 listing of all personal property tax reimbursement payments to be  
20 distributed by the local community stabilization authority related  
21 to property taxes levied in the current calendar year and shall  
22 post the list of payments on the department website by September  
23 30.

24 (2) The department of treasury shall prepare a written notice  
25 that describes the potential for adjustments in personal property  
26 tax reimbursement payments that will affect the subsequent payment.  
27 The department shall provide the notice to the local community



1 stabilization authority by March 31.

2 (3) The local community stabilization authority shall  
3 distribute the notice prepared under subsection (2) to all  
4 municipalities by April 30. The notice may be distributed  
5 electronically.

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

11 (2) The department of treasury shall submit a report for the  
12 immediately preceding fiscal year to the state budget director, the  
13 chairpersons of the relevant appropriations subcommittees, and the  
14 senate and house fiscal agencies not later than December 31 stating  
15 the amount of exemptions denied and the revenue received under the  
16 program.

17 Sec. 926. Unexpended appropriations of the John R. Justice  
18 grant program are designated as work project appropriations and  
19 shall not lapse at the end of the fiscal year and shall continue to  
20 be available for expenditure until the project has been completed.  
21 The following is in compliance with section 451a of the management  
22 and budget act, 1984 PA 431, MCL 18.1451a:

23 (a) The purpose of the project is to provide student loan  
24 forgiveness to qualified public defenders and prosecutors.

25 (b) The project will be accomplished by utilizing state  
26 employees or contracts with private vendors, or both.

27 (c) The total estimated cost of the project is \$288,100.00.

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

2 Sec. 927. The department of treasury shall submit annual  
3 progress reports to the senate and house of representatives  
4 standing committees on appropriations subcommittees on general  
5 government and the senate and house fiscal agencies, regarding  
6 personal property tax audits. The report shall include the number  
7 of audits, revenue generated, and number of complaints received by  
8 the department related to the audits.

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

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

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

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

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

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

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

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

11 Sec. 934. (1) The department of treasury may expend revenues  
12 received under the hospital finance authority act, 1969 PA 38, MCL  
13 331.31 to 331.84, the shared credit rating act, 1985 PA 227, MCL  
14 141.1051 to 141.1076, the higher education facilities authority  
15 act, 1969 PA 295, MCL 390.921 to 390.934, the Michigan public  
16 educational facilities authority, Executive Reorganization Order  
17 No. 2002-3, MCL 12.192, the Michigan tobacco settlement finance  
18 authority act, 2005 PA 226, MCL 129.261 to 129.279, the land bank  
19 fast track act, 2003 PA 258, MCL 124.751 to 124.774, part 505 of  
20 the natural resources and environmental protection act, 1994 PA  
21 451, MCL 324.50501 to 324.50522, the state housing development  
22 authority act of 1966, 1966 PA 346, MCL 125.1401 to 125.1499c, and  
23 the Michigan finance authority, Executive Reorganization Order No.  
24 2010-2, MCL 12.194, for necessary salaries, wages, supplies,  
25 contractual services, equipment, worker's compensation insurance  
26 premiums, grants to the civil service commission and state  
27 employees' retirement fund, and other expenses as allowed under

1 those acts.

2 (2) The department of treasury shall report by January 31 to  
3 the senate and house appropriations subcommittees on general  
4 government, the senate and house fiscal agencies, and the state  
5 budget director on the amount and purpose of expenditures made  
6 under subsection (1) from funds received in addition to those  
7 appropriated in part 1. The report shall also include a listing of  
8 reimbursement of revenue, if any. The report shall cover the  
9 previous fiscal year.

10 Sec. 935. The funds appropriated in part 1 for dual enrollment  
11 payments for an eligible student enrolled in a state-approved  
12 nonpublic school shall be distributed as provided under the  
13 postsecondary enrollment options act, 1996 PA 160, MCL 388.511 to  
14 388.524, and the career and technical preparation act, 2000 PA 258,  
15 MCL 388.1901 to 388.1913, in a form and manner as determined by the  
16 department of treasury.

17 Sec. 936. (1) From the funds appropriated in part 1 for  
18 financial data analytic tool reimbursement, there is allocated an  
19 amount not to exceed \$500,000.00 for reimbursements to cities,  
20 villages, townships, and counties for the licensing of data  
21 analytic tools as described under this section. Reimbursements are  
22 for cities, villages, townships, and counties that choose to use a  
23 data analytic tool with 1 of the vendors approved by the MDTMB  
24 under subsection (2). Funds allocated under this section are  
25 intended to provide cities, villages, townships, and counties with  
26 financial forecasting and transparency reporting tools to improve  
27 the financial health of cities, villages, townships, and counties

1 and to improve communication with the public.

2 (2) Not later than October 15, 2017, the MDTMB shall review  
3 vendors for data analytic tools and provide cities, villages,  
4 townships, and counties with a list of up to 2 approved vendors  
5 that cities, villages, townships, and counties may use to qualify  
6 for a reimbursement under this section. An approved data analytic  
7 tool supplied by the vendor must do all of the following:

8 (a) Analyze financial data.

9 (b) Analyze pension and other postemployment benefit trends.

10 (c) Provide early warning indicators of financial stress.

11 (d) Provide peer community comparisons of financial data.

12 (e) Provide financial projections for at least 3 subsequent  
13 fiscal years.

14 (3) Funds allocated under this section shall be paid to  
15 cities, villages, townships, and counties as a reimbursement for  
16 already having a licensing agreement or for entering into a  
17 licensing agreement not later than December 1, 2017 with a vendor  
18 approved under subsection (2) to implement a data analytic  
19 agreement. Reimbursement under this section shall be made as  
20 follows:

21 (a) All cities, villages, townships, and counties seeking  
22 reimbursement shall submit requests not later than December 1, 2017  
23 indicating the cost paid for the financial data analytic tool.

24 (b) The department shall determine the sum of the funding  
25 requested by all cities, villages, townships, and counties under  
26 subdivision (a) and, if there are sufficient funds, shall reimburse  
27 1/2 of the costs submitted by each city, village, township, and

1 county under subdivision (a). If there are insufficient funds to  
2 pay 1/2 of the costs submitted under subdivision (a), the  
3 reimbursement shall be made on an equal percentage basis.

4 (c) Any funds remaining after the calculation and payment of  
5 reimbursements under this subsection shall be available for  
6 expenditure under the program for financially distressed cities,  
7 villages, or townships after the approval of transfers by the  
8 legislature pursuant to section 393(2) of the management and budget  
9 act, 1984 PA 431, MCL 18.1393.

10 (d) The reimbursement to a city, village, township, or county  
11 shall not be greater than the amount paid for a data analytic  
12 application.

13 (e) A city, village, township, or county shall not be  
14 reimbursed for the purchase of more than 1 software application.

15 (4) Payments under this section shall be made on a schedule  
16 determined by the department.

17 (5) Within 30 days after the department has made all payments  
18 under subsection (3), the department shall report the following to  
19 the senate and house of representatives standing committees on  
20 appropriations subcommittees on general government, the state  
21 budget director, and the fiscal agencies:

22 (a) The total amount of payments made.

23 (b) If the payments were prorated, the amount of proration.

24 (c) A list of each payment made to cities, villages,  
25 townships, and counties.

26 Sec. 937. From the funds appropriated in part 1, the  
27 department of treasury shall submit a report to the state budget

1 director, the senate and house standing committees on  
2 appropriations, the chairpersons of the relevant appropriations  
3 subcommittees, and the senate and house fiscal agencies not later  
4 than March 31 regarding the performance of the Michigan accounts  
5 receivable collections system. The report shall include, but is not  
6 limited to:

7 (a) Information regarding the effectiveness of the  
8 department's current collection strategies, including use of  
9 vendors or contractors.

10 (b) The amount of delinquent accounts and collection referrals  
11 to vendors and contractors.

12 (c) The liquidation rates for declining delinquent accounts.

13 (d) The profile of uncollected delinquent accounts, including  
14 specific uncollected amounts by category.

15 (e) The department's strategy to manage delinquent accounts  
16 once those accounts exceed the vendor's or contractor's contracted  
17 collectible period.

18 (f) A summary of the strategies used in other states,  
19 including, but not limited to, secondary placement services, and  
20 assessing the benefits of those strategies.

21 Sec. 941. (1) The department of treasury, in conjunction with  
22 the Michigan strategic fund, shall report to the senate and house  
23 of representatives standing committees on appropriations, the  
24 senate and house of representatives appropriations subcommittees on  
25 general government, the senate and house fiscal agencies, and the  
26 state budget office by November 1 on the annual cost of the  
27 Michigan economic growth authority tax credits. The report shall



1 include for each year the board-approved credit amount, adjusted  
2 for credit amendments where applicable, and the actual and  
3 projected value of tax credits for each year from 1995 to the  
4 expiration of the credit program. For years for which credit claims  
5 are complete, the report shall include the total of actual  
6 certificated credit amounts. For years for which claims are still  
7 pending or not yet submitted, the report shall include a  
8 combination of actual credits where available and projected  
9 credits. Credit projections shall be based on updated estimates of  
10 employees, wages, and benefits for eligible companies.

11 (2) In addition to the report under subsection (1), the  
12 department of treasury, in conjunction with the Michigan strategic  
13 fund, shall report to the senate and house of representatives  
14 standing committees on appropriations, the senate and house of  
15 representatives appropriations subcommittees on general government,  
16 the senate and house fiscal agencies, and the state budget office  
17 by November 1 on the annual cost of all other certificated credits  
18 by program, for each year until the credits expire or can no longer  
19 be collected. The report shall include estimates on the brownfield  
20 redevelopment credit, film credits, MEGA photovoltaic technology  
21 credit, MEGA polycrystalline silicon manufacturing credit, MEGA  
22 vehicle battery credit, and other certificated credits.

