

**SUBSTITUTE FOR
HOUSE BILL NO. 5313**

A bill to make, supplement, adjust, and consolidate appropriations for various state departments and agencies, the judicial branch, and the legislative branch for the fiscal year ending September 30, 2015 and other fiscal years; to provide for certain conditions on appropriations; to provide for the expenditure of the appropriations; and to repeal acts and parts of acts.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

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ARTICLE I
DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT
PART 1
LINE-ITEM APPROPRIATIONS

1 Sec. 101. There is appropriated for the department of
 2 agriculture and rural development for the fiscal year ending
 3 September 30, 2015, from the following funds:

4 **DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT**

5 APPROPRIATION SUMMARY

6	Full-time equated unclassified positions.....	6.0	
7	Full-time equated classified positions.....	446.0	
8	GROSS APPROPRIATION.....		\$ 84,462,200
9	Interdepartmental grant revenues:		
10	Total interdepartmental grants and intradepartmental		
11	transfers		318,100
12	ADJUSTED GROSS APPROPRIATION.....		\$ 84,144,100
13	Federal revenues:		
14	Total federal revenues.....		10,126,200
15	Special revenue funds:		
16	Total private revenues.....		98,300
17	Total other state restricted revenues.....		28,003,400
18	State general fund/general purpose.....		\$ 45,916,200
19	Sec. 102. DEPARTMENTWIDE		
20	Full-time equated unclassified positions.....	6.0	
21	Full-time equated classified positions.....	27.0	
22	Commissions and boards.....		\$ 23,800
23	Unclassified positions--6.0 FTE positions.....		524,700
24	Executive direction--9.0 FTE positions.....		1,392,800
25	Operational services--15.0 FTE positions.....		1,065,700
26	Statistical reporting service--1.0 FTE position.....		150,900
27	Emergency management--2.0 FTE positions.....		601,900

1	Accounting service center.....	968,100
2	Building occupancy charges.....	<u>622,500</u>
3	GROSS APPROPRIATION.....	\$ 5,350,400
4	Appropriated from:	
5	Federal revenues:	
6	HHS-FDA.....	325,000
7	Special revenue funds:	
8	Private - commodity group revenue.....	77,600
9	Agricultural preservation fund.....	15,000
10	Agriculture licensing and inspection fees.....	112,100
11	Freshwater protection fund.....	22,200
12	Industry support funds.....	53,500
13	Nonretail liquor fees.....	27,800
14	Refined petroleum fund.....	220,300
15	State general fund/general purpose.....	\$ 4,496,900
16	Sec. 103. INFORMATION AND TECHNOLOGY	
17	Information technology services and projects.....	\$ <u>1,460,000</u>
18	GROSS APPROPRIATION.....	\$ 1,460,000
19	Appropriated from:	
20	Interdepartmental grant revenues:	
21	IDG from LARA (LCC), liquor quality testing fees.....	3,200
22	Special revenue funds:	
23	Agricultural preservation fund.....	200
24	Agriculture equine industry development fund.....	84,800
25	Agriculture licensing and inspection fees.....	32,400
26	Freshwater protection fund.....	100
27	Gasoline inspection testing fund.....	31,400

1	Nonretail liquor fees.....		500
2	State general fund/general purpose.....	\$	1,307,400
3	Sec. 104. FOOD AND DAIRY		
4	Full-time equated classified positions.....	113.0	
5	Food safety and quality assurance--83.0 FTE positions	\$	12,378,200
6	Milk safety and quality assurance--30.0 FTE positions		<u>4,219,200</u>
7	GROSS APPROPRIATION.....	\$	16,597,400
8	Appropriated from:		
9	Federal revenues:		
10	HHS-FDA.....		1,175,800
11	USDA, multiple grants.....		134,200
12	Special revenue funds:		
13	Consumer and industry food safety education fund.....		318,700
14	Dairy and food safety fund.....		3,366,500
15	State general fund/general purpose.....	\$	11,602,200
16	Sec. 105. ANIMAL INDUSTRY		
17	Full-time equated classified positions.....	60.0	
18	Animal disease prevention and response--60.0 FTE		
19	positions	\$	8,836,600
20	Indemnification - livestock depredation.....		<u>50,000</u>
21	GROSS APPROPRIATION.....	\$	8,886,600
22	Appropriated from:		
23	Federal revenues:		
24	HHS-FDA.....		45,900
25	USDA, multiple grants.....		519,500
26	Special revenue funds:		
27	Agriculture licensing and inspection fees.....		40,400

1	Animal welfare fund.....		217,400
2	State general fund/general purpose.....	\$	8,063,400
3	Sec. 106. PESTICIDE AND PLANT PEST MANAGEMENT		
4	Full-time equated classified positions.....	86.0	
5	Pesticide and plant pest management--81.0 FTE		
6	positions	\$	12,181,800
7	Producer security/grain dealers--5.0 FTE positions ...		<u>646,700</u>
8	GROSS APPROPRIATION.....	\$	12,828,500
9	Appropriated from:		
10	Federal revenues:		
11	Department of interior.....		222,600
12	EPA, multiple grants.....		525,700
13	HHS-FDA.....		320,700
14	USDA, multiple grants.....		832,100
15	Special revenue funds:		
16	Private - slow-the-spread foundation.....		20,700
17	Agriculture licensing and inspection fees.....		3,818,700
18	Commodity inspection fees.....		437,100
19	Freshwater protection fund.....		151,900
20	Grain dealers fee fund.....		606,400
21	Horticulture fund.....		38,300
22	Industry support funds.....		243,000
23	State general fund/general purpose.....	\$	5,611,300
24	Sec. 107. ENVIRONMENTAL STEWARDSHIP		
25	Full-time equated classified positions.....	55.0	
26	Environmental stewardship--8.0 FTE positions	\$	1,246,100
27	Michigan agriculture environmental assurance program--		

1	15.0 FTE positions		4,284,100
2	Farmland and open space preservation--7.0 FTE		
3	positions		905,700
4	Qualified forest program--9.0 FTE positions		2,535,000
5	Commercial forestry audit program.....		150,000
6	Local conservation districts.....		2,173,800
7	Migrant labor housing--9.0 FTE positions		1,214,300
8	Right-to-farm--3.0 FTE positions		569,000
9	Intercounty drain--4.0 FTE positions		475,100
10	GROSS APPROPRIATION.....	\$	13,553,100
11	Appropriated from:		
12	Interdepartmental grant revenues:		
13	IDG from MDEQ, biosolids.....		101,400
14	Federal revenues:		
15	Department of interior.....		120,600
16	EPA, multiple grants.....		305,600
17	USDA, multiple grants.....		917,000
18	Special revenue funds:		
19	Agricultural preservation fund.....		584,000
20	Freshwater protection fund.....		5,013,000
21	Migratory labor housing fund.....		164,600
22	Private forestland enhancement fund.....		35,000
23	State general fund/general purpose.....	\$	6,311,900
24	Sec. 108. LABORATORY PROGRAM		
25	Full-time equated classified positions.....	90.0	
26	Laboratory services--36.0 FTE positions	\$	5,409,200
27	USDA monitoring--13.0 FTE positions		1,598,600

1	Consumer protection program--41.0 FTE positions	<u>6,083,100</u>
2	GROSS APPROPRIATION.....	\$ 13,090,900
3	Appropriated from:	
4	Interdepartmental grant revenues:	
5	IDG from LARA (LCC), liquor quality testing fees	213,500
6	Federal revenues:	
7	EPA, multiple grants.....	168,900
8	HHS-FDA.....	613,100
9	USDA, multiple grants.....	1,599,500
10	Special revenue funds:	
11	Agriculture equine industry development fund.....	611,700
12	Agriculture licensing and inspection fees.....	77,400
13	Gasoline inspection and testing fund.....	2,562,300
14	Refined petroleum fund.....	3,691,700
15	Renewable fuels fund.....	51,800
16	Testing fees.....	288,400
17	Weights and measures regulation fees.....	1,002,200
18	State general fund/general purpose.....	\$ 2,210,400
19	Sec. 109. AGRICULTURE DEVELOPMENT	
20	Full-time equated classified positions..... 14.0	
21	Agriculture development--11.0 FTE positions	\$ 3,579,500
22	Food and agriculture industry growth initiative.....	1,000,000
23	Grape and wine program--3.0 FTE positions	828,500
24	Rural development value-added grants.....	<u>1,050,000</u>
25	GROSS APPROPRIATION.....	\$ 6,458,000
26	Appropriated from:	
27	Federal revenues:	

1	USDA, multiple grants.....		2,300,000
2	Special revenue funds:		
3	Industry support funds.....		131,900
4	Nonretail liquor fees.....		783,400
5	State general fund/general purpose.....	\$	3,242,700
6	Sec. 110. FAIRS AND EXPOSITIONS		
7	Full-time equated classified positions.....	1.0	
8	Fairs and racing--1.0 FTE position.....	\$	356,700
9	Shows and expositions.....		50,000
10	County fairs capital improvement grants.....		320,000
11	Purses and supplements - fairs/licensed tracks.....		708,300
12	Licensed tracks - light horse racing.....		40,300
13	Light horse racing - breeders' awards.....		20,000
14	Standardbred breeders' awards.....		285,900
15	Standardbred purses and supplements - licensed tracks		527,800
16	Standardbred sire stakes.....		239,000
17	Thoroughbred supplements - licensed tracks.....		385,900
18	Thoroughbred breeders' awards.....		358,600
19	Thoroughbred sire stakes.....		<u>244,800</u>
20	GROSS APPROPRIATION.....	\$	3,537,300
21	Appropriated from:		
22	Special revenue funds:		
23	Agriculture equine industry development fund.....		3,167,300
24	State general fund/general purpose.....	\$	370,000
25	Sec. 111. ONE-TIME BASIS ONLY		
26	Food and agriculture industry growth initiative.....	\$	2,000,000
27	Muskegon farmers market.....		200,000

1	Ottawa County agriculture incubator.....	500,000
2	GROSS APPROPRIATION.....	\$ 2,700,000
3	Appropriated from:	
4	State general fund/general purpose.....	\$ 2,700,000

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2014-2015

GENERAL SECTIONS

9 Sec. 201. Pursuant to section 30 of article IX of the state
10 constitution of 1963, total state spending from state resources
11 under part 1 for fiscal year 2014-2015 is \$73,919,600.00 and state
12 spending from state resources to be paid to local units of
13 government for fiscal year 2014-2015 is \$4,750,000.00. The itemized
14 statement below identifies appropriations from which spending to
15 local units of government will occur:

16 DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT

17	Environmental stewardship.....	\$ 209,000
18	Michigan agriculture environment assurance program...	2,000,000
19	Local conservation districts.....	1,041,000
20	Qualified forest program.....	1,500,000
21	TOTAL.....	\$ 4,750,000

22 Sec. 202. The appropriations authorized under part 1 and this
23 part are subject to the management and budget act, 1984 PA 431, MCL
24 18.1101 to 18.1594.

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

1 (a) "Department" means the department of agriculture and rural
2 development.

3 (b) "Director" means the director of the department.

4 (c) "EPA" means the United States environmental protection
5 agency.

6 (d) "Fiscal agencies" means the Michigan house fiscal agency
7 and the Michigan senate fiscal agency.

8 (e) "FTE" means full-time equated.

9 (f) "HHS-FDA" means the United States department of health and
10 human services - food and drug administration.

11 (g) "IDG" means interdepartmental grant.

12 (h) "LARA" means the Michigan department of licensing and
13 regulatory affairs.

14 (i) "LCC" means the Michigan liquor control commission.

15 (j) "MDEQ" means the Michigan department of environmental
16 quality.

17 (k) "MDNR" means the Michigan department of natural resources.

18 (l) "MOU" means memorandum of understanding.

19 (m) "Subcommittees" means all members of the subcommittees of
20 the house and senate appropriations committees with jurisdiction
21 over the budget for the department.

22 (n) "TB" means tuberculosis.

23 (o) "USDA" means the United States department of agriculture.

24 Sec. 205. (1) For each new program or program expansion for
25 which funds in excess of \$500,000.00 are appropriated in part 1,
26 the department shall identify specific benchmarks intended to
27 measure the performance or return on taxpayer investment of the

1 program and its associated expenditures. Not later than November 1,
2 2014, the department shall report the proposed benchmarks to the
3 house and senate appropriations subcommittees for that department,
4 the house and senate fiscal agencies, and the state budget
5 director. The department shall provide an update on its progress in
6 achieving those benchmarks at an appropriations subcommittee
7 meeting called for the purpose of discussing benchmarks and their
8 status.

9 (2) It is the intent of the legislature that, beginning with
10 the budget for the fiscal year ending September 30, 2016, any
11 proposal for a new program or an expansion of an existing program
12 in excess of \$500,000.00 initiated by the executive branch or the
13 legislature shall include, as part of the original proposal or
14 budget request, a list of benchmarks intended to measure the
15 performance or return on taxpayer investment of the program or
16 spending increase.

17 Sec. 206. (1) In addition to the funds appropriated in part 1,
18 there is appropriated an amount not to exceed \$5,000,000.00 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 \$6,000,000.00 for state
25 restricted contingency funds. These funds are not available for
26 expenditure until they have been transferred to another line item
27 in part 1 under section 393(2) of the management and budget act,

1 1984 PA 431, MCL 18.1393.

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

8 (4) In addition to the funds appropriated in part 1, there is
9 appropriated an amount not to exceed \$100,000.00 for private
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 Sec. 207. The department shall cooperate with the department
15 of technology, management, and budget to maintain a searchable
16 website accessible by the public at no cost that includes, but is
17 not limited to, all of the following:

18 (a) Fiscal year-to-date expenditures by category.

19 (b) Fiscal year-to-date expenditures by appropriation unit.

20 (c) Fiscal year-to-date payments to a selected vendor,
21 including the vendor name, payment date, payment amount, and
22 payment description.

23 (d) The number of active department employees by job
24 classification.

25 (e) Job specifications and wage rates.

26 Sec. 208. The departments and agencies receiving
27 appropriations in part 1 shall use the Internet to fulfill the

1 reporting requirements of this part. This requirement may include
2 transmission of reports via electronic mail to the recipients
3 identified for each reporting requirement, or it may include
4 placement of reports on an Internet or Intranet site.

5 Sec. 209. Funds appropriated in part 1 shall not be used for
6 the purchase of foreign goods or services, or both, if
7 competitively priced and of comparable quality American goods or
8 services, or both, are available. Preference shall be given to
9 goods or services, or both, manufactured or provided by Michigan
10 businesses, if they are competitively priced and of comparable
11 quality. In addition, preference shall be given to goods or
12 services, or both, that are manufactured or provided by Michigan
13 businesses owned and operated by veterans, if they are
14 competitively priced and of comparable quality.

15 Sec. 210. The director shall take all reasonable steps to
16 ensure businesses in deprived and depressed communities compete for
17 and perform contracts to provide services or supplies, or both.
18 Each director shall strongly encourage firms with which the
19 department contracts to subcontract with certified businesses in
20 depressed and deprived communities for services, supplies, or both.

21 Sec. 212. The department and agencies receiving appropriations
22 in part 1 shall receive and retain copies of all reports funded
23 from appropriations in part 1. Federal and state guidelines for
24 short-term and long-term retention of records shall be followed.
25 The department may electronically retain copies of reports unless
26 otherwise required by federal and state guidelines.

27 Sec. 215. The department shall not take disciplinary action

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

3 Sec. 218. 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 appropriations committees, the
11 house and senate fiscal agencies, and the state budget director.
12 The report shall include the following information:

13 (a) The dates of each travel occurrence.

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

19 Sec. 228. Not later than November 30, the state budget office
20 shall prepare and transmit a report that provides for estimates of
21 the total general fund/general purpose appropriation lapses at the
22 close of the prior fiscal year. This report shall summarize the
23 projected year-end general fund/general purpose appropriation
24 lapses by major departmental program or program areas. The report
25 shall be transmitted to the chairpersons of the senate and house of
26 representatives standing committees on appropriations and the
27 senate and house fiscal agencies.

1 Sec. 229. Within 14 days after the release of the executive
2 budget recommendation, the department shall cooperate with the
3 state budget office to provide the senate and house appropriations
4 chairs, the senate and house appropriations subcommittees on
5 agriculture and rural development, respectively, and the senate and
6 house fiscal agencies with an annual report on estimated state
7 restricted fund balances, state restricted fund projected revenues,
8 and state restricted fund expenditures for the fiscal years ending
9 September 30, 2014 and September 30, 2015.

10 Sec. 230. Funds appropriated in part 1 shall not be used by a
11 principal executive department, state agency, or authority to hire
12 a person to provide legal services that are the responsibility of
13 the attorney general. This prohibition does not apply to legal
14 services for bonding activities and for those outside services that
15 the attorney general authorizes.

16 Sec. 231. The department shall maintain, on a publicly
17 accessible website, a department scorecard that identifies, tracks,
18 and regularly updates key metrics that are used to monitor and
19 improve the agency's performance.

20 Sec. 232. Total authorized appropriations from all sources
21 under part 1 for legacy costs for the fiscal year ending September
22 30, 2015 is \$11,651,400.00. From this amount, total agency
23 appropriations for pension-related legacy costs are estimated at
24 \$6,512,000.00. Total agency appropriations for retiree health care
25 legacy costs are estimated at \$5,139,400.00.

26 DEPARTMENTWIDE

1 Sec. 301. (1) Pursuant to the appropriations in part 1, the
2 department may receive and expend revenue and use that revenue to
3 cover necessary expenses related to publications, audit and
4 licensing functions, livestock sales, certification of nursery
5 stock, and laboratory analyses as specified in the following:

6 (a) Management services publications.

7 (b) Management services audit and licensing functions.

8 (c) Pesticide and plant pest management propagation and
9 certification of virus-free foundation stock.

10 (d) Pesticide and plant pest management grading services.

11 (e) Laboratory support testing for testing horses in draft
12 horse pulling contests at county fairs when local jurisdictions
13 request state assistance.

14 (f) Laboratory support analyses to determine foreign
15 substances in horses engaged in racing or pulling contests at
16 tracks.

17 (g) Laboratory support analyses of food, livestock, and
18 agricultural products for disease, foreign products for disease,
19 toxic materials, foreign substances, and quality standards.

20 (h) Laboratory support test samples for other agencies and
21 organizations.

22 (i) Fruit and vegetable inspection at shipping and termination
23 points and processing plants.

24 (2) The department shall notify the subcommittees and the
25 fiscal agencies 30 days prior to proposing changes in fees
26 authorized under this section or under section 5 of 1915 PA 91, MCL
27 285.35.

1 (3) Annually, before February 1, the department shall provide
2 a report to the subcommittees and the fiscal agencies detailing all
3 the fees charged by the department under the authorization provided
4 in this section, including, but not limited to, rates, number of
5 individuals paying each fee, and the revenue generated by each fee
6 in the previous fiscal year.

7 Sec. 302. Of the funds appropriated in part 1 that are other
8 than line-item grants, the department shall not provide grants to
9 local government agencies, institutions of higher education, or
10 nonprofit organizations unless the department provides notice of
11 the grant to the subcommittees and fiscal agencies at least 10 days
12 before the grant is issued. The grants shall be used to support
13 research or other related activities for the purpose of enhancing
14 the agricultural industries in this state.

15 **FOOD AND DAIRY**

16 Sec. 402. Not later than April 1, the department shall provide
17 a report to the subcommittees and the fiscal agencies describing
18 significant food-borne outbreaks and emergencies, including any
19 enforcement actions taken related to food safety during the
20 immediately preceding fiscal year.

21 **ANIMAL INDUSTRY**

22 Sec. 451. From the funds appropriated in part 1 for bovine
23 tuberculosis, the department shall pay for all whole herd testing
24 costs and individual animal testing costs in the modified
25 accredited zone to maintain split-state status requirements. These

1 costs include indemnity and compensation for injury causing death
2 or downer to animals.

3 Sec. 453. (1) Of the funds appropriated in part 1, the
4 department may provide for indemnity as provided for pursuant to
5 the animal industry act, 1988 PA 466, MCL 287.701 to 287.746, not
6 to exceed \$100,000.00 per order from any line item for the current
7 fiscal year. Before the department provides for an indemnification
8 under this section, the department shall report the reason for the
9 indemnification, the amount of the indemnification, and to whom the
10 indemnification is to be paid. The report shall be given to the
11 subcommittees and the fiscal agencies.

12 (2) The department of agriculture and rural development shall
13 make an indemnification payment for the fair market value of
14 livestock killed by a wolf, coyote, or cougar, if the kill is
15 verified by the department of natural resources. The fair market
16 value of the livestock shall be determined pursuant to the
17 indemnification procedures prescribed in the animal industry act,
18 1988 PA 466, MCL 287.701 to 287.746.

19 (3) The funds appropriated in part 1 for indemnification -
20 livestock depredation are appropriated for indemnification payments
21 and related department costs under subsection (2). On or before
22 March 1 of the current fiscal year, the department shall report to
23 the subcommittees and the fiscal agencies on costs incurred in the
24 previous 2 fiscal years for indemnification payments to producers
25 made under subsection (2) and related department costs.

26 Sec. 454. The department shall use its resources to
27 collaborate with the USDA to obtain TB-free status for the area of

1 the Lower Peninsula that is zoned as modified accredited advanced.
2 The department shall also aggressively work toward eradicating
3 bovine TB in the modified accredited zone. The department shall
4 also convene a workgroup to work toward eradicating bovine TB in
5 the modified accredited zone.

6 Sec. 456. Of the funds appropriated in part 1, no funds shall
7 be used to enforce the mandatory electronic animal identification
8 program for any domestic animals other than cattle until specific
9 procedures and guidelines for electronic animal identification are
10 outlined in statute.

11 Sec. 457. On or before October 15 of the current fiscal year
12 and on a quarterly basis thereafter, the department shall report to
13 the senate and house agriculture committees, the subcommittees, and
14 the fiscal agencies on the department's progress toward meeting the
15 USDA requirements as outlined in the March 2007 bovine TB program
16 review. The report shall include, but is not limited to,
17 information and data on: wildlife risk mitigation plan
18 implementation in the modified accredited zone; implementation of a
19 movement certificate process; progress toward annual surveillance
20 test requirements set out in the June 2007 MOU; efforts to work
21 with slaughter facilities in Michigan, as well as those that
22 slaughter a significant number of animals from Michigan;
23 educational programs and information for Michigan's livestock
24 community; any other item the legislature should be aware of that
25 will promote or hinder efforts to achieve bovine TB-free status for
26 Michigan.

27 Sec. 458. From the funds appropriated in part 1 for animal

1 industry, the department shall provide inspection and testing of
2 aquaculture facilities and aquaculture researchers as provided
3 under section 7 of the Michigan aquaculture development act, 1996
4 PA 199, MCL 286.877. It is the intent of the legislature that the
5 department shall work with aquaculture facilities and aquaculture
6 researchers to identify, contain, and eradicate viral hemorrhagic
7 septicemia in this state.

8 Sec. 459. It is the intent of the legislature that the
9 department shall not conduct whole herd bovine TB testing on any 1
10 herd in a TB-free zone more often than every 4 years or re-test
11 until all other herds in their county have been tested, unless
12 involved in an epidemiological investigation, there is an outbreak
13 within a 10 radius mile area, or is not on a verified wildlife risk
14 mitigated premises. If there is an outbreak within a 10 radius mile
15 area, protocols outlined by the current memorandum of understanding
16 with the USDA shall be used.

17 **ENVIRONMENTAL STEWARDSHIP**

18 Sec. 601. The part 1 appropriation line item environmental
19 stewardship shall be used to support department agriculture
20 pollution prevention programs, including groundwater and freshwater
21 protection programs under part 87 of the Michigan natural resources
22 and environmental protection act, 1994 PA 451, MCL 324.8701 to
23 324.8717, and technical assistance in implementing conservation
24 grants available under the federal farm bill of 2014.

25 Sec. 603. The appropriation in part 1 for local conservation
26 districts shall be allocated in the following manner:

1 (a) Of the total appropriation, local conservation districts
2 shall receive funds to carry out the functions of environmental
3 conservation and protection programs within that district. The
4 amount of money allocated under this subdivision shall not be used
5 by local conservation districts to replace any funds received from
6 local sources.

7 (b) Any amount remaining from the appropriation after
8 distributions under subdivision (a) shall be allocated for local
9 conservation district training.

10 Sec. 604. (1) Federal revenues authorized by and available
11 from the federal government in excess of the appropriation in part
12 1 under section 107 are appropriated and may be received and
13 expended by the department for purposes authorized under state law
14 and subject to federal requirements.

15 (2) The department shall notify the subcommittees and fiscal
16 agencies prior to expending federal revenues received and
17 appropriated under subsection (1).

18 Sec. 605. No funds other than those appropriated in part 1 for
19 the Michigan agriculture environmental assurance program shall be
20 expended for administration or implementation of the Michigan
21 agriculture environmental assurance program.

22 Sec. 607. (1) It is the intent of the legislature that the
23 department continue its activities in support of intercounty
24 drainage districts as provided in chapter 5 of the drain code of
25 1956, 1956 PA 40, MCL 280.101 to 280.106.

26 (2) The department shall work with representatives of
27 intercounty drainage districts to develop a mutually agreeable

1 method of funding department costs associated with the intercounty
2 drainage program.

3 Sec. 608. (1) The appropriations in part 1 for qualified
4 forest affidavit program are for the purpose of increasing the
5 knowledge of nonindustrial private forestland owners of sound
6 forest management practices and increasing the amount of commercial
7 timber production from those lands.

8 (2) The department shall work in partnership with stakeholder
9 groups and other state and federal agencies to increase the active
10 management of nonindustrial private forestland to foster the growth
11 of Michigan's timber product industry.

12 Sec. 609. From the appropriation in part 1 for commercial
13 forestry audit program, it is the intent of the legislature to
14 provide grant funding to the qualified nonprofit sustainable
15 forestry initiative to work with public and private forestland
16 owners to conduct site visits and prepare an analysis and audit of
17 statewide best management practices for water quality and the
18 related forest ecosystem, including native plant and animal species
19 and wildlife habitat. The best management practices audit shall be
20 performed by an audit team composed of qualified professionals,
21 including, but not limited to, the department, the department of
22 environmental quality, university faculty, and conservation groups.

23 AGRICULTURE DEVELOPMENT

24 Sec. 701. (1) The department shall establish and administer a
25 rural development value-added grant program. The program shall
26 promote the expansion of value-added agricultural production,

1 processing, and access within the state.

2 (2) The department shall award grants on a competitive basis
3 from the funds appropriated in part 1 for rural development value-
4 added grants. Grantees will be required to provide a cash match and
5 identify measurable project outcomes. Eligible grantees may
6 include, but are not limited to, individuals, partnerships,
7 cooperatives, private or public corporations, and local units of
8 government.

9 (3) A joint evaluation committee shall be selected by the
10 director with representatives with agriculture, business, and
11 economic development expertise. The joint evaluation committee
12 shall identify criteria, evaluate applications, and provide
13 recommendations to the director for final approval of grant awards.

14 (4) The department may expend money from the funds
15 appropriated in part 1 for the rural development value-added grants
16 for administering the program.

17 (5) The unexpended portion of the rural development value-
18 added grant program is considered a work project appropriation in
19 accordance with the management and budget act, 1984 PA 431, MCL
20 18.1101 to 18.1594.

21 (6) The department shall provide an interim report no later
22 than March 15 of the current fiscal year and a year-end report no
23 later than September 30 of the current fiscal year to the
24 subcommittees and the fiscal agencies, including the grantees,
25 award amount, match funding, and project outcomes.

26 (7) Notwithstanding any other provisions of this section, the
27 department shall award a \$200,000.00 rural development value-added

1 grant to the Eastern Michigan food bank for completion of its new
2 food hub facility.

3 Sec. 706. Not later than April 1 of the current fiscal year,
4 the department shall provide a report to the subcommittees and the
5 fiscal agencies describing the department's agriculture development
6 and export market development activities. The report shall identify
7 grants awarded during the prior fiscal year, including a
8 description of federal or private funds made available as a result
9 of department activities.

10 Sec. 709. (1) Not later than April 1 of the current fiscal
11 year, the department shall provide a report to the subcommittees
12 and the fiscal agencies describing the activities of the grape and
13 wine industry council established under section 303 of the Michigan
14 liquor control act of 1998, 1998 PA 58, MCL 436.1303.

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

16 (a) Council activities and accomplishments for the previous
17 fiscal year.

18 (b) Council expenditures for the previous fiscal year by
19 category of administration, industry support, research and
20 education grants, and promotion and consumer education.

21 (c) Grants awarded during the prior fiscal year and the
22 results of research grant projects completed during the prior
23 fiscal year.

24 Sec. 711. (1) The department shall establish and administer
25 the food and agriculture industry growth initiative. The program
26 shall use a grant process to support research, education, and
27 technical assistance efforts focused on removing barriers and

1 leveraging opportunities identified by those in the food and
2 agriculture industry as critical to business development and growth
3 within the state.

4 (2) In addition to the funds appropriated in part 1, the
5 department of agriculture and rural development may receive and
6 expend funds received from outside sources for the food and
7 agriculture industry growth initiative.

8 (3) The director shall establish a consortium of interested
9 parties including those involved in the food and agriculture
10 industry sector to develop the program priorities described in
11 subsection (1).

12 (4) The department shall award grants from the funds
13 appropriated in part 1 or received from outside sources under
14 subsection (2) for food and agriculture industry growth initiative
15 grants. Grantees will be required to identify measurable project
16 outcomes.

17 (5) A joint evaluation committee selected by the director
18 shall evaluate applications and provide recommendations to the
19 director for final approval of grant awards.

20 (6) The department may expend money from the funds
21 appropriated in part 1 for the food and agriculture industry growth
22 initiative for administering the program.

23 (7) Notwithstanding other provisions of this section, of the
24 funds appropriated in part 1 for food and agriculture industry
25 growth initiative, \$250,000.00 shall be designated for a regional
26 public private partnership consisting of Michigan Technological
27 University and at least 1 pulp and paper manufacturing operation

1 focused on removing existing barriers and leveraging opportunities
2 directly related to combined heat and power co-located with
3 sustainable agricultural food processing operations.

4 **FAIRS AND EXPOSITIONS**

5 Sec. 801. All appropriations from the agriculture equine
6 industry development fund shall be spent on equine-related
7 purposes. No funds from the agriculture equine industry development
8 fund shall be expended for nonequine-related purposes without prior
9 approval of the legislature.

10 Sec. 802. All appropriations from the agriculture equine
11 industry development fund, except for the Michigan gaming control
12 board's regulatory expenses and the department's expenses to
13 administer horse racing programs and laboratory analysis, shall be
14 reduced proportionately if revenues to the agriculture equine
15 industry development fund decline during the preceding fiscal year
16 to a level lower than the amounts appropriated in part 1.

17 Sec. 803. (1) In the event there is no live thoroughbred race
18 meet in 2014 or 2015, all purse money and program money
19 appropriated for the thoroughbred industry in fiscal year 2013-2014
20 and fiscal year 2014-2015 shall be held in escrow for a period not
21 to exceed 18 months, or until a thoroughbred race meet license is
22 applied for and granted by the Michigan gaming control board.

23 (2) In the event there is no live standardbred race meet in
24 2014 or 2015, all purse money and program money appropriated for
25 the standardbred industry in fiscal year 2013-2014 and fiscal year
26 2014-2015 shall be held in escrow for a period not to exceed 18

1 months, or until a standardbred race meet license is applied for
2 and granted by the Michigan gaming control board.

3 Sec. 804. It is the intent of the legislature that the
4 Michigan gaming control board shall use actual expenditure data in
5 determining the actual regulatory costs of conducting racing dates
6 and shall provide that data to the senate and house of
7 representatives appropriations subcommittees on agriculture and
8 rural development and general government and the fiscal agencies by
9 November 1 of the current fiscal year. The Michigan gaming control
10 board shall not be reimbursed for more than the actual regulatory
11 cost of conducting race dates. If a certified horsemen's
12 organization funds more than the actual regulatory cost, the
13 balance shall remain in the agriculture equine industry development
14 fund to be used to fund subsequent race dates conducted by race
15 meeting licensees with which the certified horsemen's organization
16 has contracts. If a certified horsemen's organization funds less
17 than the actual regulatory costs of the additional horse racing
18 dates, the Michigan gaming control board shall reduce the number of
19 future race dates conducted by race meeting licensees with which
20 the certified horsemen's organization has contracts. Prior to the
21 reduction in the number of authorized race dates due to budget
22 deficits, the executive director of the Michigan gaming control
23 board shall provide notice to the certified horsemen's
24 organizations with an opportunity to respond with alternatives. In
25 determining actual costs, the Michigan gaming control board shall
26 take into account that each specific breed may require different
27 regulatory mechanisms.

1 Sec. 805. (1) The department shall establish and administer a
2 county fairs capital improvement grant program. The program shall
3 assist in the promotion of building improvements or other capital
4 improvements at county fairgrounds of the state.

5 (2) The department shall award grants on a competitive basis
6 to county fair organizations from the funds appropriated in part 1
7 for county fairs capital improvements grants. Grantees will be
8 required to provide a dollar-for-dollar cash match with grant
9 awards and identify measurable project outcomes.

10 (3) The department shall identify criteria, evaluate
11 applications, and provide recommendations to the director for final
12 approval of grant awards.

13 (4) The department may expend money from the funds
14 appropriated in part 1 for the county fairs capital improvement
15 grants for administering the program.

16 (5) The unexpended portion of the county fairs capital
17 improvement grant program is considered a work project
18 appropriation in accordance with the management and budget act,
19 1984 PA 431, MCL 18.1101 to 18.1594.

20 (6) The department shall provide a year-end report no later
21 than December 1, 2015 to the subcommittees and the fiscal agencies,
22 including the grantees, award amount, match funding, and project
23 outcomes.

24 Sec. 806. (1) The amount appropriated in part 1 for shows and
25 expositions shall be expended for the purpose of financial support,
26 promotion, prizes, and premiums of equine, livestock, and other
27 agricultural commodity expositions in Michigan.

1 (2) The department shall award grants for the purposes
2 stipulated in subsection (1) on a competitive basis to persons
3 organizing shows and expositions from the funds appropriated in
4 part 1 for shows and expositions. Grantees will be required to
5 provide a dollar-for-dollar cash match with grant awards and
6 identify measurable project outcomes.

7 (3) The department shall identify criteria, evaluate
8 applications, and provide recommendations to the director for final
9 approval of grant awards.

10 (4) The unexpended portion of the appropriation for shows and
11 expositions is considered a work project appropriation in
12 accordance with the management and budget act, 1984 PA 431, MCL
13 18.1101 to 18.1594.

14 (5) The department shall provide a year-end report no later
15 than December 1, 2015 to the subcommittees and the fiscal agencies,
16 including the grantees, award amount, match funding, and project
17 outcomes.

18 **ONE-TIME BASIS APPROPRIATIONS ONLY**

19 Sec. 1101. The 1-time appropriations in part 1 for food and
20 agriculture industry growth initiative shall be expended in
21 accordance with the requirements of section 711 of this part.

22 PART 2A
23 PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS
24 FOR FISCAL YEAR 2015-2016

1 **GENERAL SECTIONS**

2 Sec. 1201. It is the intent of the legislature to provide
3 appropriations for the fiscal year ending on September 30, 2016 for
4 the line items listed in part 1. The fiscal year 2015-2016
5 appropriations are anticipated to be the same as those for fiscal
6 year 2014-2015, except that the line items will be adjusted for
7 changes in caseload and related costs, federal fund match rates,
8 economic factors, and available revenue. These adjustments will be
9 determined after the January 2015 consensus revenue estimating
10 conference.

11 ARTICLE IV

12 DEPARTMENT OF COMMUNITY HEALTH

13 PART 1

14 LINE-ITEM APPROPRIATIONS

15 Sec. 101. There is appropriated for the department of
16 community health for the fiscal year ending September 30, 2015,
17 from the following funds:

18 **DEPARTMENT OF COMMUNITY HEALTH**

19 APPROPRIATION SUMMARY

20	Full-time equated unclassified positions.....	6.0	
21	Full-time equated classified positions.....	3,648.1	
22	Average population	893.0	
23	GROSS APPROPRIATION.....		\$ 18,215,375,900
24	Interdepartmental grant revenues:		
25	Total interdepartmental grants and intradepartmental		

1	transfers	9,425,900
2	ADJUSTED GROSS APPROPRIATION.....	\$ 18,205,950,000
3	Federal revenues:	
4	Total federal revenues.....	12,539,355,700
5	Social security act, temporary assistance for needy	
6	families	18,330,400
7	Special revenue funds:	
8	Total local revenues.....	220,102,400
9	Total private revenues.....	127,056,600
10	Merit award trust fund.....	68,334,700
11	Roads and risks reserve fund.....	60,900,000
12	Autism coverage fund.....	5,500,000
13	Total other state restricted revenues.....	1,926,668,800
14	State general fund/general purpose.....	\$ 3,239,701,400
15	Sec. 102. DEPARTMENTWIDE ADMINISTRATION	
16	Full-time equated unclassified positions..... 6.0	
17	Full-time equated classified positions..... 190.7	
18	Director and other unclassified--6.0 FTE positions ...	\$ 724,700
19	Departmental administration and management--180.7	
20	FTE positions	27,088,800
21	Worker's compensation program.....	5,000,500
22	Rent and building occupancy.....	10,268,900
23	Developmental disabilities council and	
24	projects--10.0 FTE positions	3,042,200
25	Human trafficking intervention services.....	<u>200,000</u>
26	GROSS APPROPRIATION.....	\$ 46,325,100
27	Appropriated from:	

1	Federal revenues:	
2	Total federal revenues.....	15,472,900
3	Special revenue funds:	
4	Total private revenues.....	35,200
5	Total other state restricted revenues.....	829,800
6	State general fund/general purpose.....	\$ 29,987,200
7	Sec. 103. BEHAVIORAL HEALTH PROGRAM ADMINISTRATION	
8	AND SPECIAL PROJECTS	
9	Full-time equated classified positions..... 103.0	
10	Behavioral health program administration--102.0 FTE	
11	positions	\$ 51,172,900
12	Gambling addiction--1.0 FTE position.....	3,003,900
13	Protection and advocacy services support.....	194,400
14	Community residential and support services.....	592,100
15	Federal and other special projects.....	2,839,200
16	Family support subsidy.....	18,149,900
17	Housing and support services.....	<u>13,238,800</u>
18	GROSS APPROPRIATION.....	\$ 89,191,200
19	Appropriated from:	
20	Federal revenues:	
21	Total federal revenues.....	39,567,400
22	Social security act, temporary assistance for needy	
23	families	18,330,400
24	Special revenue funds:	
25	Total private revenues.....	200,000
26	Total other state restricted revenues.....	3,003,900
27	State general fund/general purpose.....	\$ 28,089,500

1	Sec. 104. BEHAVIORAL HEALTH SERVICES	
2	Full-time equated classified positions.....	9.5
3	Medicaid mental health services.....	\$ 2,323,857,900
4	Community mental health non-Medicaid services.....	97,050,400
5	Mental health services for special populations.....	8,842,800
6	Medicaid substance use disorder services.....	45,867,300
7	CMHSP, purchase of state services contracts.....	139,465,600
8	Civil service charges.....	1,499,300
9	Federal mental health block grant--2.5 FTE positions .	15,445,500
10	State disability assistance program substance use	
11	disorder services	2,018,800
12	Community substance use disorder prevention,	
13	education, and treatment	73,811,800
14	Children's waiver home care program.....	21,544,900
15	Nursing home PAS/ARR-OBRA--7.0 FTE positions.....	12,260,600
16	Children with serious emotional disturbance waiver...	12,647,900
17	Health homes.....	900,000
18	Healthy Michigan plan - behavioral health.....	<u>274,331,900</u>
19	GROSS APPROPRIATION.....	\$ 3,029,544,700
20	Appropriated from:	
21	Interdepartmental grant revenues:	
22	Interdepartmental grant from the department of human	
23	services	6,351,500
24	Federal revenues:	
25	Total federal revenues.....	1,937,773,000
26	Special revenue funds:	
27	Total local revenues.....	25,228,900

1	Total other state restricted revenues	22,506,200
2	State general fund/general purpose	\$ 1,037,685,100
3	Sec. 105. STATE PSYCHIATRIC HOSPITALS AND FORENSIC	
4	MENTAL HEALTH SERVICES	
5	Total average population	893.0
6	Full-time equated classified positions.....	2,130.9
7	Caro Regional Mental Health Center - psychiatric	
8	hospital - adult--461.3 FTE positions.....	\$ 56,257,100
9	Average population	185.0
10	Kalamazoo Psychiatric Hospital - adult--466.1 FTE	
11	positions	64,409,100
12	Average population	189.0
13	Walter P. Reuther Psychiatric Hospital -	
14	adult--420.8 FTE positions	55,919,900
15	Average population	234.0
16	Hawthorn Center - psychiatric hospital - children	
17	and adolescents--226.4 FTE positions.....	28,778,000
18	Average population	75.0
19	Center for forensic psychiatry--556.3 FTE positions ..	72,695,200
20	Average population	210.0
21	Revenue recapture.....	750,000
22	IDEA, federal special education.....	120,000
23	Special maintenance.....	332,500
24	Purchase of medical services for residents of	
25	hospitals and centers	445,600
26	Gifts and bequests for patient living and treatment	
27	environment	<u>1,000,000</u>

1	GROSS APPROPRIATION.....	\$	280,707,400
2	Appropriated from:		
3	Federal revenues:		
4	Total federal revenues.....		34,724,400
5	Special revenue funds:		
6	CMHSP, purchase of state services contracts.....		139,465,600
7	Other local revenues.....		19,493,800
8	Total private revenues.....		1,000,000
9	Total other state restricted revenues.....		18,871,300
10	State general fund/general purpose.....	\$	67,152,300
11	Sec. 106. PUBLIC HEALTH ADMINISTRATION		
12	Full-time equated classified positions.....		100.4
13	Public health administration--7.3 FTE positions.....	\$	1,574,000
14	Health and wellness initiatives--11.7 FTE positions..		8,950,000
15	Vital records and health statistics--81.4 FTE		
16	positions		<u>11,483,500</u>
17	GROSS APPROPRIATION.....	\$	22,007,500
18	Appropriated from:		
19	Interdepartmental grant revenues:		
20	Interdepartmental grant from the department of human		
21	services		1,208,200
22	Federal revenues:		
23	Total federal revenues.....		3,657,000
24	Special revenue funds:		
25	Total other state restricted revenues.....		12,053,900
26	State general fund/general purpose.....	\$	5,088,400
27	Sec. 107. HEALTH POLICY		

