

# SENATE BILL NO. 576

October 10, 2019, Introduced by Senator HERTEL and referred to the Committee on Appropriations.

A bill to make, supplement, and adjust appropriations for various state departments and agencies for the fiscal year ending September 30, 2020; and to provide for the expenditure of the appropriations.

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

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PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for various state departments and agencies to supplement appropriations for the fiscal year ending September 30, 2020, from the following funds:

|           |  |      |                |
|-----------|--|------|----------------|
| <b>1</b>  | <b>APPROPRIATION SUMMARY</b>                         |      |                |
| <b>2</b>  | Full-time equated classified positions .....         | 21.5 |                |
| <b>3</b>  | GROSS APPROPRIATION .....                            |      | \$ 355,156,100 |
| <b>4</b>  | Interdepartmental grant revenues:                    |      |                |
| <b>5</b>  | Total interdepartmental grants and intradepartmental |      |                |
| <b>6</b>  | transfers .....                                      |      | 0              |
| <b>7</b>  | ADJUSTED GROSS APPROPRIATION .....                   |      | \$ 355,156,100 |
| <b>8</b>  | Federal revenues:                                    |      |                |
| <b>9</b>  | Total federal revenues .....                         |      | 155,360,400    |
| <b>10</b> | Special revenue funds:                               |      |                |
| <b>11</b> | Total local revenues .....                           |      | 0              |
| <b>12</b> | Total private revenues .....                         |      | 0              |
| <b>13</b> | Total other state restricted revenues .....          |      | (8,639,900)    |
| <b>14</b> | State general fund/general purpose .....             |      | \$ 208,435,600 |
| <b>15</b> | <b>Sec. 102. DEPARTMENT OF CORRECTIONS</b>           |      |                |
| <b>16</b> | <b>(1) APPROPRIATION SUMMARY</b>                     |      |                |
| <b>17</b> | Full-time equated classified positions .....         | 15.5 |                |
| <b>18</b> | GROSS APPROPRIATION .....                            |      | \$ 25,124,800  |
| <b>19</b> | Interdepartmental grant revenues:                    |      |                |
| <b>20</b> | Total interdepartmental grants and intradepartmental |      |                |
| <b>21</b> | transfers .....                                      |      | 0              |
| <b>22</b> | ADJUSTED GROSS APPROPRIATION .....                   |      | \$ 25,124,800  |
| <b>23</b> | Federal revenues:                                    |      |                |
| <b>24</b> | Total federal revenues .....                         |      | 0              |
| <b>25</b> | Special revenue funds:                               |      |                |
| <b>26</b> | Total local revenues .....                           |      | 0              |
| <b>27</b> | Total private revenues .....                         |      | 0              |
| <b>28</b> | Total other state restricted revenues .....          |      | (24,000,000)   |
| <b>29</b> | State general fund/general purpose .....             |      | \$ 49,124,800  |

|    |  |                     |
|----|--|---------------------|
| 1  | <b>(2) DEPARTMENTAL ADMINISTRATION AND SUPPORT</b>       |                     |
| 2  | Unclassified salaries .....                              | \$ 200,000          |
| 3  | Administrative hearings officers .....                   | 200,000             |
| 4  | Budget and operations administration .....               | 1,780,700           |
| 5  | Prosecutorial and detainer expenses .....                | 100,000             |
| 6  | GROSS APPROPRIATION .....                                | \$ <u>2,280,700</u> |
| 7  | Appropriated from:                                       |                     |
| 8  | State general fund/general purpose .....                 | \$ 2,280,700        |
| 9  | <b>(3) OFFENDER SUCCESS ADMINISTRATION</b>               |                     |
| 10 | Community corrections comprehensive plans and services . | \$ 400,000          |
| 11 | Education/skilled trades/career readiness programs ..... | 0                   |
| 12 | Offender success services .....                          | 1,500,000           |
| 13 | GROSS APPROPRIATION .....                                | \$ <u>1,900,000</u> |
| 14 | Appropriated from:                                       |                     |
| 15 | Special revenue funds:                                   |                     |
| 16 | Program and special equipment fund .....                 | (24,000,000)        |
| 17 | State general fund/general purpose .....                 | \$ 25,900,000       |
| 18 | <b>(4) FIELD OPERATIONS ADMINISTRATION</b>               |                     |
| 19 | Field operations .....                                   | \$ 436,900          |
| 20 | GROSS APPROPRIATION .....                                | \$ <u>436,900</u>   |
| 21 | Appropriated from:                                       |                     |
| 22 | State general fund/general purpose .....                 | \$ 436,900          |
| 23 | <b>(5) CORRECTIONAL FACILITIES ADMINISTRATION</b>        |                     |
| 24 | Full-time equated classified positions .....1.0          |                     |
| 25 | Housing inmates in federal institutions .....            | \$ 100,000          |
| 26 | Inmate legal services .....                              | 200,000             |
| 27 | Transportation--1.0 FTE position .....                   | 328,800             |
| 28 | GROSS APPROPRIATION .....                                | \$ <u>628,800</u>   |
| 29 | Appropriated from:                                       |                     |