23 Sec. 942. As a condition of receiving funds appropriated in  
24 part 1 for supervision of the general property tax law, the  
25 department of treasury shall prioritize maintaining existing  
26 contracts related to the property services division.

27 Sec. 943. From the funds appropriated in part 1, the

1 department of treasury may establish a closed-loop payment  
2 processing and digital patient identification delivery and  
3 authentication system under which the department creates accounts  
4 to be used only by registered patients and caregivers at licenses  
5 dispensaries as well as by all license holders and licensed  
6 marihuana businesses, vendors, and other approved participants in  
7 the state program.

8       Sec. 944. If the department of treasury hires a pension plan  
9 consultant using any of the funds appropriated in part 1, the  
10 department shall retain any report provided to the department by  
11 that consultant, notify the senate and house of representatives  
12 appropriations subcommittees on general government, the senate and  
13 house fiscal agencies, and the state budget director, and shall  
14 make that report available upon request to the senate and house of  
15 representatives standing committees on appropriations subcommittees  
16 on general government, the senate and house fiscal agencies, and  
17 the state budget director. A rationale for retention of a pension  
18 plan consultant shall be included in the notification of retention.

19       Sec. 945. Reviews of local unit assessment administration  
20 practices, procedures, and records, also known as the audit of  
21 minimal assessing requirements, shall be conducted in each  
22 assessment jurisdiction a minimum of once every 5 years.

23       Sec. 946. Revenue collected in the convention facility  
24 development fund is appropriated and shall be distributed under  
25 sections 8 and 9 of the state convention facility development act,  
26 1985 PA 106, MCL 207.628 and 207.629.

27       Sec. 947. Financial independence teams shall cooperate with

1 the financial responsibility section to coordinate and streamline  
2 efforts in identifying and addressing fiscal emergencies in school  
3 districts and intermediate school districts.

4       Sec. 948. Total authorized appropriations from all department  
5 of treasury sources under part 1 for legacy costs for the fiscal  
6 year ending September 30, 2018 are \$43,024,600.00. From this  
7 amount, total agency appropriations for pension-related legacy  
8 costs are estimated at \$22,140,700.00. Total agency appropriations  
9 for retiree health care legacy costs are estimated at  
10 \$20,883,900.00.

11       Sec. 949. (1) From the funds appropriated in part 1, the  
12 department of treasury may contract with private agencies to  
13 prevent the disbursement of fraudulent tax refunds. In addition to  
14 the amounts appropriated in part 1 to the department of treasury,  
15 there are appropriated amounts necessary to pay contract costs or  
16 fund operations designed to reduce fraudulent income tax refund  
17 payments not to exceed \$1,200,000.00 of the refunds identified as  
18 potentially fraudulent and for which payment of the refund is  
19 denied. The appropriation to fund fraud prevention efforts is from  
20 the fund or account to which the revenues being collected are  
21 recorded or dedicated.

22       (2) The department of treasury shall submit a report for the  
23 immediately preceding fiscal year ending September 30 to the state  
24 budget director, the senate and house of representatives standing  
25 committees on appropriations, and the chairpersons of the relevant  
26 appropriations subcommittees not later than November 30 stating the  
27 number of refund claims denied due to the fraud prevention

1 operations, the amount of refunds denied, the costs of the fraud  
2 prevention operations, and other pertinent information relating to  
3 determining whether this authority should be continued.

4 Sec. 949a. From the funds appropriated in part 1 for  
5 additional staff in city income tax administration, the department  
6 shall expand individual income tax return administration to 1  
7 additional city to leverage the department's capabilities to assist  
8 cities with their taxation efforts.

9 Sec. 949d. (1) From the funds appropriated in part 1 for  
10 financial review commission, the department shall continue  
11 financial review commission efforts in the current fiscal year. The  
12 purpose of the funding is to cover ongoing costs associated with  
13 the operation of the commission.

14 (2) The department shall identify specific outcomes and  
15 performance measures for this initiative, including, but not  
16 limited to, the department's ability to perform a critical fiscal  
17 review to ensure the city of Detroit does not reenter distress  
18 following its exit from bankruptcy and to ensure that the community  
19 district does not enter distress and maintains a balanced budget.

20 (3) The department must submit a report to the house and  
21 senate appropriations subcommittees on general government, the  
22 senate and house fiscal agencies, and the state budget director by  
23 March 15. The report must describe the specific outcomes and  
24 measures required in subsection (1) and provide the results and  
25 data related to these outcomes and measures.

26 Sec. 949e. From the funds appropriated in part 1 for the state  
27 essential services assessment program, the department of treasury

1 shall administer the state essential services assessment program.  
2 The program will provide the department the ability to collect the  
3 state essential services assessment which is a phased-in  
4 replacement of locally collected personal property taxes on  
5 eligible manufacturing personal property.

6 Sec. 949f. Revenue from the tobacco products tax act, 1993 PA  
7 327, MCL 205.421 to 205.436, related to counties with a 2000  
8 population of more than 2,000,000 is appropriated and shall be  
9 distributed under section 12(4)(d) of the tobacco products tax act,  
10 1993 PA 327, MCL 205.432.

11 Sec. 949g. From the one-time funds appropriated in part 1 for  
12 urban search and rescue task force, \$500,000.00 shall be expended  
13 to support the urban search and rescue task force. In distributing  
14 funds under this section, the department of treasury shall require  
15 the task force to provide to the department the following  
16 information:

17 (a) A final year-end report providing information on all  
18 revenue received by source and expenditures by categories, with the  
19 funds distributed to the task force under section 949g of article  
20 VIII of 2016 PA 268 discretely presented.

21 (b) Detail on the proposed expenditure of the funds  
22 distributed under this section.

23 (c) A final year-end report providing information on all  
24 revenue received by source and expenditures by categories, with the  
25 funds distributed under this section discretely presented.

26 Sec. 949h. Revenue from part 6 of the medical marihuana  
27 facilities licensing act, 2016 PA 281, MCL 333.27601 to 333.27605,

1 is appropriated and distributed pursuant to part 6 of the medical  
2 marihuana facilities licensing act, 2016 PA 281, MCL 333.27601 to  
3 333.27605.

4 Sec. 949j. All funds in the wrongful imprisonment compensation  
5 fund created in the wrongful imprisonment compensation act, 2016 PA  
6 343, MCL 691.1751 to 691.1757, are appropriated and available for  
7 expenditure. Expenditures are limited to support wrongful  
8 imprisonment compensation payments pursuant to section 6 of the  
9 wrongful imprisonment compensation act, 2016 PA 343, MCL 691.1756.

#### 10 **REVENUE SHARING**

11 Sec. 950. The funds appropriated in part 1 for constitutional  
12 revenue sharing shall be distributed by the department of treasury  
13 to cities, villages, and townships, as required under section 10 of  
14 article IX of the state constitution of 1963. Revenue collected in  
15 accordance with section 10 of article IX of the state constitution  
16 of 1963 in excess of the amount appropriated in part 1 for  
17 constitutional revenue sharing is appropriated for distribution to  
18 cities, villages, and townships, on a population basis as required  
19 under section 10 of article IX of the state constitution of 1963.

20 Sec. 952. (1) The funds appropriated in part 1 for city,  
21 village, and township revenue sharing are for grants to cities,  
22 villages, and townships such that, subject to fulfilling the  
23 requirements under subsection (3), each city, village, or township  
24 is eligible to receive 100% of its eligible payment under section  
25 952 of article VIII of 2016 PA 268. For purposes of this  
26 subsection, any city, village, or township that completely merges  
27 with another city, village, or township will be treated as a single

1 entity, such that when determining the eligible payment under  
2 section 952 of article VIII of 2016 PA 268 for the combined single  
3 entity, the amount each of the merging local units was eligible to  
4 receive under section 952 of article VIII of 2016 PA 268 is summed.  
5 For purposes of this subsection, population is determined in the  
6 same manner as under section 3 of the Glenn Steil state revenue  
7 sharing act of 1971, 1971 PA 140, MCL 141.903. In addition, any  
8 city or village that according to the 2010 federal decennial census  
9 is determined to have population in more than 1 county shall be  
10 treated as a single entity when determining the eligible payment  
11 under section 952 of article VIII of 2016 PA 268.

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 20% of the amount by  
15 which the balance in its revenue sharing reserve fund under section  
16 44a of the general property tax act, 1893 PA 206, MCL 211.44a, for  
17 the county's most recent fiscal year that ends prior to the January  
18 1 of the state's fiscal year is less than the amount calculated  
19 under section 44a(14) of the general property tax act, 1893 PA 206,  
20 MCL 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. Except as otherwise provided under this  
25 subsection, payments under this subsection will be distributed to  
26 an eligible county subject to the county's fulfilling the  
27 requirements under subsection (3).