1	Full-time equated classified positions.....	64.8	
2	Certificate of need program administration--12.3 FTE		
3	positions		\$ 2,785,200
4	Emergency medical services program--23.0 FTE positions		6,421,800
5	Health innovation grants.....		1,500,000
6	Health policy administration--24.1 FTE positions		3,112,700
7	Michigan essential health provider.....		3,591,300
8	Minority health grants and contracts.....		612,700
9	Nurse education and research program--3.0 FTE		
10	positions		774,400
11	Primary care services--1.4 FTE positions.....		4,067,900
12	Rural health services--1.0 FTE position.....		<u>1,555,500</u>
13	GROSS APPROPRIATION.....		\$ 24,421,500
14	Appropriated from:		
15	Interdepartmental grant revenues:		
16	Interdepartmental grant from the department of		
17	licensing and regulatory affairs.....		774,400
18	Interdepartmental grant from the department of		
19	treasury, Michigan state hospital finance authority.		116,200
20	Federal revenues:		
21	Total federal revenues.....		7,994,500
22	Special revenue funds:		
23	Total private revenues.....		865,000
24	Total other state restricted revenues.....		6,565,700
25	State general fund/general purpose.....		\$ 8,105,700
26	Sec. 108. LABORATORY SERVICES		
27	Full-time equated classified positions.....	100.0	

1	Laboratory services--100.0 FTE positions	\$	<u>19,043,200</u>
2	GROSS APPROPRIATION.....	\$	19,043,200
3	Appropriated from:		
4	Interdepartmental grant revenues:		
5	Interdepartmental grant from the department of		
6	environmental quality		975,600
7	Federal revenues:		
8	Total federal revenues.....		2,298,100
9	Special revenue funds:		
10	Total other state restricted revenues.....		8,993,900
11	State general fund/general purpose.....	\$	6,775,600
12	Sec. 109. EPIDEMIOLOGY AND INFECTIOUS DISEASE		
13	Full-time equated classified positions..... 144.9		
14	AIDS surveillance and prevention program.....	\$	1,854,100
15	Bioterrorism preparedness--52.0 FTE positions		30,094,200
16	Epidemiology administration--41.6 FTE positions		11,845,700
17	Healthy homes program--8.0 FTE positions		4,386,200
18	Immunization program--12.8 FTE positions		15,022,300
19	Newborn screening follow-up and treatment		
20	services--10.5 FTE positions		6,748,800
21	Sexually transmitted disease control program--20.0		
22	FTE positions		6,252,900
23	Tuberculosis control and prevention.....		<u>867,000</u>
24	GROSS APPROPRIATION.....	\$	77,071,200
25	Appropriated from:		
26	Federal revenues:		
27	Total federal revenues.....		58,971,700

1	Special revenue funds:		
2	Total private revenues.....		338,800
3	Total other state restricted revenues.....		11,110,500
4	State general fund/general purpose.....	\$	6,650,200
5	Sec. 110. LOCAL HEALTH ADMINISTRATION AND GRANTS		
6	Full-time equated classified positions.....	2.0	
7	Essential local public health services.....	\$	40,886,100
8	Implementation of 1993 PA 133, MCL 333.17015.....		20,000
9	Local health services--2.0 FTE positions.....		537,300
10	Medicaid outreach cost reimbursement to local health		
11	departments		<u>9,000,000</u>
12	GROSS APPROPRIATION.....	\$	50,443,400
13	Appropriated from:		
14	Federal revenues:		
15	Total federal revenues.....		9,537,300
16	Special revenue funds:		
17	Total local revenues.....		5,150,000
18	State general fund/general purpose.....	\$	35,756,100
19	Sec. 111. CHRONIC DISEASE AND INJURY PREVENTION AND		
20	HEALTH PROMOTION		
21	Full-time equated classified positions.....	96.0	
22	AIDS prevention, testing, and care programs--31.7		
23	FTE positions	\$	70,427,500
24	Cancer prevention and control program--12.0 FTE		
25	positions		15,009,000
26	Chronic disease control and health promotion		
27	administration--29.4 FTE positions.....		4,139,900

1	Diabetes and kidney program--8.0 FTE positions	1,893,300
2	Injury control intervention project	1,350,000
3	Smoking prevention program--12.0 FTE positions	2,111,000
4	Violence prevention--2.9 FTE positions	<u>1,824,000</u>
5	GROSS APPROPRIATION.....	\$ 96,754,700
6	Appropriated from:	
7	Federal revenues:	
8	Total federal revenues	49,169,800
9	Special revenue funds:	
10	Total private revenues	38,778,400
11	Total other state restricted revenues	5,535,000
12	State general fund/general purpose	\$ 3,271,500
13	Sec. 112. FAMILY, MATERNAL, AND CHILDREN'S HEALTH	
14	SERVICES	
15	Full-time equated classified positions.....	65.6
16	Childhood lead program--2.5 FTE positions	\$ 1,236,200
17	Dental programs--3.0 FTE positions	1,647,600
18	Dental program for persons with developmental	
19	disabilities	151,000
20	Family, maternal, and children's health services	
21	administration--46.1 FTE positions.....	7,817,800
22	Family planning local agreements	8,310,700
23	Local MCH services	7,018,100
24	Pregnancy prevention program	602,100
25	Prenatal care outreach and service delivery	
26	support--14.0 FTE positions	19,685,700
27	Special projects	6,832,900

1	Sudden infant death syndrome program.....	<u>321,300</u>
2	GROSS APPROPRIATION.....	\$ 53,623,400
3	Appropriated from:	
4	Federal revenues:	
5	Total federal revenues.....	41,805,000
6	Special revenue funds:	
7	Total local revenues.....	75,000
8	Total private revenues.....	874,500
9	State general fund/general purpose.....	\$ 10,868,900
10	Sec. 113. WOMEN, INFANTS, AND CHILDREN FOOD AND	
11	NUTRITION PROGRAM	
12	Full-time equated classified positions..... 45.0	
13	Women, infants, and children program administration	
14	and special projects--45.0 FTE positions.....	\$ 17,923,200
15	Women, infants, and children program local	
16	agreements and food costs	<u>256,285,000</u>
17	GROSS APPROPRIATION.....	\$ 274,208,200
18	Appropriated from:	
19	Federal revenues:	
20	Total federal revenues.....	213,130,300
21	Special revenue funds:	
22	Total private revenues.....	61,077,900
23	State general fund/general purpose.....	\$ 0
24	Sec. 114. CHILDREN'S SPECIAL HEALTH CARE SERVICES	
25	Full-time equated classified positions..... 46.8	
26	Children's special health care services	
27	administration--44.0 FTE positions.....	\$ 5,582,100

1	Bequests for care and services--2.8 FTE positions	1,528,800
2	Outreach and advocacy.....	5,510,000
3	Nonemergency medical transportation.....	1,505,900
4	Medical care and treatment.....	<u>187,931,700</u>
5	GROSS APPROPRIATION.....	\$ 202,058,500
6	Appropriated from:	
7	Federal revenues:	
8	Total federal revenues.....	106,258,400
9	Special revenue funds:	
10	Total private revenues.....	1,009,300
11	Total other state restricted revenues.....	3,857,400
12	State general fund/general purpose.....	\$ 90,933,400
13	Sec. 115. CRIME VICTIM SERVICES COMMISSION	
14	Full-time equated classified positions..... 13.0	
15	Grants administration services--13.0 FTE positions ...	\$ 2,128,100
16	Justice assistance grants.....	15,000,000
17	Crime victim rights services grants.....	<u>16,870,000</u>
18	GROSS APPROPRIATION.....	\$ 33,998,100
19	Appropriated from:	
20	Federal revenues:	
21	Total federal revenues.....	18,696,900
22	Special revenue funds:	
23	Total other state restricted revenues.....	15,301,200
24	State general fund/general purpose.....	\$ 0
25	Sec. 116. OFFICE OF SERVICES TO THE AGING	
26	Full-time equated classified positions..... 40.0	
27	Office of services to aging administration--40.0 FTE	

1	positions	\$	7,600,700
2	Community services.....		39,013,900
3	Nutrition services.....		39,044,000
4	Foster grandparent volunteer program.....		2,233,600
5	Retired and senior volunteer program.....		627,300
6	Senior companion volunteer program.....		1,604,400
7	Employment assistance.....		3,500,000
8	Respite care program.....		<u>5,868,700</u>
9	GROSS APPROPRIATION.....	\$	99,492,600
10	Appropriated from:		
11	Federal revenues:		
12	Total federal revenues.....		57,534,600
13	Special revenue funds:		
14	Total private revenues.....		677,500
15	Merit award trust fund.....		4,068,700
16	Total other state restricted revenues.....		1,400,000
17	State general fund/general purpose.....	\$	35,811,800
18	Sec. 117. MEDICAL SERVICES ADMINISTRATION		
19	Full-time equated classified positions..... 495.5		
20	Medical services administration--435.5 FTE positions .	\$	79,697,800
21	Healthy Michigan plan administration--36.0 FTE		
22	positions		49,353,800
23	Facility inspection contract.....		132,800
24	MIChild administration.....		3,500,000
25	Electronic health record incentive program--24.0 FTE		
26	positions		<u>144,233,600</u>
27	GROSS APPROPRIATION.....	\$	276,918,000

1	Appropriated from:	
2	Federal revenues:	
3	Total federal revenues.....	233,720,400
4	Special revenue funds:	
5	Total local revenues.....	105,900
6	Total private revenues.....	100,000
7	Total other state restricted revenues.....	331,700
8	State general fund/general purpose.....	\$ 42,660,000
9	Sec. 118. MEDICAL SERVICES	
10	Hospital services and therapy.....	\$ 1,251,951,200
11	Hospital disproportionate share payments.....	45,000,000
12	Physician services.....	393,821,100
13	Medicare premium payments.....	408,503,400
14	Pharmaceutical services.....	303,791,800
15	Home health services.....	5,804,700
16	Hospice services.....	111,982,500
17	Transportation.....	23,288,200
18	Auxiliary medical services.....	7,268,800
19	Dental services.....	200,341,500
20	Ambulance services.....	11,000,000
21	Long-term care services.....	1,393,963,800
22	Integrated care organizations.....	478,495,500
23	Medicaid home- and community-based services waiver...	325,318,000
24	Adult home help services.....	302,440,800
25	Personal care services.....	12,237,000
26	Program of all-inclusive care for the elderly.....	66,672,600
27	Autism services.....	25,171,800

1	Health plan services.....	4,905,539,800
2	Health insurer fee reserve fund.....	87,057,500
3	MIChild program.....	71,220,100
4	Special indigent care payments.....	10,000,000
5	Federal Medicare pharmaceutical program.....	150,883,900
6	Maternal and child health.....	20,279,500
7	Healthy Michigan plan.....	2,376,690,900
8	Subtotal basic medical services program.....	12,988,724,400
9	School-based services.....	112,102,700
10	Special Medicaid reimbursement.....	321,831,500
11	Subtotal special medical services payments.....	<u>433,934,200</u>
12	GROSS APPROPRIATION.....	\$ 13,422,658,600
13	Appropriated from:	
14	Federal revenues:	
15	Total federal revenues.....	9,656,901,100
16	Special revenue funds:	
17	Total local revenues.....	30,583,200
18	Total private revenues.....	2,100,000
19	Merit award trust fund.....	64,266,000
20	Roads and risks reserve fund.....	60,900,000
21	Total other state restricted revenues.....	1,814,320,300
22	State general fund/general purpose.....	\$ 1,793,588,000
23	Sec. 119. INFORMATION TECHNOLOGY	
24	Information technology services and projects.....	\$ 37,002,700
25	Michigan Medicaid information system.....	<u>50,201,100</u>
26	GROSS APPROPRIATION.....	\$ 87,203,800
27	Appropriated from:	

1	Federal revenues:	
2	Total federal revenues.....	45,480,400
3	Special revenue funds:	
4	Total private revenues.....	20,000,000
5	Total other state restricted revenues.....	1,988,000
6	State general fund/general purpose.....	\$ 19,735,400
7	Sec. 120. ONE-TIME BASIS ONLY APPROPRIATIONS	
8	University autism programs.....	\$ 7,000,000
9	Autism family assistance services.....	1,500,000
10	Pay for success contracts.....	1,500,000
11	Bone marrow transplant registry.....	250,000
12	Child and adolescent health services.....	2,000,000
13	Mental health commission recommendations.....	8,962,500
14	Dental clinic program.....	4,092,300
15	Healthy kids dental computer project.....	3,000,000
16	Statewide trauma system.....	1,300,000
17	Senior Olympics.....	<u>100,000</u>
18	GROSS APPROPRIATION.....	\$ 29,704,800
19	Appropriated from:	
20	Federal revenues:	
21	Total federal revenues.....	6,662,500
22	Special revenue funds:	
23	Autism coverage fund.....	5,500,000
24	State general fund/general purpose.....	\$ 17,542,300

25

PART 2

PROVISIONS CONCERNING APPROPRIATIONS
 FOR FISCAL YEAR 2014-2015

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for fiscal year 2014-2015 is \$5,301,104,900.00 and state spending from state resources to be paid to local units of government for fiscal year 2014-2015 is \$1,108,135,300.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF COMMUNITY HEALTH

BEHAVIORAL HEALTH PROGRAM ADMINISTRATION

Community residential and support services	\$	757,200
Housing and support services		812,800

BEHAVIORAL HEALTH SERVICES

State disability assistance program substance use disorder services	\$	2,018,000
Community substance use disorder prevention, education, and treatment programs		14,553,400
Medicaid mental health services		772,083,300
Community mental health non-Medicaid services		97,050,400
Mental health services for special populations		8,842,800
Medicaid substance use disorder services		15,806,200
Children's waiver home care program		6,056,200
Nursing home PAS/ARR-OBRA		2,725,300

PUBLIC HEALTH ADMINISTRATION

Health and wellness initiatives	\$	3,584,600
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1	HEALTH POLICY		
2	Primary care services.....	\$	413,900
3	LABORATORY SERVICES		
4	Laboratory services.....	\$	16,200
5	EPIDEMIOLOGY AND INFECTIOUS DISEASE		
6	Sexually transmitted disease control program.....	\$	175,200
7	Immunization program.....		1,123,500
8	LOCAL HEALTH ADMINISTRATION AND GRANTS		
9	Implementation of 1993 PA 133, MCL 333.17015.....	\$	5,000
10	Essential local public health services.....		35,736,100
11	CHRONIC DISEASE AND INJURY PREVENTION AND HEALTH PROMOTION		
12	AIDS prevention, testing, and care programs.....	\$	1,600,100
13	Cancer prevention and control program.....		94,700
14	Chronic disease and health promotion administration..		12,000
15	FAMILY, MATERNAL, AND CHILDREN'S HEALTH SERVICES		
16	Prenatal care outreach and service delivery support ..	\$	1,500,000
17	CHILDREN'S SPECIAL HEALTH CARE SERVICES		
18	Medical care and treatment.....	\$	939,700
19	Outreach and advocacy.....		2,226,000
20	CRIME VICTIM SERVICES COMMISSION		
21	Crime victim rights services grants.....	\$	7,200,600
22	OFFICE OF SERVICES TO THE AGING		
23	Community services.....	\$	16,533,500
24	Nutrition services.....		10,587,000
25	Foster grandparent volunteer program.....		657,100
26	Retired and senior volunteer program.....		173,900
27	Senior companion volunteer program.....		348,800

1	Respite care program.....	5,115,000
2	MEDICAL SERVICES	
3	Dental services.....	\$ 990,600
4	Long-term care services.....	84,754,000
5	Transportation.....	1,359,300
6	Hospital services and therapy.....	2,344,700
7	Physician services.....	<u>9,938,200</u>
8	TOTAL OF PAYMENTS TO LOCAL UNITS	
9	OF GOVERNMENT.....	\$ 1,108,135,300

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) "AIDS" means acquired immunodeficiency syndrome.

15 (b) "CMHSP" means a community mental health services program
 16 as that term is defined in section 100a of the mental health code,
 17 1974 PA 258, MCL 330.1100a.

18 (c) "Current fiscal year" means the fiscal year ending
 19 September 30, 2015.

20 (d) "Department" means the department of community health.

21 (e) "Director" means the director of the department.

22 (f) "DSH" means disproportionate share hospital.

23 (g) "EPSDT" means early and periodic screening, diagnosis, and
 24 treatment.

25 (h) "Federal poverty level" means the poverty guidelines
 26 published annually in the federal register by the United States
 27 department of health and human services under its authority to

1 revise the poverty line under 42 USC 9902.

2 (i) "FTE" means full-time equated.

3 (j) "GME" means graduate medical education.

4 (k) "Health plan" means, at a minimum, an organization that
5 meets the criteria for delivering the comprehensive package of
6 services under the department's comprehensive health plan.

7 (l) "HEDIS" means healthcare effectiveness data and
8 information set.

9 (m) "HIV" means human immunodeficiency virus.

10 (n) "HMO" means health maintenance organization.

11 (o) "IDEA" means the individuals with disabilities education
12 act, 20 USC 1400 to 1482.

13 (p) "MCH" means maternal and child health.

14 (q) "MICHild" means the program described in section 1670.

15 (r) "PAS/ARR-OBRA" means the preadmission screening and annual
16 resident review required under the omnibus budget reconciliation
17 act of 1987, section 1919(e)(7) of the social security act, 42 USC
18 1396r.

19 (s) "PIHP" means a governmental entity designated by the
20 department as a regional entity or a specialty prepaid inpatient
21 health plan for Medicaid mental health services, services to
22 individuals with developmental disabilities, and substance use
23 disorder services. Regional entities are described in section 204b
24 of the mental health code, 1974 PA 258, MCL 330.1204b. Specialty
25 prepaid inpatient health plans are described in section 232b of the
26 mental health code, 1974 PA 258, MCL 330.1232b.

27 (t) "Temporary assistance for needy families" means part A of

1 title IV of the social security act, 42 USC 601 to 619.

2 (u) "Title X" means title X of the public health service act,
3 42 USC 300 to 300a-8, that establishes grants to states for family
4 planning services.

5 (v) "Title XVIII" and "Medicare" mean title XVIII of the
6 social security act, 42 USC 1395 to 1395kkk-1.

7 (w) "Title XIX" and "Medicaid" mean title XIX of the social
8 security act, 42 USC 1396 to 1396w-5.

9 Sec. 204. (1) For each new program or program expansion for
10 which funds in excess of \$500,000.00 are appropriated in part 1,
11 the department shall identify specific benchmarks intended to
12 measure the performance or return on taxpayer investment of the
13 program and its associated expenditures. Not later than November 1,
14 2014, the department shall report the proposed benchmarks to the
15 house and senate appropriations subcommittees for that department,
16 the house and senate fiscal agencies, and the state budget
17 director. The department shall provide an update on its progress in
18 achieving those benchmarks at an appropriations subcommittee
19 meeting called for the purpose of discussing benchmarks and their
20 status.

21 (2) It is the intent of the legislature that, beginning with
22 the budget for the fiscal year ending September 30, 2016, any
23 proposal for a new program or an expansion of an existing program
24 in excess of \$500,000.00 initiated by the executive branch or the
25 legislature shall include, as part of the original proposal or
26 budget request, a list of benchmarks intended to measure the
27 performance or return on taxpayer investment of the program or

1 spending increase.

2 Sec. 206. (1) In addition to the funds appropriated in part 1,
3 there is appropriated an amount not to exceed \$200,000,000.00 for
4 federal contingency funds. These funds are not available for
5 expenditure until they have been transferred to another line item
6 in part 1 under section 393(2) of the management and budget act,
7 1984 PA 431, MCL 18.1393.

8 (2) In addition to the funds appropriated in part 1, there is
9 appropriated an amount not to exceed \$40,000,000.00 for state
10 restricted contingency funds. These funds are not available for
11 expenditure until they have been transferred to another line item
12 in part 1 under section 393(2) of the management and budget act,
13 1984 PA 431, MCL 18.1393.

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

20 (4) In addition to the funds appropriated in part 1, there is
21 appropriated an amount not to exceed \$40,000,000.00 for private
22 contingency funds. These funds are not available for expenditure
23 until they have been transferred to another line item in part 1
24 under section 393(2) of the management and budget act, 1984 PA 431,
25 MCL 18.1393.

26 Sec. 207. The department shall maintain, on a public
27 accessible website, a department scorecard that identifies, tracks,

1 and regularly updates key metrics that are used to monitor and
2 improve the department's performance.

3 Sec. 208. The departments and agencies receiving
4 appropriations in part 1 shall use the Internet to fulfill the
5 reporting requirements of this part and part 1. This requirement
6 may include transmission of reports via electronic mail to the
7 recipients identified for each reporting requirement, or it may
8 include placement of reports on the Internet or Intranet site.

9 Sec. 209. Funds appropriated in part 1 shall not be used for
10 the purchase of foreign goods or services, or both, if
11 competitively priced and of comparable quality American goods or
12 services, or both, are available. Preference shall be given to
13 goods or services, or both, manufactured or provided by Michigan
14 businesses if they are competitively priced and of comparable
15 quality. In addition, preference shall be given to goods or
16 services, or both, that are manufactured or provided by Michigan
17 businesses owned and operated by veterans if they are competitively
18 priced and of comparable quality.

19 Sec. 210. The director and the director of the office of
20 services to the aging shall take all reasonable steps to ensure
21 businesses in deprived and depressed communities compete for and
22 perform contracts to provide services or supplies, or both. The
23 director and the director of the office of services to the aging
24 shall strongly encourage firms with which the department contracts
25 to subcontract with certified businesses in depressed and deprived
26 communities for services, supplies, or both.

27 Sec. 211. If the revenue collected by the department from fees

1 and collections exceeds the amount appropriated in part 1, the
2 revenue may be carried forward with the approval of the state
3 budget director into the subsequent fiscal year. The revenue
4 carried forward under this section shall be used as the first
5 source of funds in the subsequent fiscal year.

6 Sec. 212. (1) On or before February 1 of the current fiscal
7 year, the department shall report to the house and senate
8 appropriations subcommittees on community health, the house and
9 senate fiscal agencies, and the state budget director on the
10 detailed name and amounts of federal, restricted, private, and
11 local sources of revenue that support the appropriations in each of
12 the line items in part 1.

13 (2) Upon the release of the next fiscal year executive budget
14 recommendation, the department shall report to the same parties in
15 subsection (1) on the amounts and detailed sources of federal,
16 restricted, private, and local revenue proposed to support the
17 total funds appropriated in each of the line items in part 1 of the
18 next fiscal year executive budget proposal.

19 Sec. 213. The state departments, agencies, and commissions
20 receiving tobacco tax funds and healthy Michigan funds from part 1
21 shall report by April 1 of the current fiscal year to the senate
22 and house appropriations committees, the senate and house fiscal
23 agencies, and the state budget director on the following:

24 (a) Detailed spending plan by appropriation line item
25 including description of programs and a summary of organizations
26 receiving these funds.

27 (b) Description of allocations or bid processes including need

1 or demand indicators used to determine allocations.

2 (c) Eligibility criteria for program participation and maximum
3 benefit levels where applicable.

4 (d) Outcome measures used to evaluate programs, including
5 measures of the effectiveness of these programs in improving the
6 health of Michigan residents.

7 (e) Any other information considered necessary by the house of
8 representatives or senate appropriations committees or the state
9 budget director.

10 Sec. 216. (1) In addition to funds appropriated in part 1 for
11 all programs and services, there is appropriated for write-offs of
12 accounts receivable, deferrals, and for prior year obligations in
13 excess of applicable prior year appropriations, an amount equal to
14 total write-offs and prior year obligations, but not to exceed
15 amounts available in prior year revenues.

16 (2) The department's ability to satisfy appropriation
17 deductions in part 1 shall not be limited to collections and
18 accruals pertaining to services provided in the current fiscal
19 year, but shall also include reimbursements, refunds, adjustments,
20 and settlements from prior years.

21 Sec. 218. The department shall include the following in its
22 annual list of proposed basic health services as required in part
23 23 of the public health code, 1978 PA 368, MCL 333.2301 to
24 333.2321:

25 (a) Immunizations.

26 (b) Communicable disease control.

27 (c) Sexually transmitted disease control.

1 (d) Tuberculosis control.

2 (e) Prevention of gonorrhoea eye infection in newborns.

3 (f) Screening newborns for the conditions listed in section
4 5431 of the public health code, 1978 PA 368, MCL 333.5431, or
5 recommended by the newborn screening quality assurance advisory
6 committee created under section 5430 of the public health code,
7 1978 PA 368, MCL 333.5430.

8 (g) Community health annex of the Michigan emergency
9 management plan.

10 (h) Prenatal care.

11 Sec. 219. (1) The department may contract with the Michigan
12 public health institute for the design and implementation of
13 projects and for other public health-related activities prescribed
14 in section 2611 of the public health code, 1978 PA 368, MCL
15 333.2611. The department may develop a master agreement with the
16 institute to carry out these purposes for up to a 3-year period.
17 The department shall report to the house and senate appropriations
18 subcommittees on community health, the house and senate fiscal
19 agencies, and the state budget director on or before January 1 of
20 the current fiscal year all of the following:

21 (a) A detailed description of each funded project.

22 (b) The amount allocated for each project, the appropriation
23 line item from which the allocation is funded, and the source of
24 financing for each project.

25 (c) The expected project duration.

26 (d) A detailed spending plan for each project, including a
27 list of all subgrantees and the amount allocated to each

1 subgrantee.

2 (2) On or before September 30 of the current fiscal year, the
3 department shall provide to the same parties listed in subsection
4 (1) a copy of all reports, studies, and publications produced by
5 the Michigan public health institute, its subcontractors, or the
6 department with the funds appropriated in part 1 and allocated to
7 the Michigan public health institute.

8 Sec. 223. The department may establish and collect fees for
9 publications, videos and related materials, conferences, and
10 workshops. Collected fees shall be used to offset expenditures to
11 pay for printing and mailing costs of the publications, videos and
12 related materials, and costs of the workshops and conferences. The
13 department shall not collect fees under this section that exceed
14 the cost of the expenditures.

15 Sec. 252. The appropriations in part 1 for healthy Michigan
16 plan-behavioral health, healthy Michigan plan administration, and
17 healthy Michigan plan are contingent on the provisions of the
18 social welfare act, 1939 PA 280, MCL 400.1 to 400.119b, that were
19 contained in 2013 PA 107 not being amended, repealed, or otherwise
20 altered to eliminate the healthy Michigan plan. If that occurs,
21 then, upon the effective date of the amendatory act that amends,
22 repeals, or otherwise alters those provisions, the remaining funds
23 in the healthy Michigan plan-behavioral health, healthy Michigan
24 plan administration, and healthy Michigan plan line items shall
25 only be used to pay previously incurred costs and any remaining
26 appropriations shall not be allotted to support those line items.

27 Sec. 264. (1) Upon submission of a Medicaid waiver, a Medicaid

1 state plan amendment, or a similar proposal to the centers for
2 Medicare and Medicaid services, the department shall notify the
3 house and senate appropriations subcommittees on community health
4 and the house and senate fiscal agencies of the submission.

5 (2) The department shall provide written or verbal biannual
6 reports to the senate and house appropriations subcommittees on
7 community health and the senate and house fiscal agencies
8 summarizing the status of any new or ongoing discussions with the
9 centers for Medicare and Medicaid services or the federal
10 department of health and human services regarding potential or
11 future Medicaid waiver applications.

12 (3) The department shall inform the senate and house
13 appropriations subcommittees on community health and the senate and
14 house fiscal agencies of any alterations or adjustments made to the
15 published plan for integrated care for individuals who are dual
16 Medicare/Medicaid eligibles when the final version of the plan has
17 been submitted to the federal centers for Medicare and Medicaid
18 services or the federal department of health and human services.

19 (4) At least 30 days before implementation of the plan for
20 integrated care for individuals who are dual Medicare/Medicaid
21 eligibles, the department shall submit the plan to the legislature
22 for review.

23 Sec. 266. The departments and agencies receiving
24 appropriations in part 1 shall prepare a report on out-of-state
25 travel expenses not later than January 1 of each year. The travel
26 report shall be a listing of all travel by classified and
27 unclassified employees outside this state in the immediately

1 preceding fiscal year that was funded in whole or in part with
2 funds appropriated in the department's budget. The report shall be
3 submitted to the senate and house appropriations committees, the
4 house and senate fiscal agencies, and the state budget director.
5 The report shall include the following information:

6 (a) The dates of each travel occurrence.

7 (b) The transportation and related costs of each travel
8 occurrence, including the proportion funded with state general
9 fund/general purpose revenues, the proportion funded with state
10 restricted revenues, the proportion funded with federal revenues,
11 and the proportion funded with other revenues.

12 Sec. 267. The department shall not take disciplinary action
13 against an employee for communicating with a member of the
14 legislature or his or her staff.

15 Sec. 270. Within 180 days after receipt of the notification
16 from the attorney general's office of a legal action in which
17 expenses had been recovered pursuant to section 106(4) of the
18 social welfare act, 1939 PA 280, MCL 400.106, or any other statute
19 under which the department has the right to recover expenses, the
20 department shall submit a written report to the house and senate
21 appropriations subcommittees on community health, the house and
22 senate fiscal agencies, and the state budget office which includes,
23 at a minimum, all of the following:

24 (a) The total amount recovered from the legal action.

25 (b) The program or service for which the money was originally
26 expended.

27 (c) Details on the disposition of the funds recovered such as

1 the appropriation or revenue account in which the money was
2 deposited.

3 (d) A description of the facts involved in the legal action.

4 Sec. 276. Funds appropriated in part 1 shall not be used by a
5 principal executive department, state agency, or authority to hire
6 a person to provide legal services that are the responsibility of
7 the attorney general. This prohibition does not apply to legal
8 services for bonding activities and for those outside services that
9 the attorney general authorizes.

10 Sec. 282. (1) The department shall work with the department of
11 technology, management, and budget to establish an automated annual
12 metric collection, validation, and reporting system for contracts
13 via the state's e-procurement system by September 30 of the current
14 fiscal year. The department shall report the status of this work
15 and a project plan to the house and senate appropriations
16 subcommittees on community health and the house and senate fiscal
17 agencies by November 1 and May 1 of the current fiscal year.

18 (2) By June 30, 2016, the automated system established in
19 subsection (1) shall be able to generate a report to the house and
20 senate appropriations subcommittees on community health and the
21 house and senate fiscal agencies that presents performance metrics
22 on all new or existing contracts at renewal of \$1,000,000.00 or
23 more funded only with state general fund/general purpose or state
24 restricted resources. The performance metrics shall include, at a
25 minimum, service delivery volumes and provider or beneficiary
26 outcomes.

27 Sec. 287. Not later than November 30, the state budget office

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

9 Sec. 288. (1) Beginning October 1 of the current fiscal year,
10 no less than 90% of a new department contract supported solely from
11 state restricted funds or general fund/general purpose funds and
12 designated in this part or part 1 for a specific entity for the
13 purpose of providing services to individuals shall be expended for
14 such services after the first year of the contract.

15 (2) The department may allow a contract to exceed the
16 limitation on administrative and services costs if it can be
17 demonstrated that an exception should be made to the provision in
18 subsection (1).

19 (3) By September 30 of the current fiscal year, the department
20 shall report to the house and senate appropriations subcommittees
21 on community health, house and senate fiscal agencies, and state
22 budget office on the rationale for all exceptions made to the
23 provision in subsection (1) and the number of contracts terminated
24 due to violations of subsection (1).

25 Sec. 292. The department shall cooperate with the department
26 of technology, management, and budget to maintain a searchable
27 website accessible by the public at no cost that includes, but is

1 not limited to, all of the following:

2 (a) Fiscal year-to-date expenditures by category.

3 (b) Fiscal year-to-date expenditures by appropriation unit.

4 (c) Fiscal year-to-date payments to a selected vendor,
5 including the vendor name, payment date, payment amount, and
6 payment description.

7 (d) The number of active department employees by job
8 classification.

9 (e) Job specifications and wage rates.

10 Sec. 296. Within 14 days after the release of the executive
11 budget recommendation, the department shall cooperate with the
12 state budget office to provide the senate and house appropriations
13 chairs, the senate and house appropriations subcommittees on
14 community health, and the senate and house fiscal agencies with an
15 annual report on estimated state restricted fund balances, state
16 restricted fund projected revenues, and state restricted fund
17 expenditures for the fiscal years ending September 30, 2014 and
18 September 30, 2015.

19 Sec. 297. Total authorized appropriations from all sources
20 under part 1 for legacy costs for the fiscal year ending September
21 30, 2015 are \$89,124,600.00. From this amount, total agency
22 appropriations for pension-related legacy costs are estimated at
23 \$449,676,000.00. Total agency appropriations for retiree health
24 care legacy costs are estimated at \$39,448,600.00.

25 Sec. 298. From the funds appropriated in part 1 for the
26 Michigan Medicaid information system line item, \$20,000,000.00 in
27 private revenue will be allocated for the Michigan-Illinois

1 alliance Medicaid management information systems project.

2 Sec. 299. No state department or agency shall issue a request
3 for proposal (RFP) for a contract in excess of \$5,000,000.00,
4 unless the department or agency has first considered issuing a
5 request for information (RFI) or a request for qualification (RFQ)
6 relative to that contract to better enable the department or agency
7 to learn more about the market for the products or services that
8 are the subject of the RFP. The department or agency shall notify
9 the department of technology, management, and budget of the
10 evaluation process used to determine if an RFI or RFQ was not
11 necessary prior to issuing the RFP.

12 **BEHAVIORAL HEALTH SERVICES**

13 Sec. 401. Funds appropriated in part 1 are intended to support
14 a system of comprehensive community mental health services under
15 the full authority and responsibility of local CMHSPs or PIHPs in
16 accordance with the mental health code, 1974 PA 258, MCL 330.1001
17 to 330.2106, the Medicaid provider manual, federal Medicaid
18 waivers, and all other applicable federal and state laws.

19 Sec. 402. (1) From funds appropriated in part 1, final
20 authorizations to CMHSPs or PIHPs shall be made upon the execution
21 of contracts between the department and CMHSPs or PIHPs. The
22 contracts shall contain an approved plan and budget as well as
23 policies and procedures governing the obligations and
24 responsibilities of both parties to the contracts. Each contract
25 with a CMHSP or PIHP that the department is authorized to enter
26 into under this subsection shall include a provision that the

1 contract is not valid unless the total dollar obligation for all of
2 the contracts between the department and the CMHSPs or PIHPs
3 entered into under this subsection for the current fiscal year does
4 not exceed the amount of money appropriated in part 1 for the
5 contracts authorized under this subsection.

6 (2) The department shall immediately report to the senate and
7 house appropriations subcommittees on community health, the senate
8 and house fiscal agencies, and the state budget director if either
9 of the following occurs:

10 (a) Any new contracts with CMHSPs or PIHPs that would affect
11 rates or expenditures are enacted.

12 (b) Any amendments to contracts with CMHSPs or PIHPs that
13 would affect rates or expenditures are enacted.

14 (3) The report required by subsection (2) shall include
15 information about the changes and their effects on rates and
16 expenditures.

17 Sec. 403. (1) From the funds appropriated in part 1 for mental
18 health services for special populations, the department may require
19 each contractor to provide data and information on performance-
20 related metrics. These metrics may include, but are not limited to,
21 all of the following:

22 (a) Each contractor or subcontractor shall have a mission that
23 is consistent with the purpose of multicultural integration
24 funding.

25 (b) Each contractor shall validate that any subcontractors
26 utilized within these appropriations share the same mission as the
27 lead agency receiving funding.

1 (c) Each contractor or subcontractor shall demonstrate cost-
2 effectiveness.

3 (d) Each contractor or subcontractor shall ensure its ability
4 to leverage private dollars to strengthen and maximize service
5 provision.

6 (e) Each contractor or subcontractor shall provide timely and
7 accurate reports regarding the number of clients served, units of
8 service provision, and ability to meet its stated goals.

9 (2) The department shall require an annual report from the
10 contractors that receive mental health services for special
11 populations funding. The annual report, due 60 days following the
12 end of the contract period, shall include specific information on
13 services and programs provided, the client base to which the
14 services and programs were provided, information on any wraparound
15 services provided, and the expenditures for those services. The
16 department shall provide the annual reports to the senate and house
17 appropriations subcommittees on community health, the senate and
18 house fiscal agencies, and the state budget office.

19 (3) The department of human services and the department shall
20 convene a workgroup to discuss and make recommendations on
21 including accreditation in the contractor specifications and
22 potentially moving toward competitive bidding. Each contractor
23 required to provide data per this section shall be invited to
24 participate in the workgroup.

25 Sec. 404. (1) Not later than May 31 of the current fiscal
26 year, the department shall provide a report on the community mental
27 health services programs, PIHPs, regional entities designated by

1 the department as PIHPs, and managing entities for substance use
2 disorders to the members of the house and senate appropriations
3 subcommittees on community health, the house and senate fiscal
4 agencies, and the state budget director that includes the
5 information required by this section.

6 (2) The report shall contain information for each CMHSP, PIHP,
7 regional entity designated by the department as a PIHP, and
8 managing entity for substance use disorders and a statewide
9 summary, each of which shall include at least the following
10 information:

11 (a) A demographic description of service recipients which,
12 minimally, shall include reimbursement eligibility, client
13 population, age, ethnicity, housing arrangements, and diagnosis.

14 (b) Per capita expenditures by client population group.

15 (c) Financial information that, minimally, includes a
16 description of funding authorized; expenditures by client group and
17 fund source; and cost information by service category, including
18 administration and funds specified for outside contracts. Service
19 category includes all department-approved services.

20 (d) Data describing service outcomes that includes, but is not
21 limited to, an evaluation of consumer satisfaction, consumer
22 choice, and quality of life concerns including, but not limited to,
23 housing and employment.

24 (e) Information about access to community mental health
25 services programs that includes, but is not limited to, the
26 following:

27 (i) The number of people receiving requested services.

1 (ii) The number of people who requested services but did not
2 receive services.

3 (f) The number of second opinions requested under the code and
4 the determination of any appeals.

5 (g) An analysis of information provided by CMHSPs in response
6 to the needs assessment requirements of the mental health code,
7 1974 PA 258, MCL 330.1001 to 330.2106, including information about
8 the number of individuals in the service delivery system who have
9 requested and are clinically appropriate for different services.

10 (h) Lapses and carryforwards during the immediately preceding
11 fiscal year for CMHSPs, PIHPs, regional entities designated by the
12 department as PIHPs, and managing entities for substance use
13 disorders.

14 (i) Information about contracts for both administrative and
15 mental health services entered into by CMHSPs, PIHPs, regional
16 entities designated by the department as PIHPs, and managing
17 entities for substance use disorders with providers and others,
18 including, but not limited to, all of the following:

19 (i) The amount of the contract, organized by type of service
20 provided.

21 (ii) Payment rates, organized by the type of service provided.

22 (iii) Administrative costs, including contract and consultant
23 costs, for services provided to CMHSPs, PIHPs, regional entities
24 designated by the department as PIHPs, and managing entities for
25 substance use disorders.

26 (j) Information on the community mental health Medicaid
27 managed care program, including, but not limited to, both of the

1 following:

2 (i) Expenditures by each CMHSP, PIHP, regional entity
3 designated by the department as a PIHP, and managing entity for
4 substance use disorders organized by Medicaid eligibility group,
5 including per eligible individual expenditure averages.

6 (ii) Performance indicator information required to be
7 submitted to the department in the contracts with CMHSPs, PIHPs,
8 regional entities designated by the department as PIHPs, and
9 managing entities for substance use disorders.

10 (k) An estimate of the number of direct care workers in local
11 residential settings and paraprofessional and other nonprofessional
12 direct care workers in settings where skill building, community
13 living supports and training, and personal care services are
14 provided by CMHSPs, PIHPs, regional entities designated by the
15 department as PIHPs, and managing entities for substance use
16 disorders as of September 30 of the prior fiscal year employed
17 directly or through contracts with provider organizations.

18 (3) The department shall include data reporting requirements
19 listed in subsection (2) in the annual contract with each
20 individual CMHSP, PIHP, regional entity designated by the
21 department as a PIHP, and managing entity for substance use
22 disorders.

23 (4) The department shall take all reasonable actions to ensure
24 that the data required are complete and consistent among all
25 CMHSPs, PIHPs, regional entities designated by the department as
26 PIHPs, and managing entities for substance use disorders.

27 Sec. 406. (1) The funds appropriated in part 1 for the state

1 disability assistance substance use disorder services program shall
2 be used to support per diem room and board payments in substance
3 use disorder residential facilities. Eligibility of clients for the
4 state disability assistance substance use disorder services program
5 shall include needy persons 18 years of age or older, or
6 emancipated minors, who reside in a substance use disorder
7 treatment center.

8 (2) The department shall reimburse all licensed substance use
9 disorder programs eligible to participate in the program at a rate
10 equivalent to that paid by the department of human services to
11 adult foster care providers. Programs accredited by department-
12 approved accrediting organizations shall be reimbursed at the
13 personal care rate, while all other eligible programs shall be
14 reimbursed at the domiciliary care rate.

15 Sec. 407. (1) The amount appropriated in part 1 for substance
16 use disorder prevention, education, and treatment grants shall be
17 expended to coordinate care and services provided to individuals
18 with severe and persistent mental illness and substance use
19 disorder diagnoses.

20 (2) The department shall approve managing entity fee schedules
21 for providing substance use disorder services and charge
22 participants in accordance with their ability to pay.

23 (3) The managing entity shall continue current efforts to
24 collaborate on the delivery of services to those clients with
25 mental illness and substance use disorder diagnoses with the goal
26 of providing services in an administratively efficient manner.

27 Sec. 408. (1) By April 1 of the current fiscal year, the

1 department shall report the following data from the prior fiscal
2 year on substance use disorder prevention, education, and treatment
3 programs to the senate and house appropriations subcommittees on
4 community health, the senate and house fiscal agencies, and the
5 state budget office:

6 (a) Expenditures stratified by department-designated community
7 mental health entity, by central diagnosis and referral agency, by
8 fund source, by subcontractor, by population served, and by service
9 type. Additionally, data on administrative expenditures by
10 department-designated community mental health entity shall be
11 reported.

12 (b) Expenditures per state client, with data on the
13 distribution of expenditures reported using a histogram approach.

14 (c) Number of services provided by central diagnosis and
15 referral agency, by subcontractor, and by service type.
16 Additionally, data on length of stay, referral source, and
17 participation in other state programs.

18 (d) Collections from other first- or third-party payers,
19 private donations, or other state or local programs, by department-
20 designated community mental health entity, by subcontractor, by
21 population served, and by service type.

22 (2) The department shall take all reasonable actions to ensure
23 that the required data reported are complete and consistent among
24 all department-designated community mental health entities.