|    |  |    |                   |
|----|--|----|-------------------|
| 1  | State general fund/general purpose .....                 | \$ | 628,800           |
| 2  | <b>(6) HEALTH CARE</b>                                   |    |                   |
| 3  | Full-time equated classified positions .....14.5         |    |                   |
| 4  | Clinical complexes--12.5 FTE positions .....             | \$ | 1,792,900         |
| 5  | Healthy Michigan plan administration .....               |    | 150,000           |
| 6  | Mental health and substance abuse treatment              |    |                   |
| 7  | services--2.0 FTE positions .....                        |    | 221,500           |
| 8  | Prisoner health care services .....                      |    | 2,330,100         |
| 9  | GROSS APPROPRIATION .....                                | \$ | <u>4,494,500</u>  |
| 10 | Appropriated from:                                       |    |                   |
| 11 | State general fund/general purpose .....                 | \$ | 4,494,500         |
| 12 | <b>(7) ONE-TIME APPROPRIATIONS</b>                       |    |                   |
| 13 | Aging prison population .....                            | \$ | 350,000           |
| 14 | New custody staff training .....                         |    | 10,466,800        |
| 15 | Tether replacement .....                                 |    | 4,567,100         |
| 16 | GROSS APPROPRIATION .....                                | \$ | <u>15,383,900</u> |
| 17 | Appropriated from:                                       |    |                   |
| 18 | State general fund/general purpose .....                 | \$ | 15,383,900        |
| 19 | <b>Sec. 103. DEPARTMENT OF HEALTH AND HUMAN SERVICES</b> |    |                   |
| 20 | <b>(1) APPROPRIATION SUMMARY</b>                         |    |                   |
| 21 | GROSS APPROPRIATION .....                                | \$ | 241,564,300       |
| 22 | Interdepartmental grant revenues:                        |    |                   |
| 23 | Total interdepartmental grants and intradepartmental     |    |                   |
| 24 | transfers .....  |    | 0                 |
| 25 | ADJUSTED GROSS APPROPRIATION .....                       | \$ | 241,564,300       |
| 26 | Federal revenues:  |    |                   |
| 27 | Total federal revenues .....                             |    | 155,360,400       |
| 28 | Special revenue funds:                                   |    |                   |
| 29 | Total local revenues .....                               |    | 0                 |