1           (3) For purposes of accountability and transparency, each  
2 eligible city, village, township, or county shall certify by  
3 December 1, or the first day of a payment month, that it has  
4 produced a citizen's guide of its most recent local finances,  
5 including a recognition of its unfunded liabilities; a performance  
6 dashboard; a debt service report containing a detailed listing of  
7 its debt service requirements, including, at a minimum, the  
8 issuance date, issuance amount, type of debt instrument, a listing  
9 of all revenues pledged to finance debt service by debt instrument,  
10 and a listing of the annual payment amounts until maturity; and a  
11 projected budget report, including, at a minimum, the current  
12 fiscal year and a projection for the immediately following fiscal  
13 year. The projected budget report shall include revenues and  
14 expenditures and an explanation of the assumptions used for the  
15 projections. Each eligible city, village, township, or county shall  
16 include in any mailing of general information to its citizens the  
17 internet website address location for its citizen's guide,  
18 performance dashboard, debt service report, and projected budget  
19 report or the physical location where these documents are available  
20 for public viewing in the city, village, township, or county  
21 clerk's office. Each city, village, township, and county applying  
22 for a payment under this subsection shall submit a copy of the  
23 performance dashboard, a copy of the debt service report, and a  
24 copy of the projected budget report to the department of treasury.  
25 In addition, each eligible city, village, township, or county  
26 applying for a payment under this subsection shall either submit a  
27 copy of the citizen's guide or certify that the city, village,



1 township, or county will be utilizing treasury's online citizen's  
2 guide. The department of treasury shall develop detailed guidance  
3 for a city, village, township, or county to follow to meet the  
4 requirements of this subsection. The detailed guidance shall be  
5 posted on the department of treasury website and distributed to  
6 cities, villages, townships, and counties by October 1.

7 (4) City, village, and township revenue sharing payments and  
8 county incentive program payments are subject to the following  
9 conditions:

10 (a) The city, village, township, or county shall certify to  
11 the department that it has met the required criteria for subsection  
12 (3) and submitted the required citizen's guide, performance  
13 dashboard, debt service report, and projected budget report as  
14 required by subsection (3). A department of treasury review of the  
15 citizen's guide, dashboard, or reports is not required in order for  
16 a city, village, township, or county to receive a payment under  
17 subsection (1) or (2). The department shall develop a certification  
18 process and method for cities, villages, townships, and counties to  
19 follow.

20 (b) Subject to subdivisions (c), (d), and (e), if a city,  
21 village, township, or county meets the requirements of subsection  
22 (3), the city, village, township, or county shall receive its full  
23 potential payment under this section.

24 (c) Cities, villages, and townships eligible to receive a  
25 payment under subsection (1) shall receive 1/6 of their eligible  
26 payment on the last business day of October, December, February,  
27 April, June, and August. Payments under subsection (1) shall be

1 issued to cities, villages, and townships until the specified due  
2 date for subsection (3). After the specified due date for  
3 subsection (3), payments shall be made to a city, village, or  
4 township only if that city, village, or township has complied with  
5 subdivision (a).

6 (d) Payments under subsection (2) shall be issued to counties  
7 until the specified due date for subsection (3). After the  
8 specified due date for subsection (3), payments shall be made to a  
9 county only if that county has complied with subdivision (a).

10 (e) If a city, village, township, or county does not submit  
11 the required certification, citizen's guide, performance dashboard,  
12 debt service report, and projected budget report by the first day  
13 of a payment month, the city, village, township, or county shall  
14 forfeit the payment in that payment month.

15 (f) Any city, village, township, or county that falsifies  
16 certification documents shall forfeit any future city, village, and  
17 township revenue sharing payments or county incentive program  
18 payments and shall repay to this state all payments it has received  
19 under this section.

20 (g) City, village, and township revenue sharing payments and  
21 county incentive program payments under this section shall be  
22 distributed on the last business day of October, December,  
23 February, April, June, and August.

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

27 (5) The unexpended funds appropriated in part 1 for city,

1 village, and township revenue sharing and the county incentive  
2 program shall be available for expenditure under the program for  
3 financially distressed cities, villages, or townships after the  
4 approval of transfers by the legislature pursuant to section 393(2)  
5 of the management and budget act, 1984 PA 431, MCL 18.1393.

6 Sec. 955. (1) The funds appropriated in part 1 for county  
7 revenue sharing shall be distributed by the department of treasury  
8 so that each eligible county receives a payment equal to 101.986%  
9 of the amount determined pursuant to the Glenn Steil state revenue  
10 sharing act of 1971, 1971 PA 140, MCL 141.901 to 141.921, less the  
11 amount for which the county is eligible under section 952(2). The  
12 amount calculated under this subsection shall be adjusted as  
13 necessary to reflect partial county fiscal years and prorated based  
14 on the total amount appropriated for distribution to all eligible  
15 counties.

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

19 Sec. 956. (1) The funds appropriated in part 1 for financially  
20 distressed cities, villages, or townships shall be granted by the  
21 department of treasury to cities, villages, and townships that have  
22 1 or more conditions that indicate probable financial distress, as  
23 determined by the department of treasury. A city, village, or  
24 township with 1 or more conditions that indicate probable financial  
25 distress may apply in a manner determined by the department of  
26 treasury for a grant to pay for specific projects or services that  
27 move the city, village, or township toward financial stability.

1 Grants are to be used for specific projects or services that move  
2 the city, village, or township toward financial stability. The  
3 city, village, or township must use the grants under this section  
4 to make payments to reduce unfunded accrued liability; to repair or  
5 replace critical infrastructure and equipment owned or maintained  
6 by the city, village, or township; to reduce debt obligations; or  
7 for costs associated with a transition to shared services with  
8 another jurisdiction. The department of treasury shall award no  
9 more than \$2,000,000.00 to any city, village, or township under  
10 this section.

11 (2) The department of treasury shall provide a report to the  
12 senate and house of representatives appropriations subcommittees on  
13 general government, the senate and house fiscal agencies, and the  
14 state budget office by March 31. The report shall include a list by  
15 grant recipient of the date each grant was approved, the amount of  
16 the grant, and a description of the project or projects that will  
17 be paid by the grant.

18 (3) The unexpended funds appropriated in part 1 for  
19 financially distressed cities, villages, or townships are  
20 designated as a work project appropriation, and any unencumbered or  
21 unallotted funds shall not lapse at the end of the fiscal year and  
22 shall be available for expenditure for projects under this section  
23 until the projects have been completed. The following is in  
24 compliance with section 451a of the management and budget act, 1984  
25 PA 431, MCL 18.1451a:

26 (a) The purpose of the project is to provide assistance to  
27 financially distressed cities, villages, and townships under this

1 section.

2 (b) The projects will be accomplished by grants to cities,  
3 villages, and townships approved by the department of treasury.

4 (c) The total estimated cost of all projects is \$5,000,000.00.

5 (d) The tentative completion date is September 30, 2022.

6 Sec. 957. (1) From the 1-time funds appropriated in part 1 for  
7 supplemental revenue sharing, a city, village, or township eligible  
8 for a payment under section 952 shall receive a payment equal to  
9 the population of the city, village, or township multiplied by  
10 \$0.81198, rounded to the nearest dollar. For purposes of this  
11 section, population is determined in the same manner as under  
12 section 3 of the Glenn Steil state revenue sharing act of 1971,  
13 1971 PA 140, MCL 141.903. In addition, any city or village that  
14 according to the 2010 federal decennial census is determined to  
15 have population in more than 1 county shall be treated as a single  
16 entity when determining the payment received under this section.

17 (2) Cities, villages, and townships eligible to receive a  
18 payment under subsection (1) shall receive 1/6 of their eligible  
19 payment on the last business day of October, December, February,  
20 April, June, and August.

#### 21 **BUREAU OF STATE LOTTERY**

22 Sec. 960. In addition to the funds appropriated in part 1 to  
23 the bureau of state lottery, there is appropriated from state  
24 lottery fund revenues the amount necessary for, and directly  
25 related to, implementing and operating lottery games under the  
26 McCauley-Traxler-Law-Bowman-McNeely lottery act, 1972 PA 239, MCL  
27 432.1 to 432.47, and activities under the Traxler-McCauley-Law-

1 Bowman bingo act, 1972 PA 382, MCL 432.101 to 432.120, including  
2 expenditures for contractually mandated payments for vendor  
3 commissions, contractually mandated payments for instant tickets  
4 intended for resale, the contractual costs of providing and  
5 maintaining the online system communications network, and incentive  
6 and bonus payments to lottery retailers.

7 Sec. 964. For the bureau of state lottery, there is  
8 appropriated 1% of the lottery's prior fiscal year's gross sales or  
9 \$30,000,000.00, whichever is less, for promotion and advertising.

#### 10 **CASINO GAMING**

11 Sec. 971. From the revenue collected by the Michigan gaming  
12 control board regarding the total annual assessment of each casino  
13 licensee, \$2,000,000.00 is appropriated and shall be deposited in  
14 the compulsive gaming prevention fund as described in section  
15 12a(5) of the Michigan gaming control and revenue act, 1996 IL 1,  
16 MCL 432.212a.

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

21 (2) A local revenue sharing board described in subsection (1)  
22 shall comply with the open meetings act, 1976 PA 267, MCL 15.261 to  
23 15.275, and the freedom of information act, 1976 PA 442, MCL 15.231  
24 to 15.246.

25 (3) A county treasurer is authorized to receive and administer  
26 funds received for and on behalf of a local revenue sharing board.  
27 Funds appropriated in part 1 for local government programs may be

1 used to audit local revenue sharing board funds held by a county  
2 treasurer. This section does not limit the ability of local units  
3 of government to enter into agreements with federally recognized  
4 Indian tribes to provide financial assistance to local units of  
5 government or to jointly provide public services.

6 (4) A local revenue sharing board described in subsection (1)  
7 shall comply with all applicable provisions of any agreement  
8 authorized by the Indian gaming regulatory act, Public Law 100-497,  
9 in which the local revenue sharing board is referenced, including,  
10 but not limited to, the disbursement of tribal casino payments  
11 received under applicable provisions of the tribal-state class III  
12 gaming compact in which those funds are received.