25 Sec. 410. The department shall assure that substance use
26 disorder treatment is provided to applicants and recipients of
27 public assistance through the department of human services who are

1 required to obtain substance use disorder treatment as a condition
2 of eligibility for public assistance.

3 Sec. 411. (1) The department shall ensure that each contract
4 with a CMHSP or PIHP requires the CMHSP or PIHP to implement
5 programs to encourage diversion of individuals with serious mental
6 illness, serious emotional disturbance, or developmental disability
7 from possible jail incarceration when appropriate.

8 (2) Each CMHSP or PIHP shall have jail diversion services and
9 shall work toward establishing working relationships with
10 representative staff of local law enforcement agencies, including
11 county prosecutors' offices, county sheriffs' offices, county
12 jails, municipal police agencies, municipal detention facilities,
13 and the courts. Written interagency agreements describing what
14 services each participating agency is prepared to commit to the
15 local jail diversion effort and the procedures to be used by local
16 law enforcement agencies to access mental health jail diversion
17 services are strongly encouraged.

18 Sec. 412. The department shall contract directly with the
19 Salvation Army harbor light program to provide non-Medicaid
20 substance use disorder services.

21 Sec. 418. On or before the tenth of each month, the department
22 shall report to the senate and house appropriations subcommittees
23 on community health, the senate and house fiscal agencies, and the
24 state budget director on the amount of funding paid to PIHPs to
25 support the Medicaid managed mental health care program in the
26 preceding month. The information shall include the total paid to
27 each PIHP, per capita rate paid for each eligibility group for each

1 PIHP, and number of cases in each eligibility group for each PIHP,
2 and year-to-date summary of eligibles and expenditures for the
3 Medicaid managed mental health care program.

4 Sec. 424. Each PIHP that contracts with the department to
5 provide services to the Medicaid population shall adhere to the
6 following timely claims processing and payment procedure for claims
7 submitted by health professionals and facilities:

8 (a) A "clean claim" as described in section 111i of the social
9 welfare act, 1939 PA 280, MCL 400.111i, shall be paid within 45
10 days after receipt of the claim by the PIHP. A clean claim that is
11 not paid within this time frame shall bear simple interest at a
12 rate of 12% per annum.

13 (b) A PIHP shall state in writing to the health professional
14 or facility any defect in the claim within 30 days after receipt of
15 the claim.

16 (c) A health professional and a health facility have 30 days
17 after receipt of a notice that a claim or a portion of a claim is
18 defective within which to correct the defect. The PIHP shall pay
19 the claim within 30 days after the defect is corrected.

20 Sec. 428. Each PIHP shall provide, from internal resources,
21 local funds to be used as a bona fide part of the state match
22 required under the Medicaid program in order to increase capitation
23 rates for PIHPs. These funds shall not include either state funds
24 received by a CMHSP for services provided to non-Medicaid
25 recipients or the state matching portion of the Medicaid capitation
26 payments made to a PIHP.

27 Sec. 435. A county required under the provisions of the mental

1 health code, 1974 PA 258, MCL 330.1001 to 330.2106, to provide
2 matching funds to a CMHSP for mental health services rendered to
3 residents in its jurisdiction shall pay the matching funds in equal
4 installments on not less than a quarterly basis throughout the
5 fiscal year, with the first payment being made by October 1 of the
6 current fiscal year.

7 Sec. 494. (1) Contingent upon federal approval, if a CMHSP,
8 PIHP, or subcontracting provider agency is reviewed and accredited
9 by a national accrediting entity for behavioral health care
10 services, the department, by April 1 of the current fiscal year,
11 shall consider that CMHSP, PIHP, or subcontracting provider agency
12 in compliance with state program review and audit requirements that
13 are addressed and reviewed by that national accrediting entity.

14 (2) By June 1 of the current fiscal year, the department shall
15 report to the house and senate appropriations subcommittees on
16 community health, the house and senate fiscal agencies, and the
17 state budget office all of the following:

18 (a) A list of each CMHSP, PIHP, and subcontracting provider
19 agency that is considered in compliance with state program review
20 and audit requirements under subsection (1).

21 (b) For each CMHSP, PIHP, or subcontracting provider agency
22 described in subdivision (a), all of the following:

23 (i) The state program review and audit requirements that the
24 CMHSP, PIHP, or subcontracting provider agency is considered in
25 compliance with.

26 (ii) The national accrediting entity that reviewed and
27 accredited the CMHSP, PIHP, or subcontracting provider agency.

1 (3) The department shall continue to comply with state and
2 federal law and shall not initiate an action that negatively
3 impacts beneficiary safety.

4 (4) As used in this section, "national accrediting entity"
5 means the joint commission on accreditation of healthcare
6 organizations, the commission on accreditation of rehabilitation
7 facilities, the council of accreditation, the utilization review
8 accreditation commission, the national committee for quality
9 assurance, or other appropriate entity, as approved by the
10 department.

11 Sec. 495. From the funds appropriated in part 1 for behavioral
12 health program administration, \$3,350,000.00 is intended to address
13 the recommendations of the mental health diversion council.

14 Sec. 497. The population data used in determining the
15 distribution of substance use disorder block grant funds shall be
16 from the most recent federal census.

17 Sec. 502. (1) The department shall continue developing an
18 outreach program on fetal alcohol syndrome services. The department
19 shall report to the senate and house appropriations subcommittees
20 on community health and the senate and house fiscal agencies by
21 April 1 of the current fiscal year on efforts to prevent and combat
22 fetal alcohol syndrome as well as deficiencies in efforts to reduce
23 the incidence of fetal alcohol syndrome.

24 (2) The department shall explore federal grant funding to
25 address prevention services for fetal alcohol syndrome and reduce
26 alcohol consumption among pregnant women. The department shall
27 submit a progress report to the senate and house appropriations

1 subcommittees on community health and the senate and house fiscal
2 agencies by April 1 of the current fiscal year on efforts to secure
3 federal grants.

4 Sec. 503. The department shall notify the Michigan association
5 of community mental health boards when developing policies and
6 procedures that will impact PIHPs or CMHSPs.

7 Sec. 504. (1) The department shall create a workgroup to make
8 recommendations to achieve more uniformity in capitation payments
9 made to the PIHPs.

10 (2) The workgroup shall include but not be limited to
11 representatives of the department, PIHPs, and CMHSPs.

12 (3) The department shall provide the workgroup's
13 recommendations to the senate and house appropriations
14 subcommittees on community health, the senate and house fiscal
15 agencies, and the state budget director by March 1 of the current
16 fiscal year.

17 Sec. 505. For the purposes of special projects involving high-
18 need children or adults, including the not guilty by reason of
19 insanity population, the department may contract directly with
20 providers of services to these identified populations.

21 Sec. 506. No later than November 30 of the current fiscal
22 year, the department shall provide the house and senate
23 appropriations subcommittees on community health, the house and
24 senate fiscal agencies, and the state budget office with the most
25 recent cost data information submitted by the CMHSPs on how the
26 funds appropriated in part 1 for the community mental health
27 services non-Medicaid services line item were expended by each

1 CMHSP. At a minimum, the information must include CMHSPs general
2 fund/general purpose costs for each of the following categories:
3 administration, prevention, jail diversion and treatment services,
4 MIChild program, children's waiver home care program, children with
5 serious emotional disturbance waiver program, services provided to
6 individuals with mental illness and developmental disabilities who
7 are not eligible for Medicaid, and the Medicaid spend down
8 population.

9 **STATE PSYCHIATRIC HOSPITALS AND FORENSIC MENTAL HEALTH SERVICES**

10 Sec. 601. The department shall continue a revenue recapture
11 project to generate additional revenues from third parties related
12 to cases that have been closed or are inactive. A portion of
13 revenues collected through project efforts may be used for
14 departmental costs and contractual fees associated with these
15 retroactive collections and to improve ongoing departmental
16 reimbursement management functions.

17 Sec. 602. The purpose of gifts and bequests for patient living
18 and treatment environments is to use additional private funds to
19 provide specific enhancements for individuals residing at state-
20 operated facilities. Use of the gifts and bequests shall be
21 consistent with the stipulation of the donor. The expected
22 completion date for the use of gifts and bequests donations is
23 within 3 years unless otherwise stipulated by the donor.

24 Sec. 605. (1) The department shall not implement any closures
25 or consolidations of state hospitals, centers, or agencies until
26 CMHSPs or PIHPs have programs and services in place for those

1 individuals currently in those facilities and a plan for service
2 provision for those individuals who would have been admitted to
3 those facilities.

4 (2) All closures or consolidations are dependent upon adequate
5 department-approved CMHSP and PIHP plans that include a discharge
6 and aftercare plan for each individual currently in the facility. A
7 discharge and aftercare plan shall address the individual's housing
8 needs. A homeless shelter or similar temporary shelter arrangements
9 are inadequate to meet the individual's housing needs.

10 (3) Four months after the certification of closure required in
11 section 19(6) of the state employees' retirement act, 1943 PA 240,
12 MCL 38.19, the department shall provide a closure plan to the house
13 and senate appropriations subcommittees on community health and the
14 state budget director.

15 (4) Upon the closure of state-run operations and after
16 transitional costs have been paid, the remaining balances of funds
17 appropriated for that operation shall be transferred to CMHSPs or
18 PIHPs responsible for providing services for individuals previously
19 served by the operations.

20 Sec. 606. The department may collect revenue for patient
21 reimbursement from first- and third-party payers, including
22 Medicaid and local county CMHSP payers, to cover the cost of
23 placement in state hospitals and centers. The department is
24 authorized to adjust financing sources for patient reimbursement
25 based on actual revenues earned. If the revenue collected exceeds
26 current year expenditures, the revenue may be carried forward with
27 approval of the state budget director. The revenue carried forward

1 shall be used as a first source of funds in the subsequent year.

2 Sec. 608. Effective October 1 of the current fiscal year, the
3 department, in consultation with the department of technology,
4 management, and budget, may maintain a bid process to identify 1 or
5 more private contractors to provide food service and custodial
6 services for the administrative areas at any state hospital
7 identified by the department as capable of generating savings
8 through the outsourcing of such services.

9 **PUBLIC HEALTH ADMINISTRATION**

10 Sec. 650. By October 1 of the current fiscal year, the
11 department shall provide to the senate and house appropriations
12 subcommittees on community health a report that includes detailed
13 information regarding the current process by which fish consumption
14 advisories are created and revised. The department shall include
15 all of the following information in the report:

16 (a) The triggers to begin the process for developing the fish
17 consumption advisories, such as evidence of human disease, fish
18 residue data, and biomonitoring data.

19 (b) The process for developing and modifying a fish
20 consumption advisory, including the data inputs used, the rationale
21 behind the selection of particular fish for collection, whether the
22 process has been independently reviewed and validated by a
23 scientific panel or benchmarked in any way, and the reasons for the
24 lack of any independent review, validation, or benchmarking.

25 (c) The type of data specific to a particular body of water
26 that would be needed to modify a current fish consumption advisory,

1 including the data quality criteria that are used to determine if
2 data are suitable for use in the assessment and exclusions to
3 bodies of data and the justifications for such exclusions.

4 (d) Information on the ways stakeholder input is incorporated
5 into the fish consumption advisory process prior to an advisory
6 being issued.

7 (e) Information on how advisory analyses are documented,
8 including how uncertainty analyses are conducted and reported, with
9 information as to whether these evaluations are publicly available
10 and, if not available, an explanation of why any such evaluations
11 are not publicly available.

12 Sec. 651. The department shall work with the Michigan health
13 endowment fund corporation established pursuant to section 653 of
14 the nonprofit health care corporation reform act, 1980 PA 350, MCL
15 550.1653, to explore ways to expand health and wellness programs.

16 Sec. 654. From the funds appropriated in part 1 for health and
17 wellness initiatives, \$1,000,000.00 shall be allocated for a school
18 children's healthy exercise program to promote and advance physical
19 health for school children in kindergarten through grade 8. The
20 department shall recommend model programs for sites to implement
21 that incorporate evidence-based best practices. The department
22 shall grant no less than 1/2 of the funds appropriated in part 1
23 for before- and after-school programs. The department shall
24 establish guidelines for program sites, which may include schools,
25 community-based organizations, private facilities, recreation
26 centers, or other similar sites. The program format shall encourage
27 local determination of site activities and shall encourage local

1 inclusion of youth in the decision-making regarding site
2 activities. Program goals shall include children experiencing
3 improved physical health and access to physical activity
4 opportunities, the reduction of obesity, providing a safe place to
5 play and exercise, and nutrition education. To be eligible to
6 participate, program sites shall provide a 20% match to the state
7 funding, which may be provided in full, or in part, by a
8 corporation, foundation, or private partner. The department shall
9 seek financial support from corporate, foundation, or other private
10 partners for the program or for individual program sites.

11 HEALTH POLICY

12 Sec. 709. (1) The funds appropriated in part 1 for the
13 Michigan essential health care provider program may also provide
14 loan repayment for dentists that fit the criteria established by
15 part 27 of the public health code, 1978 PA 368, MCL 333.2701 to
16 333.2727.

17 (2) From the funds appropriated in part 1 for the Michigan
18 essential health provider program, the department may reduce the
19 local and private share of the loan and repayment costs to 25% for
20 primary care physicians, particularly obstetricians and
21 gynecologists working in underserved areas.

22 Sec. 712. From the funds appropriated in part 1 for primary
23 care services, \$250,000.00 shall be allocated to free health
24 clinics operating in the state. The department shall distribute the
25 funds equally to each free health clinic. For the purpose of this
26 appropriation, "free health clinics" means nonprofit organizations

1 that use volunteer health professionals to provide care to
2 uninsured individuals.

3 Sec. 713. The department shall continue support of
4 multicultural agencies that provide primary care services from the
5 funds appropriated in part 1.

6 Sec. 715. The department shall evaluate options for
7 incentivizing students attending medical schools in this state to
8 meet their primary care residency requirements in this state and
9 ultimately, for some period of time, to remain in this state and
10 serve as primary care physicians.

11 Sec. 717. (1) The department may award health innovation
12 grants to address emerging issues and encourage cutting edge
13 advances in health care including strategic partners in both the
14 public and private sectors.

15 (2) The unexpended funds appropriated for the health
16 innovation grants are considered work project appropriations, and
17 any unencumbered or unallotted funds are carried forward into the
18 following fiscal year. The following is in compliance with section
19 451a(1) of the management and budget act, 1984 PA 431, MCL
20 18.1451a:

21 (a) The purpose of the project to be carried forward is to
22 address emerging issues and encourage cutting edge advances in
23 health care including strategic partners in both the public and
24 private sectors.

25 (b) The project will be accomplished by providing incentive
26 grants.

27 (c) The estimated cost of this project phase is identified in

1 the appropriation line item.

2 (d) The tentative completion date for the work project is
3 September 30, 2019.

4 **EPIDEMIOLOGY AND INFECTIOUS DISEASE**

5 Sec. 851. (1) From the funds appropriated in part 1 for the
6 healthy homes program, no less than \$1,750,000.00 shall be
7 allocated for lead abatement of homes.

8 (2) The department shall coordinate its lead abatement efforts
9 with the Michigan community action agency association, specifically
10 on the issue of window replacement.

11 Sec. 852. The department shall develop a plan designed to
12 improve Michigan's childhood and adolescent immunization rates. The
13 department shall engage organizations working to provide
14 immunizations and education about the value of vaccines, including,
15 but not limited to, statewide organizations representing health
16 care providers, local public health departments, child health
17 interest groups, and private foundations with a mission to increase
18 immunization rates.

19 **LOCAL HEALTH ADMINISTRATION AND GRANTS**

20 Sec. 901. The amount appropriated in part 1 for implementation
21 of the 1993 additions of or amendments to sections 9161, 16221,
22 16226, 17014, 17015, and 17515 of the public health code, 1978 PA
23 368, MCL 333.9161, 333.16221, 333.16226, 333.17014, 333.17015, and
24 333.17515, shall be used to reimburse local health departments for
25 costs incurred related to implementation of section 17015(18) of

1 the public health code, 1978 PA 368, MCL 333.17015.

2 Sec. 902. If a county that has participated in a district
3 health department or an associated arrangement with other local
4 health departments takes action to cease to participate in such an
5 arrangement after October 1 of the current fiscal year, the
6 department shall have the authority to assess a penalty from the
7 local health department's operational accounts in an amount equal
8 to no more than 6.25% of the local health department's essential
9 local public health services funding. This penalty shall only be
10 assessed to the local county that requests the dissolution of the
11 health department.

12 Sec. 904. (1) Funds appropriated in part 1 for essential local
13 public health services shall be prospectively allocated to local
14 health departments to support immunizations, infectious disease
15 control, sexually transmitted disease control and prevention,
16 hearing screening, vision services, food protection, public water
17 supply, private groundwater supply, and on-site sewage management.
18 Food protection shall be provided in consultation with the
19 department of agriculture and rural development. Public water
20 supply, private groundwater supply, and on-site sewage management
21 shall be provided in consultation with the department of
22 environmental quality.

23 (2) Local public health departments shall be held to
24 contractual standards for the services in subsection (1).

25 (3) Distributions in subsection (1) shall be made only to
26 counties that maintain local spending in the current fiscal year of
27 at least the amount expended in fiscal year 1992-1993 for the

1 services described in subsection (1).

2 **CHRONIC DISEASE AND INJURY PREVENTION AND HEALTH PROMOTION**

3 Sec. 1001. From the funds appropriated in part 1 for chronic
4 disease control and health promotion administration, \$150,000.00 is
5 appropriated for Alzheimer's disease services and shall be remitted
6 to the Alzheimer's association-Michigan chapters for the purpose of
7 carrying out a pilot project in Macomb, Monroe, and St. Joseph
8 Counties. The fiduciary for the funds is the Alzheimer's
9 association-greater Michigan chapter. The Alzheimer's association
10 shall provide enhanced services, including 24/7 helpline, continued
11 care consultation, and support groups, to individuals with
12 Alzheimer's disease or dementia and their families in the 3
13 counties, and partner with a Michigan public university to study
14 whether provision of such in-home support services significantly
15 delays the need for residential long-term care services for
16 individuals with Alzheimer's disease or dementia. The study must
17 also consider potential cost savings related to the delay of long-
18 term care services, if a delay is shown.

19 **FAMILY, MATERNAL, AND CHILDREN'S HEALTH SERVICES**

20 Sec. 1103. By January 3 of the current fiscal year the
21 department shall annually issue to the legislature, and to the
22 public on the Internet, a report providing estimated public funds
23 administered by the department for family planning, sexually
24 transmitted infection prevention and treatment, and pregnancies and
25 births, as well as demographics collected by the department as

1 voluntarily self-reported by individuals utilizing those services.
2 The department shall provide the actual expenditures by marital
3 status or, where actual expenditures are not available, shall
4 provide estimated expenditures by marital status. The department
5 may utilize the Plan First application (Form MSA 1582), MICHild,
6 and Healthy Kids application (DCH 0373) or Assistance Application
7 (DHS 1171) or any other official application for public assistance
8 for medical coverage to determine the actual or estimated public
9 expenditures based on marital status.

10 Sec. 1104. (1) Before April 1 of the current fiscal year, the
11 department shall submit a report to the house and senate fiscal
12 agencies and the state budget director on planned allocations from
13 the amounts appropriated in part 1 for local MCH services, prenatal
14 care outreach and service delivery support, family planning local
15 agreements, and pregnancy prevention programs. Using applicable
16 federal definitions, the report shall include information on all of
17 the following:

18 (a) Funding allocations.

19 (b) Actual number of women, children, and adolescents served
20 and amounts expended for each group for the immediately preceding
21 fiscal year.

22 (c) A breakdown of the expenditure of these funds between
23 urban and rural communities.

24 (2) The department shall ensure that the distribution of funds
25 through the programs described in subsection (1) takes into account
26 the needs of rural communities.

27 (3) For the purposes of this section, "rural" means a county,

1 city, village, or township with a population of 30,000 or less,
2 including those entities if located within a metropolitan
3 statistical area.

4 Sec. 1106. Each family planning program receiving federal
5 title X family planning funds under 42 USC 300 to 300a-8 shall be
6 in compliance with all performance and quality assurance indicators
7 that the office of population affairs within the United States
8 department of health and human services specifies in the program
9 guidelines for project grants for family planning services. An
10 agency not in compliance with the indicators shall not receive
11 supplemental or reallocated funds.

12 Sec. 1108. The department shall not use state restricted funds
13 or state general funds appropriated in part 1 in the pregnancy
14 prevention program or family planning local agreements
15 appropriation line items for abortion counseling, referrals, or
16 services.

17 Sec. 1109. (1) From the amounts appropriated in part 1 for
18 dental programs, funds shall be allocated to the Michigan dental
19 association for the administration of a volunteer dental program
20 that provides dental services to the uninsured.

21 (2) Not later than December 1 of the current fiscal year, the
22 department shall report to the senate and house appropriations
23 subcommittees on community health and the senate and house standing
24 committees on health policy the number of individual patients
25 treated, number of procedures performed, and approximate total
26 market value of those procedures from the immediately preceding
27 fiscal year.

1 Sec. 1136. From the funds appropriated in part 1 for prenatal
2 care outreach and service delivery support, \$800,000.00 shall be
3 allocated for a pregnancy and parenting support services program,
4 which program must promote childbirth, alternatives to abortion,
5 and grief counseling. The department shall establish a program with
6 a qualified contractor that will contract with qualified service
7 providers to provide free counseling, support, and referral
8 services to eligible women during pregnancy through 12 months after
9 birth. As appropriate, the goals for client outcomes shall include
10 an increase in client support, an increase in childbirth choice, an
11 increase in adoption knowledge, an improvement in parenting skills,
12 and improved reproductive health through abstinence education. The
13 contractor of the program shall provide for program training,
14 client educational material, program marketing, and annual service
15 provider site monitoring. The department shall submit a report to
16 the house and senate appropriations subcommittees on community
17 health and the house and senate fiscal agencies by April 1 of the
18 current fiscal year on the number of clients served.

19 Sec. 1137. From the funds appropriated in part 1 for prenatal
20 care outreach and service delivery support, not less than
21 \$500,000.00 of funding shall be allocated for evidence-based
22 programs to reduce infant mortality including nurse family
23 partnership programs. The funds shall be used for enhanced support
24 and education to nursing teams or other teams of qualified health
25 professionals, client recruitment in areas designated as
26 underserved for obstetrical and gynecological services and other
27 high-need communities, strategic planning to expand and sustain

1 programs, and marketing and communications of programs to raise
2 awareness, engage stakeholders, and recruit nurses.

3 Sec. 1138. The department shall allocate funds appropriated in
4 section 113 of part 1 for family, maternal, and children's health
5 services pursuant to section 1 of 2002 PA 360, MCL 333.1091.

6 Sec. 1139. (1) By November 1, 2014, the department shall work
7 jointly with the department of human services and the Michigan
8 state housing development authority to appoint members to a joint
9 task force to review housing rehabilitation, energy and
10 weatherization, and hazard abatement program policies and to make
11 recommendations for integrating and coordinating project delivery
12 with the goals of serving more families and achieving better
13 outcomes by maximizing state and federal resources. The joint task
14 force must include all of the following:

15 (a) A representative of the department.

16 (b) A representative of the healthy homes section, lead safe
17 home program.

18 (c) A construction management specialist.

19 (d) A representative of the community development division.

20 (e) A representative of the Michigan state housing development
21 authority.

22 (f) An energy and weatherization staff representative from the
23 department of human services.

24 (g) A local weatherization operator.

25 (h) A certified lead professional or a certified lead
26 contractor.

27 (i) Representatives from at least 2 community organizations

1 that address harmful housing conditions.

2 (2) The department and the Michigan state housing development
3 authority shall organize the initial meeting of the task force and
4 shall provide administrative support for the task force.

5 (3) By March 1, 2015, the task force described in subsection
6 (1) shall provide to the house and senate chairs of the
7 appropriations subcommittees for the department and the department
8 of human services, the senate and house fiscal agencies, and the
9 senate and house policy offices a report of its findings and
10 recommendations.

11 Sec. 1140. From the funds appropriated in part 1 for prenatal
12 care outreach and service delivery support, equal consideration
13 shall be given to all eligible evidence-based providers in all
14 regions in contracting for rural health visitation services.

15 **WOMEN, INFANTS, AND CHILDREN FOOD AND NUTRITION PROGRAM**

16 Sec. 1151. By January 1 of the current fiscal year, the
17 department shall provide to the senate and house appropriations
18 subcommittees on community health, the senate and house fiscal
19 agencies, and the state budget office a report on the number of
20 complaints received regarding access to generic peanut butter by
21 county, and a report on savings gained from implementing the
22 generic peanut butter purchasing requirement within the women,
23 infants, and children food and nutrition program.

24 **CHILDREN'S SPECIAL HEALTH CARE SERVICES**

25 Sec. 1202. The department may do 1 or more of the following:

1 (a) Provide special formula for eligible clients with
2 specified metabolic and allergic disorders.

3 (b) Provide medical care and treatment to eligible patients
4 with cystic fibrosis who are 21 years of age or older.

5 (c) Provide medical care and treatment to eligible patients
6 with hereditary coagulation defects, commonly known as hemophilia,
7 who are 21 years of age or older.

8 (d) Provide human growth hormone to eligible patients.

9 Sec. 1205. From the funds appropriated in part 1 for medical
10 care and treatment, the department is authorized to spend up to
11 \$500,000.00 for the continued development and expansion of
12 telemedicine capacity to allow families with children in the
13 children's special health care services program to access specialty
14 providers more readily and in a more timely manner.

15 **CRIME VICTIM SERVICES COMMISSION**

16 Sec. 1302. From the funds appropriated in part 1 for justice
17 assistance grants, up to \$200,000.00 shall be allocated for
18 expansion of forensic nurse examiner programs to facilitate
19 training for improved evidence collection for the prosecution of
20 sexual assault. The funds shall be used for program coordination
21 and training.

22 **OFFICE OF SERVICES TO THE AGING**

23 Sec. 1403. (1) By February 1 of the current fiscal year, the
24 office of services to the aging shall require each region to report
25 to the office of services to the aging and to the legislature home-

1 delivered meals waiting lists based upon standard criteria.

2 Determining criteria shall include all of the following:

3 (a) The recipient's degree of frailty.

4 (b) The recipient's inability to prepare his or her own meals
5 safely.

6 (c) Whether the recipient has another care provider available.

7 (d) Any other qualifications normally necessary for the
8 recipient to receive home-delivered meals.

9 (2) Data required in subsection (1) shall be recorded only for
10 individuals who have applied for participation in the home-
11 delivered meals program and who are initially determined as likely
12 to be eligible for home-delivered meals.

13 Sec. 1417. The department shall provide to the senate and
14 house appropriations subcommittees on community health, senate and
15 house fiscal agencies, and state budget director a report by March
16 30 of the current fiscal year that contains all of the following:

17 (a) The total allocation of state resources made to each area
18 agency on aging by individual program and administration.

19 (b) Detail expenditure by each area agency on aging by
20 individual program and administration including both state-funded
21 resources and locally-funded resources.

22 Sec. 1421. From the funds appropriated in part 1 for community
23 services, \$1,100,000.00 shall be allocated to area agencies on
24 aging for locally determined needs.

25 **MEDICAL SERVICES ADMINISTRATION**

26 Sec. 1501. The unexpended funds appropriated in part 1 for the

1 electronic health records incentive program are considered work
2 project appropriations, and any unencumbered or unallotted funds
3 are carried forward into the following fiscal year. The following
4 is in compliance with section 451a(1) of the management and budget
5 act, 1984 PA 431, MCL 18.1451a:

6 (a) The purpose of the project to be carried forward is to
7 implement the Medicaid electronic health record program that
8 provides financial incentive payments to Medicaid health care
9 providers to encourage the adoption and meaningful use of
10 electronic health records to improve quality, increase efficiency,
11 and promote safety.

12 (b) The projects will be accomplished according to the
13 approved federal advanced planning document.

14 (c) The estimated cost of this project phase is identified in
15 the appropriation line item.

16 (d) The tentative completion date for the work project is
17 September 30, 2019.

18 Sec. 1502. The department shall spend available work project
19 revenue plus any associated federal match to create and develop a
20 transparency database website. This funding is contingent upon
21 enactment of enabling legislation.

22 Sec. 1503. From the funds appropriated in part 1 for Healthy
23 Michigan plan administration, the department shall establish an
24 accounting structure within the Michigan administrative information
25 network that will allow expenditures associated with the
26 administration of the Healthy Michigan plan to be identified.

1 **MEDICAL SERVICES**

2 Sec. 1601. The cost of remedial services incurred by residents
3 of licensed adult foster care homes and licensed homes for the aged
4 shall be used in determining financial eligibility for the
5 medically needy. Remedial services include basic self-care and
6 rehabilitation training for a resident.

7 Sec. 1603. (1) The department may establish a program for
8 individuals to purchase medical coverage at a rate determined by
9 the department.

10 (2) The department may receive and expend premiums for the
11 buy-in of medical coverage in addition to the amounts appropriated
12 in part 1.

13 (3) The premiums described in this section shall be classified
14 as private funds.

15 Sec. 1605. The protected income level for Medicaid coverage
16 determined pursuant to section 106(1)(b)(iii) of the social welfare
17 act, 1939 PA 280, MCL 400.106, shall be 100% of the related public
18 assistance standard.

19 Sec. 1606. For the purpose of guardian and conservator
20 charges, the department may deduct up to \$60.00 per month as an
21 allowable expense against a recipient's income when determining
22 medical services eligibility and patient pay amounts.

23 Sec. 1607. (1) An applicant for Medicaid, whose qualifying
24 condition is pregnancy, shall immediately be presumed to be
25 eligible for Medicaid coverage unless the preponderance of evidence
26 in her application indicates otherwise. The applicant who is
27 qualified as described in this subsection shall be allowed to

1 select or remain with the Medicaid participating obstetrician of
2 her choice.

3 (2) An applicant qualified as described in subsection (1)
4 shall be given a letter of authorization to receive Medicaid
5 covered services related to her pregnancy. All qualifying
6 applicants shall be entitled to receive all medically necessary
7 obstetrical and prenatal care without preauthorization from a
8 health plan. All claims submitted for payment for obstetrical and
9 prenatal care shall be paid at the Medicaid fee-for-service rate in
10 the event a contract does not exist between the Medicaid
11 participating obstetrical or prenatal care provider and the managed
12 care plan. The applicant shall receive a listing of Medicaid
13 physicians and managed care plans in the immediate vicinity of the
14 applicant's residence.

15 (3) In the event that an applicant, presumed to be eligible
16 pursuant to subsection (1), is subsequently found to be ineligible,
17 a Medicaid physician or managed care plan that has been providing
18 pregnancy services to an applicant under this section is entitled
19 to reimbursement for those services until such time as they are
20 notified by the department that the applicant was found to be
21 ineligible for Medicaid.

22 (4) If the preponderance of evidence in an application
23 indicates that the applicant is not eligible for Medicaid, the
24 department shall refer that applicant to the nearest public health
25 clinic or similar entity as a potential source for receiving
26 pregnancy-related services.

27 (5) The department shall develop an enrollment process for

1 pregnant women covered under this section that facilitates the
2 selection of a managed care plan at the time of application.

3 (6) The department shall mandate enrollment of women, whose
4 qualifying condition is pregnancy, into Medicaid managed care
5 plans.

6 (7) The department shall encourage physicians to provide
7 women, whose qualifying condition for Medicaid is pregnancy, with a
8 referral to a Medicaid participating dentist at the first
9 pregnancy-related appointment.

10 Sec. 1611. (1) For care provided to medical services
11 recipients with other third-party sources of payment, medical
12 services reimbursement shall not exceed, in combination with such
13 other resources, including Medicare, those amounts established for
14 medical services-only patients. The medical services payment rate
15 shall be accepted as payment in full. Other than an approved
16 medical services co-payment, no portion of a provider's charge
17 shall be billed to the recipient or any person acting on behalf of
18 the recipient. Nothing in this section shall be considered to
19 affect the level of payment from a third-party source other than
20 the medical services program. The department shall require a
21 nonenrolled provider to accept medical services payments as payment
22 in full.

23 (2) Notwithstanding subsection (1), medical services
24 reimbursement for hospital services provided to dual
25 Medicare/medical services recipients with Medicare part B coverage
26 only shall equal, when combined with payments for Medicare and
27 other third-party resources, if any, those amounts established for

1 medical services-only patients, including capital payments.

2 Sec. 1620. (1) For fee-for-service recipients who do not
3 reside in nursing homes, the pharmaceutical dispensing fee shall be
4 \$2.75 or the pharmacy's usual or customary cash charge, whichever
5 is less. For nursing home residents, the pharmaceutical dispensing
6 fee shall be \$3.00 or the pharmacy's usual or customary cash
7 charge, whichever is less.

8 (2) The department shall require a prescription co-payment for
9 Medicaid recipients of \$1.00 for a generic drug and \$3.00 for a
10 brand-name drug, except as prohibited by federal or state law or
11 regulation.

12 Sec. 1629. The department shall utilize maximum allowable cost
13 pricing for generic drugs that is based on wholesaler pricing to
14 providers that is available from at least 2 wholesalers who deliver
15 in the state of Michigan.

16 Sec. 1631. (1) The department shall require co-payments on
17 dental, podiatric, and vision services provided to Medicaid
18 recipients, except as prohibited by federal or state law or
19 regulation.

20 (2) Except as otherwise prohibited by federal or state law or
21 regulations, the department shall require Medicaid recipients to
22 pay the following co-payments:

23 (a) Two dollars for a physician office visit.

24 (b) Three dollars for a hospital emergency room visit.

25 (c) Fifty dollars for the first day of an inpatient hospital
26 stay.

27 (d) One dollar for an outpatient hospital visit.

1 Sec. 1641. An institutional provider that is required to
2 submit a cost report under the medical services program shall
3 submit cost reports completed in full within 5 months after the end
4 of its fiscal year.

5 Sec. 1657. (1) Reimbursement for medical services to screen
6 and stabilize a Medicaid recipient, including stabilization of a
7 psychiatric crisis, in a hospital emergency room shall not be made
8 contingent on obtaining prior authorization from the recipient's
9 HMO. If the recipient is discharged from the emergency room, the
10 hospital shall notify the recipient's HMO within 24 hours of the
11 diagnosis and treatment received.

12 (2) If the treating hospital determines that the recipient
13 will require further medical service or hospitalization beyond the
14 point of stabilization, that hospital shall receive authorization
15 from the recipient's HMO prior to admitting the recipient.

16 (3) Subsections (1) and (2) do not require an alteration to an
17 existing agreement between an HMO and its contracting hospitals and
18 do not require an HMO to reimburse for services that are not
19 considered to be medically necessary.

20 Sec. 1659. The following sections of this part are the only
21 ones that shall apply to the following Medicaid managed care
22 programs, including the comprehensive plan, MIChoice long-term care
23 plan, and the mental health, substance use disorder, and
24 developmentally disabled services program: 404, 411, 418, 428, 494,
25 1607, 1657, 1662, 1699, 1764, 1765, 1815, 1820, 1850, 1881, and
26 1888.

27 Sec. 1662. (1) The department shall assure that an external

1 quality review of each contracting HMO is performed that results in
2 an analysis and evaluation of aggregated information on quality,
3 timeliness, and access to health care services that the HMO or its
4 contractors furnish to Medicaid beneficiaries.

5 (2) The department shall require Medicaid HMOs to provide
6 EPSDT utilization data through the encounter data system, and HEDIS
7 well child health measures in accordance with the national
8 committee for quality assurance prescribed methodology.

9 (3) The department shall provide a copy of the analysis of the
10 Medicaid HMO annual audited HEDIS reports and the annual external
11 quality review report to the senate and house of representatives
12 appropriations subcommittees on community health, the senate and
13 house fiscal agencies, and the state budget director, within 30
14 days of the department's receipt of the final reports from the
15 contractors.

16 Sec. 1670. (1) The appropriation in part 1 for the MIChild
17 program is to be used to provide comprehensive health care to all
18 children under age 19 who reside in families with income at or
19 below 212% of the federal poverty level, who are uninsured and have
20 not had coverage by other comprehensive health insurance within 6
21 months of making application for MIChild benefits, and who are
22 residents of this state. The department shall develop detailed
23 eligibility criteria through the medical services administration
24 public concurrence process, consistent with the provisions of this
25 part and part 1. Health coverage for children in families between
26 160% and 212% of the federal poverty level shall be provided
27 through a state-based private health care program.

1 (2) The department may provide up to 1 year of continuous
2 eligibility to children eligible for the MIChild program unless the
3 family fails to pay the monthly premium, a child reaches age 19, or
4 the status of the children's family changes and its members no
5 longer meet the eligibility criteria as specified in the federally
6 approved MIChild state plan.

7 (3) Children whose category of eligibility changes between the
8 Medicaid and MIChild programs shall be assured of keeping their
9 current health care providers through the current prescribed course
10 of treatment for up to 1 year, subject to periodic reviews by the
11 department if the beneficiary has a serious medical condition and
12 is undergoing active treatment for that condition.

13 (4) To be eligible for the MIChild program, a child must be
14 residing in a family with an adjusted gross income of less than or
15 equal to 212% of the federal poverty level. The department's
16 verification policy shall be used to determine eligibility.

17 (5) The department shall contract with Medicaid health plans
18 to provide physical health services to MIChild enrollees. The
19 department may continue to obtain physical health services for
20 MIChild enrollees from health maintenance organizations and
21 preferred provider organizations currently under contract for
22 whatever duration is needed as determined by the department. The
23 department shall contractually require that health plans pay out-
24 of-network providers at the department fee schedule. The department
25 shall contract with qualified dental plans to provide dental
26 coverage for MIChild enrollees.

27 (6) The department may enter into contracts to obtain certain

1 MICHild services from community mental health service programs.

2 (7) The department may make payments on behalf of children
3 enrolled in the MICHild program from the line-item appropriation
4 associated with the program as described in the MICHild state plan
5 approved by the United States department of health and human
6 services, or from other medical services.

7 (8) The department shall assure that an external quality
8 review of each MICHild contractor, as described in subsection (5),
9 is performed, which analyzes and evaluates the aggregated
10 information on quality, timeliness, and access to health care
11 services that the contractor furnished to MICHild beneficiaries.

12 (9) The department shall develop an automatic enrollment
13 algorithm that is based on quality and performance factors.

14 (10) MICHild services shall include treatment for autism
15 spectrum disorders as defined in the federally approved Medicaid
16 state plan.

17 Sec. 1673. The department may establish premiums for MICHild
18 eligible individuals in families with income above 150% of the
19 federal poverty level. The monthly premiums shall not be less than
20 \$10.00 or exceed \$15.00 for a family.

21 Sec. 1677. The MICHild program shall provide all benefits
22 available under the Michigan benchmark plan that are delivered
23 through contracted providers and consistent with federal law,
24 including, but not limited to, the following medically necessary
25 services:

26 (a) Inpatient mental health services, other than substance use
27 disorder treatment services, including services furnished in a

1 state-operated mental hospital and residential or other 24-hour
2 therapeutically planned structured services.

3 (b) Outpatient mental health services, other than substance
4 use disorder services, including services furnished in a state-
5 operated mental hospital and community-based services.

6 (c) Durable medical equipment and prosthetic and orthotic
7 devices.

8 (d) Dental services as outlined in the approved MICHild state
9 plan.

10 (e) Substance use disorder treatment services that may include
11 inpatient, outpatient, and residential substance use disorder
12 treatment services.

13 (f) Care management services for mental health diagnoses.

14 (g) Physical therapy, occupational therapy, and services for
15 individuals with speech, hearing, and language disorders.

16 (h) Emergency ambulance services.

17 Sec. 1682. (1) The department shall implement enforcement
18 actions as specified in the nursing facility enforcement provisions
19 of section 1919 of title XIX, 42 USC 1396r.

20 (2) In addition to the appropriations in part 1, the
21 department is authorized to receive and spend penalty money
22 received as the result of noncompliance with medical services
23 certification regulations. Penalty money, characterized as private
24 funds, received by the department shall increase authorizations and
25 allotments in the long-term care accounts.

26 (3) Any unexpended penalty money, at the end of the year,
27 shall carry forward to the following year.

1 Sec. 1692. (1) The department is authorized to pursue
2 reimbursement for eligible services provided in Michigan schools
3 from the federal Medicaid program. The department and the state
4 budget director are authorized to negotiate and enter into
5 agreements, together with the department of education, with local
6 and intermediate school districts regarding the sharing of federal
7 Medicaid services funds received for these services. The department
8 is authorized to receive and disburse funds to participating school
9 districts pursuant to such agreements and state and federal law.

10 (2) From the funds appropriated in part 1 for medical services
11 school-based services payments, the department is authorized to do
12 all of the following:

13 (a) Finance activities within the medical services
14 administration related to this project.

15 (b) Reimburse participating school districts pursuant to the
16 fund-sharing ratios negotiated in the state-local agreements
17 authorized in subsection (1).

18 (c) Offset general fund costs associated with the medical
19 services program.

20 Sec. 1693. The special Medicaid reimbursement appropriation in
21 part 1 may be increased if the department submits a medical
22 services state plan amendment pertaining to this line item at a
23 level higher than the appropriation. The department is authorized
24 to appropriately adjust financing sources in accordance with the
25 increased appropriation.

26 Sec. 1694. From the funds appropriated in part 1 for special
27 Medicaid reimbursement, \$378,000.00 of general fund/general purpose

1 revenue and any associated federal match shall be distributed for
2 poison control services to an academic health care system that
3 includes a children's hospital that has a high indigent care
4 volume.

5 Sec. 1699. (1) The department may make separate payments in
6 the amount of \$45,000,000.00 directly to qualifying hospitals
7 serving a disproportionate share of indigent patients and to
8 hospitals providing GME training programs. If direct payment for
9 GME and DSH is made to qualifying hospitals for services to
10 Medicaid clients, hospitals shall not include GME costs or DSH
11 payments in their contracts with HMOs.

12 (2) The department shall allocate \$45,000,000.00 in DSH
13 funding using the distribution methodology used in fiscal year
14 2003-2004.

15 (3) By September 30 of the current fiscal year, the department
16 shall report to the senate and house appropriations subcommittees
17 on community health and the senate and house fiscal agencies on the
18 new distribution of funding to each eligible hospital from the GME
19 and DSH pools.

20 Sec. 1724. The department shall allow licensed pharmacies to
21 purchase injectable drugs for the treatment of respiratory
22 syncytial virus for shipment to physicians' offices to be
23 administered to specific patients. If the affected patients are
24 Medicaid eligible, the department shall reimburse pharmacies for
25 the dispensing of the injectable drugs and reimburse physicians for
26 the administration of the injectable drugs.