|    |   |    |                   |
|----|---|----|-------------------|
| 1  | Total private revenues .....                          |    | 0                 |
| 2  | Total other state restricted revenues .....           |    | 4,285,800         |
| 3  | State general fund/general purpose .....              | \$ | 81,918,100        |
| 4  | <b>(2) CHILDREN'S SERVICES AGENCY - CHILD WELFARE</b> |    |                   |
| 5  | Family preservation programs .....                    | \$ | 2,901,200         |
| 6  | GROSS APPROPRIATION .....                             | \$ | <u>2,901,200</u>  |
| 7  | Appropriated from:                                    |    |                   |
| 8  | State general fund/general purpose .....              | \$ | 2,901,200         |
| 9  | <b>(3) HEALTH AND HUMAN SERVICES POLICY AND</b>       |    |                   |
| 10 | <b>INITIATIVES</b>                                    |    |                   |
| 11 | Independent living .....                              | \$ | 2,000,000         |
| 12 | GROSS APPROPRIATION .....                             | \$ | <u>2,000,000</u>  |
| 13 | Appropriated from:                                    |    |                   |
| 14 | State general fund/general purpose .....              | \$ | 2,000,000         |
| 15 | <b>(4) EPIDEMIOLOGY AND POPULATION HEALTH</b>         |    |                   |
| 16 | Healthy homes program .....                           | \$ | 14,373,000        |
| 17 | GROSS APPROPRIATION .....                             | \$ | <u>14,373,000</u> |
| 18 | Appropriated from:                                    |    |                   |
| 19 | State general fund/general purpose .....              | \$ | 14,373,000        |
| 20 | <b>(5) MEDICAL SERVICES ADMINISTRATION</b>            |    |                   |
| 21 | Healthy Michigan plan administration .....            | \$ | 6,500,000         |
| 22 | GROSS APPROPRIATION .....                             | \$ | <u>6,500,000</u>  |
| 23 | Appropriated from:                                    |    |                   |
| 24 | State general fund/general purpose .....              | \$ | 6,500,000         |
| 25 | <b>(6) MEDICAL SERVICES</b>                           |    |                   |
| 26 | Health plan services .....                            | \$ | 19,816,100        |
| 27 | Healthy Michigan plan .....                           |    | 10,905,100        |
| 28 | Hospital services and therapy .....                   |    | 3,543,900         |
| 29 | GROSS APPROPRIATION .....                             | \$ | <u>34,265,100</u> |

|    |  |                       |
|----|--|-----------------------|
| 1  | Appropriated from:   |                       |
| 2  | Federal revenues:  |                       |
| 3  | Total federal revenues .....                                 | 24,880,200            |
| 4  | Special revenue funds:                                       |                       |
| 5  | Total other state restricted revenues .....                  | 4,285,800             |
| 6  | State general fund/general purpose .....                     | \$ 5,099,100          |
| 7  | <b>(7) ONE-TIME APPROPRIATIONS</b>                           |                       |
| 8  | Autism navigator .....                                       | \$ 1,025,000          |
| 9  | Federal health insurance fee .....                           | 180,500,000           |
| 10 | GROSS APPROPRIATION .....                                    | \$ <u>181,525,000</u> |
| 11 | Appropriated from:   |                       |
| 12 | Federal revenues:  |                       |
| 13 | Total federal revenues .....                                 | 130,480,200           |
| 14 | State general fund/general purpose .....                     | \$ 51,044,800         |
| 15 | <b>Sec. 104. DEPARTMENT OF MILITARY AND VETERANS AFFAIRS</b> |                       |
| 16 | <b>(1) APPROPRIATION SUMMARY</b>                             |                       |
| 17 | GROSS APPROPRIATION .....                                    | \$ 2,100,000          |
| 18 | Interdepartmental grant revenues:                            |                       |
| 19 | Total interdepartmental grants and intradepartmental         |                       |
| 20 | transfers .....  | 0                     |
| 21 | ADJUSTED GROSS APPROPRIATION .....                           | \$ 2,100,000          |
| 22 | Federal revenues:  |                       |
| 23 | Total federal revenues .....                                 | 0                     |
| 24 | Special revenue funds:                                       |                       |
| 25 | Total local revenues .....                                   | 0                     |
| 26 | Total private revenues .....                                 | 0                     |
| 27 | Total other state restricted revenues .....                  | 0                     |
| 28 | State general fund/general purpose .....                     | \$ 2,100,000          |
| 29 | <b>(2) MICHIGAN VETERANS AFFAIRS AGENCY</b>                  |                       |