13 (5) The director of the department of state police and the  
14 executive director of the Michigan gaming control board are  
15 authorized to assist the local revenue sharing boards in  
16 determining allocations to be made to local public safety  
17 organizations.

18 (6) The Michigan gaming control board shall submit a report by  
19 September 30 to the senate and house of representatives standing  
20 committees on appropriations and the state budget director on the  
21 receipts and distribution of revenues by local revenue sharing  
22 boards.

23 Sec. 974. If revenues collected in the state services fee fund  
24 are less than the amounts appropriated from the fund, available  
25 revenues shall be used to fully fund the appropriation in part 1  
26 for casino gaming regulation activities before distributions are  
27 made to other state departments and agencies. If the remaining

1 revenue in the fund is insufficient to fully fund appropriations to  
2 other state departments or agencies, the shortfall shall be  
3 distributed proportionally among those departments and agencies.

4 Sec. 976. The executive director of the Michigan gaming  
5 control board may pay rewards of not more than \$5,000.00 to a  
6 person who provides information that results in the arrest and  
7 conviction on a felony or misdemeanor charge for a crime that  
8 involves the horse racing industry. A reward paid pursuant to this  
9 section shall be paid out of the appropriation in part 1 for the  
10 racing commission.

11 Sec. 977. All appropriations from the Michigan agriculture  
12 equine industry development fund, except for the racing commission  
13 appropriations, shall be reduced proportionately if revenues to the  
14 Michigan agriculture equine industry development fund decline  
15 during the current fiscal year to a level lower than the amount  
16 appropriated in part 1.

17 Sec. 978. The Michigan gaming control board shall use actual  
18 expenditure data in determining the actual regulatory costs of  
19 conducting racing dates and shall provide that data to the senate  
20 and house appropriations subcommittees on agriculture and general  
21 government, the state budget office, and the senate and house  
22 fiscal agencies. The Michigan gaming control board shall not be  
23 reimbursed for more than the actual regulatory cost of conducting  
24 race dates. If a certified horsemen's organization funds more than  
25 the actual regulatory cost, the balance shall remain in the  
26 agriculture equine industry development fund to be used to fund  
27 subsequent race dates conducted by race meeting licensees with



1 which the certified horsemen's organization has contracts. If a  
2 certified horsemen's organization funds less than the actual  
3 regulatory costs of the additional horse racing dates, the Michigan  
4 gaming control board shall reduce the number of future race dates  
5 conducted by race meeting licensees with which the certified  
6 horsemen's organization has contracts. Prior to the reduction in  
7 the number of authorized race dates due to budget deficits, the  
8 executive director of the Michigan gaming control board shall  
9 provide notice to the certified horsemen's organizations with an  
10 opportunity to respond with alternatives. In determining actual  
11 costs, the Michigan gaming control board shall take into account  
12 that each specific breed may require different regulatory  
13 mechanisms.

14       Sec. 979. In addition to the funds appropriated in part 1, the  
15 Michigan gaming control board may receive and expend state lottery  
16 fund revenue in an amount not to exceed \$3,000,000.00 for necessary  
17 expenses incurred in the licensing and regulation of millionaire  
18 parties pursuant to Executive Order No. 2012-4. In accordance with  
19 section 8 of the Traxler-McCauley-Law-Bowman bingo act, 1972 PA  
20 382, MCL 432.108, the amount of necessary expenses shall not exceed  
21 the amount of revenue received under that act. The Michigan gaming  
22 control board shall provide a report to the senate and house of  
23 representatives appropriations subcommittees on general government,  
24 the senate and house fiscal agencies, and the state budget office  
25 by April 15. The report shall include, but not be limited to, total  
26 expenditures related to the licensing and regulating of millionaire  
27 parties, steps taken to ensure charities are receiving revenue due

1 to them, progress on promulgating rules to ensure compliance with  
2 the Traxler-McCauley-Law-Bowman bingo act, 1972 PA 382, MCL 432.101  
3 to 432.120, and any enforcement actions taken.

4 **DEPARTMENT OF TALENT AND ECONOMIC DEVELOPMENT**

5 Sec. 980. (1) In addition to the funds appropriated in part 1,  
6 there is appropriated an amount not to exceed \$30,000,000.00 for  
7 federal contingency funds. These funds are not available for  
8 expenditure until they have been transferred to another line item  
9 in part 1 under section 393(2) of the management and budget act,  
10 1984 PA 431, MCL 18.1393.

11 (2) In addition to the funds appropriated in part 1, there is  
12 appropriated an amount not to exceed \$10,000,000.00 for state  
13 restricted contingency funds. These funds are not available for  
14 expenditure until they have been transferred to another line item  
15 in part 1 under section 393(2) of the management and budget act,  
16 1984 PA 431, MCL 18.1393.

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

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

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

3 Sec. 981. Total authorized appropriations from all sources  
4 under part 1 for legacy costs for the fiscal year ending September  
5 30, 2018 are \$32,357,000.00. From this amount, total agency  
6 appropriations for pension-related legacy costs are estimated at  
7 \$16,651,100.00. Total agency appropriations for retiree health care  
8 legacy costs are estimated at \$15,705,900.00.

9 Sec. 982. Federal pass-through funds to local institutions and  
10 governments that are received in amounts in addition to those  
11 included in part 1 and that do not require additional state  
12 matching funds are appropriated for the purposes intended. The  
13 department may carry forward into the succeeding fiscal year  
14 unexpended federal pass-through funds to local institutions and  
15 governments that do not require additional state matching funds.  
16 The department shall report the amount and source of the funds to  
17 the senate and house appropriation subcommittees on general  
18 government, the senate and house fiscal agencies, and the state  
19 budget office within 10 business days after receiving any  
20 additional pass-through funds.

21 **MICHIGAN STRATEGIC FUND - HOUSING AND COMMUNITY DEVELOPMENT**

22 Sec. 990. MSHDA shall annually present a report to the state  
23 budget office and the subcommittees on the status of the  
24 authority's housing production goals under all financing programs  
25 established or administered by the authority. The report shall give  
26 special attention to efforts to raise affordable multifamily  
27 housing production goals.

1       Sec. 994. In addition to the funds appropriated in part 1, the  
2 funds collected by state historic preservation programs for  
3 document reproduction and services and application fees are  
4 appropriated for all expenses necessary to provide the required  
5 services. These funds are available for expenditure when they are  
6 received and may be carried forward into the succeeding fiscal  
7 year.

8       Sec. 995. In addition to the amounts appropriated in part 1,  
9 the land bank fast track authority may expend revenues received  
10 under the land bank fast track act, 2003 PA 258, MCL 124.751 to  
11 124.774, for the purposes authorized by the act, including, but not  
12 limited to, the acquisition, lease, management, demolition,  
13 maintenance, or rehabilitation of real or personal property,  
14 payment of debt service for notes or bonds issued by the authority,  
15 and other expenses to clear or quiet title property held by the  
16 authority.

17 **MICHIGAN STRATEGIC FUND**

18       Sec. 1005. In addition to the appropriations in part 1, Travel  
19 Michigan may receive and expend private revenue related to the use  
20 of "Pure Michigan" and all other copyrighted slogans and images.  
21 This revenue may come from the direct licensing of the name and  
22 image or from the royalty payments from various merchandise sales.  
23 Revenue collected is appropriated for the marketing of the state as  
24 a travel destination. The funds are available for expenditure when  
25 they are received by the department of treasury. The fund shall  
26 provide a report that lists the revenues by source received from  
27 the use of "Pure Michigan" and all other copyrighted slogans and

1 images. The report shall provide a detailed list of expenditures of  
2 revenues received under this section. The report shall be provided  
3 to the appropriations subcommittees on general government, the  
4 fiscal agencies, and the state budget office by March 15.

5       Sec. 1007. (1) The fund shall provide reports to the relevant  
6 subcommittees, the state budget director, and the fiscal agencies  
7 concerning the activities of the MEDC grants and investment  
8 programs financed from the fund using investment, Indian gaming  
9 revenues, or other revenues. The report shall provide a list of  
10 individual grants, loans, and investments made from the fund or by  
11 the MEDC from the funds appropriated in part 1 and shall include  
12 the name of the recipient, the amount awarded to the recipient, and  
13 the purpose of the grant. The activities report shall also include,  
14 but not be limited to, the following programs funded in part 1:

15       (a) Travel Michigan, including any expenditures authorized  
16 under section 89b of the Michigan strategic fund act, 1984 PA 270,  
17 MCL 125.2089b, to supplement the Michigan promotion program or Pure  
18 Michigan programs. The report shall include the number of  
19 commercials produced, the types of media purchased, and the target  
20 of tourism promotion used in Michigan tourism promotion material.

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

1 (c) Community development block grants.

2 (d) Strategic fund administration.

3 (e) Renaissance zones.

4 (f) 21st century investment program.

5 (g) Michigan business development program.

6 (h) Community revitalization program.

7 (i) Core community fund.

8 (j) Any other programs of the fund.

9 (k) The budget of the MSF and MEDC for the previous fiscal  
10 year, including a list of all corporate revenue received by source,  
11 all expenditures by core focus and grouped by line-item  
12 appropriation for the year, the number of FTE positions at the  
13 MEDC, the corporate fund balance remaining at the end of the fiscal  
14 year, the total amount of work project funding spent during the  
15 previous fiscal year, all work projected funding that is being  
16 carried forward, and the difference between the enacted budget and  
17 final expenditures for the previous fiscal year.