27 Sec. 1757. The department shall direct the department of human

1 services to obtain proof from all Medicaid recipients that they are
2 legal United States citizens or otherwise legally residing in this
3 country and that they are residents of this state before approving
4 Medicaid eligibility.

5 Sec. 1764. The department shall annually certify rates paid to
6 Medicaid health plans and specialty prepaid inpatient health plans
7 as being actuarially sound in accordance with federal requirements
8 and shall provide a copy of the rate certification and approval
9 immediately to the house and senate appropriations subcommittees on
10 community health and the house and senate fiscal agencies.

11 Sec. 1765. There shall be established a health insurer fee
12 reserve fund of \$30,000,000.00 general fund/general purpose and
13 associated federal match to provide funding to Medicaid health
14 plans for the cost of the 2015 insurance provider's fee under
15 section 9010 of the patient protection and affordable care act,
16 Public Law 111-148, as amended by the health care and education
17 reconciliation act of 2010, Public Law 111-152. Funds will be
18 expended as provided for in this section only after the internal
19 revenue service finalizes the 2015 percent assessment of the fee
20 and the state budget director approves the amount of reimbursement
21 from the fund. The state budget director shall provide notification
22 to the senate and house appropriations subcommittees on community
23 health and the senate and house fiscal agencies at least 15 days
24 before exercising the authority under this section. Upon
25 notification by the state budget director, the funds shall be
26 available for use as a source of financing for Medicaid health plan
27 payments.

1 Sec. 1775. If the state's application for a waiver to
2 implement managed care for dual Medicare/Medicaid eligibles is
3 approved by the federal government, the department shall provide
4 quarterly reports to the senate and house appropriations
5 subcommittees on community health and the senate and house fiscal
6 agencies on progress in implementing the waiver.

7 Sec. 1800. From the \$85,000,000.00 increase in funding in part
8 1 for outpatient disproportionate share hospital payments, the
9 department shall explore establishing a Medicaid value pool that
10 rewards and incentivizes hospitals providing low-cost and high-
11 quality Medicaid services. The department shall convene a workgroup
12 of hospitals to assist in the development of the metrics utilized
13 to determine value, and shall report to the senate and house
14 appropriations subcommittees on community health, the senate and
15 house fiscal agencies, and the state budget director on the results
16 of the workgroup by April 1 of the current fiscal year.

17 Sec. 1801. Beginning January 1, 2015, from the funds
18 appropriated in part 1 for physician services and health plan
19 services, the department shall use \$25,000,000.00 in general
20 fund/general purpose plus associated federal match to increase
21 medicaid rates for primary care services provided only by primary
22 care providers. For the purpose of this section, a primary care
23 provider is a physician, or a practitioner working under the
24 personal supervision of a physician, who is board-eligible or
25 certified with a specialty designation of family medicine, general
26 internal medicine, or pediatric medicine, or a provider who
27 provides the department with documentation of equivalency.

1 Providers performing a service and whose primary practice is as a
2 non-primary-care subspecialty is not eligible for the increase. The
3 department shall establish policies that most effectively limit the
4 increase to primary care providers for primary care services only.

5 Sec. 1802. From the funds appropriated in part 1, a lump-sum
6 payment shall be made to hospitals that qualified for rural
7 hospital access payments in fiscal year 2013-2014 and that provide
8 obstetrical care in the current fiscal year. The payment shall be
9 calculated as \$830.00 for each obstetrical care case payment and
10 each newborn care case payment for all such cases billed by the
11 qualified hospitals for fiscal year 2012-2013 and shall be paid
12 through the Medicaid health plan hospital rate adjustment process
13 by January 1 of the current fiscal year.

14 Sec. 1804. The department, in cooperation with the department
15 of human services and the department of military and veterans
16 affairs, shall work with the federal public assistance reporting
17 information system to identify Medicaid recipients who are veterans
18 and who may be eligible for federal veterans health care benefits
19 or other benefits.

20 Sec. 1815. From the funds appropriated in part 1 for health
21 plan services, the department shall not implement a capitation
22 withhold as part of the overall capitation rate schedule that
23 exceeds the 0.19% withhold administered during fiscal year 2008-
24 2009.

25 Sec. 1820. (1) In order to avoid duplication of efforts, the
26 department shall utilize applicable national accreditation review
27 criteria to determine compliance with corresponding state

1 requirements for Medicaid health plans that have been reviewed and
2 accredited by a national accrediting entity for health care
3 services.

4 (2) Upon submission by Medicaid health plans of a listing of
5 program requirements that are part of the state program review
6 criteria but are not reviewed by an applicable national accrediting
7 entity, the department shall review the listing and provide a
8 recommendation to the house and senate appropriations subcommittees
9 on community health, the house and senate fiscal agencies, and the
10 state budget office as to whether or not state program review
11 should continue. The Medicaid health plans may request the
12 department to convene a workgroup to fulfill this section.

13 (3) The department shall continue to comply with state and
14 federal law and shall not initiate an action that negatively
15 impacts beneficiary safety.

16 (4) As used in this section, "national accrediting entity"
17 means the national committee for quality assurance, the utilization
18 review accreditation committee, or other appropriate entity, as
19 approved by the department.

20 (5) By July 1 of the current fiscal year, the department shall
21 provide a progress report to the house and senate appropriations
22 subcommittees on community health, the house and senate fiscal
23 agencies, and the state budget office on implementation of this
24 section.

25 Sec. 1837. The department shall explore utilization of
26 telemedicine and telepsychiatry as strategies to increase access to
27 services for Medicaid recipients in medically underserved areas.

1 Sec. 1842. (1) Subject to the availability of funds, the
2 department shall adjust the hospital outpatient Medicaid
3 reimbursement rate for qualifying hospitals as provided in this
4 section. The Medicaid reimbursement rate for qualifying hospitals
5 shall be adjusted to provide each qualifying hospital with its
6 actual cost of delivering outpatient services to Medicaid
7 recipients.

8 (2) As used in this section, "qualifying hospital" means a
9 hospital that has not more than 50 staffed beds and is either
10 located outside a metropolitan statistical area or in a
11 metropolitan statistical area but within a city, village, or
12 township with a population of not more than 12,000 according to the
13 official 2010 federal decennial census and within a county with a
14 population of not more than 165,000 according to the official 2010
15 federal decennial census.

16 Sec. 1846. From the funds appropriated in part 1 for graduate
17 medical education, the department shall distribute the funds with
18 an emphasis on the following health care workforce goals:

19 (a) The encouragement of the training of physicians in
20 specialties, including primary care, that are necessary to meet the
21 future needs of residents of this state.

22 (b) The training of physicians in settings that include
23 ambulatory sites and rural locations.

24 Sec. 1848. It is the intent of the legislature that the
25 healthy kids dental program be expanded in fiscal year 2015-2016 to
26 cover Kent, Oakland, and Wayne counties.

27 Sec. 1850. The department may allow Medicaid health plans to

1 assist with the redetermination process through outreach activities
2 to ensure continuation of Medicaid eligibility and enrollment in
3 managed care. This may include mailings, telephone contact, or
4 face-to-face contact with beneficiaries enrolled in the individual
5 Medicaid health plan. Health plans may offer assistance in
6 completing paperwork for beneficiaries enrolled in their plan.

7 Sec. 1854. The department may work with a provider of kidney
8 dialysis services and renal care as authorized under section 2703
9 of the patient protection and affordable care act, Public Law 111-
10 148, to develop a chronic condition health home program for
11 Medicaid enrollees identified with chronic kidney disease and who
12 are beginning dialysis. If initiated, the department shall develop
13 metrics that evaluate program effectiveness and submit a report by
14 June 1 of the current fiscal year to the senate and house
15 appropriations subcommittees on community health. Metrics shall
16 include cost savings and clinical outcomes.

17 Sec. 1858. Medicaid services shall include treatment for
18 autism spectrum disorders as defined in the federally approved
19 Medicaid state plan. Such alternatives may be coordinated with the
20 Medicaid health plans and the Michigan association of health plans.

21 Sec. 1861. (1) The department shall conduct a review of the
22 efficiency and effectiveness of the current nonemergency
23 transportation system funded in part 1. For nonemergency
24 transportation services provided outside the current broker
25 coverage, the review is contingent on available detailed travel
26 data, including methods of travel, number of people served, travel
27 distances, number of trips, and costs of trips. The department

1 shall report the results of the review required under this
2 subsection to the house and senate appropriations subcommittees on
3 community health and the house and senate fiscal agencies no later
4 than September 30 of the current fiscal year.

5 (2) The department shall create a pilot nonemergency
6 transportation system in at least 2 counties with priority given to
7 Berrien and Muskegon Counties to provide nonemergency
8 transportation services encouraging use of nonprofit entities. The
9 transportation providers selected by the department are responsible
10 for ensuring that federal and state safety and training standards
11 are met.

12 Sec. 1862. From the funds appropriated in part 1, the
13 department shall increase payment rates for Medicaid obstetrical
14 services to 95% of Medicare levels effective October 1, 2014.

15 Sec. 1865. Upon federal approval of the department's proposal
16 for integrated care for individuals who are dual Medicare/Medicaid
17 eligibles, the department shall provide the senate and house
18 appropriations subcommittees on community health and the senate and
19 house fiscal agencies its plan and organizational chart for
20 administering and providing oversight of this proposal. The plan
21 shall include information on how the department intends to organize
22 staff in an integrated manner to ensure that key components of the
23 proposal are implemented effectively.

24 Sec. 1866. (1) From the funds appropriated in part 1 for
25 hospital services and therapy, \$12,000,000.00 in general
26 fund/general purpose revenue and any associated federal match shall
27 be awarded to hospitals that meet criteria established by the

1 department for services to low-income rural residents. One of the
2 reimbursement components of the distribution formula shall be
3 assistance with labor and delivery services.

4 (2) No hospital or hospital system shall receive more than
5 10.0% of the total funding referenced in subsection (1).

6 (3) To allow hospitals to understand their rural payment
7 amounts under this section, the department shall provide hospitals
8 with the methodology for distribution under this section and
9 provide each hospital with its applicable data that are used to
10 determine the payment amounts by August 1 of the current fiscal
11 year. The department shall publish the distribution of payments for
12 the current fiscal year and the immediately preceding fiscal year.

13 (4) The department shall report to the senate and house
14 appropriations subcommittees on community health and the senate and
15 house fiscal agencies on the distribution of funds referenced in
16 subsection (1) by April 1 of the current fiscal year.

17 Sec. 1870. The department shall work in collaboration with
18 Michigan-based medical schools that choose to participate in the
19 creation of a graduate medical education consortium known as
20 MIDocs. The purpose of MIDocs is to develop freestanding residency
21 training programs in primary care and other ambulatory care-based
22 specialties. MIDocs shall design residency training programs to
23 address physician shortage needs in this state, including placing
24 physicians post-residency in underserved communities across this
25 state. MIDocs shall give special consideration to small and rural
26 hospitals with a GME program director. MIDocs' voting members will
27 include any Michigan-based university with a medical school or an

1 affiliated faculty practice physician group that is making a
2 substantial contribution to MIDocs programs. The department shall
3 be a permanent nonvoting member of MIDocs. The department, in
4 collaboration with MIDocs voting members, may also appoint
5 nonvoting members to MIDocs to represent various stakeholders. As
6 the sponsoring institution and fiduciary, MIDocs shall assure
7 initial and continued accreditation from the accreditation council
8 for graduate medical education or ACGME, financial accountability,
9 clinical quality, and compliance. The department shall require an
10 annual report from MIDocs detailing per resident costs for medical
11 training and clinical quality measures. The department shall create
12 MIDocs no later than January 10, 2015. MIDocs shall provide the
13 department with a report proposing the creation of new residency
14 programs and an actionable plan for retaining consortium related
15 students post-residency, especially in underserved communities.
16 From the funds appropriated in part 1, \$500,000.00 is allocated to
17 prepare the report, legally create the consortium, prepare to
18 obtain ACGME accreditation, and develop new residency programs.

19 Sec. 1874. The department may explore ways to work with
20 private providers to develop fraud management solutions to reduce
21 fraud, waste, and abuse in this state's Medicaid program.

22 Sec. 1878. In any project negotiated with the federal
23 government for integrated health care of individuals dually
24 enrolled in Medicaid and Medicare, the department shall seek to
25 assure the existence of an ombudsman program that is not associated
26 with any project service manager or provider. For activities to be
27 undertaken by the ombudsman program, the department shall include,

1 but is not limited to, assisting beneficiaries with navigating
2 complaint and dispute resolution mechanisms, identifying problems
3 in the project's complaint and dispute resolution mechanisms, and
4 reporting to the executive and legislative branches on any such
5 problems and potential solutions for them.

6 Sec. 1879. In any program of integrated service for persons
7 dually enrolled in Medicaid and Medicare that the department
8 negotiates with the federal government, the department shall seek
9 to use the Medicare Part D benefit for prescription drug coverage.

10 Sec. 1881. The department shall create a default eligibility
11 and enrollment determination for newborns so that newborns are
12 assigned to the same Medicaid health plan as the mother at the time
13 of birth.

14 Sec. 1883. For the purposes of more effectively managing
15 inpatient care for Medicaid health plans and Medicaid fee-for-
16 service, the department shall consider developing an appropriate
17 policy and rate for observation stays.

18 Sec. 1886. The department shall work in conjunction with the
19 workgroup established by the department of human services to
20 determine how the state can maximize Medicaid claims for community-
21 based and outpatient treatment services to foster care children and
22 adjudicated youths who are placed in community-based treatment
23 programs. The department shall report to the senate and house
24 appropriations subcommittees on community health, the senate and
25 house fiscal agencies, the senate and house policy offices, and the
26 state budget office by March 1 of the current fiscal year on the
27 findings of the workgroup.

1 Sec. 1888. The department shall establish contract performance
2 standards associated with the capitation withhold provisions under
3 section 1815 for Medicaid health plans at least 3 months in advance
4 of the implementation of those standards. The determination of
5 whether performance standards have been met shall be based
6 primarily on recognized concepts such as 1-year continuous
7 enrollment and the healthcare effectiveness data and information
8 set, HEDIS, audited data.

9 Sec. 1890. From the funds appropriated in part 1 for
10 pharmaceutical services, the department shall ensure Medicaid
11 recipients access to breast pumps to support and encourage
12 breastfeeding. The department shall adjust Medicaid policy to, at a
13 minimum, provide an individual double electric style pump to a
14 breastfeeding mother when a physician prescribes such a device
15 based on diagnosis of mother or infant. If the distribution method
16 for pumps or other equipment is a department contract with durable
17 medical equipment providers, the department shall guarantee
18 providers stock and rent to Medicaid recipients without delay or
19 undue restriction.

20 Sec. 1892. The department shall conduct a workgroup jointly
21 with the department of human services, the department of
22 transportation, the department of corrections, the strategic fund
23 in the department of treasury, and members from both the senate and
24 house of representatives to determine if the state can maximize its
25 services and funding for transportation for low-income, elderly,
26 and disabled individuals through consolidating all of the current
27 transportation services for these populations under 1 department.

1 Sec. 1893. (1) The department, jointly with the department of
2 human services, shall explore the feasibility of securing federal
3 Medicaid funds for children in need of secure residential treatment
4 in this state. The departments shall include an examination of the
5 public juvenile detention facilities or private secure residential
6 facilities in this state as possible treatment sites.

7 (2) If the exploration determines that federal Medicaid funds
8 are available for services to this population, the department,
9 jointly with the department of human services, shall develop a plan
10 to provide stabilization services, assessment, and treatment
11 accordingly.

12 (3) By December 1 of the current fiscal year, the department,
13 jointly with the department of human services, shall provide a
14 progress report to the senate and house subcommittees on community
15 health and the senate and house fiscal agencies outlining all of
16 the following:

17 (a) The findings of the initial exploration.

18 (b) A comparison of similar services provided by juvenile
19 rehabilitation centers that receive Medicaid funds in other states,
20 including, but not limited to, the Woodside Juvenile Rehabilitation
21 Center in the State of Vermont, with those provided in public
22 juvenile detention facilities or private secure residential
23 facilities in this state.

24 (c) Any barriers to securing Medicaid funds for such services
25 in this state.

26 (d) Recommendations for future action, if any.

27 Sec. 1896. (1) From the funds appropriated in part 1 and upon

1 the receipt of private matching funds, the department shall
2 allocate up to \$35,000.00 to identify the impact of gestational
3 diabetes and reduce the impact of the condition on the Medicaid
4 program. These steps shall include all of the following:

5 (a) Reviewing Medicaid claims information and data to
6 determine the average cost of a case of gestational diabetes in
7 comparison to the cost of a noncomplicated pregnancy and the cost
8 of pregnancy for a woman with gestational diabetes.

9 (b) Determining the percentage and number of pregnant women
10 screened for gestational diabetes per established medical criteria.

11 (c) Determining the percentage and number of pregnant women
12 diagnosed with gestational diabetes in the Medicaid program each
13 year in comparison to all pregnant women in the Medicaid program.

14 (2) By September 30 of the current fiscal year, the department
15 shall submit a report to the legislature on steps taken and
16 proposed to increase the screening rate for gestational diabetes in
17 the Medicaid program, to reduce the number of women with
18 undiagnosed gestational diabetes giving birth in the Medicaid
19 program, to increase the number of pregnant women with gestational
20 diabetes receiving appropriate medical care in the Medicaid
21 program, and steps taken to improve the health of unborn and
22 newborn children of women diagnosed with gestational diabetes.

23 Sec. 1897. (1) From the funds appropriated in part 1, the
24 department shall take steps to identify the performance of the
25 Medicaid program on all diabetes-specific performance measures as
26 measured by the national committee for quality assurance and the
27 utilization review accreditation commission. These steps shall

1 include:

2 (a) Reviewing Medicaid claims information and data to
3 determine the performance of the Medicaid program's fee for service
4 and managed care plans for diabetes-specific and diabetes-related
5 measures as assessed by the national committee for quality
6 assurance and the utilization review accreditation commission over
7 the past 5 years.

8 (b) Comparing the claims information and data to the national
9 averages for diabetes-specific and diabetes-related measures as
10 assessed by the national committee for quality assurance and the
11 utilization review accreditation commission over the past 5 years.

12 (c) Identifying areas of strength and deficiencies for these
13 measures specific to the Medicaid program.

14 (2) By September 30 of the current fiscal year, the department
15 shall submit a report on steps taken and proposed to improve
16 national committee for quality assurance and utilization review
17 accreditation commission measure scores for all forms of diabetes
18 within the Medicaid program to the legislature.

19 Sec. 1899. From the funds appropriated in part 1 for personal
20 care services, the department shall increase the personal care
21 services rate by 6% effective October 1 of the current fiscal year.

22 **ONE-TIME BASIS ONLY APPROPRIATIONS**

23 Sec. 1902. (1) From the funds appropriated in part 1 for
24 university autism programs, the department shall make the following
25 allocations:

26 (a) \$1,000,000.00 to the Eastern Michigan University autism

1 center.

2 (b) \$500,000.00 to the Central Michigan University central
3 assessment lending library.

4 (c) \$500,000.00 to the Oakland University center for autism
5 research, education, and support.

6 (d) \$4,000,000.00 to the Western Michigan University autism
7 center of excellence.

8 (e) \$1,000,000.00 to Michigan State University autism
9 services.

10 (2) From the funds appropriated in part 1 for autism family
11 assistance services, \$1,500,000.00 shall be allocated to the autism
12 alliance for autism support services designed to aid individuals
13 and families in choosing treatment and other service options.

14 Sec. 1904. From the funds appropriated in part 1 for the
15 statewide trauma system, the department shall allocate funds to
16 establish and operate statewide systems for trauma, stroke, ST
17 segment elevation myocardial infarction, perinatal, and other time-
18 dependent systems of care.

19 Sec. 1905. From the funds appropriated in part 1 for bone
20 marrow transplant registry, \$250,000.00 shall be allocated to
21 Michigan Blood, the partner of the match registry of the national
22 marrow donor program. The funds shall be used to offset ongoing
23 tissue typing expenses associated with donor recruitment and
24 collection services and to expand those services to better serve
25 the citizens of this state.

26 Sec. 1906. (1) The department may initiate pay for success
27 pilot projects to identify and deliver services to improve outcomes

1 and lower costs for government services in this state. From the
2 funds appropriated in part 1 for pay for success contracts, the
3 department may initiate contracts with private and not-for-profit
4 vendors, selected through a competitive bid process, to implement
5 these pilot projects. Payments shall not be issued to funding
6 intermediaries or vendors until contractual performance measures
7 have been achieved and project savings have been confirmed by a
8 third-party evaluator, certified by the department and approved by
9 the state budget director.

10 (2) Unexpended funds appropriated in part 1 for pay for
11 success contracts are designated as work project appropriations,
12 and any unencumbered or unallotted funds shall not lapse at the end
13 of the fiscal year and shall be available for expenditures for the
14 pay for success contracts under this section until the projects
15 have been completed. All of the following are in compliance with
16 section 451a of the management and budget act, 1984 PA 431, MCL
17 18.1451a:

18 (a) The purpose of the projects is to coordinate cost-saving
19 projects to the state with public-private partnerships.

20 (b) The projects will be carried out through contracts with
21 private and not-for-profit vendors.

22 (c) The estimated cost of this work project is \$1,500,000.00.

23 (d) The estimated work project completion date is September
24 30, 2019.

25

PART 2A

1 PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS
2 FOR FISCAL YEAR 2015-2016

3 GENERAL SECTIONS

4 Sec. 2001. It is the intent of the legislature to provide
5 appropriations for the fiscal year ending on September 30, 2016 for
6 the line items listed in part 1. The fiscal year 2015-2016
7 appropriations are anticipated to be the same as those for fiscal
8 year 2014-2015, except that the line items will be adjusted for
9 changes in caseload and related costs, federal fund match rates,
10 economic factors, and available revenue. These adjustments will be
11 determined after the January 2015 consensus revenue estimating
12 conference.

13 ARTICLE V

14 DEPARTMENT OF CORRECTIONS

15 PART 1

16 LINE-ITEM APPROPRIATIONS

17 Sec. 101. There is appropriated for the department of
18 corrections for the fiscal year ending September 30, 2015, from the
19 following funds:

20 DEPARTMENT OF CORRECTIONS

21 APPROPRIATION SUMMARY

22	Average population	44,997
23	Full-time equated unclassified positions.....	16.0
24	Full-time equated classified positions.....	14,179.3
25	GROSS APPROPRIATION.....	\$ 2,040,521,700

1	Interdepartmental grant revenues:	
2	Total interdepartmental grants and intradepartmental	
3	transfers	225,000
4	ADJUSTED GROSS APPROPRIATION.....	\$ 2,040,296,700
5	Federal revenues:	
6	Total federal revenues.....	5,081,000
7	Special revenue funds:	
8	Total local revenues.....	8,547,700
9	Total private revenues.....	0
10	Total other state restricted revenues.....	45,869,600
11	State general fund/general purpose.....	\$ 1,980,798,400
12	Sec. 102. EXECUTIVE	
13	Full-time equated unclassified positions..... 16.0	
14	Full-time equated classified positions..... 13.0	
15	Unclassified positions--16.0 FTE positions.....	\$ 1,724,200
16	Executive direction--13.0 FTE positions.....	<u>3,115,900</u>
17	GROSS APPROPRIATION.....	\$ 4,840,100
18	Appropriated from:	
19	State general fund/general purpose.....	\$ 4,840,100
20	Sec. 103. PRISONER RE-ENTRY AND COMMUNITY SUPPORT	
21	Prisoner re-entry local service providers.....	\$ 13,708,600
22	Prisoner re-entry MDOC programs.....	11,124,000
23	Prisoner re-entry federal grants.....	250,000
24	Prisoner re-entry legal services.....	149,000
25	Jail mental health transition pilot program.....	1,000,000
26	Public safety initiative.....	4,500,000
27	Goodwill flip the script.....	<u>2,500,000</u>

1	GROSS APPROPRIATION.....	\$	33,231,600
2	Appropriated from:		
3	Federal revenues:		
4	DOJ, prisoner reintegration.....		250,000
5	State general fund/general purpose.....	\$	32,981,600
6	Sec. 104. BUDGET AND OPERATIONS ADMINISTRATION		
7	Full-time equated classified positions.....		173.0
8	Budget and operations administration--173.0 FTE		
9	positions	\$	22,193,400
10	New custody staff training.....		9,075,800
11	Compensatory buyout and union leave bank.....		100
12	Worker's compensation.....		18,000,000
13	Rent.....		2,317,800
14	Equipment and special maintenance.....		7,359,600
15	Administrative hearings officers.....		3,339,700
16	Judicial data warehouse user fees.....		50,000
17	Sheriffs' coordinating and training office.....		100,000
18	Prosecutorial and detainer expenses.....		5,001,000
19	County jail reimbursement program.....		<u>14,847,100</u>
20	GROSS APPROPRIATION.....	\$	82,284,500
21	Appropriated from:		
22	Special revenue funds:		
23	Jail reimbursement program fund.....		5,900,000
24	Special equipment fund.....		5,800,000
25	Local corrections officer training fund.....		100,000
26	Correctional industries revolving fund.....		602,600
27	State general fund/general purpose.....	\$	69,881,900

1	Sec. 105. FIELD OPERATIONS ADMINISTRATION	
2	Full-time equated classified positions.....	1,954.3
3	Field operations--1,821.9 FTE positions.....	\$ 198,982,300
4	Parole board operations--41.0 FTE positions.....	4,829,700
5	Parole/probation services.....	940,000
6	Community re-entry centers--12.4 FTE positions.....	8,152,800
7	Electronic monitoring center--56.0 FTE positions.....	13,365,400
8	Community corrections administration--6.0 FTE	
9	positions.....	763,300
10	Substance abuse testing and treatment services--17.0	
11	FTE positions.....	21,794,200
12	Residential services.....	15,475,500
13	Community corrections comprehensive plans and services	12,158,000
14	Felony drunk driver jail reduction and community	
15	treatment program.....	1,440,100
16	Interdepartmental grant to the department of human	
17	services for swift and sure.....	<u>1,000,000</u>
18	GROSS APPROPRIATION.....	\$ 278,901,300
19	Appropriated from:	
20	Federal revenues:	
21	DOJ, office of justice programs, RSAT.....	185,400
22	Special revenue funds:	
23	Local - community tether program reimbursement.....	201,300
24	Re-entry center offender reimbursements.....	23,900
25	Parole and probation oversight fees.....	4,341,500
26	Parole and probation oversight fees set-aside.....	1,361,300
27	Tether program participant contributions.....	2,432,100

1	State general fund/general purpose.....	\$	270,355,800
2	Sec. 106. CORRECTIONAL FACILITIES ADMINISTRATION		
3	Full-time equated classified positions.....		781.4
4	Correctional facilities administration--61.0 FTE		
5	positions	\$	11,239,800
6	Prison food service.....		52,558,900
7	Transportation--210.0 FTE positions		25,073,500
8	Central records--53.0 FTE positions		5,607,500
9	Inmate legal services.....		790,900
10	Loans to parolees.....		20,000
11	Housing inmates in federal institutions.....		611,000
12	Prison store operations--63.0 FTE positions		5,657,600
13	Prison industries operations--123.0 FTE positions		12,297,400
14	Federal school lunch program.....		812,800
15	Leased beds and alternatives to leased beds		5,250,000
16	Public works programs.....		1,000,000
17	Cost-effective housing initiative.....		100
18	Inmate housing fund.....		100
19	Education program--271.4 FTE positions		<u>35,305,900</u>
20	GROSS APPROPRIATION.....	\$	156,225,500
21	Appropriated from:		
22	Interdepartmental grant revenues:		
23	IDG-MDHS, Maxey/Woodland Center food service		225,000
24	Federal revenues:		
25	DAG-FNS, national school lunch.....		812,800
26	DED-OESE, title 1.....		404,900
27	DED-OVAE, adult education.....		354,300

1	DED-OSERS.....		115,500
2	DED, vocational education equipment.....		152,600
3	DED, youthful offender/Specter grant.....		202,400
4	DOJ-BOP, federal prisoner reimbursement.....		411,000
5	DOJ, prison rape elimination act grant.....		660,400
6	SSA-SSI, incentive payment.....		268,400
7	Special revenue funds:		
8	Correctional industries revolving fund.....		12,297,400
9	Public works user fees.....		1,000,000
10	Resident stores.....		5,657,600
11	State general fund/general purpose.....	\$	133,663,200
12	Sec. 107. HEALTH CARE		
13	Full-time equated classified positions.....	1,468.9	
14	Health care administration--22.0 FTE positions.....		\$ 3,650,700
15	Prisoner health care services.....		75,180,400
16	Vaccination program.....		691,200
17	Interdepartmental grant to human services, eligibility		
18	specialists		100,000
19	Mental health services and support--363.0 FTE		
20	positions		58,785,200
21	Clinical complexes--1,077.9 FTE positions.....		148,715,800
22	Healthy Michigan plan administration--6.0 FTE		
23	positions		<u>1,079,700</u>
24	GROSS APPROPRIATION.....	\$	288,203,000
25	Appropriated from:		
26	Federal revenues:		
27	Federal revenues and reimbursements.....		248,800

1	Special revenue funds:	
2	Prisoner health care copayments	253,200
3	State general fund/general purpose	\$ 287,701,000
4	Sec. 108. CORRECTIONAL FACILITIES	
5	Average population	44,997
6	Full-time equated classified positions.....	9,788.7
7	Alger correctional facility - Munising--261.2 FTE	
8	positions	\$ 30,934,700
9	Average population	889
10	Baraga correctional facility - Baraga--295.8 FTE	
11	positions	34,936,800
12	Average population	884
13	Bellamy Creek correctional facility - Ionia--390.2 FTE	
14	positions	43,429,700
15	Average population	1,850
16	Earnest C. Brooks correctional facility - Muskegon--	
17	444.7 FTE positions	50,309,500
18	Average population	2,512
19	Carson City correctional facility - Carson City--424.4	
20	FTE positions	47,780,500
21	Average population	2,440
22	Central Michigan correctional facility - St. Louis--	
23	391.6 FTE positions	45,888,900
24	Average population	2,554
25	Chippewa correctional facility - Kincheloe--435.1 FTE	
26	positions	49,076,400
27	Average population	2,282

1	Cooper street correctional facility - Jackson--260.1	
2	FTE positions	29,056,200
3	Average population	1,799
4	G. Robert Cotton correctional facility - Jackson--	
5	392.9 FTE positions	43,831,500
6	Average population	1,841
7	Detroit detention center--63.1 FTE positions	8,346,400
8	Detroit re-entry center--216.2 FTE positions	26,149,300
9	Average population	1,044
10	Charles E. Egeler correctional facility - Jackson--	
11	372.7 FTE positions	44,501,900
12	Average population	1,376
13	Richard A. Handlon correctional facility - Ionia--	
14	246.4 FTE positions	28,568,700
15	Average population	1,373
16	Gus Harrison correctional facility - Adrian--444.1 FTE	
17	positions	48,846,500
18	Average population	2,342
19	Ionia correctional facility - Ionia--287.8 FTE	
20	positions	33,187,000
21	Average population	654
22	Kinross correctional facility - Kincheloe--323.8 FTE	
23	positions	37,781,900
24	Average population	1,799
25	Lakeland correctional facility - Coldwater--275.2 FTE	
26	positions	32,721,200
27	Average population	1,336

1	Macomb correctional facility - New Haven--297.0 FTE	
2	positions	34,500,300
3	Average population	1,376
4	Marquette branch prison - Marquette--321.7 FTE	
5	positions	38,752,600
6	Average population	1,201
7	Michigan reformatory - Ionia--310.7 FTE positions	34,800,400
8	Average population	1,338
9	Muskegon correctional facility - Muskegon--202.5 FTE	
10	positions	23,557,800
11	Average population	1,338
12	Newberry correctional facility - Newberry--201.1 FTE	
13	positions	23,958,900
14	Average population	978
15	Oaks correctional facility - Eastlake--291.4 FTE	
16	positions	34,097,200
17	Average population	1,156
18	Ojibway correctional facility - Marenisco--202.1 FTE	
19	positions	22,871,900
20	Average population	1,090
21	Parnall correctional facility - Jackson--259.5 FTE	
22	positions	28,221,900
23	Average population	1,678
24	Pugsley correctional facility - Kingsley--210.9 FTE	
25	positions	24,539,700
26	Average population	1,342
27	Saginaw correctional facility - Freeland--275.9 FTE	

1	positions	32,623,300
2	Average population	1,480
3	Special alternative incarceration program (Camp	
4	Cassidy Lake)--119.0 FTE positions.....	13,893,700
5	Average population	400
6	St. Louis correctional facility - St. Louis--310.9 FTE	
7	positions	36,662,700
8	Average population	1,226
9	Thumb correctional facility - Lapeer--284.4 FTE	
10	positions	33,115,400
11	Average population	1,219
12	Womens Huron Valley correctional complex - Ypsilanti--	
13	502.9 FTE positions	58,686,800
14	Average population	1,872
15	Woodland correctional facility - Whitmore Lake--285.4	
16	FTE positions	33,110,200
17	Average population	328
18	Northern region administration and support--47.0 FTE	
19	positions	4,299,300
20	Southern region administration and support--141.0 FTE	
21	positions	17,568,200
22	Ionia and Jackson area utilities.....	<u>8,579,600</u>
23	GROSS APPROPRIATION.....	\$ 1,139,187,000
24	Appropriated from:	
25	Federal revenues:	
26	DOJ, state criminal alien assistance program.....	1,014,500
27	Special revenue funds:	

1	Local revenues.....	8,346,400
2	State restricted revenues and reimbursements.....	100,000
3	State general fund/general purpose.....	\$ 1,129,726,100
4	Sec. 109. INFORMATION TECHNOLOGY	
5	Information technology services and projects.....	\$ <u>24,562,800</u>
6	GROSS APPROPRIATION.....	\$ 24,562,800
7	Appropriated from:	
8	State general fund/general purpose.....	\$ 24,562,800
9	Sec. 110. CAPITAL OUTLAY	
10	Capital outlay - security improvements.....	\$ <u>6,000,000</u>
11	GROSS APPROPRIATION.....	\$ 6,000,000
12	Appropriated from:	
13	Special revenue funds:	
14	Special equipment fund.....	6,000,000
15	State general fund/general purpose.....	\$ 0
16	Sec. 111. ONE-TIME APPROPRIATIONS	
17	Education program - one-time enhancement costs.....	\$ 1,045,300
18	Field operations - one-time mobilization costs.....	440,600
19	Neal, et al. settlement agreement.....	25,000,000
20	70 x 7 life recovery - Muskegon pilot.....	<u>600,000</u>
21	GROSS APPROPRIATION.....	\$ 27,085,900
22	Appropriated from:	
23	State general fund/general purpose.....	\$ 27,085,900

24 PART 2
 25 PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2014-2015

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for fiscal year 2014-2015 is \$2,026,668,000.00 and state spending from state resources to be paid to local units of government for fiscal year 2014-2015 is \$115,714,000.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF CORRECTIONS

Field operations - assumption of county		
probation staff	\$	60,543,300
Community corrections comprehensive plans		
and services		12,158,000
Community re-entry centers.....		1,500,000
Residential services.....		15,475,500
County jail reimbursement program.....		14,847,100
Felony drunk driver jail reduction and		
community treatment program		1,440,100
Leased beds and alternatives to leased beds		5,250,000
Public safety initiative.....		4,500,000
TOTAL.....	\$	115,714,000

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

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

(a) "Administrative segregation" means confinement for

1 maintenance of order or discipline to a cell or room apart from
2 accommodations provided for inmates who are participating in
3 programs of the facility.

4 (b) "Cost per prisoner" means the sum total of the funds
5 appropriated under part 1 for the following, divided by the
6 projected prisoner population in fiscal year 2014-2015:

7 (i) Correctional facilities.

8 (ii) Northern and southern region administration and support.

9 (iii) Clinical complexes.

10 (iv) Prisoner health care services.

11 (v) Health care administration.

12 (vi) Vaccination program.

13 (vii) Prison food service and federal school lunch program.

14 (viii) Transportation.

15 (ix) Inmate legal services.

16 (x) Correctional facilities administration.

17 (xi) Central records.

18 (xii) Mental health services and support.

19 (xiii) Worker's compensation.

20 (xiv) New custody staff training.

21 (xv) Prison store operations.

22 (xvi) Education program.

23 (c) "DAG" means the United States department of agriculture.

24 (d) "DAG-FNS" means the DAG food and nutrition service.

25 (e) "DED" means the United States department of education.

26 (f) "DED-OESE" means the DED office of elementary and
27 secondary education.

1 (g) "DED-OSERS" means the DED office of special education and
2 rehabilitative services.

3 (h) "DED-OVAE" means the DED office of vocational and adult
4 education.

5 (i) "Department" or "MDOC" means the Michigan department of
6 corrections.

7 (j) "DOJ" means the United States department of justice.

8 (k) "DOJ-BOP" means the DOJ bureau of prisons.

9 (l) "DOJ-OJP" means the DOJ office of justice programs.

10 (m) "Evidence-based practices" or "EBP" means a decision-
11 making process that integrates the best available research,
12 clinician expertise, and client characteristics.

13 (n) "FTE" means full-time equated.

14 (o) "GED" means general educational development certificate.

15 (p) "Goal" means the intended or projected result of a
16 comprehensive corrections plan or community corrections program to
17 reduce repeat offending, criminogenic and high-risk behaviors,
18 prison commitment rates, to reduce the length of stay in a jail, or
19 to improve the utilization of a jail.

20 (q) "GPS" means global positioning system.

21 (r) "HIV" means human immunodeficiency virus.

22 (s) "IDG" means interdepartmental grant.

23 (t) "IDT" means intradepartmental transfer.

24 (u) "Jail" means a facility operated by a local unit of
25 government for the physical detention and correction of persons
26 charged with or convicted of criminal offenses.

27 (v) "MDCH" means the Michigan department of community health.

1 (w) "MDHS" means the Michigan department of human services.

2 (x) "MDSP" means the Michigan department of state police.

3 (y) "Medicaid benefit" means a benefit paid or payable under a
4 program for medical assistance under the social welfare act, 1939
5 PA 280, MCL 400.1 to 400.119b.

6 (z) "Objective risk and needs assessment" means an evaluation
7 of an offender's criminal history; the offender's noncriminal
8 history; and any other factors relevant to the risk the offender
9 would present to the public safety, including, but not limited to,
10 having demonstrated a pattern of violent behavior, and a criminal
11 record that indicates a pattern of violent offenses.

12 (aa) "OCC" means the office of community corrections.

13 (bb) "Offender eligibility criteria" means particular criminal
14 violations, state felony sentencing guidelines descriptors, and
15 offender characteristics developed by advisory boards and approved
16 by local units of government that identify the offenders suitable
17 for community corrections programs funded through the office of
18 community corrections.

19 (cc) "Offender success" means that an offender has, with the
20 support of the community, intervention of the field agent, and
21 benefit of any participation in programs and treatment, made an
22 adjustment while at liberty in the community such that he or she
23 has not been sentenced to or returned to prison for the conviction
24 of a new crime or the revocation of probation or parole.

25 (dd) "Offender target population" means felons or
26 misdemeanants who would likely be sentenced to imprisonment in a
27 state correctional facility or jail, who would not likely increase

1 the risk to the public safety based on an objective risk and needs
2 assessment that indicates that the offender can be safely treated
3 and supervised in the community.

4 (ee) "Offender who would likely be sentenced to imprisonment"
5 means either of the following:

6 (i) A felon or misdemeanor who receives a sentencing
7 disposition that appears to be in place of incarceration in a state
8 correctional facility or jail, according to historical local
9 sentencing patterns.

10 (ii) A currently incarcerated felon or misdemeanor who is
11 granted early release from incarceration to a community corrections
12 program or who is granted early release from incarceration as a
13 result of a community corrections program.

14 (ff) "Programmatic success" means that the department program
15 or initiative has ensured that the offender has accomplished all of
16 the following:

17 (i) Obtained employment, has enrolled or participated in a
18 program of education or job training, or has investigated all bona
19 fide employment opportunities.

20 (ii) Obtained housing.

21 (iii) Obtained a state identification card.

22 (gg) "Recidivism" means the return of an individual to prison
23 within 3 years after he or she is released either with a new
24 sentence to prison or as a technical violator of parole conditions.

25 (hh) "RSAT" means residential substance abuse treatment.

26 (ii) "Serious emotional disturbance" means that term as
27 defined in section 100d(2) of the mental health code, 1974 PA 328,

1 MCL 330.1100d.

2 (jj) "Serious mental illness" means that term as defined in
3 section 100d(3) of the mental health code, 1974 PA 328, MCL
4 330.1100d.

5 (kk) "SSA" means the United States social security
6 administration.

7 (ll) "SSA-SSI" means SSA supplemental security income.

8 Sec. 204. (1) It is the intent of the legislature that annual
9 financial savings from the department's budget appropriation be
10 invested in the following areas: early childhood education, K-12
11 education, higher education, local law enforcement entities through
12 revenue sharing, and roads.

13 (2) It is the intent of the legislature that the investments
14 outlined in subsection (1) from savings found in the department's
15 budget are utilized in order to reduce high crime rates in the
16 state.

17 Sec. 206. The department shall not take disciplinary action
18 against an employee for communicating with a member of the
19 legislature or his or her staff.

20 Sec. 207. State employees shall be given the opportunity to
21 competitively bid on services that are or were provided by state
22 employees. If the contract is awarded to any state employee, he or
23 she ceases being an employee of the state.

24 Sec. 208. The department shall use the Internet to fulfill the
25 reporting requirements of this part. This requirement may include
26 transmission of reports via electronic mail to the recipients
27 identified for each reporting requirement or it may include

1 placement of reports on an Internet or Intranet site.

2 Sec. 209. Funds appropriated in part 1 shall not be used for
3 the purchase of foreign goods or services, or both, if
4 competitively priced and of comparable quality American goods or
5 services, or both, are available. Preference shall be given to
6 goods or services, or both, manufactured or provided by Michigan
7 businesses, if they are competitively priced and of comparable
8 quality. In addition, preference should be given to goods or
9 services, or both, that are manufactured or provided by Michigan
10 businesses owned and operated by veterans, if they are
11 competitively priced and of comparable quality.

12 Sec. 211. The department may charge fees and collect revenues
13 in excess of appropriations in part 1 not to exceed the cost of
14 offender services and programming, employee meals, parolee loans,
15 academic/vocational services, custody escorts, compassionate
16 visits, union steward activities, and public works programs and
17 services provided to local units of government. The revenues and
18 fees collected are appropriated for all expenses associated with
19 these services and activities.