|    |  |    |                  |
|----|--|----|------------------|
| 1  | County veteran service fund .....                    | \$ | 2,100,000        |
| 2  | GROSS APPROPRIATION .....                            | \$ | <u>2,100,000</u> |
| 3  | Appropriated from:                                   |    |                  |
| 4  | State general fund/general purpose .....             | \$ | 2,100,000        |
| 5  | <b>Sec. 105. DEPARTMENT OF STATE</b>                 |    |                  |
| 6  | <b>(1) APPROPRIATION SUMMARY</b>                     |    |                  |
| 7  | GROSS APPROPRIATION .....                            | \$ | 2,000,000        |
| 8  | Interdepartmental grant revenues:                    |    |                  |
| 9  | Total interdepartmental grants and intradepartmental |    |                  |
| 10 | transfers .....                                      |    | 0                |
| 11 | ADJUSTED GROSS APPROPRIATION .....                   | \$ | 2,000,000        |
| 12 | Federal revenues:                                    |    |                  |
| 13 | Total federal revenues .....                         |    | 0                |
| 14 | Special revenue funds:                               |    |                  |
| 15 | Total local revenues .....                           |    | 0                |
| 16 | Total private revenues .....                         |    | 0                |
| 17 | Total other state restricted revenues .....          |    | 0                |
| 18 | State general fund/general purpose .....             | \$ | 2,000,000        |
| 19 | <b>(2) DEPARTMENTAL ADMINISTRATION AND SUPPORT</b>   |    |                  |
| 20 | Executive direction .....                            | \$ | 2,000,000        |
| 21 | GROSS APPROPRIATION .....                            | \$ | <u>2,000,000</u> |
| 22 | Appropriated from:                                   |    |                  |
| 23 | State general fund/general purpose .....             | \$ | 2,000,000        |
| 24 | <b>Sec. 106. DEPARTMENT OF STATE POLICE</b>          |    |                  |
| 25 | <b>(1) APPROPRIATION SUMMARY</b>                     |    |                  |
| 26 | Full-time equated classified positions .....         |    | 1.0              |
| 27 | GROSS APPROPRIATION .....                            | \$ | 11,074,300       |
| 28 | Interdepartmental grant revenues:                    |    |                  |
| 29 | Total interdepartmental grants and intradepartmental |    |                  |

|   |   |    |            |
|---|---|----|------------|
| 1 | transfers .....                             |    | 0          |
| 2 | ADJUSTED GROSS APPROPRIATION .....          | \$ | 11,074,300 |
| 3 | Federal revenues:                           |    |            |
| 4 | Total federal revenues .....                |    | 0          |
| 5 | Special revenue funds:                      |    |            |
| 6 | Total local revenues .....                  |    | 0          |
| 7 | Total private revenues .....                |    | 0          |
| 8 | Total other state restricted revenues ..... |    | 11,074,300 |
| 9 | State general fund/general purpose .....    | \$ | 0          |

10 **(2) SPECIALIZED SERVICES**

|    |   |    |                   |
|----|---|----|-------------------|
| 11 | Full-time equated classified positions .....1.0       |    |                   |
| 12 | Secondary road patrol program--1.0 FTE position ..... | \$ | 11,074,300        |
| 13 | GROSS APPROPRIATION .....                             | \$ | <u>11,074,300</u> |

|    |  |    |            |
|----|--|----|------------|
| 14 | Appropriated from:                       |    |            |
| 15 | Special revenue funds:                   |    |            |
| 16 | Other state restricted revenues .....    |    | 11,074,300 |
| 17 | State general fund/general purpose ..... | \$ | 0          |

18 **Sec. 107. DEPARTMENT OF TECHNOLOGY, MANAGEMENT, AND**

19 **BUDGET**

20 **(1) APPROPRIATION SUMMARY**

|    |   |    |            |
|----|---|----|------------|
| 21 | Full-time equated classified positions .....5.0 |    |            |
| 22 | GROSS APPROPRIATION .....                       | \$ | 73,292,700 |

|    |  |    |            |
|----|--|----|------------|
| 23 | Interdepartmental grant revenues:                    |    |            |
| 24 | Total interdepartmental grants and intradepartmental |    |            |
| 25 | transfers .....                                      |    | 0          |
| 26 | ADJUSTED GROSS APPROPRIATION .....                   | \$ | 73,292,700 |

|    |                              |  |   |
|----|------------------------------|--|---|
| 27 | Federal revenues:            |  |   |
| 28 | Total federal revenues ..... |  | 0 |
| 29 | Special revenue funds:       |  |   |