18 (2) As a condition of the expenditure of funds appropriated in  
19 part 1 for business attraction and community revitalization, the  
20 fund shall submit a report to the chairpersons of the senate and  
21 house of representatives standing committees on appropriations, the  
22 chairpersons of the senate and house of representatives standing  
23 committees on appropriations subcommittees on general government,  
24 the senate and house fiscal agencies, and the state budget office  
25 that provides performance metrics for the Michigan business  
26 development program and community revitalization program. The  
27 report shall include, but is not limited to, all of the following

1 for all appropriated funds that are available during the fiscal  
2 year:

3 (a) Total verified jobs created, as required by statute,  
4 compared to total committed jobs.

5 (b) Total actual private investment compared to total  
6 projected private investment.

7 (c) An estimate of the return on investment to the state as a  
8 result of the incentives.

9 (d) A listing of projects previously awarded incentives that  
10 were revoked and the reason for revocation.

11 (e) A listing of projects that had incentive contracts amended  
12 by the fund or MEDC. The listing shall include a detailed listing  
13 of the amendments made to the contract.

14 (3) The reports in subsections (1) and (2) shall be submitted  
15 by March 15. The report for each program in subsection (1)(a)  
16 through (k) shall include details on all revenue sources, actual  
17 expenditures, and number of FTEs for that program for the previous  
18 fiscal year.

19 Sec. 1008. As a condition of receiving funds under part 1, any  
20 interlocal agreement entered into by the fund shall include  
21 language which states that if a local unit of government has a  
22 contract or memorandum of understanding with a private economic  
23 development agency, the MEDC will work cooperatively with that  
24 private organization in that local area.

25 Sec. 1009. (1) Of the funds appropriated to the fund or  
26 through grants to the MEDC, no funds shall be expended for the  
27 purchase of options on land or the purchase of land unless at least

1 of the following conditions applies:

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

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

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

(3) As used in this section, "economically distressed area" means an area in a city, village, or township that has been designated as blighted; a city, village, or township that shows negative population change from 1970 and a poverty rate and unemployment rate greater than the statewide average; or an area certified as a neighborhood enterprise zone under the neighborhood enterprise zone act, 1992 PA 147, MCL 207.771 to 207.786.

(4) The fund shall provide a report to the senate and house of representatives appropriations subcommittees on general government, the senate and house fiscal agencies, and the state budget office that provides a list of all properties purchased, all options on land purchased, the location of the land purchased, and the purchase price if the fund purchases options on land or land. The report must be submitted before March 15.

Sec. 1010. As a condition for receiving funds in part 1, not later than March 15, the fund shall provide a report for the immediately preceding fiscal year on the jobs for Michigan



1 investment fund, created in section 88h of the Michigan strategic  
2 fund act, 1984 PA 270, MCL 125.2088h. The report shall be submitted  
3 to the chairpersons of the senate and house of representatives  
4 standing committees on appropriations, the chairpersons of the  
5 senate and house of representatives standing committees on  
6 appropriations subcommittees on general government, the senate and  
7 house fiscal agencies, and the state budget office. The report  
8 shall include, but is not limited to, all of the following:

9 (a) A detailed listing of revenues, by fund source, to the  
10 jobs for Michigan investment fund. The listing shall include the  
11 manner and reason for which the funds were appropriated to the jobs  
12 for Michigan investment fund.

13 (b) A detailed listing of expenditures, by project, from the  
14 jobs for Michigan investment fund.

15 (c) A fiscal year-end balance of the jobs for Michigan  
16 investment fund.

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

23 (2) Any encumbered funds shall be used for the same purposes  
24 for which funding was originally appropriated in this part and part  
25 1.

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

1 the following:

2 (a) The freedom of information act, 1976 PA 442, MCL 15.231 to  
3 15.246.

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

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

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

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

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

16 Sec. 1024. From the funds appropriated in part 1 for business  
17 attraction and community revitalization, not less than  
18 \$20,000,000.00 shall be granted by the fund board for brownfield  
19 redevelopment and historic preservation projects under the  
20 community revitalization program authorized by chapter 8C of the  
21 Michigan strategic fund act, 1984 PA 270, MCL 125.2090 to  
22 125.2090d.

23 Sec. 1032. (1) The department shall report to the relevant  
24 subcommittees, the state budget director, and the fiscal agencies  
25 on the status of the film incentives at the same time as it submits  
26 the annual report required under section 455 of the Michigan  
27 business tax act, 2007 PA 36, MCL 208.1455. The department of

1 treasury shall provide the department of talent and economic  
2 development with the data necessary to prepare the report.  
3 Incentives included in the report shall include all of the  
4 following:

5 (a) The tax credit provided under section 455 of the Michigan  
6 business tax act, 2007 PA 36, MCL 208.1455.

7 (b) The tax credit provided under section 457 of the Michigan  
8 business tax act, 2007 PA 36, MCL 208.1457.

9 (c) The tax credit provided under section 459 of the Michigan  
10 business tax act, 2007 PA 36, MCL 208.1459.

11 (d) The amount of any tax credit claimed under former section  
12 367 of the income tax act of 1967, 1967 PA 281.

13 (e) Any tax credits provided for film and digital media  
14 production under the Michigan economic growth authority act, 1995  
15 PA 24, MCL 207.801 to 207.810.

16 (f) Loans to an eligible production company or film and  
17 digital media private equity fund authorized under section 88d(3),  
18 (4), and (5) of the Michigan strategic fund act, 2005 PA 225, MCL  
19 125.2088d.

20 (2) The report shall include all of the following information:

21 (a) For each tax credit, the number of contracts signed, the  
22 projected expenditures qualifying for the credit, and the estimated  
23 value of the credits. For loans, the number of loans made under  
24 each section, the interest rate of those loans, the loan amount,  
25 the percent of the projected budget of each production financed by  
26 those loans, and the estimated interest earnings from the loan.

27 (b) For credits authorized under section 455 of the Michigan

1 business tax act, 2007 PA 36, MCL 208.1455, for productions  
2 completed by December 31, the expenditures of each production  
3 eligible for the credit that has filed a request for certificate of  
4 completion with the film office, broken down into expenditures for  
5 goods, services, or salaries and wages and showing separately  
6 expenditures in each local unit of government, including  
7 expenditures for personnel, whether or not they were made to a  
8 Michigan entity, and whether or not they were taxable under the  
9 laws of this state. For loans, the report shall include the number  
10 of loans that have been fully repaid, with principal and interest  
11 shown separately, and the number of loans that are delinquent or in  
12 default, and the amount of principal that is delinquent or is in  
13 default.

14 (c) For each of the tax credit incentives and loan incentives  
15 listed in subsection (1), a breakdown for each project or  
16 production showing each of the following:

17 (i) The number of temporary jobs created.

18 (ii) The number of permanent jobs created.

19 (iii) The number of persons employed in Michigan as a result  
20 of the incentive, on a full-time equated basis.

21 (3) For any information not included in the report due to the  
22 provisions of section 455(6), 457(6), or 459(6) of the Michigan  
23 business tax act, 2007 PA 36, MCL 208.1455, 208.1457, and 208.1459,  
24 the report shall do all of the following:

25 (a) Indicate how the information would describe the commercial  
26 and financial operations or intellectual property of the company.

27 (b) Attest that the information has not been publicly

1 disseminated at any time.

2 (c) Describe how disclosure of the information may put the  
3 company at a competitive disadvantage.

4 (4) Any information not disclosed due to the provisions of  
5 section 455(6), 457(6), or 459(6) of the Michigan business tax act,  
6 2007 PA 36, MCL 208.1455, 208.1457, and 208.1459, shall be  
7 presented at the lowest level of aggregation that would no longer  
8 describe the commercial and financial operations or intellectual  
9 property of the company.

10 Sec. 1033. As a condition of receiving funds in part 1, not  
11 later than March 15, the department of talent and economic  
12 development shall provide a report on the activities of the  
13 Michigan film and digital media office for the immediately  
14 preceding fiscal year. The report shall be submitted to the  
15 chairpersons of the senate and house of representatives  
16 subcommittees on general government, the senate and house fiscal  
17 agencies, and the state budget office. The report shall include,  
18 but not be limited to, a listing of all projects the Michigan film  
19 and digital media office provided assistance on, a listing of the  
20 services provided for each project, and an estimate of investment  
21 leveraged.

22 Sec. 1034. Each business incubator or accelerator that  
23 received an award from the fund shall maintain and update a  
24 dashboard of indicators to measure the effectiveness of the  
25 business incubator and accelerator programs. Indicators shall  
26 include the direct jobs created, new companies launched as a direct  
27 result of business incubator or accelerator involvement, businesses

1 expanded as a direct result of business incubator or accelerator  
2 involvement, direct investment in client companies, private equity  
3 financing obtained by client companies, grant funding obtained by  
4 client companies, and other measures developed by the recipient  
5 business incubators and accelerators in conjunction with the MEDC.  
6 Dashboard indicators shall be reported for the prior fiscal year  
7 and cumulatively, if available. Each recipient shall submit a copy  
8 of their dashboard indicators to the fund by March 1. The fund  
9 shall transmit the local reports to the senate and house of  
10 representatives appropriations subcommittees on general government,  
11 the senate and house fiscal agencies, and the state budget office  
12 by March 15.

13       Sec. 1035. (1) From the appropriation in part 1, the Michigan  
14 council for arts and cultural affairs shall administer an arts and  
15 cultural grant program that maintains an equitable geographic  
16 distribution of funding and utilizes past arts and cultural grant  
17 programs as a guideline for administering this program. The council  
18 shall do all of the following:

19       (a) On or before October 1, the fund shall publish proposed  
20 application criteria, instructions, and forms for use by eligible  
21 applicants. The fund shall provide at least a 2-week period for  
22 public comment before finalizing the application criteria,  
23 instructions, and forms.