20 Sec. 212. On a quarterly basis, the department shall report on
21 the number of full-time equated positions in pay status by civil
22 service classification to the senate and house appropriations
23 subcommittees on corrections, the legislative corrections
24 ombudsman, and the senate and house fiscal agencies. This report
25 shall include a detailed accounting of the long-term vacancies that
26 exist within each department. As used in this subsection, "long-
27 term vacancy" means any full-time equated position that has not

1 been filled at any time during the past 24 calendar months.

2 Sec. 214. The department shall receive and retain copies of
3 all reports funded from appropriations in part 1. Federal and state
4 guidelines for short-term and long-term retention of records shall
5 be followed. The department may electronically retain copies of
6 reports unless otherwise required by federal and state guidelines.

7 Sec. 216. The department shall prepare a report on out-of-
8 state travel expenses not later than January 1 of each year. The
9 travel report shall be a listing of all travel by classified and
10 unclassified employees outside this state in the immediately
11 preceding fiscal year that was funded in whole or in part with
12 funds appropriated in the department's budget. The report shall be
13 submitted to the senate and house standing committees on
14 appropriations, the legislative corrections ombudsman, the senate
15 and house fiscal agencies, and the state budget director. The
16 report shall include the following information:

17 (a) The dates of each travel occurrence.

18 (b) The total transportation and related costs of each travel
19 occurrence, including the proportion funded with state general
20 fund/general purpose revenues, the proportion funded with state
21 restricted revenues, the proportion funded with federal revenues,
22 and the proportion funded with other revenues.

23 Sec. 219. (1) Any contract for prisoner telephone services
24 entered into after the effective date of this section shall include
25 a condition that fee schedules for prisoner telephone calls,
26 including rates and any surcharges other than those necessary to
27 meet special equipment costs, be the same as fee schedules for

1 calls placed from outside of correctional facilities.

2 (2) Revenues appropriated and collected for special equipment
3 funds shall be considered state restricted revenue. Of this
4 revenue, \$2,000,000.00 shall be used for programming that is a
5 condition of parole, such as violence prevention programming,
6 sexual offender programming, and thinking for a change, with
7 particular emphasis on individuals who are past their earliest
8 release dates. Any remaining balance shall be used for special
9 equipment and security projects. Unexpended funds remaining at the
10 close of the fiscal year shall not lapse to the general fund but
11 shall be carried forward and be available for appropriation in
12 subsequent fiscal years.

13 (3) The department shall submit a report to the senate and
14 house appropriations subcommittees on corrections, the senate and
15 house fiscal agencies, the legislative corrections ombudsman, and
16 the state budget director by February 1 outlining revenues and
17 expenditures from special equipment funds. The report shall include
18 all of the following:

19 (a) A list of all individual projects and purchases financed
20 with special equipment funds in the immediately preceding fiscal
21 year, the amounts expended on each project or purchase, and the
22 name of each vendor the products or services were purchased from.

23 (b) A list of planned projects and purchases to be financed
24 with special equipment funds during the current fiscal year, the
25 amounts to be expended on each project or purchase, and the name of
26 each vendor for which the products or services were purchased.

27 (c) A review of projects and purchases planned for future

1 fiscal years from special equipment funds.

2 Sec. 220. Not later than November 30, the state budget office
3 shall prepare and transmit a report that provides for estimates of
4 the total general fund/general purpose appropriation lapses at the
5 close of the fiscal year. This report shall summarize the projected
6 year-end general fund/general purpose appropriation lapses by major
7 departmental program or program areas. The report shall be
8 transmitted to the chairpersons of the senate and house of
9 representatives standing committees on appropriations and the
10 senate and house fiscal agencies.

11 Sec. 221. The department shall cooperate with the department
12 of technology, management, and budget to maintain a searchable
13 website accessible by the public at no cost that includes, but is
14 not limited to, all of the following for the department:

15 (a) Fiscal year-to-date expenditures by category.

16 (b) Fiscal year-to-date expenditures by appropriation unit.

17 (c) Fiscal year-to-date payments to a selected vendor,
18 including the vendor name, payment date, payment amount, and
19 payment description.

20 (d) The number of active department employees by job
21 classification.

22 (e) Job specifications and wage rates.

23 Sec. 223. (1) In addition to the funds appropriated in part 1,
24 there is appropriated an amount not to exceed \$10,000,000.00 for
25 federal contingency funds. These funds are not available for
26 expenditure until they have been transferred to another line item
27 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 \$5,000,000.00 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 \$2,000,000.00 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 \$2,000,000.00 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. 229. Within 14 days after the release of the executive
21 budget recommendation, the department shall cooperate with the
22 state budget office to provide the chairpersons of the senate and
23 house appropriations committees, the chairpersons of the senate and
24 house appropriations subcommittees on corrections, and the senate
25 and house fiscal agencies with an annual report on estimated state
26 restricted fund balances, state restricted fund projected revenues,
27 and state restricted fund expenditures for the fiscal years ending

1 September 30, 2014 and September 30, 2015.

2 Sec. 230. Funds appropriated in part 1 shall not be used by
3 the department to hire a person to provide legal services that are
4 the responsibility of the attorney general. This prohibition does
5 not apply to legal services for bonding activities and for those
6 outside services that the attorney general authorizes.

7 Sec. 231. The department shall maintain, on a publicly
8 accessible website, a department scorecard that identifies, tracks,
9 and regularly updates key metrics that are used to monitor and
10 improve the departments's performance.

11 Sec. 232. The department shall issue a report to the senate
12 and house appropriations subcommittees on corrections, the senate
13 and house fiscal agencies, and the legislative corrections
14 ombudsman by October 1 that includes the security levels of all
15 prisoners who were classified as past their earliest release date
16 as of March 1 of the prior fiscal year.

17 Sec. 238. It is the intent of the legislature that the
18 department make additional efforts to sell, rent, or otherwise
19 repurpose closed correctional facilities.

20 Sec. 239. It is the intent of the legislature that the
21 department establish and maintain a management-to-staff ratio of
22 not more than 1 supervisor for each 8 employees at the department's
23 central office in Lansing and at both the northern and southern
24 region administration offices.

25 Sec. 246. Total authorized appropriations from all sources
26 under part 1 for legacy costs for the fiscal year ending September
27 30, 2015 are \$351,595,400.00. From this amount, total department

1 appropriations for pension-related legacy costs are estimated at
2 \$196,513,200.00. Total department appropriations for retiree health
3 care legacy costs are estimated at \$155,082,200.00.

4 Sec. 247. (1) For each new program or program expansion for
5 which funds in excess of \$500,000.00 are appropriated in part 1,
6 the department shall identify specific benchmarks intended to
7 measure the performance or return on taxpayer investment of the
8 program and its associated expenditures.

9 (2) By November 1, the department shall report the proposed
10 benchmarks to the senate and house appropriations subcommittees on
11 corrections, to the senate and house fiscal agencies, and to the
12 state budget director.

13 (3) The department shall provide an update on its progress in
14 achieving those benchmarks at an appropriations subcommittee
15 meeting called for the purpose of discussing benchmarks and their
16 status.

17 (4) It is the intent of the legislature that, beginning with
18 the budget for the fiscal year ending September 30, 2016, any
19 proposal for a new program or an expansion of an existing program
20 in excess of \$500,000.00 initiated by the executive branch or the
21 legislature shall include, as part of the original proposal or
22 budget request, a list of benchmarks intended to measure the
23 performance or return on taxpayer investment of the program or
24 spending increase.

25 **EXECUTIVE**

26 Sec. 301. For 3 years after a felony offender is released from

1 the department's jurisdiction, the department shall maintain the
2 offender's file on the offender tracking information system and
3 make it publicly accessible in the same manner as the file of the
4 current offender. However, the department shall immediately remove
5 the offender's file from the offender tracking information system
6 upon determination that the offender was wrongfully convicted and
7 the offender's file is not otherwise required to be maintained on
8 the offender tracking information system.

9 Sec. 304. The director of the department shall maintain a
10 staff savings initiative program to invite employees to submit
11 suggestions for saving costs for the department.

12 Sec. 305. By March 1, the department shall report to the
13 senate and house appropriations subcommittees on corrections, the
14 legislative corrections ombudsman, the senate and house fiscal
15 agencies, and the state budget director on the number of prisoners
16 who committed suicide during the previous calendar year. To the
17 extent permitted by law, the report shall include all of the
18 following information:

19 (a) The prisoner's age, offense, sentence, and admission date.

20 (b) Each prisoner's facility and unit.

21 (c) A description of the circumstances of the suicide.

22 (d) The date of the suicide.

23 (e) Whether the suicide occurred in a housing unit, a
24 segregation unit, a mental health unit, or elsewhere on the grounds
25 of the facility.

26 (f) Whether the prisoner had been denied parole and the date
27 of any denial.

1 (g) Details on the department's responses to each suicide,
2 including immediate on-site responses and subsequent internal
3 investigations.

4 (h) A description of any monitoring and psychiatric
5 interventions that had been undertaken prior to the prisoner's
6 suicide, including any changes in placement or mental health care.

7 (i) Whether the prisoner had previously attempted suicide.

8 **PRISONER RE-ENTRY AND COMMUNITY SUPPORT**

9 Sec. 401. The department shall submit 3-year and 5-year prison
10 population projection updates concurrent with submission of the
11 executive budget to the senate and house appropriations
12 subcommittees on corrections, the legislative corrections
13 ombudsman, the senate and house fiscal agencies, and the state
14 budget director. The report shall include explanations of the
15 methodology and assumptions used in developing the projection
16 updates.

17 Sec. 402. (1) It is the intent of the legislature that the
18 funds appropriated in part 1 for prisoner re-entry programs be
19 expended for the purpose of reducing victimization by reducing
20 repeat offending through the following prisoner re-entry
21 programming:

22 (a) The provision of employment or employment services and job
23 training.

24 (b) The provision of housing assistance.

25 (c) Referral to mental health services.

26 (d) Referral to substance abuse services.

1 (e) Referral to public health services.

2 (f) Referral to education.

3 (g) Referral to any other services necessary for successful
4 reintegration.

5 (2) By March 1, the department shall provide a report on
6 prisoner re-entry expenditures and allocations to the members of
7 the senate and house appropriations subcommittees on corrections,
8 the legislative corrections ombudsman, the senate and house fiscal
9 agencies, and the state budget director. At a minimum, the report
10 shall include information on both of the following:

11 (a) Details on prior-year expenditures, including amounts
12 spent on each project funded, itemized by service provided and
13 service provider.

14 (b) Allocations and planned expenditures for each project
15 funded and for each project to be funded, itemized by service to be
16 provided and service provider. The department shall provide an
17 amended report quarterly, if any revisions to allocations or
18 planned expenditures occurred during that quarter.

19 Sec. 403. (1) The department shall undertake a request for
20 proposal to institute a LEAN process in determining ways to reduce
21 the backlog for programming for prisoners who are within 6 months
22 of their earliest release date (ERD). The programming that the LEAN
23 process shall prioritize is: Violence Prevention Programming (VPP),
24 Sex Offender Programming (SOP), and Thinking For Change.

25 (2) The LEAN process shall also look into ways of instituting
26 LEAN principles which may lead to the elimination of the backlog
27 for ERD prisoners from continuing to occur.

1 (3) Not later than 1 month after completion of a LEAN process
2 evaluation, the department shall provide a report to the senate and
3 house appropriations subcommittees on corrections, the legislative
4 corrections ombudsman, and the senate and house fiscal agencies
5 detailing the outcomes of the LEAN process, the department's
6 progress in achieving the reduction in providing programming, and
7 the department's plan for implementing efficiency standards
8 identified in the LEAN process throughout the department.

9 Sec. 404. (1) The department may hire additional staff on a
10 temporary basis to assist with instituting LEAN process principles,
11 as identified in section 403. The temporary staff shall be hired to
12 provide programming if the number of prisoners who are past their
13 earliest release date and have not received programming is
14 backlogged more than 50 prisoners in the entire department facility
15 system. The temporary staff shall be retained until the backlog has
16 dropped below 50 prisoners for 2 consecutive months throughout the
17 department facility system.

18 (2) The role of the temporary staff shall be to provide
19 necessary programming for those individuals who are past their
20 earliest release date.

21 (3) The financial savings provided through the reduction of
22 past earliest release date prisoners, as identified through the
23 LEAN process undertaken by the department, shall be directed for
24 the use of hiring the additional temporary staff.

25 Sec. 405. By March 1, the department shall report to the
26 senate and house appropriations subcommittees on corrections, the
27 legislative corrections ombudsman, the senate and house fiscal

1 agencies, and the state budget director on substance abuse testing
2 and treatment program objectives, outcome measures, and results,
3 including program impact on offender success and programmatic
4 success as those terms are defined in section 203.

5 Sec. 406. From the funds appropriated in part 1, the
6 department shall provide an interdepartmental grant to the
7 department of human services to expand the swift and sure sanctions
8 program through Michigan rehabilitative services. The department
9 shall allocate not less than \$1,000,000.00 for the purpose
10 described in this section and shall establish an interagency
11 agreement with the department of human services and judicial branch
12 to carry out this purpose. These funds shall be used to contract
13 with accredited, community-based rehabilitation organizations for
14 job placement and other support services and to assist individuals
15 who have a history of probation and parole violations, who have
16 exceptional mental health needs, and who meet the profile of the
17 current customer base of Michigan rehabilitative services and shall
18 not be used for individuals who are currently incarcerated.

19 Sec. 407. (1) By June 30, the department shall place the
20 statistical report from the immediately preceding calendar year on
21 an Internet site. The statistical report shall include, but not be
22 limited to, the information as provided in the 2004 statistical
23 report.

24 (2) It is the intent of the legislature that starting with
25 calendar year 2010, the statistical report be placed on an Internet
26 site within 6 months after the end of each calendar year.

27 Sec. 408. The department shall measure the recidivism rates of

1 offenders.

2 Sec. 409. (1) The department shall engage with state agencies
3 and local entities to coordinate services and shall use
4 appropriations provided in part 1 for re-entry and vocational
5 education programs designed through collaboration with Michigan's
6 workforce development system. The department shall ensure that the
7 collaboration provides relevant professional development
8 opportunities to prisoners to ensure that the programs are high
9 quality, demand driven, locally receptive, and responsive to the
10 needs of communities where the prisoners are expected to reside
11 after their release from correctional facilities. The programs
12 shall begin upon the intake of the prisoner into a department
13 facility.

14 (2) It is the intent of the legislature that the workforce
15 development programming continue through the entire duration of the
16 prisoner's incarceration to encourage employment upon release.

17 (3) By March 1, the department shall provide a report to the
18 senate and house appropriations subcommittees on corrections, the
19 legislative corrections ombudsman, and the senate and house fiscal
20 agencies detailing the results of the workforce development
21 program.

22 Sec. 410. (1) The funds included in part 1 for community
23 corrections comprehensive plans and services are to encourage the
24 development through technical assistance grants, implementation,
25 and operation of community corrections programs that enhance
26 offender success and that also may serve as an alternative to
27 incarceration in a state facility or jail. The comprehensive

1 corrections plans shall include an explanation of how the public
2 safety will be maintained, the goals for the local jurisdiction,
3 offender target populations intended to be affected, offender
4 eligibility criteria for purposes outlined in the plan, and how the
5 plans will meet the following objectives, consistent with section
6 8(4) of the community corrections act, 1988 PA 511, MCL 791.408:

7 (a) Reduce admissions to prison of offenders who would likely
8 be sentenced to imprisonment, including probation violators.

9 (b) Improve the appropriate utilization of jail facilities,
10 the first priority of which is to open jail beds intended to house
11 otherwise prison-bound felons, and the second priority being to
12 appropriately utilize jail beds so that jail crowding does not
13 occur.

14 (c) Open jail beds through the increase of pretrial release
15 options.

16 (d) Reduce the readmission to prison of parole violators.

17 (e) Reduce the admission or readmission to prison of
18 offenders, including probation violators and parole violators, for
19 substance abuse violations.

20 (f) Contribute to offender success, as that term is defined in
21 section 203.

22 (2) The award of community corrections comprehensive plans and
23 residential services funds shall be based on criteria that include,
24 but are not limited to, the prison commitment rate by category of
25 offenders, trends in prison commitment rates and jail utilization,
26 historical trends in community corrections program capacity and
27 program utilization, and the projected impact and outcome of annual

1 policies and procedures of programs on offender success, prison
2 commitment rates, and jail utilization.

3 (3) Funds awarded for residential services in part 1 shall
4 provide for a per diem reimbursement of not more than \$47.50 for
5 nonaccredited facilities, or of not more than \$48.50 for facilities
6 that have been accredited by the American corrections association
7 or a similar organization as approved by the department.

8 Sec. 411. The comprehensive corrections plans shall also
9 include, where appropriate, descriptive information on the full
10 range of sanctions and services that are available and utilized
11 within the local jurisdiction and an explanation of how jail beds,
12 residential services, the special alternative incarceration
13 program, probation detention centers, the electronic monitoring
14 program for probationers, and treatment and rehabilitative services
15 will be utilized to support the objectives and priorities of the
16 comprehensive corrections plans and the purposes and priorities of
17 section 8(4) of the community corrections act, 1988 PA 511, MCL
18 791.408, that contribute to the success of offenders. The plans
19 shall also include, where appropriate, provisions that detail how
20 the local communities plan to respond to sentencing guidelines
21 found in chapter XVII of the code of criminal procedure, 1927 PA
22 175, MCL 777.1 to 777.69, and use the county jail reimbursement
23 program under section 414. The state community corrections board
24 shall encourage local community corrections advisory boards to
25 include in their comprehensive corrections plans strategies to
26 collaborate with local alcohol and drug treatment agencies of the
27 MDCH for the provision of alcohol and drug screening, assessment,

1 case management planning, and delivery of treatment to alcohol- and
2 drug-involved offenders.

3 Sec. 412. (1) As part of the March biannual report specified
4 in section 12(2) of the community corrections act, 1988 PA 511, MCL
5 791.412, that requires an analysis of the impact of that act on
6 prison admissions and jail utilization, the department shall submit
7 to the senate and house appropriations subcommittees on
8 corrections, the legislative corrections ombudsman, the senate and
9 house fiscal agencies, and the state budget director the following
10 information for each county and counties consolidated for
11 comprehensive corrections plans:

12 (a) Approved technical assistance grants and comprehensive
13 corrections plans including each program and level of funding, the
14 utilization level of each program, and profile information of
15 enrolled offenders.

16 (b) If federal funds are made available, the number of
17 participants funded, the number served, the number successfully
18 completing the program, and a summary of the program activity.

19 (c) Status of the community corrections information system and
20 the jail population information system.

21 (d) Data on residential services, including participant data,
22 participant sentencing guideline scores, program expenditures,
23 average length of stay, and bed utilization data.

24 (e) Offender disposition data by sentencing guideline range,
25 by disposition type, by prior record variable score, by number and
26 percent statewide and by county, current year, and comparisons to
27 the previous 3 years.

1 (f) Data on the use of funding made available under the felony
2 drunk driver jail reduction and community treatment program.

3 (2) The report required under subsection (1) shall include the
4 total funding allocated, program expenditures, required program
5 data, and year-to-date totals.

6 Sec. 413. (1) The department shall identify and coordinate
7 information regarding the availability of and the demand for
8 community corrections programs, jail-based community corrections
9 programs, jail-based probation violation sanctions, and all state-
10 required jail data.

11 (2) The department is responsible for the collection,
12 analysis, and reporting of all state-required jail data.

13 (3) As a prerequisite to participation in the programs and
14 services offered through the department, counties shall provide
15 necessary jail data to the department.

16 Sec. 414. (1) The department shall administer a county jail
17 reimbursement program from the funds appropriated in part 1 for the
18 purpose of reimbursing counties for housing in jails certain felons
19 who otherwise would have been sentenced to prison.

20 (2) The county jail reimbursement program shall reimburse
21 counties for convicted felons in the custody of the sheriff if the
22 conviction was for a crime committed on or after January 1, 1999
23 and 1 of the following applies:

24 (a) The felon's sentencing guidelines recommended range upper
25 limit is more than 18 months, the felon's sentencing guidelines
26 recommended range lower limit is 12 months or less, the felon's
27 prior record variable score is 35 or more points, and the felon's

1 sentence is not for commission of a crime in crime class G or crime
2 class H or a nonperson crime in crime class F under chapter XVII of
3 the code of criminal procedure, 1927 PA 175, MCL 777.1 to 777.69.

4 (b) The felon's minimum sentencing guidelines range minimum is
5 more than 12 months under the sentencing guidelines described in
6 subdivision (a).

7 (c) The felon was sentenced to jail for a felony committed
8 while he or she was on parole and under the jurisdiction of the
9 parole board and for which the sentencing guidelines recommended
10 range for the minimum sentence has an upper limit of more than 18
11 months.

12 (3) State reimbursement under this subsection shall be \$60.00
13 per diem per diverted offender for offenders with a presumptive
14 prison guideline score, \$50.00 per diem per diverted offender for
15 offenders with a straddle cell guideline for a group 1 crime, and
16 \$35.00 per diem per diverted offender for offenders with a straddle
17 cell guideline for a group 2 crime. Reimbursements shall be paid
18 for sentences up to a 1-year total.

19 (4) As used in this subsection:

20 (a) "Group 1 crime" means a crime in 1 or more of the
21 following offense categories: arson, assault, assaultive other,
22 burglary, criminal sexual conduct, homicide or resulting in death,
23 other sex offenses, robbery, and weapon possession as determined by
24 the department of corrections based on specific crimes for which
25 counties received reimbursement under the county jail reimbursement
26 program in fiscal year 2007 and fiscal year 2008, and listed in the
27 county jail reimbursement program document titled "FY 2007 and FY

1 2008 Group One Crimes Reimbursed", dated March 31, 2009.

2 (b) "Group 2 crime" means a crime that is not a group 1 crime,
3 including larceny, fraud, forgery, embezzlement, motor vehicle,
4 malicious destruction of property, controlled substance offense,
5 felony drunk driving, and other nonassaultive offenses.

6 (c) "In the custody of the sheriff" means that the convicted
7 felon has been sentenced to the county jail and is either housed in
8 the county jail or has been released from jail and is being
9 monitored through the use of the sheriff's electronic monitoring
10 system.

11 (5) County jail reimbursement program expenditures shall not
12 exceed the amount appropriated in part 1 for the county jail
13 reimbursement program. Payments to counties under the county jail
14 reimbursement program shall be made in the order in which properly
15 documented requests for reimbursements are received. A request
16 shall be considered to be properly documented if it meets MDOC
17 requirements for documentation. By October 15, the department shall
18 distribute the documentation requirements to all counties.

19 Sec. 416. Allowable uses of felony drunk driver jail reduction
20 and community treatment program funding shall include reimbursing
21 counties for transportation, treatment costs, and housing felony
22 drunk drivers during a period of assessment for treatment and case
23 planning. Reimbursements for housing during the assessment process
24 shall be at the rate of \$43.50 per day per offender, up to a
25 maximum of 5 days per offender.

26 Sec. 417. (1) By March 1, the department shall report to the
27 members of the senate and house appropriations subcommittees on

1 corrections, the legislative corrections ombudsman, the senate and
2 house fiscal agencies, and the state budget director on each of the
3 following programs from the previous fiscal year:

4 (a) The county jail reimbursement program.

5 (b) The felony drunk driver jail reduction and community
6 treatment program.

7 (c) Any new initiatives to control prison population growth
8 funded or proposed to be funded under part 1.

9 (2) For each program listed under subsection (1), the report
10 shall include information on each of the following:

11 (a) Program objectives and outcome measures, including, but
12 not limited to, the number of offenders who successfully completed
13 the program, and the number of offenders who successfully remained
14 in the community during the 3 years following termination from the
15 program.

16 (b) Expenditures by location.

17 (c) The impact on jail utilization.

18 (d) The impact on prison admissions.

19 (e) Other information relevant to an evaluation of the
20 program.

21 Sec. 418. (1) The department shall collaborate with the state
22 court administrative office on facilitating changes to Michigan
23 court rules that would require the court to collect at the time of
24 sentencing the state operator's license, state identification card,
25 or other documentation used to establish the identity of the
26 individual to be admitted to the department. The department shall
27 maintain those documents in the prisoner's personal file.

1 (2) The department shall cooperate with MDCH to create and
2 maintain a process by which prisoners can obtain their Michigan
3 birth certificates if necessary. The department shall describe a
4 process for obtaining birth certificates from other states, and in
5 situations where the prisoner's effort fails, the department shall
6 assist in obtaining the birth certificate.

7 (3) The department shall collaborate with the department of
8 military and veterans affairs to create and maintain a process by
9 which prisoners can obtain a copy of their DD Form 214 or other
10 military discharge documentation if necessary.

11 Sec. 419. (1) The department shall provide weekly electronic
12 mail reports to the senate and house appropriations subcommittees
13 on corrections, the legislative corrections ombudsman, the senate
14 and house fiscal agencies, and the state budget director on
15 prisoner, parolee, and probationer populations by facility, and
16 prison capacities.

17 (2) The department shall provide monthly electronic mail
18 reports to the senate and house appropriations subcommittees on
19 corrections, the legislative corrections ombudsman, the senate and
20 house fiscal agencies, and the state budget director. The reports
21 shall include information on end-of-month prisoner populations in
22 county jails, the net operating capacity according to the most
23 recent certification report, identified by date, and end-of-month
24 data, year-to-date data, and comparisons to the prior year for the
25 following:

26 (a) Community residential program populations, separated by
27 centers and electronic monitoring.

1 (b) Parole populations.

2 (c) Probation populations, with identification of the number
3 in special alternative incarceration.

4 (d) Prison and camp populations, with separate identification
5 of the number in special alternative incarceration and the number
6 of lifers.

7 (e) Parole board activity, including the numbers and
8 percentages of parole grants and parole denials.

9 (f) Prisoner exits, identifying transfers to community
10 placement, paroles from prisons and camps, paroles from community
11 placement, total movements to parole, prison intake, prisoner
12 deaths, prisoners discharging on the maximum sentence, and other
13 prisoner exits.

14 (g) Prison intake and returns, including probation violators,
15 new court commitments, violators with new sentences, escaper new
16 sentences, total prison intake, returns from court with additional
17 sentences, community placement returns, technical parole violator
18 returns, and total returns to prison and camp.

19 Sec. 420. By March 1, the department shall report to the
20 senate and house appropriations subcommittees on corrections, the
21 senate and house judiciary committees, the legislative corrections
22 ombudsman, the senate and house fiscal agencies, and the state
23 budget director on performance data and efforts to improve
24 efficiencies relative to departmental staffing, health care
25 services, food service, prisoner transportation, mental health care
26 services, and pharmaceutical costs.

27 Sec. 421. From the funds appropriated in part 1 for jail

1 mental health transition pilot program, \$1,000,000.00 is intended
2 to address the recommendations of the mental health diversion
3 council.

4 Sec. 431. Upon offender request, the department shall ensure
5 that prior to release from prison, each offender has possession of
6 a set of clothing that would be appropriate and suitable for
7 wearing to an interview for employment.

8 Sec. 434. The department shall explore opportunities to
9 collaborate with Michigan colleges and universities on establishing
10 programs that will employ parolees in agricultural settings.

11 Sec. 435. (1) From the funds appropriated in part 1 for
12 prisoner re-entry legal services, the department shall contract
13 with the legal aid of western Michigan office in Kent County and
14 the legal aid and defender office in Oakland County to establish 2
15 pilot projects. The purpose of the pilot projects is to provide
16 outreach, education, and legal representation to former offenders
17 in areas such as employment, housing, income stability, and child
18 custody and other domestic matters.

19 (2) The legal aid and defender office in Oakland County shall
20 provide prisoner re-entry legal services to former offenders in
21 Wayne County.

22 (3) The department, in collaboration with legal aid of western
23 Michigan and the legal aid and defender office, shall submit a
24 report by April 1 that documents the number of new cases accepted,
25 the types of cases, and case outcomes for completed work. The
26 report shall be submitted to the senate and house appropriations
27 subcommittees on corrections, the senate and house fiscal agencies,

1 the legislative corrections ombudsman, and the state budget
2 director.

3 (4) Unexpended funds remaining at the close of the fiscal year
4 shall not lapse to the general fund but shall be carried forward
5 and be available for appropriation in subsequent fiscal years.

6 Sec. 436. (1) The department shall establish a workgroup with
7 representatives from the Genesee County sheriff's office, the city
8 of Flint police department, and other relevant governmental
9 agencies in Genesee County to develop and implement a long-term
10 strategic plan to ease the county jail backlog and to gradually
11 reduce the need for department intervention.

12 (2) The department shall report to the senate and house
13 appropriations subcommittees on corrections, the senate and house
14 fiscal agencies, and the state budget director by September 30
15 strategic recommendations that result from the work of the
16 workgroup.

17 Sec. 437. (1) Funds appropriated in part 1 for Goodwill flip
18 the script shall be distributed to a Michigan-chartered 501(c)(3)
19 nonprofit corporation operating in a county with greater than
20 1,500,000 people for administration and expansion of a program
21 which serves a population of persons aged 16-29. The expansion of
22 the program shall be operational by November 1. The existing
23 program to be expanded shall target those who are entering the
24 criminal justice system for the first or second time and shall
25 assist those individuals through the following program types:

26 (a) Alternative sentencing programs in partnership with a
27 local district or circuit court.

1 (b) Educational recovery for special adult populations with
2 high rates of illiteracy.

3 (c) Career development and continuing education for women.

4 (2) The program selected shall report by March 30 to the
5 department, the senate and house appropriations subcommittees on
6 corrections, the senate and house fiscal agencies, the legislative
7 corrections ombudsman, and the state budget director. The report
8 shall include program performance measurements, the number of
9 individuals diverted from incarceration, the number of individuals
10 served, and outcomes of participants who complete the program.

11 **BUDGET AND OPERATIONS ADMINISTRATION**

12 Sec. 501. From the funds appropriated in part 1 for
13 prosecutorial and detainer expenses, the department shall reimburse
14 counties for housing and custody of parole violators and offenders
15 being returned by the department from community placement who are
16 available for return to institutional status and for prisoners who
17 volunteer for placement in a county jail.

18 Sec. 502. Funds included in part 1 for the sheriffs'
19 coordinating and training office are appropriated for and may be
20 expended to defray costs of continuing education, certification,
21 recertification, decertification, and training of local corrections
22 officers, the personnel and administrative costs of the sheriffs'
23 coordinating and training office, the local corrections officers
24 advisory board, and the sheriffs' coordinating and training council
25 under the local corrections officers training act, 2003 PA 125, MCL
26 791.531 to 791.546.

1 Sec. 504. (1) The department shall conduct a workgroup in
2 conjunction with the department of community health, the state
3 transportation department, the department of human services, the
4 strategic fund in the department of treasury, and members from both
5 the senate and house of representatives to determine if the state
6 can maximize its services and funding for transportation for low-
7 income, elderly, and disabled individuals through consolidating all
8 of the current transportation services for these populations under
9 1 department.

10 (2) The department shall submit to the senate and house
11 appropriations subcommittees on corrections, the senate and house
12 fiscal agencies, the senate and house policy offices, and the state
13 budget office, by March 1, a report on the findings of the
14 workgroup on the items described in subsection (1).

15 Sec. 505. The department shall provide for the training of all
16 custody staff in effective and safe ways of handling prisoners with
17 mental illness and referring prisoners to mental health treatment
18 programs. Mental health awareness training shall be incorporated
19 into the training of new custody staff.

20 Sec. 508. (1) The department shall analyze the structural
21 integrity and overall facility quality of each of the correctional
22 facilities it owns or operates.

23 (2) The department shall issue a report for all correctional
24 facilities to the senate and house appropriations subcommittees on
25 corrections, the senate and house fiscal agencies, and the
26 legislative corrections ombudsman by October 1 setting forth the
27 following information for each facility: its name, street address,

1 and date of construction; its current maintenance costs; any
2 maintenance planned; its current utility costs; its expected future
3 capital improvement costs; and its expected future useful life.

4 Sec. 509. (1) The department shall conduct a study on the
5 Michigan state industries program. The study shall focus on
6 determining which industries have the maximum benefit to the
7 prisoner population in providing marketable skills and leading to
8 employable outcomes after release of the prisoner from a department
9 facility. The report shall also include data on the current
10 operations of Michigan state industries including: a list of and
11 the number of products sold, the operating budget, the location of
12 all Michigan state industries facilities, the number of prisoners
13 working through Michigan state industries, and purchasers of
14 products. Data in the report shall be data from the preceding
15 fiscal year.

16 (2) By December 1, the department shall provide a report to
17 the senate and house appropriations subcommittees on corrections,
18 the senate and house fiscal agencies, and the legislative
19 corrections ombudsman detailing the results and recommendations
20 from the study on Michigan state industries described in subsection
21 (1).

22 Sec. 510. The department, in collaboration with the department
23 of community health, shall establish an accounting structure within
24 the Michigan administrative information network that will allow
25 expenditures associated with the administration of the healthy
26 Michigan plan to be identified. By October 1, the department shall
27 provide the state budget office and the senate and house fiscal

1 agencies with the relevant accounting structure and associated
2 business objects script and report that group's administrative
3 costs.

4 Sec. 511. (1) By February 1, the department shall provide a
5 report to the senate and house appropriations subcommittees on
6 corrections, the senate and house fiscal agencies, the legislative
7 corrections ombudsman, and the state budget director which details
8 the strategic plan of the department. The report shall contain
9 strategies to decrease the overall recidivism rate, measurable
10 plans to increase the rehabilitative function of correctional
11 facilities, metrics to track and ensure prisoner readiness to re-
12 enter society, and constructive actions for providing prisoners
13 with life skills development.

14 (2) The intent of this report is to express that the mission
15 of the department is to provide an action plan before re-entry to
16 society that ensures prisoners' readiness for meeting parole
17 requirements and ensures a reduction in the total number of
18 released inmates who re-enter the criminal justice system.

19 **FIELD OPERATIONS ADMINISTRATION**

20 Sec. 601. (1) From the funds appropriated in part 1, the
21 department shall conduct a statewide caseload audit of field
22 agents. The audit shall address public protection issues and assess
23 the ability of the field agents to complete their professional
24 duties. The complete audit shall be submitted to the senate and
25 house appropriations subcommittees on corrections, the legislative
26 corrections ombudsman, the senate and house fiscal agencies, and

1 the state budget office by March 1.

2 (2) It is the intent of the legislature that the department
3 maintain a number of field agents sufficient to meet supervision
4 and workload standards.

5 Sec. 603. (1) All prisoners, probationers, and parolees
6 involved with the electronic tether program shall reimburse the
7 department for costs associated with their participation in the
8 program. The department may require community service work
9 reimbursement as a means of payment for those able-bodied
10 individuals unable to pay for the costs of the equipment.

11 (2) Program participant contributions and local community
12 tether program reimbursement for the electronic tether program
13 appropriated in part 1 are related to program expenditures and may
14 be used to offset expenditures for this purpose.

15 (3) Included in the appropriation in part 1 is adequate
16 funding to implement the community tether program to be
17 administered by the department. The community tether program is
18 intended to provide sentencing judges and county sheriffs in
19 coordination with local community corrections advisory boards
20 access to the state's electronic tether program to reduce prison
21 admissions and improve local jail utilization. The department shall
22 determine the appropriate distribution of the tether units
23 throughout the state based upon locally developed comprehensive
24 corrections plans under the community corrections act, 1988 PA 511,
25 MCL 791.401 to 791.414.

26 (4) For a fee determined by the department, the department
27 shall provide counties with the tether equipment, replacement

1 parts, administrative oversight of the equipment's operation,
2 notification of violators, and periodic reports regarding county
3 program participants. Counties are responsible for tether equipment
4 installation and service. For an additional fee as determined by
5 the department, the department shall provide staff to install and
6 service the equipment. Counties are responsible for the
7 coordination and apprehension of program violators.

8 (5) Any county with tether charges outstanding over 60 days
9 shall be considered in violation of the community tether program
10 agreement and lose access to the program.

11 Sec. 608. By March 1, the department shall report to the
12 senate and house appropriations subcommittees on corrections, the
13 legislative corrections ombudsman, the senate and house fiscal
14 agencies, and the state budget director on the use of electronic
15 monitoring. At a minimum, the report shall include all of the
16 following:

17 (a) Details on the failure rate of parolees for whom GPS
18 tether is utilized, including the number and rate of parolee
19 technical violations, including specifying failures due to
20 committing a new crime that is uncharged but leads to parole
21 termination, and the number and rate of parolee violators with new
22 sentences.

23 (b) Information on the factors considered in determining
24 whether an offender is placed on active GPS tether, passive GPS
25 tether, radio frequency tether, or some combination of these or
26 other types of electronic monitoring.

27 (c) Monthly data on the number of offenders on active GPS

1 tether, passive GPS tether, radio frequency tether, and any other
2 type of tether.

3 Sec. 611. The department shall prepare by March 1 individual
4 reports for the community re-entry program, the electronic tether
5 program, and the special alternative to incarceration program. The
6 reports shall be submitted to the senate and house appropriations
7 subcommittees on corrections, the legislative corrections
8 ombudsman, the senate and house fiscal agencies, and the state
9 budget director. Each program's report shall include information on
10 all of the following:

11 (a) Monthly new participants by type of offender. Community
12 re-entry program participants shall be categorized by reason for
13 placement. For technical rule violators, the report shall sort
14 offenders by length of time since release from prison, by the most
15 recent violation, and by the number of violations occurring since
16 release from prison.

17 (b) Monthly participant unsuccessful terminations, including
18 cause.

19 (c) Number of successful terminations.

20 (d) End month population by facility/program.

21 (e) Average length of placement.

22 (f) Return to prison statistics.

23 (g) Description of each program location or locations,
24 capacity, and staffing.

25 (h) Sentencing guideline scores and actual sentence statistics
26 for participants, if applicable.

27 (i) Comparison with prior year statistics.

1 (j) Analysis of the impact on prison admissions and jail
2 utilization and the cost effectiveness of the program.

3 Sec. 612. (1) The department shall review and revise as
4 necessary policy proposals that provide alternatives to prison for
5 offenders being sentenced to prison as a result of technical
6 probation violations and technical parole violations. To the extent
7 the department has insufficient policies or resources to affect the
8 continued increase in prison commitments among these offender
9 populations, the department shall explore other policy options to
10 allow for program alternatives, including department or OCC-funded
11 programs, local level programs, and programs available through
12 private agencies that may be used as prison alternatives for these
13 offenders.

14 (2) To the extent policies or programs described in subsection
15 (1) are used, developed, or contracted for, the department may
16 request that funds appropriated in part 1 be transferred under
17 section 393(2) of the management and budget act, 1984 PA 431, MCL
18 18.1393, for their operation.

19 (3) The department shall continue to utilize parole violator
20 processing guidelines that require parole agents to utilize all
21 available appropriate community-based, nonincarcerative postrelease
22 sanctions and services when appropriate. The department shall
23 periodically evaluate such guidelines for modification, in response
24 to emerging information from the demonstration projects for
25 substance abuse treatment provided under this part and applicable
26 provisions of prior budget acts for the department.

27 (4) The department shall provide annual reports to the senate

1 and house appropriations subcommittees on corrections, the
2 legislative corrections ombudsman, the senate and house fiscal
3 agencies, and the state budget director on the number of all
4 parolees returned to prison and probationers sentenced to prison
5 for either a technical violation or new sentence during the
6 preceding calendar quarter. The reports shall include the following
7 information each for probationers, parolees after their first
8 parole, and parolees who have been paroled more than once:

9 (a) The numbers of parole and probation violators returned to
10 or sent to prison for a new crime with a comparison of original
11 versus new offenses by major offense type: assaultive,
12 nonassaultive, drug, and sex.

13 (b) The numbers of parole and probation violators returned to
14 or sent to prison for a technical violation and the type of
15 violation, including, but not limited to, zero gun tolerance and
16 substance abuse violations. For parole technical rule violators,
17 the report shall list violations by type, by length of time since
18 release from prison, by the most recent violation, and by the
19 number of violations occurring since release from prison.

20 (c) The educational history of those offenders, including how
21 many had a GED or high school diploma prior to incarceration in
22 prison, how many received a GED while in prison, and how many
23 received a vocational certificate while in prison.

24 (d) The number of offenders who participated in the re-entry
25 program versus the number of those who did not.

26 (e) The unduplicated number of offenders who participated in
27 substance abuse treatment programs, mental health treatment

1 programs, or both, while in prison, itemized by diagnosis.

2 Sec. 615. The department shall submit a report containing a
3 list detailing the number of prisoners who have received life
4 imprisonment sentences with the possibility of parole and who are
5 currently eligible for parole to the senate and house
6 appropriations subcommittees on corrections, the senate and house
7 fiscal agencies, the legislative corrections ombudsman, and the
8 state budget director by January 1.

9 **HEALTH CARE**

10 Sec. 802. As a condition of expenditure of the funds
11 appropriated in part 1, the department shall provide the senate and
12 house of representatives appropriations subcommittees on
13 corrections, the legislative corrections ombudsman, the senate and
14 house fiscal agencies, and the state budget director with all of
15 the following:

16 (a) Quarterly reports on physical and mental health care
17 detailing quarterly and fiscal year-to-date expenditures itemized
18 by vendor, allocations, status of payments from contractors to
19 vendors, and projected year-end expenditures from accounts for
20 prisoner health care, mental health care, pharmaceutical services,
21 and durable medical equipment.

22 (b) Regular updates on progress on requests for proposals and
23 requests for information pertaining to prisoner health care and
24 mental health care, until the applicable contract is approved.

25 Sec. 803. (1) The department shall establish a standard
26 medical release form for all prisoners by October 1.

1 (2) The department shall assure that all prisoners, upon any
2 health care treatment, are given the opportunity to sign a release
3 of information form designating a family member or other individual
4 to whom the department shall release records information regarding
5 a prisoner. A release of information form signed by a prisoner
6 shall remain in effect for 1 year, and the prisoner may elect to
7 withdraw or amend the release form at any time.

8 (3) The department shall assure that any such signed release
9 forms follow a prisoner upon transfer to another department
10 facility or to the supervision of a parole officer.

11 (4) The form shall be placed on an online, public website
12 managed by the department.

13 Sec. 804. (1) The department shall report quarterly to the
14 senate and house appropriations subcommittees on corrections, the
15 legislative corrections ombudsman, the senate and house fiscal
16 agencies, and the state budget director on prisoner health care
17 utilization. The report shall include the number of inpatient
18 hospital days, outpatient visits, and emergency room visits in the
19 previous quarter, by facility.