|    |  |                      |
|----|--|----------------------|
| 1  | Total local revenues .....                               | 0                    |
| 2  | Total private revenues .....                             | 0                    |
| 3  | Total other state restricted revenues .....              | 0                    |
| 4  | State general fund/general purpose .....                 | \$ 73,292,700        |
| 5  | <b>(2) DEPARTMENTAL ADMINISTRATION AND SUPPORT</b>       |                      |
| 6  | Legislative retirement .....                             | \$ 12,400,000        |
| 7  | GROSS APPROPRIATION .....                                | \$ <u>12,400,000</u> |
| 8  | Appropriated from:                                       |                      |
| 9  | State general fund/general purpose .....                 | \$ 12,400,000        |
| 10 | <b>(3) TECHNOLOGY SERVICES</b>                           |                      |
| 11 | Full-time equated classified positions .....5.0          |                      |
| 12 | Enterprise identity management--5.0 FTE positions .....  | \$ 3,299,000         |
| 13 | Information technology investment fund .....             | 20,000,000           |
| 14 | Michigan public safety communications system .....       | 3,614,800            |
| 15 | GROSS APPROPRIATION .....                                | \$ <u>26,913,800</u> |
| 16 | Appropriated from:                                       |                      |
| 17 | State general fund/general purpose .....                 | \$ 26,913,800        |
| 18 | <b>(4) CAPITAL OUTLAY</b>                                |                      |
| 19 | Enterprise special maintenance for state facilities .... | \$ 8,100,000         |
| 20 | GROSS APPROPRIATION .....                                | \$ <u>8,100,000</u>  |
| 21 | Appropriated from:                                       |                      |
| 22 | State general fund/general purpose .....                 | \$ 8,100,000         |
| 23 | <b>(5) ONE-TIME APPROPRIATIONS</b>                       |                      |
| 24 | 2020 census .....  | \$ 20,000,000        |
| 25 | Michigan public safety communications system .....       | 5,878,900            |
| 26 | GROSS APPROPRIATION .....                                | \$ <u>25,878,900</u> |
| 27 | Appropriated from:                                       |                      |
| 28 | State general fund/general purpose .....                 | \$ 25,878,900        |
| 29 |  |                      |

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

GENERAL SECTIONS

Sec. 201. In accordance with section 30 of article IX of the state constitution of 1963, total state spending from state sources in this appropriation act for the fiscal year ending September 30, 2020 is \$199,795,700.00 and state spending from state sources to be paid to local units of government is \$13,063,600.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

**DEPARTMENT OF MILITARY AND VETERANS AFFAIRS**

County veteran service fund ..... \$ 2,100,000

**DEPARTMENT OF STATE POLICE**

Secondary road patrol program ..... 10,963,600

Total ..... \$ 13,063,600

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

DEPARTMENT OF HEALTH AND HUMAN SERVICES

Sec. 301. (1) From the funds appropriated in part 1 for autism navigator, the department shall require any contractor receiving funds from this line item to comply with performance-related metrics to maintain eligibility for funding. The organizational metrics shall include, but not be limited to, all of the following:

- (a) Each contractor shall have accreditations that attest to their competency and effectiveness in providing services.
- (b) Each contractor shall demonstrate cost-effectiveness.
- (c) Each contractor shall ensure their ability to leverage

1 private dollars to strengthen and maximize service provision.

2 (d) Each contractor shall provide quarterly reports to the  
3 department regarding the number of clients served, units of service  
4 provision, and ability to meet their stated goals.

5 (2) The department shall require an annual report from any  
6 contractor receiving funding from the autism navigator line item.  
7 The annual report, due to the department 60 days following the end  
8 of the contract period, shall include specific information on  
9 services and programs provided, the client base to which the  
10 services and programs were provided, and the expenditures for those  
11 services. The department shall provide the annual reports to the  
12 senate and house appropriations subcommittees on the department  
13 budget, the senate and house fiscal agencies, and the state budget  
14 office.

15 Sec. 302. From the funds appropriated in part 1 for health  
16 plan services, Healthy Michigan plan, and hospital services and  
17 therapy, the department shall appropriate \$6,400,000.00 in general  
18 fund/general purpose revenue before accounting for changes in the  
19 retainer on special financing payments plus any associated federal  
20 match to increase outpatient Medicaid rates for services performed  
21 at critical access hospitals.

22  
23 **DEPARTMENT OF TECHNOLOGY, MANAGEMENT, AND BUDGET**

24 Sec. 401. (1) The balanced budget reserve fund is created  
25 within the department of treasury.

26 (2) For fiscal year 2019-2020, \$100,000,000.00 of general  
27 fund/general purpose revenue is appropriated for deposit into the  
28 balanced budget reserve fund.

29 (3) Funds from the balanced budget reserve fund shall be

1 spent, upon appropriation, to support core state and local  
2 government services and maintain a balanced state budget.

3 (4) Funds in the balanced budget reserve fund at the close of  
4 a fiscal year shall remain in the balanced budget reserve fund and  
5 shall not lapse to the general fund.