24       (b) A nonrefundable application fee may be assessed for each  
25 application. Application fees shall be deposited in the council for  
26 the arts fund and are appropriated for expenses necessary to  
27 administer the programs. These funds are available for expenditure

1 when they are received and may be carried forward to the following  
2 fiscal year.

3 (c) Grants are to be made to public and private arts and  
4 cultural entities.

5 (d) Within 1 business day after the award announcements, the  
6 council shall provide to each member of the legislature and the  
7 fiscal agencies a list of all grant recipients and the total award  
8 given to each recipient, sorted by county.

9 (e) In addition to the information in subdivision (d), the  
10 council shall report on the number of applications received, number  
11 of grants awarded, total amount requested from applications  
12 received, and total amount of grants awarded.

13 (2) The appropriation in part 1 for arts and cultural program  
14 shall not be used for the administration of the grant program.

15 Sec. 1036. (1) The general fund/general purpose funds  
16 appropriated in part 1 to the fund for business attraction and  
17 community revitalization shall be transferred to the 21st century  
18 jobs trust fund per section 90b(3) of the Michigan strategic fund  
19 act, 1984 PA 270, MCL 125.2090b.

20 (2) Funds transferred to the 21st century jobs trust fund  
21 under subsection (1) are appropriated and available for allocation  
22 as authorized in the Michigan strategic fund act, 1984 PA 270, MCL  
23 125.2001 to 125.2094.

24 Sec. 1038. (1) From the funds appropriated in part 1, the  
25 department shall work with Michigan State University to gather  
26 information and create an annual progress report on the  
27 construction of the Facility for Rare Isotope Beams. The report

1 shall include, but is not limited to, the following information:

2 (a) If construction is ahead of the scheduled timeline made  
3 with the United States Department of Energy at the end of the  
4 previous fiscal year and the number of weeks.

5 (b) If the cost of construction is under or over the amount  
6 projected for the previous fiscal year and the amount.

7 (c) The number of Michigan companies that have been contracted  
8 for the project, the total amount of those contracts, and number of  
9 permanent and temporary employees employed in the previous fiscal  
10 year.

11 (2) The department shall report to the state budget director,  
12 appropriations subcommittees, senate and house appropriation  
13 subcommittees on general government, and senate and house fiscal  
14 agencies by March 15. If information is not provided by Michigan  
15 State University by March 15, the department shall provide notice  
16 of steps taken to get the required information and when it will be  
17 available.

18 Sec. 1040. As a condition of receiving funds in part 1, the  
19 department of talent and economic development shall utilize MAIN,  
20 or a successor MDTMB-administered administrative information system  
21 used across state government, as an appropriation and expenditure  
22 reporting system to track all financial transactions with  
23 individual vendors, contractual partners, grantees, recipients of  
24 business incentives, and recipients of other economic assistance.  
25 Encumbrances and expenditures shall be reported in a timely manner.

26 Sec. 1041. From the funds appropriated in part 1 for business  
27 attraction and community revitalization, the fund shall request the



1 transfer by the state treasurer of not more than 60% of the funds  
2 prior to April 1.

3       Sec. 1042. For the funds appropriated in part 1 for business  
4 attraction and community revitalization, the fund shall report  
5 quarterly on the amount of funds considered appropriated, pre-  
6 encumbered, encumbered, and expended. The report shall also include  
7 a listing of all previous appropriations for business attraction  
8 and community revitalization, or a predecessor, that were  
9 considered appropriated, pre-encumbered, encumbered, or expended  
10 that have lapsed back to the fund for any purpose. The report shall  
11 be submitted to the chairpersons of the senate and house of  
12 representatives standing committees on appropriations, the  
13 chairpersons of the senate and house of representatives standing  
14 committees on appropriations subcommittees on general government,  
15 the senate and house fiscal agencies, and the state budget office.

16       Sec. 1043. (1) The fund, in conjunction with the department of  
17 treasury, shall report to the senate and house of representatives  
18 appropriations subcommittees on general government, the senate and  
19 house fiscal agencies, and the state budget office by November 1 on  
20 the annual cost of the Michigan economic growth authority tax  
21 credits. The report shall include for each year the board-approved  
22 credit amount, adjusted for credit amendments where applicable, and  
23 the actual and projected value of tax credits for each year from  
24 1995 to the expiration of the credit program. For years for which  
25 credit claims are complete, the report shall include the total of  
26 actual certificated credit amounts. For years for which claims are  
27 still pending or not yet submitted, the report shall include a

1 combination of actual credits where available and projected  
2 credits. Credit projections shall be based on updated estimates of  
3 employees, wages, and benefits for eligible companies.

4 (2) In addition to the report under subsection (1), the fund,  
5 in conjunction with the department of treasury, shall report to the  
6 senate and house of representatives appropriations subcommittees on  
7 general government, the senate and house fiscal agencies, and the  
8 state budget office by November 1 on the annual cost of all other  
9 certificated credits by program, for each year until the credits  
10 expire or can no longer be collected. The report shall include  
11 estimates on the brownfield redevelopment credit, film credits,  
12 MEGA photovoltaic technology credit, MEGA polycrystalline silicon  
13 manufacturing credit, MEGA vehicle battery credit, and other  
14 certificated credits.

15 Sec. 1044. As a condition of receiving appropriations in part  
16 1, prior to authorizing the transfer of any previously authorized  
17 tax credit that would increase the liability to this state, the  
18 department of talent and economic development, on behalf of the  
19 Michigan strategic fund board, shall notify the chairpersons of the  
20 senate and house of representatives standing committees on  
21 appropriations, the chairpersons of the relevant appropriations  
22 subcommittees, the senate and house fiscal agencies, and the state  
23 budget office not fewer than 30 days prior to the authorization of  
24 the tax credit transfer.

25 Sec. 1048. From the funds appropriated in part 1 for  
26 entrepreneurship eco-system, \$1,000,000.00 shall be awarded to an  
27 independent biomedical research and science education organization

1 in a county with a population between 600,000 and 610,000 and in a  
2 city with a population over 185,000 according to the most recent  
3 federal decennial census to be used for matching federal funds,  
4 private and nonprofit grants, and private contributions.

5 Sec. 1050. (1) From the funds appropriated in part 1 for  
6 business attraction and community revitalization, the department  
7 shall identify specific outcomes and performance measures,  
8 including, but not limited to, the following:

9 (a) Total verified jobs created during the fiscal year ending  
10 September 30, 2018.

11 (b) Total private investment obtained during the fiscal year  
12 ending September 30, 2018.

13 (c) Amount of private and public square footage created and  
14 reactivated during the fiscal year ending September 30, 2018.

15 (2) The department must submit a report to the house and  
16 senate appropriations subcommittees on general government, the  
17 senate and house fiscal agencies, and the state budget director by  
18 March 15. The report must describe the specific outcomes and  
19 measures required in subsection (1) and provide the results and  
20 data related to these outcomes and measures for the prior fiscal  
21 year if related information is available for the prior fiscal year.

22 Sec. 1051. From the funds appropriated in part 1 for talent  
23 marketing, the department shall identify specific outcomes and  
24 performance measures, including, but not limited to, the following:

25 (a) Number of active job seeker accounts and number of active  
26 employer accounts through the Mitalent.org portal during the fiscal  
27 year ending September 30, 2018.

1 (b) Number of website visits through Mitalent.org and total  
2 employment numbers by job sector as tracked by labor market  
3 information during the fiscal year ending September 30, 2018.

4 Sec. 1053. From the increased funds appropriated in part 1 for  
5 the arts and cultural program, the department shall identify  
6 specific outcomes and performance measures, including, but not  
7 limited to, the following:

8 (a) Number of applications received during the fiscal year  
9 ending September 30, 2018.

10 (b) Number of grants awarded during the fiscal year ending  
11 September 30, 2018.

12 (c) Number of FTEs supported by grants during the fiscal year  
13 ending September 30, 2018.

14 Sec. 1054. (1) For the funds appropriated in part 1 for  
15 protect and grow, the department shall identify specific outcomes  
16 and performance measures, including, but not limited to, the  
17 following:

18 (a) Funding commitments made by federal and private sources  
19 during the fiscal year ending September 30, 2018.

20 (b) Dollar amount invested, by location, in Michigan defense  
21 infrastructure during the fiscal year ending September 30, 2018.

22 (2) The department must submit a report to the house and  
23 senate appropriations subcommittees on general government, the  
24 senate and house fiscal agencies, and the state budget director by  
25 March 15. The report must describe the specific outcomes and  
26 measures required in subsection (1) and provide the results and  
27 data related to these outcomes and measures for the prior fiscal

1 year if related information is available for the prior fiscal year.

2       Sec. 1055. From the one-time funds appropriated in part 1 for  
3 MSF - grants, \$500,000.00 in land bank fast track fund funds shall  
4 be awarded as a matching grant to a park redevelopment project  
5 located in a county with a population of between 1,100,000 and  
6 1,300,000 and a city with a population of between 70,500 and 71,500  
7 according to the most recent federal decennial census.

8 **TALENT INVESTMENT AGENCY**

9       Sec. 1060. The talent investment agency shall administer the  
10 PATH training program in accordance with the requirements of  
11 section 407(d) of title IV of the social security act, 42 USC 607,  
12 the state social welfare act, 1939 PA 280, MCL 400.1 to 400.119b,  
13 and all other applicable laws and regulations.