20 (2) By March 1, the department shall report to the senate and
21 house appropriations subcommittees on corrections, the legislative
22 corrections ombudsman, the senate and house fiscal agencies, and
23 the state budget director on prisoners receiving off-site inpatient
24 medical care that would have received care in a state correctional
25 facility if beds were available. The report shall include the
26 number of prisoners receiving off-site inpatient medical care and
27 average length of stay in an off-site facility during the period

1 they would have received care in a state correctional facility if
2 beds were available, by month and correctional facilities.

3 Sec. 805. If a prisoner aged 26 years or under is determined
4 not to be eligible for Medicaid, the department shall determine
5 whether the prisoner is eligible for dependent health insurance
6 coverage.

7 Sec. 812. (1) The department shall provide the department of
8 human services with a monthly list of prisoners newly committed to
9 the department of corrections. The department and the department of
10 human services shall enter into an interagency agreement under
11 which the department of human services provides the department of
12 corrections with monthly lists of newly committed prisoners who are
13 eligible for Medicaid benefits in order to maintain the process by
14 which Medicaid benefits are suspended rather than terminated. The
15 department shall assist prisoners who may be eligible for Medicaid
16 benefits after release from prison with the Medicaid enrollment
17 process prior to release from prison.

18 (2) The department shall provide the senate and house
19 appropriations subcommittees on corrections, the legislative
20 corrections ombudsman, the senate and house fiscal agencies, and
21 the state budget director with quarterly updates on the utilization
22 of Medicaid benefits for prisoners.

23 Sec. 814. The department shall assure that psychotropic
24 medications are available, when deemed medically necessary by a
25 licensed medical service provider, to prisoners who have mental
26 illness diagnoses but are not enrolled in corrections mental health
27 services.

1 Sec. 816. By April 1, the department shall provide the members
2 of the senate and house appropriations subcommittees on
3 corrections, the senate and house fiscal agencies, the state budget
4 director, and the legislative corrections ombudsman with a report
5 on pharmaceutical expenditures and prescribing practices. In
6 particular, the report shall provide the following information:

7 (a) A detailed accounting of expenditures on antipsychotic
8 medications.

9 (b) Any changes that have been made to the prescription drug
10 formularies.

11 **CORRECTIONAL FACILITIES ADMINISTRATION**

12 Sec. 904. The department shall calculate the per prisoner/per
13 day cost for each prisoner security custody level. This calculation
14 shall include all actual direct and indirect costs for the previous
15 fiscal year, including, but not limited to, the value of services
16 provided to the department by other state agencies and the
17 allocation of statewide legacy costs. To calculate the per
18 prisoner/per day costs, the department shall divide these direct
19 and indirect costs by the average daily population for each custody
20 level. For multilevel facilities, the indirect costs that cannot be
21 accurately allocated to each custody level can be included in the
22 calculation on a per-prisoner basis for each facility. A report
23 summarizing these calculations and the direct and indirect costs
24 included in them shall be submitted to the senate and house
25 appropriations subcommittees on corrections, the legislative
26 corrections ombudsman, the senate and house fiscal agencies, and

1 the state budget director not later than December 15.

2 Sec. 906. Any local unit of government or private nonprofit
3 organization that contracts with the department for public works
4 services shall be responsible for financing the entire cost of such
5 an agreement.

6 Sec. 907. The department shall report by March 1 to the senate
7 and house appropriations subcommittees on corrections, the
8 legislative corrections ombudsman, the senate and house fiscal
9 agencies, and the state budget director on academic and vocational
10 programs. The report shall provide information relevant to an
11 assessment of the department's academic and vocational programs,
12 including, but not limited to, all of the following:

13 (a) The number of instructors and the number of instructor
14 vacancies, by program and facility.

15 (b) The number of prisoners enrolled in each program, the
16 number of prisoners completing each program, the number of
17 prisoners who fail each program, the number of prisoners who do not
18 complete each program and the reason for not completing the
19 program, the number of prisoners transferred to another facility
20 while enrolled in a program and the reason for transfer, the number
21 of prisoners enrolled who are repeating the program by reason, and
22 the number of prisoners on waiting lists for each program, all
23 itemized by facility.

24 (c) The steps the department has undertaken to improve
25 programs, track records, accommodate transfers and prisoners with
26 health care needs, and reduce waiting lists.

27 (d) The number of prisoners paroled without a high school

1 diploma and the number of prisoners paroled without a GED.

2 (e) An explanation of the value and purpose of each program,
3 for example, to improve employability, reduce recidivism, reduce
4 prisoner idleness, or some combination of these and other factors.

5 (f) An identification of program outcomes for each academic
6 and vocational program.

7 (g) An explanation of the department's plans for academic and
8 vocational programs, including plans to contract with intermediate
9 school districts for GED and high school diploma programs.

10 (h) The number of prisoners not paroled at their earliest
11 release date due to lack of a GED, and the reason those prisoners
12 have not obtained a GED.

13 Sec. 910. The department shall allow the Michigan Braille
14 transcribing fund program to operate at its current location. The
15 donation of the building by the Michigan Braille transcribing fund
16 at the G. Robert Cotton correctional facility in Jackson is
17 acknowledged and appreciated. The department shall continue to
18 encourage the Michigan Braille transcribing fund program to produce
19 high-quality materials for use by the visually impaired.

20 Sec. 911. By March 1, the department shall report to the
21 senate and house appropriations subcommittees on corrections, the
22 senate and house fiscal agencies, the legislative corrections
23 ombudsman, and the state budget director the number of critical
24 incidents occurring each month by type and the number and severity
25 of assaults and escape attempts occurring each month at each
26 facility during the immediately preceding calendar year.

27 Sec. 912. The department shall report to the senate and house

1 appropriations subcommittees on corrections, the legislative
2 corrections ombudsman, the senate and house fiscal agencies, and
3 the state budget director by March 1 on the ratio of correctional
4 officers to prisoners for each correctional institution, the ratio
5 of shift command staff to line custody staff, and the ratio of
6 noncustody institutional staff to prisoners for each correctional
7 institution.

8 Sec. 913. (1) It is the intent of the legislature that any
9 prisoner required to complete a violence prevention program, sexual
10 offender program, or other program as a condition of parole shall
11 be transferred to a facility where that program is available in
12 order to accomplish timely completion of that program prior to the
13 expiration of his or her minimum sentence and eligibility for
14 parole. Nothing in this section should be deemed to make parole
15 denial appealable in court.

16 (2) The department shall submit a quarterly report to the
17 members of the senate and house appropriations subcommittees on
18 corrections, the senate and house fiscal agencies, the state budget
19 director, and the legislative corrections ombudsman detailing
20 enrollment in sex offender programming, assaultive offender
21 programming, violent offender programming, and thinking for change.
22 At a minimum, the report shall include the following:

23 (a) A full accounting of the number of individuals who are
24 required to complete the programming, but have not yet done so.

25 (b) The number of individuals who have reached their earliest
26 release date, but who have not completed required programming.

27 (c) A plan of action for addressing any waiting lists or

1 backlogs for programming that may exist.

2 Sec. 915. The department shall explore opportunities to
3 collaborate with Michigan universities on establishing programs
4 that will allow graduate students to work in correctional
5 facilities to teach programming that is a condition of parole. The
6 intent of the legislature is that graduate students teaching in
7 correctional facilities will result in a cost savings for the
8 department and will reduce the number of individuals who are past
9 their earliest release dates due to the inability to obtain
10 programming.

11 Sec. 924. The department shall evaluate all prisoners at
12 intake for substance abuse disorders, serious developmental
13 disorders, serious mental illness, and other mental health
14 disorders. Prisoners with serious mental illness or serious
15 developmental disorders shall not be removed from the general
16 population as a punitive response to behavior caused by their
17 serious mental illness or serious developmental disorder. Due to
18 persistent high violence risk or severe disruptive behavior that is
19 unresponsive to treatment, prisoners with serious mental illness or
20 serious developmental disorders may be placed in secure residential
21 housing programs that will facilitate access to institutional
22 programming and ongoing mental health services. A prisoner with
23 serious mental illness or serious developmental disorder who is
24 confined in these specialized housing programs shall be evaluated
25 or monitored by a medical professional at a frequency of not less
26 than every 12 hours.

27 Sec. 925. By March 1, the department shall report to the

1 senate and house appropriations subcommittees on corrections, the
2 senate and house fiscal agencies, the legislative corrections
3 ombudsman, and the state budget director on the annual number of
4 prisoners in administrative segregation between October 1, 2012 and
5 September 30, 2014, and the annual number of prisoners in
6 administrative segregation between October 1, 2012 and September
7 30, 2014 who at any time during the current or prior prison term
8 were diagnosed with serious mental illness or have a developmental
9 disorder and the number of days each of the prisoners with serious
10 mental illness or a developmental disorder have been confined to
11 administrative segregation.

12 Sec. 929. From the funds appropriated in part 1, the
13 department shall do all of the following:

14 (a) Ensure that any inmate care and control staff in contact
15 with prisoners less than 18 years of age are adequately trained
16 with regard to the developmental and mental health needs of
17 prisoners less than 18 years of age. By April 1, the department
18 shall report to the senate and house appropriations subcommittees
19 on corrections, the senate and house fiscal agencies, and the state
20 budget director on the training curriculum used and the number and
21 types of staff receiving annual training under that curriculum.

22 (b) Provide appropriate placement for prisoners less than 18
23 years of age who have serious mental illness, serious emotional
24 disturbance, or a serious developmental disorder and need to be
25 housed separately from the general population. Prisoners less than
26 18 years of age who have serious mental illness, serious emotional
27 disturbance, or a serious developmental disorder shall not be

1 removed from an existing placement as a punitive response to
2 behavior caused by their serious mental illness, serious emotional
3 disturbance, or a serious developmental disorder. Due to persistent
4 high violence risk or severe disruptive behavior that is
5 unresponsive to treatment, prisoners less than 18 years of age with
6 serious emotional disturbance, serious mental illness, or serious
7 developmental disorders may be placed in secure residential housing
8 programs that will facilitate access to institutional programming
9 and ongoing mental health services. A prisoner less than 18 years
10 of age with serious mental illness, serious emotional disturbance,
11 or a serious developmental disorder who is confined in these
12 specialized housing programs shall be evaluated or monitored by a
13 medical professional at a frequency of not less than every 12
14 hours.

15 (c) Implement a specialized re-entry program that recognizes
16 the needs of prisoners less than 18 years old for supervised re-
17 entry.

18 Sec. 937. The department shall not issue a request for
19 proposal (RFP) for a contract in excess of \$5,000,000.00, unless
20 the department has first considered issuing a request for
21 information (RFI) or a request for qualification (RFQ) relative to
22 that contract to better enable the department to learn more about
23 the market for the products or services that are the subject of the
24 future RFP. The department shall notify the department of
25 technology, management, and budget of the evaluation process used
26 to determine if an RFI or RFQ was not necessary prior to issuing
27 the RFP.

1 Sec. 938. By January 1, the department, in consultation with
2 the departments of technology, management, and budget and community
3 health, shall issue a request for information for a contract to
4 provide beds in a skilled nursing facility for the placement of
5 geriatric and medically fragile inmates, such that those inmates
6 are eligible for Medicaid reimbursement.

7 Sec. 940. (1) Any lease, rental, contract, or other legal
8 agreement that includes a provision allowing a private person or
9 entity to use state-owned facilities or other property to conduct a
10 for-profit business enterprise shall require the lessee to pay fair
11 market value for the use of the state-owned property.

12 (2) The lease, rental, contract, or other legal agreement
13 shall also require the party using the property to make a payment
14 in lieu of taxes to the local jurisdictions that would otherwise
15 receive property tax revenue, as if the property were not owned by
16 the state.

17 Sec. 942. The department shall ensure that any contract with a
18 public or private party to operate a facility to house state
19 prisoners includes a provision to allow access by both the office
20 of the legislative auditor general and the office of the
21 legislative corrections ombudsman to the facility and to
22 appropriate records and documents related to the operation of the
23 facility. These access rights for both offices shall be the same
24 for the contracted facility as for a general state-operated
25 correctional facility.

26 MISCELLANEOUS

1 Sec. 1009. The department shall make an information packet for
2 the families of incoming prisoners available on the department's
3 website. The information packet shall be updated by February 1 of
4 each year thereafter. The packet shall provide information on
5 topics including, but not limited to: how to put money into
6 prisoner accounts, how to make phone calls or create Jpay email
7 accounts, how to visit in person, proper procedures for filing
8 complaints or grievances, the rights of prisoners to physical and
9 mental health care, how to utilize the offender tracking
10 information system (OTIS), truth-in-sentencing and how it applies
11 to minimum sentences, the parole process, and guidance on the
12 importance of the role of families in the reentry process. The
13 department is encouraged to partner with external advocacy groups
14 and actual families of prisoners in the packet-writing process to
15 ensure that the information is useful and complete.

16 Sec. 1011. The department shall accept in-kind services and
17 equipment donations to facilitate the addition of a cable network
18 that provides programming that will address the religious needs of
19 incarcerated individuals. This network shall be a cable television
20 network that presently reaches the majority of households in the
21 United States. A bilingual channel affiliated with this network may
22 also be added to department programming to assist the religious
23 needs of Spanish-speaking inmates. The addition of these channels
24 shall be of no additional cost to this state.

25 **CAPITAL OUTLAY**

26 Sec. 1051. The appropriations in part 1 for capital outlay

1 shall be carried forward at the end of the fiscal year consistent
2 with the provisions of section 248 of the management and budget
3 act, 1984 PA 431, MCL 18.1248.

4 PART 2A

5 PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS

6 FOR FISCAL YEAR 2015-2016

7 GENERAL SECTIONS

8 Sec. 1201. It is the intent of the legislature to provide
9 appropriations for the fiscal year ending on September 30, 2016 for
10 the line items listed in part 1. The fiscal year 2015-2016
11 appropriations are anticipated to be the same as those for fiscal
12 year 2014-2015, except that the line items will be adjusted for
13 changes in caseload and related costs, federal fund match rates,
14 economic factors, and available revenue. These adjustments will be
15 determined after the January 2015 consensus revenue estimating
16 conference.

17 ARTICLE VI

18 DEPARTMENT OF EDUCATION

19 PART 1

20 LINE-ITEM APPROPRIATIONS

21 Sec. 101. There is appropriated for the department of
22 education for the fiscal year ending September 30, 2015, from the
23 following funds:

1	DEPARTMENT OF EDUCATION		
2	APPROPRIATION SUMMARY		
3	Full-time equated unclassified positions.....	6.0	
4	Full-time equated classified positions.....	600.5	
5	GROSS APPROPRIATION.....		\$ 287,096,100
6	Interdepartmental grant revenues:		
7	Total interdepartmental grants and intradepartmental		
8	transfers		0
9	ADJUSTED GROSS APPROPRIATION.....		\$ 287,096,100
10	Federal revenues:		
11	Total federal revenues.....		189,473,500
12	Special revenue funds:		
13	Total local revenues.....		5,633,700
14	Total private revenues.....		1,933,300
15	Total other state restricted revenues.....		7,972,600
16	State general fund/general purpose.....		\$ 82,083,000
17	Sec. 102. STATE BOARD OF EDUCATION/OFFICE OF THE		
18	SUPERINTENDENT		
19	Full-time equated unclassified positions.....	6.0	
20	Full-time equated classified positions.....	11.0	
21	State board of education, per diem payments		\$ 24,400
22	Unclassified positions--6.0 FTE positions		795,100
23	State board/superintendent operations--11.0 FTE		
24	positions		<u>2,110,000</u>
25	GROSS APPROPRIATION.....		\$ 2,929,500
26	Appropriated from:		
27	Federal revenues:		

1	Federal revenues.....		222,400
2	Special revenue funds:		
3	Private foundations.....		28,100
4	Certification fees.....		861,100
5	State general fund/general purpose.....	\$	1,817,900
6	Sec. 103. CENTRAL SUPPORT		
7	Full-time equated classified positions..... 23.6		
8	Central support operations--23.6 FTE positions.....	\$	3,623,400
9	Worker's compensation.....		30,800
10	Building occupancy charges - property management		
11	services		3,053,700
12	Training and orientation workshops.....		150,000
13	Terminal leave payments.....		<u>554,700</u>
14	GROSS APPROPRIATION.....	\$	7,412,600
15	Appropriated from:		
16	Federal revenues:		
17	Federal revenues.....		1,641,400
18	Federal indirect funds.....		2,550,400
19	Special revenue funds:		
20	Certification fees.....		403,200
21	Teacher testing fees.....		3,800
22	Training and orientation workshop fees.....		150,000
23	State general fund/general purpose.....	\$	2,663,800
24	Sec. 104. INFORMATION TECHNOLOGY SERVICES		
25	Information technology operations.....	\$	<u>4,192,200</u>
26	GROSS APPROPRIATION.....	\$	4,192,200
27	Appropriated from:		

1	Federal revenues:		
2	Federal revenues.....		605,800
3	Federal indirect funds.....		1,789,800
4	Special revenue funds:		
5	Local cost sharing (schools for deaf/blind)		76,500
6	Certification fees.....		390,400
7	State general fund/general purpose.....	\$	1,329,700
8	Sec. 105. SPECIAL EDUCATION SERVICES		
9	Full-time equated classified positions.....	47.0	
10	Special education operations--47.0 FTE positions	\$	<u>8,937,300</u>
11	GROSS APPROPRIATION.....	\$	8,937,300
12	Appropriated from:		
13	Federal revenues:		
14	Federal revenues.....		8,457,300
15	Special revenue funds:		
16	Private foundations.....		110,100
17	Certification fees.....		44,100
18	State general fund/general purpose.....	\$	325,800
19	Sec. 106. MICHIGAN SCHOOLS FOR THE DEAF AND BLIND		
20	Full-time equated classified positions.....	77.0	
21	Michigan schools for the deaf and blind operations--		
22	76.0 FTE positions	\$	12,664,500
23	Camp Tuhsmeheeta--1.0 FTE position.....		295,100
24	Private gifts - blind.....		200,000
25	Private gifts - deaf.....		<u>50,000</u>
26	GROSS APPROPRIATION.....	\$	13,209,600
27	Appropriated from:		

1	Federal revenues:		
2	Federal revenues.....		6,900,400
3	Special revenue funds:		
4	Local cost sharing (schools for deaf/blind)		5,233,000
5	Local school district service fees.....		312,500
6	Gifts, bequests, and donations.....		545,100
7	Student insurance revenue.....		218,600
8	State general fund/general purpose.....	\$	0
9	Sec. 107. PROFESSIONAL PREPARATION SERVICES		
10	Full-time equated classified positions.....	34.0	
11	Professional preparation operations--34.0 FTE		
12	positions	\$	5,896,800
13	Department of attorney general.....		<u>66,000</u>
14	GROSS APPROPRIATION.....	\$	5,962,800
15	Appropriated from:		
16	Federal revenues:		
17	Federal revenues.....		1,444,800
18	Special revenue funds:		
19	Certification fees.....		3,882,700
20	Teacher college review fees.....		55,300
21	Teacher testing fees.....		359,300
22	State general fund/general purpose.....	\$	220,700
23	Sec. 108. MICHIGAN OFFICE OF GREAT START		
24	Full-time equated classified positions.....	65.0	
25	Office of great start operations--64.0 FTE positions .	\$	22,830,300
26	Child development and care external support		17,766,500
27	Head start collaboration office--1.0 FTE position		307,700

1	Child development and care public assistance	<u>110,292,000</u>
2	GROSS APPROPRIATION.....	\$ 151,196,500
3	Appropriated from:	
4	Federal revenues:	
5	Federal revenues.....	110,264,600
6	Special revenue funds:	
7	Private foundations.....	250,000
8	Certification fees.....	64,200
9	State general fund/general purpose.....	\$ 40,617,700
10	Sec. 109. STATE AID AND SCHOOL FINANCE SERVICES	
11	Full-time equated classified positions..... 11.5	
12	State aid and school finance operations--9.5 FTE	
13	positions	\$ 1,361,500
14	Financial independence team operations--2.0 FTE	
15	positions	<u>500,000</u>
16	GROSS APPROPRIATION.....	\$ 1,861,500
17	Appropriated from:	
18	State general fund/general purpose.....	\$ 1,861,500
19	Sec. 110. AUDIT SERVICES	
20	Full-time equated classified positions..... 4.5	
21	Audit operations--4.5 FTE positions.....	<u>\$ 602,200</u>
22	GROSS APPROPRIATION.....	\$ 602,200
23	Appropriated from:	
24	Federal revenues:	
25	Federal indirect funds.....	478,700
26	Special revenue funds:	
27	Certification fees.....	61,200

1	State general fund/general purpose.....	\$	62,300
2	Sec. 111. ADMINISTRATIVE LAW SERVICES		
3	Full-time equated classified positions.....	2.0	
4	Administrative law operations--2.0 FTE positions.....	\$	<u>1,310,700</u>
5	GROSS APPROPRIATION.....	\$	1,310,700
6	Appropriated from:		
7	Federal revenues:		
8	Federal revenues.....		551,600
9	Special revenue funds:		
10	Certification fees.....		686,000
11	State general fund/general purpose.....	\$	73,100
12	Sec. 112. ACCOUNTABILITY SERVICES		
13	Full-time equated classified positions.....	65.6	
14	Accountability services operations--65.6 FTE positions	\$	<u>14,637,700</u>
15	GROSS APPROPRIATION.....	\$	14,637,700
16	Appropriated from:		
17	Federal revenues:		
18	Federal revenues.....		13,460,700
19	State general fund/general purpose.....	\$	1,177,000
20	Sec. 113. SCHOOL SUPPORT SERVICES		
21	Full-time equated classified positions.....	82.6	
22	School support services operations--82.6 FTE positions	\$	15,111,700
23	Federal and private grants.....		<u>3,000,000</u>
24	GROSS APPROPRIATION.....	\$	18,111,700
25	Appropriated from:		
26	Federal revenues:		
27	Federal revenues.....		16,263,600

1	Special revenue funds:		
2	Local school district service fees		11,700
3	Private foundations		1,000,000
4	Certification fees		85,700
5	Commodity distribution fees		71,700
6	State general fund/general purpose	\$	679,000
7	Sec. 114. FIELD SERVICES		
8	Full-time equated classified positions.....	45.0	
9	Field services operations--45.0 FTE positions	\$	<u>9,194,500</u>
10	GROSS APPROPRIATION	\$	9,194,500
11	Appropriated from:		
12	Federal revenues:		
13	Federal revenues		8,894,300
14	Special revenue funds:		
15	Certification fees		77,200
16	State general fund/general purpose	\$	223,000
17	Sec. 115. EDUCATIONAL IMPROVEMENT AND INNOVATION		
18	SERVICES		
19	Full-time equated classified positions.....	63.7	
20	Educational improvement and innovation operations--		
21	63.7 FTE positions	\$	9,382,500
22	Educator evaluations and assessments phase-in		
23	operations		<u>3,414,000</u>
24	GROSS APPROPRIATION	\$	12,796,500
25	Appropriated from:		
26	Federal revenues:		
27	Federal revenues		6,514,500

1	Special revenue funds:		
2	Certification fees.....		558,100
3	State general fund/general purpose.....	\$	5,723,900
4	Sec. 116. CAREER AND TECHNICAL EDUCATION		
5	Full-time equated classified positions.....	27.0	
6	Career and technical education operations--27.0 FTE		
7	positions	\$	<u>4,758,300</u>
8	GROSS APPROPRIATION.....	\$	4,758,300
9	Appropriated from:		
10	Federal revenues:		
11	Federal revenues.....		3,826,200
12	State general fund/general purpose.....	\$	932,100
13	Sec. 117. LIBRARY OF MICHIGAN		
14	Full-time equated classified positions.....	33.0	
15	Library of Michigan operations--32.0 FTE positions ...	\$	4,419,700
16	Library services and technology program--1.0 FTE		
17	position		5,607,000
18	State aid to libraries.....		8,876,000
19	Michigan eLibrary.....		1,750,000
20	Renaissance zone reimbursements.....		4,700,000
21	MPERS payments to libraries.....		<u>2,200,000</u>
22	GROSS APPROPRIATION.....	\$	27,552,700
23	Appropriated from:		
24	Federal revenues:		
25	IMLS, library services and technology act.....		5,607,000
26	State general fund/general purpose.....	\$	21,945,700
27	Sec. 118. SCHOOL REFORM OFFICE		

1	Full-time equated classified positions.....	8.0	
2	School reform office operations--8.0 FTE positions ...		\$ <u>2,429,800</u>
3	GROSS APPROPRIATION.....		\$ 2,429,800
4	Appropriated from:		
5	State general fund/general purpose.....		\$ 2,429,800

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2014-2015

GENERAL SECTIONS

10 Sec. 201. Pursuant to section 30 of article IX of the state
11 constitution of 1963, total state spending from state resources
12 under part 1 for the fiscal year ending September 30, 2015 is
13 \$90,055,600.00 and state spending from state resources to be paid
14 to local units of government for the fiscal year ending September
15 30, 2015 is \$15,776,000.00. The itemized statement below identifies
16 appropriations from which spending to local units of government
17 will occur:

DEPARTMENT OF EDUCATION

19	State aid to libraries.....	\$	8,876,000
20	Renaissance zone reimbursements.....		4,700,000
21	MPERS payments to libraries.....		<u>2,200,000</u>
22	Total department of education.....	\$	15,776,000

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

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

2 (a) "Department" means the Michigan department of education.

3 (b) "District" means a local school district as defined in
4 section 6 of the revised school code, 1976 PA 451, MCL 380.6, or a
5 public school academy as defined in section 5 of the revised school
6 code, 1976 PA 451, MCL 380.5.

7 (c) "FTE" means full-time equated.

8 (d) "IMLS" means institute of museum and library services.

9 (e) "Participating entity" means a district library that is a
10 reporting unit of the Michigan public school employees' retirement
11 system under the public school employees retirement act of 1979,
12 1980 PA 300, MCL 38.1301 to 38.1437, and that reports employees to
13 the Michigan public school employees' retirement system for the
14 applicable fiscal year.

15 (f) "Retirement board" means the board that administers the
16 retirement system under the public school employees retirement act
17 of 1979, 1980 PA 300, MCL 38.1301 to 38.1437.

18 (g) As used in this part and part 1, "retirement system" and
19 "MPSERS" mean the Michigan public school employees' retirement
20 system under the public school employees retirement act of 1979,
21 1980 PA 300, MCL 38.1301 to 38.1437.

22 Sec. 204. The state superintendent of public instruction shall
23 take all reasonable steps to ensure businesses in deprived and
24 depressed communities compete for and perform contracts to provide
25 services or supplies, or both. The state superintendent of public
26 instruction shall strongly encourage firms with which the
27 department contracts to subcontract with certified businesses in

1 depressed and deprived communities for services, supplies, or both.

2 Sec. 205. The departments and agencies shall use the Internet
3 to fulfill the reporting requirements of this part. This
4 requirement may include transmission of reports via electronic mail
5 to the recipients identified for each reporting requirement, or it
6 may include placement of reports on an Internet or Intranet site.

7 Sec. 206. The department shall provide through the Internet
8 the state board of education agenda and all supporting documents,
9 and shall notify the state budget director and the senate and house
10 fiscal agencies that the agenda and supporting documents are
11 available on the Internet, at the time the agenda and supporting
12 documents are provided to state board of education members.

13 Sec. 207. The department shall cooperate with the department
14 of technology, management, and budget to maintain a searchable
15 website accessible by the public at no cost that includes, but is
16 not limited to, all of the following for each department or agency:

17 (a) Fiscal year-to-date expenditures by category.

18 (b) Fiscal year-to-date expenditures by appropriation unit.

19 (c) Fiscal year-to-date payments to a selected vendor,
20 including the vendor name, payment date, payment amount, and
21 payment description.

22 (d) The number of active department employees by job
23 classification.

24 (e) Job specifications and wage rates.

25 Sec. 208. The department shall require all districts and
26 intermediate school districts to maintain complete records within
27 the personnel file of a teacher or school employee of any

1 disciplinary actions taken by the governing board against the
2 teacher or employee for sexual misconduct. The records shall not be
3 destroyed or removed from the teacher's or employee's personnel
4 file except as required by a court order.

5 Sec. 211. To the extent the state continues to identify
6 schools as meeting proficiency targets, before publishing a list of
7 schools or districts determined to have failed to make adequate
8 yearly progress as required by the no child left behind act of
9 2001, Public Law 107-110, the department shall allow a school or
10 district to appeal that determination. The department shall
11 consider and act upon the appeal within 30 days after it is
12 submitted and shall not publish the list until after all appeals
13 have been considered and decided.

14 Sec. 212. Funds appropriated in part 1 shall not be used for
15 the purchase of foreign goods or services, or both, if
16 competitively priced and comparable quality American goods or
17 services, or both, are available. Preference shall be given to
18 goods or services, or both, manufactured or provided by Michigan
19 businesses if they are competitively priced and of comparable
20 quality. In addition, preference should be given to goods or
21 services, or both, manufactured or provided by Michigan businesses
22 owned and operated by veterans if they are competitively priced and
23 of comparable quality.

24 Sec. 214. The department and agencies receiving appropriations
25 in part 1 shall prepare a report on out-of-state travel expenses
26 not later than January 1 of each year. The travel report shall be a
27 listing of all travel by classified and unclassified employees

1 outside this state in the immediately preceding fiscal year that
2 was funded in whole or in part with funds appropriated in the
3 department's budget. The report shall be submitted to the senate
4 and house appropriations committees, the house and senate fiscal
5 agencies, and the state budget director. The report must include
6 the following information:

7 (a) The dates of each travel occurrence.

8 (b) The transportation and related costs of each travel
9 occurrence, including the proportion funded with state general
10 fund/general purpose revenues, the proportion funded with state
11 restricted revenues, the proportion funded with federal revenues,
12 and the proportion funded with other revenues.

13 Sec. 216. The department shall not take disciplinary action
14 against an employee who communicates truthfully and factually with
15 a member of the legislature or his or her staff.

16 Sec. 218. The department and agencies receiving appropriations
17 in part 1 shall receive and retain copies of all reports funded
18 from appropriations in part 1. Federal and state guidelines for
19 short-term and long-term retention of records shall be followed.
20 The department may electronically retain copies of reports unless
21 otherwise required by federal and state guidelines.

22 Sec. 219. (1) In addition to the funds appropriated in part 1,
23 there is appropriated an amount not to exceed \$5,000,000.00 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,
27 1984 PA 431, MCL 18.1393.

1 (2) In addition to the funds appropriated in part 1, there is
2 appropriated an amount not to exceed \$700,000.00 for state
3 restricted contingency funds. These funds are not available for
4 expenditure until they have been transferred to another line item
5 in part 1 under section 393(2) of the management and budget act,
6 1984 PA 431, MCL 18.1393.

7 (3) In addition to the funds appropriated in part 1, there is
8 appropriated an amount not to exceed \$250,000.00 for local
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 (4) In addition to the funds appropriated in part 1, there is
14 appropriated an amount not to exceed \$3,000,000.00 for private
15 contingency funds. These funds are not available for expenditure
16 until they have been transferred to another line item in part 1
17 under section 393(2) of the management and budget act, 1984 PA 431,
18 MCL 18.1393.

19 Sec. 220. (1) The department shall provide data requested by a
20 member of the legislature, his or her staff, or the house and
21 senate fiscal agencies in a timely manner. If the department fails
22 to provide reasonably requested data within 30 days after the
23 request, the state money appropriated in part 1 for state
24 board/superintendent operations shall be reduced by 1%.

25 (2) If the department fails to provide to the legislature
26 reports and other data required by boilerplate or statute within 30
27 days after the date the information is due, the state money

1 appropriated in part 1 for state board/superintendent operations
2 shall be reduced by 1%.

3 Sec. 221. Funds appropriated in part 1 shall not be used by a
4 principal executive department, state agency, or authority to hire
5 a person to provide legal services that are the responsibility of
6 the attorney general. This prohibition does not apply to legal
7 services for bonding activities and for those activities that the
8 attorney general authorizes.

9 Sec. 222. The department shall maintain, on a publicly
10 accessible website, a department scorecard that identifies, tracks,
11 and regularly updates key metrics that are used to monitor and
12 improve the agency's performance.

13 Sec. 226. Not later than November 30, the state budget office
14 shall prepare and transmit a report that provides for estimates of
15 the total general fund/general purpose appropriation lapses at the
16 close of the fiscal year. This report shall summarize the projected
17 year-end general fund/general purpose appropriation lapses by major
18 departmental program or program areas. The report shall be
19 transmitted to the office of the state budget, the chairpersons of
20 the senate and house appropriations committees, and the senate and
21 house fiscal agencies.

22 Sec. 227. Within 14 days after the release of the executive
23 budget recommendation, the department shall cooperate with the
24 state budget office to provide the senate and house appropriations
25 chairs, the senate and house appropriations subcommittees
26 responsible for the department budget, respectively, and the senate
27 and house fiscal agencies with an annual report on estimated state

1 restricted fund balances, state restricted fund projected revenues,
2 and state restricted fund expenditures for the fiscal years ending
3 September 30, 2014 and September 30, 2015.

4 Sec. 230. The department may assist the department of
5 community health, other departments, and local school districts to
6 secure reimbursement for eligible services provided in Michigan
7 schools from the federal Medicaid program. The department may
8 submit reports of direct expenses related to this effort to the
9 department of community health for reimbursement.

10 Sec. 231. Total authorized appropriations from all sources
11 under part 1 for legacy costs for the fiscal year ending September
12 30, 2015 is estimated at \$15,637,500.00. Total agency
13 appropriations for pension-related legacy costs are estimated at
14 \$8,739,900.00. Total agency appropriations for retiree health care
15 legacy costs are estimated at \$6,897,600.00.

16 Sec. 233. No state department or agency shall issue a request
17 for proposal (RFP) for a contract in excess of \$5,000,000.00,
18 unless the department or agency has first considered issuing a
19 request for information (RFI) or a request for qualification (RFQ)
20 relative to that contract to better enable the department or agency
21 to learn more about the market for the products or services that
22 are the subject of the future RFP. The department or agency shall
23 notify the department of technology, management, and budget of the
24 evaluation process used to determine if an RFI or RFQ was not
25 necessary prior to issuing the RFP.

26 Sec. 234. (1) For each new program or program expansion for
27 which funds in excess of \$500,000.00 are appropriated in part 1,

1 the department shall identify specific benchmarks intended to
2 measure the performance or return on taxpayer investment of the
3 program and its associated expenditures. Not later than November 1,
4 2014, the department shall report the proposed benchmarks to the
5 house and senate appropriations subcommittees for that department,
6 the house and senate fiscal agencies, and the state budget
7 director. The department shall provide an update on its progress in
8 achieving those benchmarks at an appropriations subcommittee
9 meeting called for the purpose of discussing benchmarks and their
10 status.

11 (2) It is the intent of the legislature that, beginning with
12 the budget for the fiscal year ending September 30, 2016, any
13 proposal for a new program or an expansion of an existing program
14 in excess of \$500,000.00 initiated by the executive branch or the
15 legislature shall include, as part of the original proposal or
16 budget request, a list of benchmarks intended to measure the
17 performance or return on taxpayer investment of the program or
18 spending increase.

19 Sec. 235. The department shall not enter into a contract
20 funded under part 1 that exceeds \$1,000,000.00 or seek a federal
21 waiver from the no child left behind act of 2001, Public Law 107-
22 110, or an amendment to the federal waiver, until after
23 notification of the content to both the house and senate
24 appropriations committees.

25 Sec. 236. From the funds appropriated in part 1, the
26 department shall compile a report that identifies the mandates
27 required of nonpublic schools. In compiling the report, the

1 department may consult with relevant statewide education
2 associations in Michigan. The report compiled by the department
3 shall indicate the type of mandate, including, but not limited to,
4 student health, student or building safety, accountability, and
5 educational requirements, and shall indicate whether a school has
6 to report on the specified mandates. The report required under this
7 section shall be completed by April 1, 2015 and transmitted to the
8 state budget director, the house and senate appropriations
9 subcommittees responsible for the department of education, and the
10 senate and house fiscal agencies not later than April 15, 2015.

11 **STATE BOARD/OFFICE OF THE SUPERINTENDENT**

12 Sec. 301. (1) The appropriations in part 1 may be used for per
13 diem payments to the state board for meetings at which a quorum is
14 present or for performing official business authorized by the state
15 board. The per diem payments shall be at a rate as follows:

16 (a) State board of education - president - \$110.00 per day.

17 (b) State board of education - member other than president -
18 \$100.00 per day.

19 (2) A state board of education member shall not be paid a per
20 diem for more than 30 days per year.

21 Sec. 302. From the amount appropriated in part 1 to the state
22 board of education, not more than \$35,000.00 for the fiscal year
23 ending September 30, 2015 shall be expended for in-state travel and
24 out-of-state travel directly related to the duties of the state
25 board of education.

1 **MICHIGAN SCHOOLS FOR THE DEAF AND BLIND**

2 Sec. 401. The employees at the Michigan schools for the deaf
3 and blind who work on a school year basis are considered annual
4 employees for purposes of service credits, retirement, and
5 insurance benefits.

6 Sec. 402. For each student enrolled at the Michigan schools
7 for the deaf and blind, the department shall assess the
8 intermediate school district of residence 100% of the cost of
9 operating the student's instructional program. The amount shall
10 exclude room and board related costs and the cost of weekend
11 transportation between the school and the student's home.

12 Sec. 406. (1) The Michigan schools for the deaf and blind may
13 promote its residential program as a possible appropriate option
14 for children who are deaf or hard of hearing or who are blind or
15 visually impaired. The Michigan schools for the deaf and blind
16 shall distribute information detailing its services to all
17 intermediate school districts in the state.

18 (2) Upon knowledge of or recognition by an intermediate school
19 district that a child in the district is deaf or hard of hearing or
20 blind or visually impaired, the intermediate school district shall
21 provide to the parents of the child the literature distributed by
22 the Michigan schools for the deaf and blind to intermediate school
23 districts under subsection (1).

24 (3) Parents will continue to have a choice regarding the
25 educational placement of their deaf or hard-of-hearing children.

26 Sec. 407. Revenue received by the Michigan schools for the
27 deaf and blind from gifts, bequests, donations, and local district

1 service fees that is unexpended at the end of the state fiscal year
2 may be carried over to the succeeding fiscal year and shall not
3 revert to the general fund.

4 **PROFESSIONAL PREPARATION SERVICES**

5 Sec. 501. From the funds appropriated in part 1 for
6 professional preparation services, the department shall maintain
7 the registry of educational personnel and certificate
8 revocation/felony conviction files.

9 Sec. 502. The department shall authorize teacher preparation
10 institutions to provide an alternative program by which up to 1/2
11 of the required student internship or student teaching credits may
12 be earned through substitute teaching. The department shall require
13 that teacher preparation institutions collaborate with school
14 districts to ensure that the quality of instruction provided to
15 student teachers is comparable to that required in a traditional
16 student teaching program.

17 Sec. 506. Revenue received from teacher testing fees that is
18 unexpended at the end of the state fiscal year may be carried over
19 to the succeeding fiscal year and shall not revert to the general
20 fund.

21 **STATE AID AND SCHOOL FINANCE SERVICES**

22 Sec. 601. Funds appropriated in part 1 for the financial
23 independence team shall be expended for the purpose of implementing
24 an early warning system to identify districts and intermediate
25 school districts that are in need of financial attention. The

1 financial independence team shall provide expertise, technical
2 assistance, and the resources necessary to address the financial
3 needs for those identified distressed districts and intermediate
4 school districts.

5 **EDUCATIONAL IMPROVEMENT AND INNOVATION SERVICES**

6 Sec. 702. Funds appropriated in part 1 for educator
7 evaluations and assessments phase-in shall not be expended unless
8 House Bill Nos. 5223 and 5224 of the 97th Legislature are enacted
9 into law.

10 **LIBRARY OF MICHIGAN**

11 Sec. 801. In addition to the funds appropriated in part 1, the
12 funds collected by the department for document reproduction and
13 services; conferences, workshops, and training classes; and the use
14 of specialized equipment, facilities, and software are appropriated
15 for all expenses necessary to provide the required services. These
16 funds are available for expenditure when they are received and may
17 be carried forward into the next succeeding fiscal year.

18 Sec. 803. It is the intent of the legislature that the library
19 of Michigan and the component programs currently within the library
20 of Michigan with the exception of the genealogical collections
21 shall be kept together in a state department.

22 Sec. 804. (1) The funds appropriated in part 1 for renaissance
23 zone reimbursements shall be used to reimburse public libraries
24 under section 12 of the Michigan renaissance zone act, 1996 PA 376,
25 MCL 125.2692, for taxes levied in 2014. The allocations shall be

1 made not later than 60 days after the department of treasury
2 certifies to the department and to the state budget director that
3 the department of treasury has received all necessary information
4 to properly determine the amounts due to each eligible recipient.

5 (2) If the amount appropriated under this section is not
6 sufficient to fully pay obligations under this section, payments
7 shall be prorated on an equal basis among all eligible public
8 libraries.

9 Sec. 805. (1) The funds appropriated in part 1 for Michigan
10 public school employees' retirement system reform costs shall be
11 used for payments to district libraries that are participating
12 entities of the Michigan public school employees' retirement
13 system.

14 (2) Payments made under this section shall be equal to the
15 difference between the unfunded actuarial accrued liability
16 contribution rate as calculated pursuant to section 41 of the
17 public school employees retirement act of 1979, 1980 PA 300, MCL
18 38.1341, as calculated without taking into account the maximum
19 employer rate of 20.96% included in section 41 of the public school
20 employees retirement act of 1979, 1980 PA 300, MCL 38.1341, and the
21 maximum employer rate of 20.96% included in section 41 of the
22 public school employees retirement act of 1979, 1980 PA 300, MCL
23 38.1341.

24 (3) The amount allocated to each district library under this
25 section shall be based on each district library's proportion of the
26 total covered payroll for the immediately preceding fiscal year for
27 all district libraries that are participating entities. District

1 libraries that receive funds under this section shall use the funds
2 solely for the purpose of retirement contributions as specified in
3 subsection (4).

4 (4) Each participating entity receiving funds under this
5 section shall forward an amount equal to the amount allocated under
6 subsection (3) to the retirement system in a form, manner, and time
7 frame determined by the retirement system.

8 **SCHOOL SUPPORT SERVICES**

9 Sec. 901. Within 10 days of the receipt of a grant
10 appropriated in the federal and private grants line item in part 1,
11 the department shall notify the house and senate chairpersons of
12 the appropriations subcommittees responsible for the department
13 budget, the house and senate fiscal agencies, and the state budget
14 director of the receipt of the grant, including the funding source,
15 purpose, and amount of the grant.

16 **MICHIGAN OFFICE OF GREAT START**

17 Sec. 1001. By November 1, 2014, the department shall submit a
18 report to the house and senate appropriations subcommittees on the
19 department of education budget and the house and senate fiscal
20 agencies on the number of eligible child care providers by type
21 receiving payment for child care services from the department on
22 October 1, 2014.

23 Sec. 1003. (1) The department shall provide the house and
24 senate appropriations subcommittees on the department budget with
25 an annual report on all funding appropriated to the early childhood

1 investment corporation (ECIC) by the state for fiscal year 2013-
2 2014. The report is due by February 15 and shall contain at least
3 the following information:

4 (a) Total funding appropriated to the early childhood
5 investment corporation by the state for fiscal year 2013-2014.

6 (b) The amount of funding for each grant awarded.

7 (c) The grant recipients.

8 (d) The activities funded by each grant.

9 (e) An analysis of each grant recipient's success in
10 addressing the development of a comprehensive system of early
11 childhood services and supports.

12 (2) All department contracts for early childhood comprehensive
13 systems planning shall be bid out through a statewide request-for-
14 proposal process.

15 **SCHOOL REFORM OFFICE**

16 Sec. 1101. (1) From the funds appropriated in part 1, the
17 department shall assure all of the following:

18 (a) That public schools that are removed from the control of a
19 district by action of the state reform/redesign officer,
20 superintendent of public instruction, or any other entity remain in
21 compliance with all applicable state and federal law concerning
22 special education.

23 (b) That students at public schools described in subdivision
24 (a) with individualized education programs are afforded special
25 education services in accordance with applicable state and federal
26 law concerning special education.

1 environmental quality for the fiscal year ending September 30,
 2 2015, from the following funds:

3 **DEPARTMENT OF ENVIRONMENTAL QUALITY**

4 APPROPRIATION SUMMARY

5	Full-time equated unclassified positions.....	6.0	
6	Full-time equated classified positions.....	1,284.5	
7	GROSS APPROPRIATION.....		\$ 502,591,800
8	Interdepartmental grant revenues:		
9	Total interdepartmental grants and intradepartmental		
10	transfers		9,530,500
11	ADJUSTED GROSS APPROPRIATION.....		\$ 493,061,300
12	Federal revenues:		
13	Federal funds.....		149,867,600
14	Special revenue funds:		
15	Private funds.....		546,900
16	Total other state restricted revenues.....		301,770,900
17	State general fund/general purpose.....		\$ 40,875,900
18	State general fund/general purpose schedule:		
19	Ongoing state general fund/general		
20	purpose	38,375,900	
21	One-time state general fund/general		
22	purpose	2,500,000	
23	FUND SOURCE SUMMARY		
24	Full-time equated unclassified positions.....	6.0	
25	Full-time equated classified positions.....	1,284.5	
26	GROSS APPROPRIATION.....		\$ 502,591,800
27	Interdepartmental grant revenues:		

1	IDG, MDOT - Michigan transportation fund.....	1,312,800
2	IDG, MDSP.....	1,562,900
3	IDT, interdivisional charges.....	2,053,400
4	IDT, laboratory services.....	4,601,400
5	Total interdepartmental grants and intradepartmental	
6	transfers	9,530,500
7	ADJUSTED GROSS APPROPRIATION.....	\$ 493,061,300
8	Federal revenues:	
9	Federal funds.....	149,867,600
10	Special revenue funds:	
11	Private funds.....	546,900
12	Air emissions fees.....	10,670,000
13	Campground fund.....	334,300
14	Clean Michigan initiative - response activities.....	5,500,000
15	Clean Michigan initiative - clean water fund.....	2,617,100
16	Clean Michigan initiative - contaminated sediments...	665,000
17	Clean Michigan initiative - nonpoint source.....	500,000
18	Cleanup and redevelopment fund.....	22,620,500
19	Community pollution prevention fund.....	250,000
20	Electronic waste recycling fund.....	342,400
21	Environmental education fund.....	164,300
22	Environmental perpetual care fund.....	115,000
23	Environmental pollution prevention fund.....	8,247,300
24	Environmental protection fund.....	2,165,800
25	Environmental response fund.....	5,721,100
26	Fees and collections.....	478,100
27	Financial instruments.....	5,000,000

1	Great Lakes protection fund.....	295,000
2	Groundwater discharge permit fees.....	1,723,200
3	Infrastructure construction fund.....	50,000
4	Land and water permit fees.....	3,939,000
5	Landfill maintenance trust fund.....	30,400
6	Medical waste emergency response fund.....	346,100
7	Metallic mining surveillance fee revenue.....	160,900
8	Mineral well regulatory fee revenue.....	233,400
9	Nonferrous metallic mineral surveillance.....	105,300
10	NPDES fees.....	4,468,900
11	Oil and gas regulatory fund.....	11,398,100
12	Orphan well fund.....	2,345,800
13	Public swimming pool fund.....	661,500
14	Public utility assessments.....	287,800
15	Public water supply fees.....	4,896,700
16	Refined petroleum fund.....	53,617,900
17	Retired engineers technical assistance program.....	670,400
18	Revitalization revolving loan fund.....	101,000
19	Revolving loan revenue bonds.....	11,400,000
20	Sand extraction fee revenue.....	100,500
21	Scrap tire regulatory fund.....	5,128,000
22	Septage waste contingency fund.....	18,100
23	Septage waste program fund.....	540,700
24	Settlement funds.....	652,100
25	Sewage sludge land application fees.....	1,113,500
26	Small business pollution prevention revolving loan	
27	fund	163,000

1	Soil erosion and sedimentation control training fund .	167,500
2	Solid waste management fund - staff account	5,444,600
3	Stormwater permit fees	3,067,400
4	Strategic water quality initiatives fund	116,176,100
5	Wastewater operator training fees	593,100
6	Water analysis fees	2,260,200
7	Water pollution control revolving fund	3,844,600
8	Water quality protection fund	100,000
9	Water use reporting fees	279,200
10	Total other state restricted revenues	301,770,900
11	State general fund/general purpose	\$ 40,875,900
12	Sec. 102. EXECUTIVE OPERATIONS	
13	Full-time equated unclassified positions..... 6.0	
14	Full-time equated classified positions..... 13.0	
15	Unclassified salaries--6.0 FTE positions	\$ 724,700
16	Executive direction--13.0 FTE positions	<u>2,080,900</u>
17	GROSS APPROPRIATION	\$ 2,805,600
18	Appropriated from:	
19	Federal revenues:	
20	Federal funds	39,600
21	Special revenue funds:	
22	Environmental response fund	217,900
23	Oil and gas regulatory fund	399,900
24	Refined petroleum fund	593,100
25	Settlement funds	68,800
26	State general fund/general purpose	\$ 1,486,300
27	Sec. 103. OFFICE OF THE GREAT LAKES	

1	Full-time equated classified positions.....	12.0		
2	Office of the Great Lakes--12.0 FTE positions		\$	2,894,700
3	Coastal management grants.....			<u>1,750,000</u>
4	GROSS APPROPRIATION.....		\$	4,644,700
5	Appropriated from:			
6	Federal revenues:			
7	Federal funds.....			3,427,600
8	Special revenue funds:			
9	Great Lakes protection fund.....			213,900
10	Settlement funds.....			112,100
11	State general fund/general purpose			891,100
12	Sec. 104. GREAT LAKES RESTORATION INITIATIVE			
13	Full-time equated classified positions.....	6.0		
14	Great Lakes restoration initiative--6.0 FTE positions		\$	<u>15,052,200</u>
15	GROSS APPROPRIATION.....		\$	15,052,200
16	Appropriated from:			
17	Federal revenues:			
18	Federal funds.....			15,052,200
19	State general fund/general purpose.....		\$	0
20	Sec. 105. DEPARTMENT SUPPORT SERVICES			
21	Full-time equated classified positions.....	34.0		
22	Central support services--34.0 FTE positions		\$	4,090,800
23	Accounting service center.....			1,365,300
24	Administrative hearings.....			373,800
25	Automated data processing.....			2,053,400
26	Building occupancy charges.....			4,466,600
27	Environmental support projects.....			5,000,000

1	Rent - privately owned property.....	<u>2,205,300</u>
2	GROSS APPROPRIATION.....	\$ 19,555,200
3	Appropriated from:	
4	Interdepartmental grant revenues:	
5	IDG, MDSP.....	203,700
6	IDT, interdivisional charges.....	2,053,400
7	IDT, laboratory services.....	519,800
8	Federal revenues:	
9	Federal funds.....	5,400
10	Special revenue funds:	
11	Air emissions fees.....	1,232,900
12	Campground fund.....	28,000
13	Cleanup and redevelopment fund.....	1,704,500
14	Electronic waste recycling fund.....	28,700
15	Environmental perpetual care fund.....	115,000
16	Environmental pollution prevention fund.....	994,400
17	Environmental response fund.....	272,500
18	Fees and collections.....	23,800
19	Financial instruments.....	5,000,000
20	Great Lakes protection fund.....	52,800
21	Groundwater discharge permit fees.....	179,500
22	Land and water permit fees.....	517,600
23	Medical waste emergency response fund.....	27,300
24	Metallic mining surveillance fee revenue.....	11,100
25	Mineral well regulatory fee revenue.....	16,700
26	Nonferrous metallic mineral surveillance.....	1,700
27	NPDES fees.....	219,000

1	Oil and gas regulatory fund.....	918,200
2	Orphan well fund.....	29,100
3	Public swimming pool fund.....	36,100
4	Public utility assessments.....	38,800
5	Public water supply fees.....	184,200
6	Refined petroleum fund.....	1,593,500
7	Sand extraction fee revenue.....	9,000
8	Scrap tire regulatory fund.....	187,900
9	Septage waste program fund.....	28,700
10	Settlement funds.....	211,500
11	Sewage sludge land application fees.....	114,600
12	Small business pollution prevention revolving loan	
13	fund	17,000
14	Soil erosion and sedimentation control training fund.	16,600
15	Solid waste management fund - staff account	581,600
16	Stormwater permit fees.....	111,000
17	Wastewater operator training fees.....	37,300
18	Water analysis fees.....	166,100
19	Water use reporting fees.....	21,600
20	State general fund/general purpose.....	\$ 2,044,600
21	Sec. 106. OFFICE OF ENVIRONMENTAL ASSISTANCE	
22	Full-time equated classified positions.....	40.0
23	Office of environmental assistance--40.0 FTE positions	\$ 7,242,800
24	Pollution prevention local grants.....	<u>250,000</u>
25	GROSS APPROPRIATION.....	\$ 7,492,800
26	Appropriated from:	
27	Federal revenues:	

1	Federal funds.....		780,200
2	Special revenue funds:		
3	Private funds.....		359,700
4	Air emissions fees.....		134,800
5	Community pollution prevention fund.....		250,000
6	Environmental education fund.....		164,300
7	Environmental pollution prevention fund.....		1,483,700
8	Fees and collections.....		118,700
9	Retired engineers technical assistance program.....		670,400
10	Settlement funds.....		259,700
11	Small business pollution prevention revolving loan		
12	fund		132,700
13	State general fund/general purpose.....	\$	3,138,600
14	Sec. 107. WATER RESOURCE DIVISION		
15	Full-time equated classified positions.....	331.0	
16	Land and water interface permit programs--83.0 FTE		
17	positions		\$ 11,714,600
18	Program direction and project assistance--30.0 FTE		
19	positions		3,089,200
20	Water withdrawal assessment program--4.0 FTE positions		613,600
21	Water quality and use initiative/general--5.0 FTE		
22	positions		2,477,200
23	Real-time beach monitoring program.....		500,000
24	Wetlands program.....		1,000,000
25	Expedited water/wastewater permits--3.0 FTE positions		50,000
26	Fish contaminant monitoring.....		316,100
27	Groundwater discharge--22.0 FTE positions.....		3,064,100

1	NPDES nonstormwater program--89.0 FTE positions	12,803,900
2	Surface water--95.0 FTE positions	16,446,500
3	Federal - Great Lakes remedial action plan grants	700,000
4	Federal - nonpoint source water pollution grants	6,500,000
5	Contaminated lake and river sediment cleanup program .	665,000
6	Nonpoint source pollution prevention and control	
7	project program	500,000
8	Wetland mitigation banking grants and loans	3,000,000
9	Water quality protection grants	<u>100,000</u>
10	GROSS APPROPRIATION	\$ 63,540,200
11	Appropriated from:	
12	Interdepartmental grant revenues:	
13	IDG, MDOT - Michigan transportation fund	1,227,600
14	Federal revenues:	
15	Federal funds	22,909,700
16	Special revenue funds:	
17	Clean Michigan initiative - clean water fund	2,617,100
18	Clean Michigan initiative - contaminated sediments ...	665,000
19	Clean Michigan initiative - nonpoint source	500,000
20	Environmental response fund	202,000
21	Groundwater discharge permit fees	1,449,200
22	Infrastructure construction fund	50,000
23	Land and water permit fees	3,081,700
24	NPDES fees	4,078,500
25	Refined petroleum fund	440,700
26	Sewage sludge land application fees	937,800
27	Soil erosion and sedimentation control training fund .	137,900

1	Stormwater permit fees.....		2,869,900
2	Strategic water quality initiatives fund.....		3,000,000
3	Wastewater operator training fees.....		277,000
4	Water pollution control revolving fund.....		810,900
5	Water quality protection fund.....		100,000
6	Water use reporting fees.....		241,200
7	State general fund/general purpose.....	\$	17,944,000
8	Sec. 108. LAW ENFORCEMENT DIVISION		
9	Full-time equated classified positions.....	14.0	
10	Environmental investigations--14.0 FTE positions.....	\$	<u>2,810,900</u>
11	GROSS APPROPRIATION.....	\$	2,810,900
12	Appropriated from:		
13	Interdepartmental grant revenues:		
14	IDT, laboratory services.....		54,300
15	Federal revenues:		
16	Federal funds.....		824,500
17	Special revenue funds:		
18	Air emissions fees.....		56,000
19	Campground fund.....		4,100
20	Cleanup and redevelopment fund.....		223,500
21	Electronic waste recycling fund.....		3,000
22	Environmental pollution prevention fund.....		138,600
23	Environmental response fund		51,000
24	Fees and collections.....		3,700
25	Great Lakes protection fund.....		5,600
26	Groundwater discharge permit fees.....		18,700
27	Land and water permit fees.....		77,000

1	Medical waste emergency response fund.....	4,200
2	Metallic mining surveillance fee revenue.....	1,700
3	Mineral well regulatory fee revenue.....	2,600
4	NPDES fees.....	32,000
5	Oil and gas regulatory fund.....	154,900
6	Orphan well fund.....	4,500
7	Public swimming pool fund.....	5,600
8	Public utility assessments.....	4,100
9	Public water supply fees.....	28,400
10	Refined petroleum fund.....	363,400
11	Sand extraction fee revenue.....	1,400
12	Scrap tire regulatory fund.....	36,500
13	Septage waste program fund.....	4,400
14	Sewage sludge land application fees.....	12,200
15	Small business pollution prevention revolving loan	
16	fund	2,600
17	Soil erosion and sedimentation control training fund.	2,600
18	Solid waste management fund - staff account.....	78,200
19	Stormwater permit fees.....	17,200
20	Wastewater operator training fees.....	5,700
21	Water analysis fees.....	22,300
22	Water use reporting fees.....	3,100
23	State general fund/general purpose.....	\$ 563,300
24	Sec. 109. AIR QUALITY DIVISION	
25	Full-time equated classified positions.....	203.0
26	Air quality programs--203.0 FTE positions.....	\$ <u>26,093,200</u>
27	GROSS APPROPRIATION.....	\$ 26,093,200

1	Appropriated from:	
2	Federal revenues:	
3	Federal funds.....	7,565,300
4	Special revenue funds:	
5	Air emissions fees.....	8,587,400
6	Environmental pollution prevention fund.....	1,337,000
7	Fees and collections.....	282,800
8	Oil and gas regulatory fund.....	134,900
9	Refined petroleum fund.....	3,596,600
10	State general fund/general purpose.....	\$ 4,589,200
11	Sec. 110. RESOURCE MANAGEMENT DIVISION	
12	Full-time equated classified positions.....	319.5
13	Drinking water and environmental health--106.5 FTE	
14	positions	\$ 15,982,300
15	Hazardous waste management program--51.0 FTE positions	6,821,200
16	Low-level radioactive waste authority--2.0 FTE	
17	positions	228,400
18	Medical waste program--2.0 FTE positions	297,700
19	Municipal assistance--34.0 FTE positions	6,534,700
20	Radiological protection program--12.0 FTE positions ..	1,693,900
21	Scrap tire regulatory program--11.0 FTE positions	1,323,400
22	Oil, gas, and mineral services--61.0 FTE positions ...	12,031,900
23	Recycling initiative--3.0 FTE positions	1,000,000
24	Solid waste management program--37.0 FTE positions ...	4,935,700
25	Drinking water program grants	1,330,000
26	Noncommunity water grants	2,000,000
27	Septage waste compliance grants	275,000

1	Strategic water quality initiative grants and loans ..	97,000,000
2	Water pollution control and drinking water revolving	
3	fund	87,943,000
4	Scrap tire grants.....	<u>3,500,000</u>
5	GROSS APPROPRIATION.....	\$ 242,897,200
6	Appropriated from:	
7	Interdepartmental grant revenues:	
8	IDG, MDSP.....	1,272,100
9	Federal revenues:	
10	Federal funds.....	89,533,200
11	Special revenue funds:	
12	Campground fund.....	285,700
13	Electronic waste recycling fund.....	298,300
14	Environmental pollution prevention fund.....	3,700,100
15	Fees and collections.....	34,200
16	Medical waste emergency response fund.....	297,700
17	Metallic mining surveillance fee revenue.....	141,200
18	Mineral well regulatory fee revenue.....	203,700
19	Nonferrous metallic mineral surveillance.....	103,000
20	Oil and gas regulatory fund.....	9,205,600
21	Orphan well fund.....	2,293,900
22	Public swimming pool fund.....	597,300
23	Public utility assessments.....	228,400
24	Public water supply fees.....	4,222,200
25	Refined petroleum fund.....	671,700
26	Revolving loan revenue bonds.....	11,400,000
27	Sand extraction fee revenue.....	84,500

1	Scrap tire regulatory fund.....		4,823,400
2	Septage waste contingency fund.....		18,100
3	Septage waste program fund.....		489,500
4	Solid waste management fund - staff account.....		4,457,500
5	Strategic water quality initiatives fund.....		98,176,100
6	Wastewater operator training fees.....		249,800
7	Water pollution control revolving fund.....		2,821,300
8	State general fund/general purpose.....	\$	7,288,700
9	Sec. 111. REMEDIATION AND REDEVELOPMENT DIVISION		
10	Full-time equated classified positions.....	312.0	
11	Contaminated site investigations, cleanup and		
12	revitalization--209.0 FTE positions.....	\$	29,385,200
13	Federal cleanup project management--55.0 FTE positions		8,931,000
14	Laboratory services--48.0 FTE positions.....		6,092,000
15	Brownfield grants.....		5,500,000
16	Emergency cleanup actions.....		4,000,000
17	Environmental cleanup support.....		1,840,000
18	Environmental cleanup and redevelopment program.....		15,000,000
19	Refined petroleum product cleanup program.....		32,900,000
20	Superfund cleanup.....		<u>3,000,000</u>
21	GROSS APPROPRIATION.....	\$	106,648,200
22	Appropriated from:		
23	Interdepartmental grant revenues:		
24	IDT, laboratory services.....		3,807,200
25	Federal revenues:		
26	Federal funds.....		8,315,000
27	Special revenue funds:		

1	Private funds.....	187,200
2	Clean Michigan initiative - response activities.....	5,500,000
3	Cleanup and redevelopment fund.....	19,785,700
4	Environmental protection fund.....	2,165,800
5	Environmental response fund.....	4,769,400
6	Landfill maintenance trust fund.....	30,400
7	Public water supply fees.....	303,300
8	Refined petroleum fund.....	44,701,700
9	Revitalization revolving loan fund.....	101,000
10	Strategic water quality initiatives fund.....	15,000,000
11	Water analysis fees.....	1,981,500
12	State general fund/general purpose.....	\$ 0
13	Sec. 112. INFORMATION TECHNOLOGY	
14	Information technology services and projects.....	\$ <u>8,551,600</u>
15	GROSS APPROPRIATION.....	\$ 8,551,600
16	Appropriated from:	
17	Interdepartmental grant revenues:	
18	IDG, MDOT - Michigan transportation fund.....	85,200
19	IDG, MDSP.....	87,100
20	IDT, laboratory services.....	220,100
21	Federal revenues:	
22	Federal funds.....	1,414,900
23	Special revenue funds:	
24	Air emissions fees.....	658,900
25	Campground fund.....	16,500
26	Cleanup and redevelopment fund.....	906,800
27	Electronic waste recycling fund.....	12,400

1	Environmental pollution prevention fund.....	593,500
2	Environmental response fund.....	208,300
3	Fees and collections.....	14,900
4	Great Lakes protection fund.....	22,700
5	Groundwater discharge permit fees.....	75,800
6	Land and water permit fees.....	262,700
7	Medical waste emergency response fund.....	16,900
8	Metallic mining surveillance fee revenue.....	6,900
9	Mineral well regulatory fee revenue.....	10,400
10	Nonferrous metallic mineral surveillance.....	600
11	NPDES fees.....	139,400
12	Oil and gas regulatory fund.....	584,600
13	Orphan well fund.....	18,300
14	Public swimming pool fund.....	22,500
15	Public utility assessments.....	16,500
16	Public water supply fees.....	158,600
17	Refined petroleum fund.....	1,657,200
18	Sand extraction fee revenue.....	5,600
19	Scrap tire regulatory fund.....	80,200
20	Septage waste program fund.....	18,100
21	Sewage sludge land application fees.....	48,900
22	Small business pollution prevention revolving loan	
23	fund	10,700
24	Soil erosion and sedimentation control training fund.	10,400
25	Solid waste management fund - staff account.....	327,300
26	Stormwater permit fees.....	69,300
27	Wastewater operator training fees.....	23,300

1	Water analysis fees.....		90,300
2	Water pollution control revolving fund.....		212,400
3	Water use reporting fees.....		13,300
4	State general fund/general purpose.....	\$	430,100
5	Sec. 113. ONE-TIME BASIS ONLY APPROPRIATIONS		
6	Electronic document management.....	\$	<u>2,500,000</u>
7	GROSS APPROPRIATION.....	\$	2,500,000
8	Appropriated from:		
9	Special revenue funds:		
10	State general fund/general purpose.....	\$	2,500,000

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2014-2015

GENERAL SECTIONS

15 Sec. 201. Pursuant to section 30 of article IX of the state
 16 constitution of 1963, total state spending from state resources
 17 under part 1 for fiscal year 2014-2015 is \$342,646,800.00 and state
 18 spending from state resources to be paid to local units of
 19 government for fiscal year 2014-2015 is \$2,775,000.00. The itemized
 20 statement below identifies appropriations from which spending to
 21 local units of government will occur:

GRANTS

23	Noncommunity water grants.....	\$	2,000,000
24	Scrap tire grants.....		500,000
25	Septage waste compliance program.....		<u>275,000</u>

1 TOTAL..... \$ 2,775,000

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

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

6 (a) "Department" means the department of environmental
7 quality.

8 (b) "Director" means the director of the department.

9 (c) "FTE" means full-time equated.

10 (d) "IDG" means interdepartmental grant.

11 (e) "IDT" means intradepartmental transfer.

12 (f) "MDOT" means the state transportation department.

13 (g) "MDSP" means the department of state police.

14 (h) "NPDES" means national pollution discharge elimination
15 system.

16 Sec. 204. (1) For each new program or program expansion for
17 which funds in excess of \$500,000.00 are appropriated in part 1,
18 the department shall identify specific benchmarks intended to
19 measure the performance or return on taxpayer investment of the
20 program and its associated expenditures. Not later than November 1,
21 2014, the department shall report the proposed benchmarks to the
22 house and senate appropriations subcommittees for that department,
23 the house and senate fiscal agencies, and the state budget
24 director. The department shall provide an update on its progress in
25 achieving those benchmarks at an appropriations subcommittee
26 meeting called for the purpose of discussing benchmarks and their
27 status.

1 (2) It is the intent of the legislature that, beginning with
2 the budget for the fiscal year ending September 30, 2016, any
3 proposal for a new program or an expansion of an existing program
4 in excess of \$500,000.00 initiated by the executive branch or the
5 legislature shall include, as part of the original proposal or
6 budget request, a list of benchmarks intended to measure the
7 performance or return on taxpayer investment of the program or
8 spending increase.

9 Sec. 205. Unless otherwise specified, the department shall use
10 the Internet to fulfill the reporting requirements of this part.
11 This requirement may include transmission of reports via electronic
12 mail to the recipients identified for each reporting requirement,
13 or it may include placement of reports on an Internet or Intranet
14 site.

15 Sec. 207. The department and agencies receiving appropriations
16 in part 1 shall receive and retain copies of all reports funded
17 from appropriations in part 1. Federal and state guidelines for
18 short-term and long-term retention of records shall be followed.
19 The department may electronically retain copies of reports unless
20 otherwise required by federal and state guidelines.

21 Sec. 209. The departments and agencies receiving
22 appropriations in part 1 shall prepare a report on out-of-state
23 travel expenses not later than January 1 of each year. The travel
24 report shall be a listing of all travel by classified and
25 unclassified employees outside this state in the immediately
26 preceding fiscal year that was funded in whole or in part with
27 funds appropriated in the department's budget. The report shall be

1 submitted to the house and senate appropriations committees, the
2 house and senate fiscal agencies, and the state budget director.

3 The report shall include the following information:

4 (a) The dates of each travel occurrence.

5 (b) The total transportation and related costs of each travel
6 occurrence, including the proportion funded with state general
7 fund/general purpose revenues, the proportion funded with state
8 restricted revenues, the proportion funded with federal revenues,
9 and the proportion funded with other revenues.

10 Sec. 210. Funds appropriated in part 1 shall not be used for
11 the purchase of foreign goods or services, or both, if
12 competitively priced and of comparable quality American goods or
13 services, or both, are available. Preference shall be given to
14 goods or services, or both, manufactured or provided by Michigan
15 businesses and associated subcontractors if they are competitively
16 priced and of comparable quality. In addition, preference shall be
17 given to goods or services, or both, that are manufactured or
18 provided by Michigan businesses owned and operated by veterans, if
19 they are competitively priced and of comparable quality.

20 Sec. 211. The director shall take all reasonable steps to
21 ensure businesses in deprived and depressed communities compete for
22 and perform contracts to provide services or supplies, or both. The
23 director shall strongly encourage firms with which the department
24 contracts to subcontract with certified businesses in depressed and
25 deprived communities for services, supplies, or both.

26 Sec. 212. The department shall not take disciplinary action
27 against an employee for communicating with a member of the

1 legislature or his or her staff.

2 Sec. 213. (1) Funds appropriated in part 1 shall not be used
3 by the department to promulgate a rule that will apply to a small
4 business and that will have a disproportionate economic impact on
5 small businesses because of the size of those businesses if the
6 department fails to reduce the disproportionate economic impact of
7 the rule on small businesses as provided under section 40 of the
8 administrative procedures act of 1969, 1969 PA 306, MCL 24.240.

9 (2) As used in this section:

10 (a) "Rule" means that term as defined under section 7 of the
11 administrative procedures act of 1969, 1969 PA 306, MCL 24.207.

12 (b) "Small business" means that term as defined under section
13 7a of the administrative procedures act of 1969, 1969 PA 306, MCL
14 24.207a.

15 Sec. 214. Funds appropriated in this part and part 1 shall not
16 be used by a principal executive department, state agency, or
17 authority to hire a person to provide legal services that are the
18 responsibility of the attorney general. This prohibition does not
19 apply to legal services for bonding activities and for those
20 activities that the attorney general authorizes.

21 Sec. 215. (1) In addition to the funds appropriated in part 1,
22 there is appropriated an amount not to exceed \$30,000,000.00 for
23 federal 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.

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

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

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

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

18 Sec. 216. (1) The department shall report all of the following
19 information relative to allocations made from appropriations for
20 the environmental cleanup and redevelopment program, state cleanup,
21 emergency actions, superfund cleanup, the revitalization revolving
22 loan program, the brownfield grants and loans program, the leaking
23 underground storage tank cleanup program, the contaminated lake and
24 river sediments cleanup program, the refined petroleum product
25 cleanup program, and the environmental protection bond projects
26 under section 19508(7) of the natural resources and environmental
27 protection act, 1994 PA 451, MCL 324.19508, to the state budget

1 director, the senate and house appropriations subcommittees on
2 environmental quality, and the senate and house fiscal agencies:

3 (a) The name and location of the site for which an allocation
4 is made.

5 (b) The nature of the problem encountered at the site.

6 (c) A brief description of how the problem will be resolved if
7 the allocation is made for a response activity.

8 (d) The estimated date that site closure activities will be
9 completed.

10 (e) The amount of the allocation, or the anticipated financing
11 for the site.

12 (f) A summary of the sites and the total amount of funds
13 expended at the sites at the conclusion of the fiscal year.

14 (g) The number of brownfield projects that were successfully
15 redeveloped.

16 (2) The report prepared under subsection (1) shall also
17 include all of the following:

18 (a) The status of all state-owned facilities that are on the
19 list compiled under part 201 of the natural resources and
20 environmental protection act, 1994 PA 451, MCL 324.20101 to
21 324.20142.

22 (b) The report shall include the total amount of funds
23 expended during the fiscal year and the total amount of funds
24 awaiting expenditure.

25 (c) The total amount of bonds issued for the environmental
26 protection bond program pursuant to part 193 of the natural
27 resources and environmental protection act, 1994 PA 451, MCL

1 324.19301 to 324.19306, and bonds issued pursuant to the clean
2 Michigan initiative act, 1998 PA 284, MCL 324.95101 to 324.95108.

3 (3) The report shall be made available by March 31 of each
4 year.

5 Sec. 217. (1) The department may expend amounts remaining from
6 the current and prior fiscal year appropriations to meet funding
7 needs of legislatively approved sites for the environmental cleanup
8 and redevelopment program, the refined petroleum product cleanup
9 program, brownfield grants and loans, waterfront grants, and the
10 environmental bond site reclamation program.

11 (2) Unexpended and unencumbered amounts remaining from
12 appropriations from the environmental protection bond fund
13 contained in 1991 PA 160, 2003 PA 173, 2005 PA 109, 2006 PA 343,
14 2011 PA 63, and 2012 PA 236 are appropriated for expenditure for
15 any site listed in this part and part 1 and any site listed in the
16 public acts referenced in this section.

17 (3) Unexpended and unencumbered amounts remaining from
18 appropriations from the clean Michigan initiative fund - response
19 activities contained in 2000 PA 52, 2004 PA 309, 2005 PA 11, 2006
20 PA 343, 2007 PA 121, 2011 PA 63, and 2013 PA 59 are appropriated
21 for expenditure for any site listed in this part and part 1 and any
22 site listed in the public acts referenced in this section.

23 (4) Unexpended and unencumbered amounts remaining from
24 appropriations from the refined petroleum fund activities contained
25 in 2007 PA 121, 2008 PA 247, 2009 PA 118, 2010 PA 189, 2011 PA 63,
26 2012 PA 200, and 2013 PA 59 are appropriated for expenditure for
27 any site listed in this part and part 1 and any site listed in the

1 public acts referenced in this section.

2 (5) Unexpended and unencumbered amounts remaining from the
3 appropriations from the strategic water quality initiatives fund
4 contained in 2011 PA 50, 2011 PA 63, 2012 PA 200, and 2013 PA 59
5 are appropriated for expenditure for any site listed in this part
6 and part 1 and any site listed in the public acts referenced in
7 this section.

8 Sec. 219. Unexpended settlement revenues at the end of the
9 fiscal year may be carried forward into the settlement fund in the
10 succeeding fiscal year up to a maximum carryforward of
11 \$2,500,000.00.

12 Sec. 221. Not later than November 30, the state budget office
13 shall prepare and transmit a report that provides for estimates of
14 the total general fund/general purpose appropriation lapses at the
15 close of the previous fiscal year. This report shall summarize the
16 projected year-end general fund/general purpose appropriation
17 lapses by major departmental program or program areas. The report
18 shall be transmitted to the chairpersons of the senate and house
19 appropriations committees and the senate and house fiscal agencies.

20 Sec. 222. Within 14 days after the release of the executive
21 budget recommendation, the department shall cooperate with the
22 state budget office to provide the senate and house appropriations
23 chairs, the senate and house appropriations subcommittee chairs,
24 and the senate and house fiscal agencies with an annual report on
25 estimated state restricted fund balances, state restricted fund
26 projected revenues, and state restricted fund expenditures for the
27 fiscal years ending September 30, 2014 and September 30, 2015.

1 Sec. 223. Part 1 provides authorizations to fund classified
2 positions during the fiscal year ending September 30, 2015. Line-
3 item appropriations include limitations on the number of payroll
4 hours to be funded, on the basis of 2,088 hours per each FTE
5 position. The department shall report the number of funded FTE
6 positions within 15 days after the effective date of this part. The
7 number of classified employees compensated through each line item
8 is limited by the authorized FTE positions indicated in part 1, as
9 adjusted for the number of reported funded FTE positions. The
10 report shall be provided to the house and senate appropriations
11 subcommittees on environmental quality and the house and senate
12 fiscal agencies.

13 Sec. 225. The department shall cooperate with the department
14 of technology, management, and budget to maintain a searchable
15 website accessible by the public at no cost that includes, but is
16 not limited to, all of the following for each department or agency:

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

25 Sec. 228. The department shall provide a report on the
26 customer satisfaction evaluation program and the feedback received
27 to the house and senate appropriations subcommittees on

1 environmental quality and the house and senate fiscal agencies by
2 July 1, 2015.

3 Sec. 229. The department shall provide a report on the
4 expedited permitting program to the house and senate appropriations
5 subcommittees on environmental quality and the house and senate
6 fiscal agencies by July 1, 2015.

7 Sec. 231. The department shall maintain, on a publicly
8 accessible website, a department scorecard that identifies, tracks,
9 and regularly updates key metrics that are used to monitor and
10 improve the agency's performance.

11 Sec. 234. Total authorized appropriations from all sources
12 under part 1 for legacy costs for the fiscal year ending September
13 30, 2015 are \$34,046,600.00. From this amount, total agency
14 appropriations for pension-related legacy costs are estimated at
15 \$19,029,300.00. Total agency appropriations for retiree health care
16 legacy costs are estimated at \$15,017,300.00.

17 **REMEDICATION DIVISION**

18 Sec. 301. Revenues remaining in the interdepartmental
19 transfers, laboratory services at the end of the fiscal year shall
20 carry forward into the succeeding fiscal year.

21 Sec. 302. The unexpended funds appropriated in part 1 for
22 emergency cleanup actions, the environmental cleanup and
23 redevelopment program, and the refined petroleum product cleanup
24 program are considered work project appropriations and any
25 unencumbered or unallotted funds are carried forward into the
26 succeeding fiscal year. The following is in compliance with section

1 451a(1) of the management and budget act, 1984 PA 431, MCL
2 18.1451a:

3 (a) The purpose of the projects to be carried forward is to
4 provide contaminated site cleanup.

5 (b) The projects will be accomplished by contract.

6 (c) The total estimated cost of all projects is identified in
7 each line-item appropriation.

8 (d) The tentative completion date is September 30, 2019.

9 Sec. 303. Effective October 1, 2014, surplus funds not to
10 exceed \$1,000,000.00 in the cleanup and redevelopment trust fund
11 are appropriated to the environmental protection fund created in
12 section 503a of the natural resources and environmental protection
13 act, 1994 PA 451, MCL 324.503a.

14 Sec. 304. Effective October 1, 2014, surplus funds not to
15 exceed \$1,000,000.00 in the community pollution prevention fund
16 created in section 3f of 1976 IL 1, MCL 445.573f, are appropriated
17 to the environmental protection fund created in section 503a of the
18 natural resources and environmental protection act, 1994 PA 451,
19 MCL 324.503a.

20 Sec. 305. It is the intent of the legislature to repay the
21 refined petroleum fund for the \$70,000,000.00 that was transferred
22 to the environmental protection fund created in section 503a of the
23 natural resources and environmental protection act, 1994 PA 451,
24 MCL 324.503a, as part of the resolution for the fiscal year 2006-
25 2007 budget.

26 Sec. 306. (1) The funds appropriated in part 1 for the refined
27 petroleum product cleanup program shall be used to fund cleanup

1 activities on the following sites:

2	Site Name	County
3	Laughing Whitefish Trading Post	Alger
4	Geib Oil Company	Allegan
5	Bob-A-Lu Market	Alpena
6	Kihn's Suprette	Alpena
7	Schultz's Market and Gas	Alpena
8	Frankfort Station	Benzie
9	Nyes Shell Service	Berrien
10	Strefling Oil Co.	Berrien
11	Strefling Oil Galien Pro Quick Mart	Berrien
12	Clark #768 (Albion)	Calhoun
13	Pioneer Auto Truck Stops	Calhoun
14	Te-Khi Truck Auto Plaza Inc.	Calhoun
15	J.J.'s General Store	Charlevoix
16	Donald Johnson	Cheboygan
17	Jack's Auto Repair	Cheboygan
18	Rex Oil & Gas	Cheboygan
19	The Depot	Clare
20	Alexander Towing	Crawford
21	Bob's Marathon	Eaton
22	Maeward Inc. (Fabrications Plus, LLC)	Eaton
23	Odyssey House, Flint	Genesee
24	Sunshine Foods #119 Burton	Genesee
25	Taber's Oil Co., Inc.	Genesee
26	Estey Service Station	Gladwin
27	Jim's Automotive	Gladwin

1	Winegar's Trading Post	Gladwin
2	Wilson's Grocery	Gratiot
3	Bilcor Plastics	Hillsdale
4	Engelhardt Petroleum, Inc. Gas Station	Huron
5	Action Auto Inc.	Ingham
6	Action Auto Store #30	Ingham
7	Clark Station #1995	Ingham
8	Graham Oil Bulk Plant	Iosco
9	McDonald's Crosstown Service	Kalamazoo
10	Davis Country Corners	Kalkaska
11	1515 Madison Avenue SE	Kent
12	MSI #635	Kent
13	E.J. Green	Lapeer
14	Fred & Margaret Munger/Sunoco	Lapeer
15	Market 103	Lapeer
16	Lakeside Resort and Party Store	Leelanau
17	Ralph Herman Farm	Leelanau
18	Teds Standard Service (former)	Leelanau
19	A-1 Auto Parts	Lenawee
20	Blissfield Marathon	Lenawee
21	C & J Service (H. Jerry Powelka)	Lenawee
22	Clayton Corners	Lenawee
23	Darwins Truck & Auto Service	Lenawee
24	The Pit	Livingston
25	Slagg's Auto Service	Mackinac
26	White Star Tavern	Manistee
27	Quick Lube	Mason

1	216 Millbrook, Mecosta	Mecosta
2	Purcell Property	Mecosta
3	Dutch Hutch	Missaukee
4	Alexander's Full Service	Newaygo
5	DOC Optical	Oakland
6	Speed-E-Mart (former)	Oakland
7	Wells Oil, 281 N. Shelby Rd.	Oceana
8	William Crawford Property	Oceana
9	Andy's Standard	Osceola
10	Chuck's Corner	Osceola
11	Hersey Party Store	Osceola
12	West Otsego Lake Grocery	Otsego
13	Onaway Tax Service	Presque Isle
14	Radio Tavern	Presque Isle
15	Vince's Sunoco	Presque Isle
16	Winterhawk General Store	Presque Isle
17	Thomas White Property	Roscommon
18	Chapin General Store	Saginaw
19	Clark #1072	Saginaw
20	Iva General Store	Saginaw
21	M & K Investment Group LLC	Saginaw
22	State Wide Expanded Triage	Statewide
23	Imlay City Gas & Oil	Tuscola
24	Mr. C's Service	Tuscola
25	Broekhutzen Produce	Van Buren
26	Jimmie's Filling Station	Washtenaw
27	1801 S. Fort Street (Sunoco #0008-6520)	Wayne

1 3901 Mt. Elliot, former service station Wayne
2 Anmas Inc. Wayne
3 Cal's Car Care, Incorporated - BTEX Wayne

4 (2) The department shall provide a report to the legislature
5 on the amount actually spent at each site listed in subsection (1)
6 and give a detailed account of the work actually performed at each
7 site.

8 Sec. 309. The unexpended funds appropriated in part 1 for the
9 brownfield grant program are considered work project appropriations
10 and any unencumbered or unallotted funds are carried forward into
11 the succeeding fiscal year. The following is in compliance with
12 section 451a(1) of the management and budget act, 1984 PA 431, MCL
13 18.1451a:

14 (a) The purpose of the projects to be carried forward is to
15 provide contaminated site cleanup.

16 (b) The projects will be accomplished by contract.

17 (c) The total estimated cost of all projects is \$5,500,000.00.

18 (d) The tentative completion date is September 30, 2019.

19 Sec. 310. (1) Upon approval by the state budget director, the
20 department may expend from the general fund of the state an amount
21 to meet the cash-flow requirements of projects funded under any of
22 the following that are financed from bond proceeds and for which
23 bonds have been authorized but not yet issued:

24 (a) Part 52 of the natural resources and environmental
25 protection act, 1994 PA 451, MCL 324.5201 to 324.5206.

26 (b) Part 193 of the natural resources and environmental
27 protection act, 1994 PA 451, MCL 324.19301 to 324.19306.

1 (c) Part 196 of the natural resources and environmental
2 protection act, 1994 PA 451, MCL 324.19601 to 324.19616.

3 (2) Upon the sale of bonds for projects described in
4 subsection (1), the department shall credit the general fund of the
5 state an amount equal to that expended from the general fund.

6 **WATER RESOURCES DIVISION**

7 Sec. 401. From the funds appropriated in part 1 for surface
8 water, not less than \$700,000.00 and 5.0 FTEs shall be allocated to
9 support the permit review program within the aquatic nuisance
10 control program. The department shall report to the house and
11 senate appropriations subcommittees on environmental quality and
12 the house and senate fiscal agencies by September 30, 2015 on the
13 use of this funding and the number of permit applications processed
14 by the program in 2015.

15 Sec. 402. From the funds appropriated in part 1 for the water
16 quality and use initiative/general line item, the department shall
17 produce a report detailing a comprehensive plan for the use of the
18 water quality and use initiative funding appropriated in part 1 and
19 identifying the amount of expenditures for specific programs made
20 from the water quality and use initiative/general line item, the
21 real-time beach monitoring program line item, and the wetlands
22 program line item. The report shall be submitted to the
23 chairpersons of the senate and house of representatives
24 appropriations subcommittees on environmental quality and the
25 senate and house fiscal agencies by September 30, 2015.