14       Sec. 1061. From the funds appropriated in part 1 for workforce  
15 programs subgrantees, the talent investment agency may allocate  
16 funding for grants to nonprofit organizations that offer programs  
17 pursuant to the workforce investment act of 1998, Public Law 105-  
18 220, or the workforce innovation and opportunity act, 29 USC 3101  
19 to 3361, eligible youth focusing on apprenticeship readiness, pre-  
20 apprenticeship and apprenticeship activities, entrepreneurship,  
21 work-readiness skills, job shadowing, and financial literacy.  
22 Organizations eligible for funding under this section must have the  
23 capacity to provide similar programs in urban areas, as determined  
24 by the United States Bureau of the Census according to the most  
25 recent federal decennial census. Additionally, programs eligible  
26 for funding under this section must include the participation of  
27 local business partners. The talent investment agency shall develop

1 other appropriate eligibility requirements to ensure compliance  
2 with applicable federal rules and regulations.

3 Sec. 1062. The talent investment agency shall make available,  
4 in person or by telephone, 1 disabled veterans outreach program  
5 specialist or local veterans employment representative to Michigan  
6 Works! service centers, as resources permit, during hours of  
7 operation, and shall continue to make the appropriate placement of  
8 veterans and disabled veterans a priority.

9 Sec. 1063. (1) In addition to the funds appropriated in part  
10 1, any unencumbered and unrestricted federal workforce investment  
11 act of 1998, Public Law 105-220, workforce innovation and  
12 opportunity act, 29 USC 3101 to 3361, or trade adjustment  
13 assistance funds available from prior fiscal years are appropriated  
14 for the purposes originally intended.

15 (2) The talent investment agency shall report by February 15  
16 to the subcommittees, the fiscal agencies, and the state budget  
17 office on the amount by fiscal year of federal workforce investment  
18 act of 1998, Public Law 105-220, and workforce innovation and  
19 opportunity act, 29 USC 3101 to 3361, funds appropriated under this  
20 section.

21 Sec. 1065. The talent investment agency shall publish data and  
22 reports on March 15 and September 30 on the agency website  
23 concerning the status of career technology and Going Pro funded in  
24 part 1. The report shall include the following:

25 (a) The number of awardees participating in the program and  
26 the names of those awardees organized by major industry group.

27 (b) The amount of funding received by each awardee under the

1 program.

2 (c) Amount of funding leveraged from each awardee or other  
3 funding source for each awardee project.

4 (d) Training models established by each awardee.

5 (e) The number of individuals enrolled in a skilled trades  
6 training program by awardee.

7 (f) The number of individuals who completed the program and  
8 were hired by awardee.

9 (g) The number of applications received and the number of  
10 applications approved for each region.

11 (h) The talent investment agency shall expand workforce  
12 training and reemployment services to better connect workers to in-  
13 demand jobs and identify specific outcomes with performance metrics  
14 for this initiative, including, but not limited to, new  
15 apprenticeships, jobs created, jobs retained, training completed,  
16 and employment retention rate at 6 months, and hourly wage at 6  
17 months.

18 Sec. 1066. As a condition of receiving funds in part 1 for  
19 Going Pro, the talent investment agency shall administer the  
20 program as follows:

21 (a) The talent investment agency shall work cooperatively with  
22 grantees to maximize the amount of funds from part 1 that are  
23 available for direct training.

24 (b) The talent investment agency, workforce development  
25 partners, including regional Michigan Works! agencies, and  
26 employers shall collaborate and work cooperatively to prioritize  
27 and streamline the expenditure of the funds appropriated in part 1.

1 The talent investment agency shall ensure that Going Pro provides a  
2 collaborative statewide network of workforce and employee skill  
3 development partners that addresses the employee talent needs  
4 throughout the state.

5 (c) The talent investment agency shall ensure that grants are  
6 utilized for individual skill enhancement and to address in-demand  
7 talent needs in Michigan.

8 (d) The talent investment agency shall develop program goals  
9 and detailed guidance for prospective participants to follow to  
10 qualify under the program. The program goals and detailed guidance  
11 shall be posted on the talent investment agency website and  
12 distributed to workforce development partners, including local  
13 Michigan Works! agencies, by October 1. Periodic assessments of  
14 employer and employee needs shall be evaluated on a regional basis,  
15 and the talent investment agency shall identify solutions and goals  
16 to be implemented to satisfy those needs. The talent investment  
17 agency shall notify the senate and house of representatives  
18 standing committees on appropriations, the senate and house of  
19 representatives standing committees on appropriations subcommittees  
20 on general government, the senate and house fiscal agencies, and  
21 the state budget office on any program goal, solution, or guidance  
22 changes not fewer than 14 days prior to the finalization and  
23 publication of the changes. Revenue received by the talent  
24 investment agency for Going Pro may be expended for the purpose of  
25 those programs.

26 (e) Up to \$5,000,000.00 of the funds may be expended to match  
27 federal funds. The intent of these funds will involve improving and



1 increasing the skill level of employees in skilled trades in the  
2 automotive industry and the manufacturing processes within the  
3 changing manufacturing environment.

4       Sec. 1067. From the funds appropriated in part 1 for  
5 workforce development programs, \$200,000.00 shall be awarded to a  
6 national, nonprofit program that connects National Guard, reserve,  
7 retired, and transitioning active-duty military service members  
8 with skilled training and quality career opportunities in the  
9 construction industry. Grant funding must be used to recruit and  
10 assist military veterans to transition into apprenticeship programs  
11 in this state.

12       Sec. 1068. (1) Of the funds appropriated in part 1 for the  
13 workforce training programs, the talent investment agency shall  
14 provide a report by March 15 to the senate and house of  
15 representatives standing committees on appropriations subcommittees  
16 on general government, the state budget director, and the fiscal  
17 agencies on the status of the workforce training programs. The  
18 report shall include the following:

19       (a) The amount of funding allocated to each Michigan Works!  
20 agency and the total funding allocated to the workforce training  
21 programs statewide by fund source.

22       (b) The number of participants enrolled in education or  
23 training programs by each Michigan Works! agency.

24       (c) The average duration of training for training program  
25 participants by each Michigan Works! agency.

26       (d) The number of participants enrolled in remedial education  
27 programs and the number of participants enrolled in literacy

1 programs.

2 (e) The number of participants enrolled in programs at 2-year  
3 institutions.

4 (f) The number of participants enrolled in 4-year  
5 institutions.

6 (g) The number of participants enrolled in proprietary schools  
7 or other technical training programs.

8 (h) The number of participants that have completed education  
9 or training programs.

10 (i) The number of participants who secured employment in  
11 Michigan within 1 year of completing a training program.

12 (j) The number of participants who completed a training  
13 program and secured employment in a field related to their  
14 training.

15 (k) The average wage earned by participants who completed a  
16 training program and secured employment within 1 year.

17 (l) The actual revenues received by the fund source and fund  
18 appropriated for each discrete workforce development program area.

19 (2) Data collection for the report shall be for the prior  
20 state fiscal year.

21 Sec. 1069. From the funds appropriated in part 1 for  
22 workforce development programs, \$2,000,000.00 in social security  
23 act, temporary assistance to needy families funds shall be awarded  
24 to a nonprofit organization that currently provides career  
25 connections, food distribution, and community building throughout  
26 the state in order to support workforce program and training  
27 activities in multiple cities and has a spending and operation plan

1 developed by April 1, 2017 in consultation with Michigan businesses  
2 and the MEDC.

3 Sec. 1070. (1) From the funds appropriated in part 1 for Going  
4 Pro, \$1,500,000.00 must be awarded for a pilot program to assist  
5 adults over the age of 23 in obtaining high school diplomas and  
6 placement in career training programs.

7 (2) For purposes of this section, an eligible program provider  
8 may be a public, nonprofit, or private accredited diploma-granting  
9 institution, but must have at least 2 years of experience providing  
10 dropout recovery services in the state of Michigan.

11 (3) The department of talent and economic development shall  
12 issue a request for qualifications for eligible program providers  
13 to participate in the pilot program. To be considered a qualified  
14 program provider, the institution must possess all of the  
15 following:

16 (a) Experience providing dropout reengagement services.

17 (b) Ability to provide academic intake assessments.

18 (c) Capacity to provide an integrated learning plan.

19 (d) Course catalog that includes access to all graduation  
20 requirements.

21 (e) Capability to provide remediation coursework.

22 (f) Means to provide academic resilience assessment and  
23 intervention.

24 (g) Capacity to provide employability skills development.

25 (h) Ability to provide WorkKeys preparation.

26 (i) Ability to provide industry credentials.

27 (j) Capability to provide credit for on-the-job training.

1 (k) Access to a robust support framework, including  
2 technology, social support, and academic support accredited by a  
3 recognized accrediting body.

4 (3) The department shall announce qualified program providers  
5 no later than January 1, 2018. Qualified program providers must  
6 start providing programming by February 1, 2018.

7 (4) The department of talent and economic development shall  
8 reimburse qualified program providers for each month of  
9 satisfactory monthly progress as described in section 23a of the  
10 state school aid act, 1979 PA 94, MCL 388.1623a, at a rate of  
11 \$500.00 per month. A payment shall be made to a qualified program  
12 provider for the completion of the following by a pupil:

13 (a) \$500.00 for the completion of an employability skills  
14 certification program equal to at least 1 Carnegie unit.

15 (b) \$250.00 for the attainment of an industry-recognized  
16 credential requiring up to 50 hours of training.

17 (c) \$500.00 for the attainment of an industry-recognized  
18 credential requiring 50 to 100 hours of training.

19 (d) \$750.00 for the attainment of an industry-recognized  
20 credential requiring more than 100 hours of training.

21 (e) \$1,000.00 for attainment of a high school diploma.

22 (f) \$2,500.00 for placement in a job in an in-demand career  
23 pathway.

24 (5) The department of talent and economic development shall  
25 develop policies and guidelines to implement this section.

26 Sec. 1071. From the funds appropriated in part 1 for Going  
27 Pro, \$3,000,000.00 must be awarded to an existing dropout

1 prevention and recovery program for youth. The funds must support a  
2 program that helps Michigan youth who are at risk of dropping out  
3 of high school, or who have already dropped out, to graduate and  
4 make successful transitions to postsecondary education or  
5 employment.

6 Sec. 1076. The department of talent and economic development  
7 shall provide a quarterly report to the members of the senate and  
8 house committees on appropriations, the senate and house fiscal  
9 agencies, and the state budget director that includes, but is not  
10 limited to, the following:

11 (a) The number of new fraudulent cases that have been  
12 identified or issued by the unemployment insurance agency,  
13 classified by employer or claimant, during the quarter.

14 (b) The total amount of penalties and interest issued on  
15 fraudulent cases during the quarter.

16 (c) The total amount of penalties and interest dollars  
17 received during the quarter.

18 (d) The total amount of penalties and interest still owed to  
19 the state.

20 (e) The number of fraudulent cases that have been appealed by  
21 an employer or claimant during the quarter.

22 Sec. 1078. (1) From the funds appropriated in part 1 for the  
23 unemployment insurance agency, the talent investment agency shall  
24 maintain customer service standards for employers and claimants  
25 making use of the various means by which they can access the  
26 system.

27 (2) The talent investment agency shall identify specific

1 outcomes and performance metrics for this initiative, including,  
2 but not limited to, the following:

- 3 (a) Unemployment benefit fund balance.
- 4 (b) Process improvement - fiscal integrity.
- 5 (c) Process improvement - determination timeliness.
- 6 (d) Process improvement - determination quality.

7 Sec. 1079. (1) The talent investment agency shall extend the  
8 interagency agreement with the department of health and human  
9 services for the duration of the current fiscal year, which  
10 concerns TANF funding to provide job readiness and welfare-to-work  
11 programming. The interagency agreement shall include specific  
12 outcome and performance reporting requirements as described in this  
13 section. TANF funding provided to the talent investment agency in  
14 the current fiscal year is contingent on compliance with the data  
15 and reporting requirements described in this section. The  
16 interagency agreement shall require the talent investment agency to  
17 provide all of the following items for the previous year to the  
18 senate and house appropriations committees by January 1 of the  
19 current fiscal year:

20 (a) An itemized spending report on TANF funding, including all  
21 of the following:

- 22 (i) Direct services to clients.
- 23 (ii) Administrative expenditures.

24 (b) The number of family independence program clients served  
25 through the TANF funding, including all of the following:

26 (i) The number and percentage who obtained employment through  
27 Michigan Works!.

1           (ii) The number and percentage who fulfilled their TANF work  
2 requirement through other job readiness programming.

3           (iii) Average TANF spending per client.

4           (iv) The number and percentage of clients who were referred to  
5 Michigan Works! but did not receive a job or job readiness  
6 placement and the reasons why.

7           (2) Not later than March 15 of the current fiscal year, the  
8 department shall provide to the senate and house appropriations  
9 subcommittees on the department budget, the senate and house fiscal  
10 agencies, and the senate and house policy offices an annual report  
11 on the following matters itemized by Michigan Works! agency: the  
12 number of referrals to Michigan Works! job readiness programs, the  
13 number of referrals to Michigan Works! job readiness programs who  
14 became a participant in the Michigan Works! job readiness programs,  
15 the number of participants who obtained employment, and the cost  
16 per participant case.

17           Sec. 1080. (1) From the funds appropriated in part 1 for  
18 community ventures, the department of talent and economic  
19 development may expend not more than \$2,000,000.00 of the funds as  
20 matching funds upon the commitment of matching dollars from private  
21 sources. For every \$1.00 the department of talent and economic  
22 development elects to receive from a private source for the  
23 purposes of a community ventures program match, the department of  
24 talent and economic development shall expend \$1.00 from the  
25 appropriation in part 1 up to \$2,000,000.00. Funds received from  
26 private sources for a community ventures program match are  
27 appropriated upon receipt and shall be expended for the purposes of

1 the community ventures program.

2 (2) The department shall identify specific outcomes and  
3 performance measures for this initiative, including, but not  
4 limited to, the following:

5 (a) The number of commitments from private sources, including  
6 the dollar amount committed and source.

7 (b) Additional participants served with challenge funds.

8 (c) Jobs created and the average wage.

9 Sec. 1081. (1) The department shall provide a status update on  
10 the statewide system for data integration that established new  
11 information technology systems to integrate data for talent and  
12 pipeline development to track and report workforce development  
13 activities and provide for sustained and expanded longitudinal data  
14 analysis between state departments.

15 (2) The department shall provide a report by March 15 for the  
16 current and prior fiscal years on specific outcomes and performance  
17 metrics for this initiative, including, but not limited to, the  
18 following:

19 (a) Job placements and retention at 6 months.

20 (b) Apprenticeships completed.

21 (c) Average wage.

22 Sec. 1082. As a condition of receiving funds in part 1, the  
23 department shall provide a status update by March 15 on the usage  
24 of the funds appropriated for the sustainable employment pilot  
25 program in 2016 PA 268 and 2016 PA 340. The status update shall  
26 include, but not be limited to, all of the following:

27 (a) A description of the sustainable employment initiatives



1 supported with the funds appropriated, including the location of  
2 the initiatives.

3 (b) Number of individuals participating in the program  
4 supported with the funds appropriated.

5 (c) A listing of performance measures the department uses to  
6 measure program effectiveness.

7 (d) Specific outcomes related to the performance measures  
8 developed by the department.

9 Sec. 1084. (1) From the funds appropriated in part 1 for Going  
10 Pro, the department shall identify specific outcomes and  
11 performance measures, including, but not limited to, all of the  
12 following:

13 (a) Number of job training grants awarded to employers during  
14 the fiscal year ending September 30, 2018.

15 (b) Number of individuals enrolled in and completing training  
16 during the fiscal year ending September 30, 2018.

17 (c) Number of new jobs and apprenticeships created during the  
18 fiscal year ending September 30, 2018.

19 **STATE BUILDING AUTHORITY**

20 Sec. 1100. (1) Subject to section 242 of the management and  
21 budget act, 1984 PA 431, MCL 18.1242, and upon the approval of the  
22 state building authority, the department of treasury may expend  
23 from the general fund of the state during the fiscal year an amount  
24 to meet the cash flow requirements of those state building  
25 authority projects solely for lease to a state agency identified in  
26 both part 1 and this section, and for which state building

1 authority bonds or notes have not been issued, and for the sole  
2 acquisition by the state building authority of equipment and  
3 furnishings for lease to a state agency as permitted by 1964 PA  
4 183, MCL 830.411 to 830.425, for which the issuance of bonds or  
5 notes is authorized by a legislative appropriation act that is  
6 effective for the immediately preceding fiscal year. Any general  
7 fund advances for which state building authority bonds have not  
8 been issued shall bear an interest cost to the state building  
9 authority at a rate not to exceed that earned by the state  
10 treasurer's common cash fund during the period in which the  
11 advances are outstanding and are repaid to the general fund of the  
12 state.

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

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

26 (4) In the event that a project identified in part 1 is  
27 terminated after final design is complete, advances made on behalf

1 of the state building authority for the costs of final design shall  
2 be repaid to the general fund in a manner recommended by the  
3 director.

4       Sec. 1102. (1) State building authority funding to finance  
5 construction or renovation of a facility that collects revenue in  
6 excess of money required for the operation of that facility shall  
7 not be released to a university or community college unless the  
8 institution agrees to reimburse that excess revenue to the state  
9 building authority. The excess revenue shall be credited to the  
10 general fund to offset rent obligations associated with the  
11 retirement of bonds issued for that facility. The auditor general  
12 shall annually identify and present an audit of those facilities  
13 that are subject to this section. Costs associated with the  
14 administration of the audit shall be charged against money  
15 recovered pursuant to this section.

16       (2) As used in this section, "revenue" includes state  
17 appropriations, facility opening money, other state aid, indirect  
18 cost reimbursement, and other revenue generated by the activities  
19 of the facility.

20       Sec. 1103. The state building authority shall provide to the  
21 JCOS and senate and house fiscal agencies a report relative to the  
22 status of construction projects associated with state building  
23 authority bonds as of September 30 of each year, on or before  
24 October 15, or not more than 30 days after a refinancing or  
25 restructuring bond issue is sold. The report shall include, but is  
26 not limited to, the following:

27       (a) A list of all completed construction projects for which

1 state building authority bonds have been sold, and which bonds are  
2 currently active.

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

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

# **REVENUE STATEMENT**

11 Sec. 1201. Pursuant to section 18 of article V of the state  
12 constitution of 1963, fund balances and estimates are presented in  
13 the following statement:

## BUDGET RECOMMENDATIONS BY OPERATING FUNDS

(Amounts in millions)

Fiscal Year 2017-2018

	Beginning	Estimated	Ending
	<u>Balance</u>	<u>Revenue</u>	<u>Balance</u>
19 OPERATING FUNDS			
20 General fund/general purpose	300.7	9,943.4	356.1
21 School aid fund	303.7	14,769.4	315.0
22 Federal aid	0.0	20,128.1	0.0
23 Transportation funds	0.0	5,604.6	0.0
24 Special revenue funds	0.0	6,906.9	0.0
25 Countercyclical economic and			

		189		
1	budget stabilization fund	707.8	10.8	718.6
2	TOTALS	\$1,312.2	\$57,363.2	\$1,389.7