26 Sec. 405. If a certified health department does not exist in a

1 city, county, or district or does not fulfill its responsibilities
2 under part 117 of the natural resources and environmental
3 protection act, 1994 PA 451, MCL 324.11701 to 324.11720, then the
4 department may spend funds appropriated in part 1 under the septage
5 waste compliance program in accordance with section 11716 of the
6 natural resources and environmental protection act, 1994 PA 451,
7 MCL 324.11716.

8 **AIR QUALITY DIVISION**

9 Sec. 502. The department shall not assess additional penalties
10 under part 55 of the natural resources and environmental protection
11 act, 1994 PA 451, MCL 324.5501 to 324.5542, for violations that
12 occurred under a previous owner unless compelled by a consent order
13 or judgment, or other legal requirement.

14 **RESOURCE MANAGEMENT DIVISION**

15 Sec. 603. From the funds appropriated in part 1, by December
16 31, 2014, the department shall compile and make available to the
17 public on a publicly accessible website a report containing a
18 summary document of each completed asset management plan for any
19 stormwater, asset management, or wastewater grant awarded to a
20 local unit of government to fund the development of a plan. As a
21 condition of receiving a stormwater, asset management, or
22 wastewater grant, a local unit of government shall make its asset
23 management plan available to the department upon request when
24 completed and shall retain copies of the plan that can be made
25 available to the public for a minimum of 15 years. The department

1 department identify the amounts for normal retirement costs and
2 legacy retirement costs for the fiscal year ending on September 30,
3 2016 for the line items listed in part 1.

4 ARTICLE VIII

5 GENERAL GOVERNMENT

6 PART 1

7 LINE-ITEM APPROPRIATIONS

8 Sec. 101. There is appropriated for the legislature, the
9 executive, the department of attorney general, the department of
10 state, the department of treasury, the department of technology,
11 management, and budget, the department of civil rights, and certain
12 state purposes related thereto, for the fiscal year ending
13 September 30, 2015, from the following funds:

14 **TOTAL GENERAL GOVERNMENT**

15 APPROPRIATION SUMMARY

16	Full-time equated unclassified positions.....	44.0	
17	Full-time equated classified positions.....	7,747.2	
18	GROSS APPROPRIATION.....		\$ 4,705,290,900
19	Interdepartmental grant revenues:		
20	Total interdepartmental grants and intradepartmental		
21	transfers		740,374,200
22	ADJUSTED GROSS APPROPRIATION.....		\$ 3,964,916,700
23	Federal revenues:		
24	Total federal revenues.....		689,103,500
25	Special revenue funds:		

1	Total local revenues.....	9,969,700
2	Total private revenues.....	6,287,200
3	Total other state restricted revenues.....	2,048,873,600
4	State general fund/general purpose.....	\$ 1,210,682,700
5	State general fund/general purpose schedule:	
6	Ongoing state general fund/general	
7	purpose	1,106,382,400
8	One-time state general fund/general	
9	purpose	104,300,300
10	Sec. 102. DEPARTMENT OF ATTORNEY GENERAL	
11	(1) APPROPRIATION SUMMARY	
12	Full-time equated unclassified positions.....	6.0
13	Full-time equated classified positions.....	513.5
14	GROSS APPROPRIATION.....	\$ 93,822,300
15	Interdepartmental grant revenues:	
16	Total interdepartmental grants and intradepartmental	
17	transfers	27,783,800
18	ADJUSTED GROSS APPROPRIATION.....	\$ 66,038,500
19	Federal revenues:	
20	Total federal revenues.....	9,857,200
21	Special revenue funds:	
22	Total local revenues.....	0
23	Total private revenues.....	0
24	Total other state restricted revenues.....	17,914,200
25	State general fund/general purpose.....	\$ 38,267,100
26	State general fund/general purpose schedule:	

1	Ongoing state general fund/general		
2	purpose	35,267,100	
3	One-time state general fund/general		
4	purpose	3,000,000	
5	(2) ATTORNEY GENERAL OPERATIONS		
6	Full-time equated unclassified positions.....	6.0	
7	Full-time equated classified positions.....	513.5	
8	Attorney general.....		\$ 112,500
9	Unclassified positions--5.0 FTE positions		724,700
10	Attorney general operations--475.5 FTE positions		82,072,700
11	Child support enforcement--25.0 FTE positions		3,445,000
12	Prosecuting attorneys coordinating council--12.0 FTE		
13	positions		2,106,100
14	Public safety initiative--1.0 FTE position		<u>904,300</u>
15	GROSS APPROPRIATION.....		\$ 89,365,300
16	Appropriated from:		
17	Interdepartmental grant revenues:		
18	IDG from MDCH, health policy.....		203,300
19	IDG from MDCH, medical services administration		523,000
20	IDG from MDCH, WIC.....		94,800
21	IDG from department of corrections.....		649,100
22	IDG from MDE.....		389,700
23	IDG from MDEQ.....		2,174,000
24	IDG from MDHS.....		5,829,700
25	IDG from MSF, workforce development agency		88,000
26	IDG from MDLARA, financial and insurance services		1,377,000
27	IDG from MDLARA, fireworks safety fund.....		81,600

1	IDG from MDLARA, health professions	2,984,600
2	IDG from MDLARA, licensing and regulation fees	243,100
3	IDG from MDLARA, Michigan occupational safety and	
4	health administration	106,000
5	IDG from MDLARA, remonumentation fees	104,500
6	IDG from MDLARA, unlicensed builders	181,600
7	IDG from MDTMB	255,800
8	IDG from MDTMB, civil service commission	300,600
9	IDG from MDTMB, risk management revolving fund	1,442,900
10	IDG from MDMVA	161,900
11	IDG from MDOS, children's protection registry	44,300
12	IDG from MDOT, comprehensive transportation fund	200,900
13	IDG from MDOT, state aeronautics fund	174,400
14	IDG from MDOT, state trunkline fund	2,387,000
15	IDG from MDSP, Michigan justice training fund	162,900
16	IDG from MDSP	352,700
17	IDG from Michigan state housing development authority	664,900
18	IDG from treasury	6,429,700
19	IDG from treasury, strategic fund	175,800
20	Federal revenues:	
21	DAG, state administrative match grant/food stamps	434,500
22	Federal funds	3,035,300
23	HHS, medical assistance, medigrant	678,200
24	HHS-OS, state Medicaid fraud control units	5,590,000
25	National criminal history improvement program	119,200
26	Special revenue funds:	
27	Antitrust enforcement collections	749,400

1	Attorney general's operations fund.....	1,213,000
2	Auto repair facilities fees.....	321,800
3	Franchise fees.....	375,900
4	Game and fish protection fund.....	838,000
5	Liquor purchase revolving fund.....	1,434,300
6	Manufactured housing fees.....	246,200
7	Merit award trust fund.....	487,300
8	Michigan employment security act - administrative fund	2,202,500
9	Prisoner reimbursement.....	614,400
10	Prosecuting attorneys training fees.....	405,300
11	Public utility assessments.....	2,141,300
12	Real estate enforcement fund.....	499,000
13	Reinstatement fees.....	215,100
14	Retirement funds.....	1,024,200
15	Second injury fund.....	807,500
16	Self-insurers security fund.....	561,400
17	Silicosis and dust disease fund.....	221,700
18	State building authority revenue.....	118,800
19	State casino gaming fund.....	1,829,600
20	State lottery fund.....	339,100
21	Utility consumers fund.....	767,600
22	Waterways fund.....	137,600
23	Worker's compensation administrative revolving fund..	363,200
24	State general fund/general purpose.....	\$ 33,810,100
25	(3) INFORMATION TECHNOLOGY	
26	Information technology services and projects.....	\$ <u>1,457,000</u>
27	GROSS APPROPRIATION.....	\$ 1,457,000

1	Appropriated from:		
2	State general fund/general purpose	\$	1,457,000
3	(4) ONE-TIME BASIS ONLY APPROPRIATIONS		
4	Sexual assault prosecutions	\$	<u>3,000,000</u>
5	GROSS APPROPRIATION	\$	3,000,000
6	Appropriated from:		
7	State general fund/general purpose	\$	3,000,000
8	Sec. 103. DEPARTMENT OF CIVIL RIGHTS		
9	(1) APPROPRIATION SUMMARY		
10	Full-time equated unclassified positions.....		6.0
11	Full-time equated classified positions.....		132.0
12	GROSS APPROPRIATION	\$	16,644,200
13	Interdepartmental grant revenues:		
14	Total interdepartmental grants and intradepartmental		
15	transfers		288,900
16	ADJUSTED GROSS APPROPRIATION	\$	16,355,300
17	Federal revenues:		
18	Total federal revenues		2,736,500
19	Special revenue funds:		
20	Total local revenues		0
21	Total private revenues		18,700
22	Total other state restricted revenues		151,900
23	State general fund/general purpose	\$	13,448,200
24	State general fund/general purpose schedule:		
25	Ongoing state general fund/general		
26	purpose		13,448,200

1	One-time state general fund/general		
2	purpose	0	
3	(2) CIVIL RIGHTS OPERATIONS		
4	Full-time equated unclassified positions.....	6.0	
5	Full-time equated classified positions.....	132.0	
6	Unclassified positions--6.0 FTE positions		\$ 724,700
7	Civil rights operations--124.0 FTE positions		14,091,800
8	Division on deaf and hard of hearing--6.0 FTE		
9	positions		785,600
10	Hispanic/Latino commission of Michigan--1.0 FTE		
11	position		255,600
12	Asian Pacific American affairs commission--1.0 FTE		
13	position		<u>110,800</u>
14	GROSS APPROPRIATION.....		\$ 15,968,500
15	Appropriated from:		
16	Interdepartmental grant revenues:		
17	IDG from DTMB.....		288,900
18	Federal revenues:		
19	EEOC, state and local antidiscrimination agency		
20	contracts		1,199,200
21	HUD, grant.....		1,522,300
22	Special revenue funds:		
23	Private revenues.....		18,700
24	Division on deafness fund.....		93,400
25	State restricted revenues.....		58,500
26	State general fund/general purpose		\$ 12,787,500
27	(3) INFORMATION TECHNOLOGY		

1	Information technology services and projects	\$	<u>675,700</u>
2	GROSS APPROPRIATION.....	\$	675,700
3	Appropriated from:		
4	Federal revenues:		
5	EEOC, state and local antidiscrimination agency		
6	contracts		15,000
7	State general fund/general purpose.....	\$	660,700
8	Sec. 104. EXECUTIVE OFFICE		
9	(1) APPROPRIATION SUMMARY		
10	Full-time equated unclassified positions.....		10.0
11	Full-time equated classified positions.....		78.2
12	GROSS APPROPRIATION.....	\$	5,916,100
13	Interdepartmental grant revenues:		
14	Total interdepartmental grants and intradepartmental		
15	transfers		0
16	ADJUSTED GROSS APPROPRIATION.....	\$	5,916,100
17	Federal revenues:		
18	Total federal revenues.....		0
19	Special revenue funds:		
20	Total local revenues.....		0
21	Total private revenues.....		0
22	Total other state restricted revenues.....		0
23	State general fund/general purpose.....	\$	5,916,100
24	State general fund/general purpose schedule:		
25	Ongoing state general fund/general		
26	purpose		5,916,100

1	One-time state general fund/general		
2	purpose	0	
3	(2) EXECUTIVE OFFICE OPERATIONS		
4	Full-time equated unclassified positions.....	10.0	
5	Full-time equated classified positions.....	78.2	
6	Governor.....	\$	159,300
7	Lieutenant governor.....		111,600
8	Executive office--78.2 FTE positions		4,387,900
9	Unclassified positions--8.0 FTE positions		<u>1,257,300</u>
10	GROSS APPROPRIATION.....	\$	5,916,100
11	Appropriated from:		
12	State general fund/general purpose	\$	5,916,100
13	Sec. 105. LEGISLATURE		
14	(1) APPROPRIATION SUMMARY		
15	GROSS APPROPRIATION.....	\$	154,089,300
16	Interdepartmental grant revenues:		
17	Total interdepartmental grants and intradepartmental		
18	transfers		5,220,700
19	ADJUSTED GROSS APPROPRIATION.....	\$	148,868,600
20	Federal revenues:		
21	Total federal revenues.....		0
22	Special revenue funds:		
23	Total local revenues.....		0
24	Total private revenues.....		400,000
25	Total other state restricted revenues		6,110,600
26	State general fund/general purpose	\$	142,358,000

1	State general fund/general purpose schedule:		
2	Ongoing state general fund/general		
3	purpose	142,358,000	
4	One-time state general fund/general		
5	purpose	0	
6	(2) LEGISLATURE		
7	Senate.....	\$	32,150,600
8	Senate automated data processing.....		2,541,600
9	Senate fiscal agency.....		3,580,200
10	House of representatives.....		49,446,200
11	House automated data processing.....		2,017,800
12	House fiscal agency.....		<u>3,580,200</u>
13	GROSS APPROPRIATION.....	\$	93,316,600
14	Appropriated from:		
15	State general fund/general purpose.....	\$	93,316,600
16	(3) LEGISLATIVE COUNCIL		
17	Legislative council.....	\$	10,927,800
18	Legislative service bureau automated data processing .		1,371,200
19	Worker's compensation.....		145,500
20	National association dues.....		437,100
21	Legislative corrections ombudsman.....		<u>700,900</u>
22	GROSS APPROPRIATION.....	\$	13,582,500
23	Appropriated from:		
24	Special revenue funds:		
25	Private - gifts and bequests revenues.....		400,000
26	State general fund/general purpose.....	\$	13,182,500
27	(4) LEGISLATIVE RETIREMENT SYSTEM		

1	General nonretirement expenses	\$	<u>4,717,000</u>
2	GROSS APPROPRIATION	\$	4,717,000
3	Appropriated from:		
4	Special revenue funds:		
5	Court fees		1,109,800
6	State general fund/general purpose	\$	3,607,200
7	(5) PROPERTY MANAGEMENT		
8	Cora Anderson building	\$	10,667,000
9	Farnum building and other properties		<u>2,662,200</u>
10	GROSS APPROPRIATION	\$	13,329,200
11	Appropriated from:		
12	State general fund/general purpose	\$	13,329,200
13	(6) STATE CAPITOL HISTORIC SITE		
14	General operations	\$	3,985,200
15	Restoration, renewal and maintenance		<u>3,000,000</u>
16	GROSS APPROPRIATION	\$	6,985,200
17	Appropriated from:		
18	Special revenue funds:		
19	Capitol historic site fund		3,000,000
20	State general fund/general purpose	\$	3,985,200
21	(7) OFFICE OF THE AUDITOR GENERAL		
22	Unclassified positions	\$	329,400
23	Field operations		<u>21,829,400</u>
24	GROSS APPROPRIATION	\$	22,158,800
25	Appropriated from:		
26	Interdepartmental grant revenues:		
27	IDG from MDOT, comprehensive transportation fund		37,400

1	IDG from MDOT, Michigan transportation fund.....	303,500
2	IDG from MDOT, state aeronautics fund.....	29,100
3	IDG from MDOT, state trunkline fund.....	704,900
4	IDG, single audit act.....	2,799,200
5	IDG, commercial mobile radio system emergency	
6	telephone fund	35,400
7	IDG, contract audit administration fees.....	39,800
8	IDG, deferred compensation funds.....	52,200
9	IDG, Michigan finance authority.....	317,800
10	IDG, Michigan economic development authority.....	92,500
11	IDG, Michigan education trust fund.....	68,000
12	IDG, Michigan strategic fund.....	162,500
13	IDG, office of retirement services.....	209,800
14	IDG, other restricted funding sources.....	368,600
15	Special revenue funds:	
16	21st century jobs fund.....	92,500
17	Brownfield development fund.....	27,100
18	Clean Michigan initiative implementation bond fund...	52,300
19	Fee adequacy, air quality delegated authority.....	13,400
20	Game and fish protection fund.....	30,100
21	Legislative retirement system.....	28,000
22	MDTMB, civil service commission.....	159,700
23	MDLARA, liquor purchase revolving fund.....	27,500
24	Michigan justice training commission fund.....	39,300
25	Michigan state housing development authority fees....	109,100
26	Michigan veterans trust fund.....	34,100
27	Motor transport revolving fund.....	7,200

1	Office services revolving fund.....	9,600
2	State disbursement unit, office of child support	55,200
3	State services fee fund.....	1,304,800
4	Waterways fund.....	10,900
5	State general fund/general purpose.....	\$ 14,937,300

6 **Sec. 106. DEPARTMENT OF STATE**

7 **(1) APPROPRIATION SUMMARY**

8	Full-time equated unclassified positions..... 6.0	
9	Full-time equated classified positions..... 1,587.0	
10	GROSS APPROPRIATION.....	\$ 223,984,900
11	Interdepartmental grant revenues:	
12	Total interdepartmental grants and intradepartmental	
13	transfers	20,000,000
14	ADJUSTED GROSS APPROPRIATION.....	\$ 203,984,900
15	Federal revenues:	
16	Total federal revenues.....	1,460,000
17	Special revenue funds:	
18	Total local revenues.....	0
19	Total private revenues.....	100
20	Total other state restricted revenues.....	184,985,800
21	State general fund/general purpose.....	\$ 17,539,000
22	State general fund/general purpose schedule:	
23	Ongoing state general fund/general	
24	purpose	17,539,000
25	One-time state general fund/general	
26	purpose	0

1 **(2) EXECUTIVE DIRECTION**

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

3 Full-time equated classified positions..... 30.0

4 Secretary of state..... \$ 112,500

5 Unclassified positions--5.0 FTE positions..... 724,700

6 Operations--30.0 FTE positions..... 4,579,400

7 GROSS APPROPRIATION..... \$ 5,416,600

8 Appropriated from:

9 Special revenue funds:

10 Auto repair facilities fees..... 69,200

11 Children's protection registry fund..... 272,600

12 Driver fees..... 277,900

13 Enhanced driver license and enhanced official state
14 personal identification card fund..... 212,900

15 Expedient service fees..... 66,800

16 Parking ticket court fines..... 9,300

17 Personal identification card fees..... 32,300

18 Reinstatement fees - operator licenses..... 250,700

19 Transportation administration collection fund..... 2,506,500

20 Vehicle theft prevention fees..... 40,700

21 State general fund/general purpose..... \$ 1,677,700

22 **(3) DEPARTMENT SERVICES**

23 Full-time equated classified positions..... 161.0

24 Operations--161.0 FTE positions..... \$ 30,449,000

25 GROSS APPROPRIATION..... \$ 30,449,000

26 Appropriated from:

27 Special revenue funds:

1	Abandoned vehicle fees.....	481,900
2	Auto repair facilities fees.....	1,608,700
3	Driver fees.....	1,578,700
4	Driver improvement course fund.....	309,200
5	Enhanced driver license and enhanced official state	
6	personal identification card fund.....	546,200
7	Expedient service fees.....	274,100
8	Marine safety fund.....	84,300
9	Personal identification card fees.....	191,600
10	Reinstatement fees - operator licenses.....	1,290,000
11	Scrap tire fund.....	77,300
12	Transportation administration collection fund.....	22,225,900
13	Vehicle theft prevention fees.....	629,900
14	State general fund/general purpose.....	\$ 1,151,200
15	(4) LEGAL SERVICES	
16	Full-time equated classified positions..... 33.0	
17	Operations--33.0 FTE positions.....	\$ <u>7,117,300</u>
18	GROSS APPROPRIATION.....	\$ 7,117,300
19	Appropriated from:	
20	Special revenue funds:	
21	Auto repair facilities fees.....	1,449,100
22	Driver education provider and instructor fund.....	25,500
23	Driver fees.....	934,900
24	Enhanced driver license and enhanced official state	
25	personal identification card fund.....	90,800
26	Personal identification card fees.....	60,900
27	Reinstatement fees - operator licenses.....	716,300

1	Transportation administration collection fund.....		3,362,300
2	Vehicle theft prevention fees.....		465,300
3	State general fund/general purpose.....	\$	12,200
4	(5) CUSTOMER DELIVERY SERVICES		
5	Full-time equated classified positions.....	1,318.0	
6	Branch operations--927.5 FTE positions.....	\$	84,248,600
7	Central operations--371.5 FTE positions.....		47,761,600
8	Commemorative license plates--14.0 FTE positions.....		1,897,300
9	Motorcycle safety education administration--2.0 FTE		
10	positions.....		330,100
11	Motorcycle safety education grants.....		1,800,000
12	Credit and debit assessment services.....		5,000,000
13	Specialty license plates--3.0 FTE positions.....		750,000
14	Organ donor program.....		<u>129,100</u>
15	GROSS APPROPRIATION.....	\$	141,916,700
16	Appropriated from:		
17	Interdepartmental grant revenues:		
18	IDG from MDOT, Michigan transportation fund.....		20,000,000
19	Federal revenues:		
20	Federal funds.....		1,460,000
21	Special revenue funds:		
22	Private funds.....		100
23	Abandoned vehicle fees.....		204,800
24	Auto repair facilities fees.....		1,734,600
25	Child support clearance fees.....		364,100
26	Credit and debit assessment service fees.....		5,000,000
27	Driver education provider and instructor fund.....		49,600

1	Driver fees.....	25,852,100
2	Driver improvement course fund.....	1,248,400
3	Enhanced driver license and enhanced official state	
4	personal identification card fund.....	7,691,800
5	Expedient service fees.....	2,608,200
6	Marine safety fund.....	1,394,600
7	Michigan state police auto theft fund.....	123,700
8	Mobile home commission fees.....	508,200
9	Motorcycle safety fund.....	1,830,100
10	Off-road vehicle title fees.....	167,300
11	Parking ticket court fines.....	1,632,600
12	Personal identification card fees.....	2,278,500
13	Recreation passport fee.....	1,000,000
14	Reinstatement fees - operator licenses.....	2,362,100
15	Snowmobile registration fee revenue.....	390,600
16	Thomas Daley gift of life fund.....	50,000
17	Transportation administration collection fund.....	59,534,900
18	Vehicle theft prevention fees.....	743,600
19	State general fund/general purpose.....	\$ 3,686,800
20	(6) ELECTION REGULATION	
21	Full-time equated classified positions.....	45.0
22	Election administration and services--45.0 FTE	
23	positions	\$ 7,100,300
24	County clerk education and training fund.....	100,000
25	Fees to local units.....	<u>109,800</u>
26	GROSS APPROPRIATION.....	\$ 7,310,100
27	Appropriated from:	

1	Special revenue funds:	
2	Notary education and training fund.....	100,000
3	Notary fee fund.....	344,100
4	State general fund/general purpose.....	\$ 6,866,000
5	(7) DEPARTMENTWIDE APPROPRIATIONS	
6	Building occupancy charges/rent.....	\$ 9,540,700
7	Worker's compensation.....	<u>264,600</u>
8	GROSS APPROPRIATION.....	\$ 9,805,300
9	Appropriated from:	
10	Special revenue funds:	
11	Auto repair facilities fees.....	134,300
12	Driver fees.....	711,400
13	Enhanced driver license and enhanced official state	
14	personal identification card fund.....	26,200
15	Parking ticket court fines.....	445,000
16	Transportation administration collection fund.....	5,909,700
17	State general fund/general purpose.....	\$ 2,578,700
18	(8) INFORMATION TECHNOLOGY	
19	Information technology services and projects.....	\$ <u>21,969,900</u>
20	GROSS APPROPRIATION.....	\$ 21,969,900
21	Appropriated from:	
22	Special revenue funds:	
23	Administrative order processing fee.....	11,700
24	Auto repair facilities fees.....	190,200
25	Driver fees.....	788,300
26	Enhanced driver license and enhanced official state	
27	personal identification card fund.....	269,800

1	Expedient service fees.....	1,086,300
2	Parking ticket court fines.....	87,600
3	Personal identification card fees.....	171,900
4	Reinstatement fees - operator licenses.....	593,000
5	Transportation administration collection fund.....	17,023,500
6	Vehicle theft prevention fees.....	181,200
7	State general fund/general purpose.....	\$ 1,566,400

8 **Sec. 107. DEPARTMENT OF TECHNOLOGY, MANAGEMENT, AND**
9 **BUDGET**

10 **(1) APPROPRIATION SUMMARY**

11	Full-time equated unclassified positions.....	6.0
12	Full-time equated classified positions.....	2,817.0
13	GROSS APPROPRIATION.....	\$ 1,262,810,400
14	Interdepartmental grant revenues:	
15	Total interdepartmental grants and intradepartmental	
16	transfers	677,671,700
17	ADJUSTED GROSS APPROPRIATION.....	\$ 585,138,700
18	Federal revenues:	
19	Total federal revenues.....	7,974,100
20	Special revenue funds:	
21	Total local revenues.....	3,553,700
22	Total private revenues.....	190,400
23	Total other state restricted revenues.....	94,322,000
24	State general fund/general purpose.....	\$ 479,098,500
25	State general fund/general purpose schedule:	
26	Ongoing state general fund/general	

1	purpose	460,848,200	
2	One-time state general fund/general		
3	purpose	18,250,300	
4	(2) EXECUTIVE DIRECTION		
5	Full-time equated unclassified positions.....	6.0	
6	Full-time equated classified positions.....	12.0	
7	Unclassified positions--6.0 FTE positions		\$ 824,600
8	Executive operations--12.0 FTE positions		<u>2,269,800</u>
9	GROSS APPROPRIATION.....		\$ 3,094,400
10	Appropriated from:		
11	Interdepartmental grant revenues:		
12	IDG from building occupancy and parking charges		207,500
13	IDG from technology user fees		1,918,700
14	Special revenue funds:		
15	Special revenue, internal service, and pension trust		
16	funds		300,000
17	State general fund/general purpose		\$ 668,200
18	(3) DEPARTMENT SERVICES		
19	Full-time equated classified positions.....	708.5	
20	Administrative services--132.5 FTE positions		\$ 17,611,900
21	Budget and financial management--135.0 FTE positions .		17,667,800
22	Office of the state employer--23.0 FTE positions		3,374,400
23	Design and construction services--40.0 FTE positions .		6,388,900
24	Business support services--91.0 FTE positions		10,476,400
25	Building operation services--210.0 FTE positions		91,352,000
26	Building occupancy charges, rent, and utilities		6,862,800
27	Motor vehicle fleet--35.0 FTE positions		67,669,300

1	Information technology services and projects	29,574,700
2	Bureau of labor market information and	
3	strategies--42.0 FTE positions.....	<u>5,387,200</u>
4	GROSS APPROPRIATION.....	\$ 256,365,400
5	Appropriated from:	
6	Interdepartmental grant revenues:	
7	IDG from accounting service centers user charges	2,690,800
8	IDG from building occupancy and parking charges	93,505,200
9	IDG from MDLARA.....	100,000
10	IDG from motor transport fund.....	67,669,300
11	IDG from MDCH.....	482,900
12	IDG from MDHS.....	213,500
13	IDG from user fees.....	6,703,600
14	IDG from technology user fees.....	7,949,100
15	Federal revenues:	
16	Federal funds.....	4,905,000
17	Special revenue funds:	
18	Local - MPSCS subscriber and maintenance fees	20,800
19	Deferred compensation.....	2,600
20	Health management funds.....	2,176,900
21	MAIN user charges.....	4,434,600
22	Pension trust funds.....	7,427,000
23	Special revenue, internal service, and pension trust	
24	funds	16,845,100
25	State restricted indirect funds.....	3,383,900
26	State general fund/general purpose.....	\$ 37,855,100
27	(4) TECHNOLOGY SERVICES	

1	Full-time equated classified positions.....	1,474.5	
2	Education services--29.0 FTE positions		\$ 4,108,700
3	Health and human services--617.5 FTE positions		285,947,700
4	Public protection--154.5 FTE positions		50,407,600
5	Resources services--146.5 FTE positions		19,254,400
6	Transportation services--89.5 FTE positions		30,446,000
7	General services--324.5 FTE positions		90,562,100
8	Enterprisewide information technology investment		
9	projects		11,400,000
10	General government and public safety information		
11	technology investment projects.....		28,600,000
12	Health and human services information technology		
13	investment projects		6,000,000
14	MAIN system replacement information technology		
15	investment projects		17,000,000
16	Homeland security initiative/cyber security--13.0		
17	FTE positions		9,068,200
18	Michigan public safety communications system--100.0		
19	FTE positions		<u>41,859,000</u>
20	GROSS APPROPRIATION.....		\$ 594,653,700
21	Appropriated from:		
22	Interdepartmental grant revenues:		
23	IDG from technology user fees.....		480,726,500
24	Special revenue funds:		
25	Local - MPSCS subscriber and maintenance fees.....		2,212,100
26	State general fund/general purpose.....		\$ 111,715,100
27	(5) STATEWIDE APPROPRIATIONS		

1	Professional development fund - AFSCME.....	\$	50,000
2	Professional development fund - MPE, SEIU,		
3	scientific and engineering unit.....		125,000
4	Professional development fund - NERES.....		200,000
5	Professional development fund - UAW.....		<u>720,000</u>
6	GROSS APPROPRIATION.....	\$	1,095,000
7	Appropriated from:		
8	Interdepartmental grant revenues:		
9	IDG from employer contributions.....		1,095,000
10	State general fund/general purpose.....	\$	0
11	(6) SPECIAL PROGRAMS		
12	Full-time equated classified positions.....		176.0
13	Building occupancy charges - property management		
14	services for executive/legislative building		
15	occupancy	\$	1,124,600
16	Retirement services--162.0 FTE positions.....		25,983,700
17	Office of children's ombudsman--14.0 FTE positions ...		1,771,800
18	Public private partnership.....		1,500,000
19	Regional prosperity grants.....		<u>2,500,000</u>
20	GROSS APPROPRIATION.....	\$	32,880,100
21	Appropriated from:		
22	Special revenue funds:		
23	Deferred compensation.....		1,542,400
24	Pension trust funds.....		19,196,500
25	Public private partnership investment fund.....		1,500,000
26	State general fund/general purpose.....	\$	10,641,200
27	(7) STATE BUILDING AUTHORITY RENT		

1	State building authority rent - state agencies	\$	58,405,800
2	State building authority rent - department of		
3	corrections		44,879,900
4	State building authority rent - universities		124,825,300
5	State building authority rent - community colleges ...		<u>26,459,600</u>
6	GROSS APPROPRIATION.....	\$	254,570,600
7	Appropriated from:		
8	State general fund/general purpose	\$	254,570,600
9	(8) CIVIL SERVICE COMMISSION		
10	Full-time equated classified positions..... 446.0		
11	Agency services--74.0 FTE positions	\$	12,601,900
12	Executive direction--40.0 FTE positions		9,403,400
13	Employee benefits--16.0 FTE positions		5,671,200
14	Training.....		1,300,000
15	Human resources operations--316.0 FTE positions		35,766,900
16	Information technology services and projects		<u>4,385,800</u>
17	GROSS APPROPRIATION.....	\$	69,129,200
18	Appropriated from:		
19	Interdepartmental grant revenues:		
20	IDG, training charges		1,300,000
21	IDG, 1% special funds		3,337,900
22	Federal revenues:		
23	Federal funds 1%.....		3,069,100
24	Special revenue funds:		
25	Local funds 1%.....		1,320,800
26	Private funds 1%.....		190,400
27	State restricted funds 1%.....		21,244,900

1	State restricted indirect funds.....		7,700,200
2	State sponsored group insurance.....		2,743,100
3	State sponsored group insurance, flexible spending		
4	accounts and COBRA		5,824,800
5	State general fund/general purpose.....	\$	22,398,000
6	(9) CAPITAL OUTLAY		
7	Major special maintenance, remodeling, and additions		
8	for state agencies	\$	2,000,000
9	Enterprisewide special maintenance for state		
10	facilities		<u>23,000,000</u>
11	GROSS APPROPRIATION.....	\$	25,000,000
12	Appropriated from:		
13	Interdepartmental grant revenues:		
14	IDG from building occupancy charges.....		2,000,000
15	State general fund/general purpose.....	\$	23,000,000
16	(10) ONE-TIME BASIS ONLY APPROPRIATIONS		
17	Regional prosperity grants.....	\$	1,000,000
18	Capital outlay - enterprisewide special maintenance		
19	for state facilities		7,000,000
20	Technology services funding.....		6,900,300
21	Litigation fund.....		4,000,000
22	Office of urban initiatives.....		5,000,000
23	Michigan business one stop - depreciation.....		871,700
24	Special projects.....		<u>1,250,000</u>
25	GROSS APPROPRIATION.....	\$	26,022,000
26	Appropriated from:		
27	Interdepartmental grant revenues:		

1	Interdepartmental grant revenues.....	7,771,700
2	Special revenue funds:	
3	State general fund/general purpose.....	\$ 18,250,300
4	Sec. 108. DEPARTMENT OF TREASURY	
5	(1) APPROPRIATION SUMMARY	
6	Full-time equated unclassified positions.....	10.0
7	Full-time equated classified positions.....	2,619.5
8	GROSS APPROPRIATION.....	\$ 2,948,023,700
9	Interdepartmental grant revenues:	
10	Total interdepartmental grants and intradepartmental	
11	transfers	9,409,100
12	ADJUSTED GROSS APPROPRIATION.....	\$ 2,938,614,600
13	Federal revenues:	
14	Total federal revenues.....	667,075,700
15	Special revenue funds:	
16	Total local revenues.....	6,416,000
17	Total private revenues.....	5,678,000
18	Total other state restricted revenues.....	1,745,389,100
19	State general fund/general purpose.....	\$ 514,055,800
20	State general fund/general purpose schedule:	
21	Ongoing state general fund/general	
22	purpose	431,005,800
23	One-time state general fund/general	
24	purpose	83,050,000
25	(2) EXECUTIVE DIRECTION	
26	Full-time equated unclassified positions.....	10.0

1	Full-time equated classified positions.....	16.0		
2	Unclassified positions--10.0 FTE positions.....		\$	1,099,500
3	Executive direction and operations--16.0 FTE positions			<u>3,008,400</u>
4	GROSS APPROPRIATION.....		\$	4,107,900
5	Appropriated from:			
6	Federal revenues:			
7	DED-OPSE, federal lenders allowance.....			20,000
8	DED-OPSE, higher education act of 1965, insured loans			45,000
9	Special revenue funds:			
10	Delinquent tax collection revenue.....			1,330,600
11	Michigan state housing development authority fees			
12	and charges			258,100
13	State lottery fund.....			281,600
14	State services fee fund.....			319,900
15	State general fund/general purpose.....		\$	1,852,700
16	(3) DEPARTMENTWIDE APPROPRIATIONS			
17	Rent and building occupancy charges - property			
18	management services		\$	5,948,800
19	Worker's compensation insurance premium.....			<u>129,200</u>
20	GROSS APPROPRIATION.....		\$	6,078,000
21	Appropriated from:			
22	Special revenue funds:			
23	Delinquent tax collection revenue.....			2,945,200
24	State general fund/general purpose.....		\$	3,132,800
25	(4) LOCAL GOVERNMENT PROGRAMS			
26	Full-time equated classified positions.....	111.0		
27	Supervision of the general property tax law--86.0			

1	FTE positions	\$	18,817,500
2	Property tax assessor training--4.0 FTE positions		1,031,900
3	Local finance--21.0 FTE positions		<u>2,571,200</u>
4	GROSS APPROPRIATION.....	\$	22,420,600
5	Appropriated from:		
6	Special revenue funds:		
7	Local - assessor training fees		1,031,900
8	Local - audit charges		810,600
9	Local - equalization study chargebacks		40,000
10	Local - revenue from local government		100,000
11	Delinquent tax collection revenue		1,494,300
12	Land reutilization fund		5,304,500
13	Municipal finance fees		534,900
14	State general fund/general purpose	\$	13,104,400
15	(5) TAX PROGRAMS		
16	Full-time equated classified positions..... 811.0		
17	Tax compliance--345.0 FTE positions	\$	45,452,100
18	Tax and economic policy--93.0 FTE positions		13,100,000
19	Tax processing--345.0 FTE positions		36,932,300
20	Health insurance claims fund--15.0 FTE positions		2,033,800
21	Home heating assistance		3,023,400
22	Bottle act implementation		250,000
23	Tobacco tax enforcement--13.0 FTE positions		<u>1,579,500</u>
24	GROSS APPROPRIATION.....	\$	102,371,100
25	Appropriated from:		
26	Interdepartmental grant revenues:		
27	IDG from MDOT, Michigan transportation fund		2,300,000

1	IDG from MDOT, state aeronautics fund.....		71,000
2	Federal revenues:		
3	HHS-SSA, low-income energy assistance.....		3,023,400
4	Special revenue funds:		
5	Bottle deposit fund.....		250,000
6	Delinquent tax collection revenue.....		70,170,400
7	Emergency 911 fund.....		156,200
8	Health insurance claims assessment fund.....		2,033,800
9	Tobacco tax revenue.....		4,027,700
10	Waterways fund.....		105,100
11	State general fund/general purpose.....	\$	20,233,500
12	(6) FINANCIAL AND ADMINISTRATIVE SERVICES		
13	Full-time equated classified positions.....	383.0	
14	Department and budget services--88.0 FTE positions ...	\$	9,001,700
15	Unclaimed property--29.0 FTE positions.....		4,772,800
16	Office of collections--203.0 FTE positions.....		26,303,200
17	Office of accounting services--24.0 FTE positions....		2,441,900
18	Office of financial services--39.0 FTE positions.....		<u>4,396,900</u>
19	GROSS APPROPRIATION.....	\$	46,916,500
20	Appropriated from:		
21	Interdepartmental grant revenues:		
22	IDG from accounting service center user charges.....		484,200
23	IDG from MDHS, title IV-D.....		764,700
24	IDG, levy/warrant cost assessment fees.....		2,000,000
25	IDG, state agency collection fees.....		2,892,100
26	IDG, data/collection services fees.....		290,800
27	Special revenue funds:		

1	Delinquent tax collection revenue.....		27,127,700
2	Escheats revenue.....		4,772,800
3	Garnishment fees.....		2,487,900
4	Justice system fund.....		479,400
5	State restricted indirect funds.....		273,000
6	Treasury fees.....		46,200
7	State general fund/general purpose.....	\$	5,297,700
8	(7) FINANCIAL PROGRAMS		
9	Full-time equated classified positions.....	211.5	
10	Investments--82.0 FTE positions.....		\$ 20,321,700
11	John R. Justice grant program.....		287,700
12	Common cash and debt management--22.5 FTE positions..		1,633,600
13	Dual enrollment payments.....		1,005,200
14	Student financial assistance programs--25.5 FTE		
15	positions		2,695,000
16	Michigan finance authority - bond finance		
17	programs--72.5 FTE positions		38,728,000
18	Financial independence team--9.0 FTE positions		<u>4,500,000</u>
19	GROSS APPROPRIATION.....	\$	69,171,200
20	Appropriated from:		
21	Interdepartmental grant revenues:		
22	IDG, fiscal agent service fees.....		206,300
23	Federal revenues:		
24	DED-OPSE, federal lenders allowance.....		10,626,700
25	DED-OPSE, higher education act of 1965, insured loans		25,082,800
26	Federal - John R. Justice grant.....		287,700
27	Special revenue funds:		

1	Defined contribution administrative fee revenue	100,000
2	MFA, bond and loan program revenue	3,018,500
3	Michigan merit award trust fund	1,143,200
4	Retirement funds	18,814,400
5	School bond fees	837,600
6	Treasury fees	1,619,500
7	State general fund/general purpose	\$ 7,434,500
8	(8) DEBT SERVICE	
9	Quality of life bond	\$ 81,360,000
10	Clean Michigan initiative	57,224,000
11	Great Lakes water quality bond	<u>13,811,000</u>
12	GROSS APPROPRIATION	\$ 152,395,000
13	Appropriated from:	
14	Special revenue funds:	
15	State general fund/general purpose	\$ 152,395,000
16	(9) GRANTS	
17	Convention facility development distribution	\$ 90,950,000
18	Senior citizen cooperative housing tax exemption	
19	program	12,020,000
20	Emergency 911 payments	27,000,000
21	Facility for rare isotope beams debt service	7,300,000
22	Health and safety fund grants	<u>9,000,000</u>
23	GROSS APPROPRIATION	\$ 146,270,000
24	Appropriated from:	
25	Special revenue funds:	
26	Emergency 911 fund	27,000,000
27	Convention facility development fund	90,950,000

1	Health and safety fund.....		9,000,000
2	State general fund/general purpose.....	\$	19,320,000
3	(10) BUREAU OF STATE LOTTERY		
4	Full-time equated classified positions.....	183.0	
5	Lottery operations--183.0 FTE positions.....	\$	24,273,400
6	Promotion and advertising.....		18,622,000
7	Lottery information technology services and projects .		<u>5,211,100</u>
8	GROSS APPROPRIATION.....	\$	48,106,500
9	Appropriated from:		
10	Special revenue funds:		
11	State lottery fund.....		48,106,500
12	State general fund/general purpose.....	\$	0
13	(11) CASINO GAMING		
14	Full-time equated classified positions.....	129.0	
15	Michigan gaming control board.....	\$	50,000
16	Casino gaming control administration--119.0 FTE		
17	positions		25,269,400
18	Casino gaming information technology services and		
19	projects		1,984,400
20	Racing commission--10.0 FTE positions.....		<u>2,352,400</u>
21	GROSS APPROPRIATION.....	\$	29,656,200
22	Appropriated from:		
23	Special revenue funds:		
24	Casino gambling agreements.....		814,500
25	Equine development fund.....		2,475,400
26	Laboratory fees.....		700,000
27	State services fee fund.....		25,666,300

1	State general fund/general purpose.....	\$	0
2	(12) PAYMENTS IN LIEU OF TAXES		
3	Commercial forest reserve.....	\$	3,207,700
4	Purchased lands.....		7,298,400
5	Swamp and tax reverted lands.....		<u>10,668,800</u>
6	GROSS APPROPRIATION.....	\$	21,174,900
7	Appropriated from:		
8	Special revenue funds:		
9	Private funds.....		23,100
10	Game and fish protection fund.....		2,527,900
11	Michigan natural resources trust fund.....		1,735,500
12	Michigan state waterways fund.....		219,100
13	State general fund/general purpose.....	\$	16,669,300
14	(13) MICHIGAN STRATEGIC FUND		
15	Full-time equated classified positions.....	403.0	
16	Administrative services--22.0 FTE positions.....	\$	3,131,700
17	Job creation services--139.0 FTE positions.....		19,021,100
18	Pure Michigan.....		29,000,000
19	Entrepreneurship eco-system.....		25,000,000
20	Business attraction and community revitalization.....		112,100,000
21	Community ventures--7.0 FTE positions.....		9,800,000
22	Michigan film office--6.0 FTE positions.....		891,900
23	Film incentives.....		25,000,000
24	Energy programs.....		3,610,900
25	Community development block grants.....		47,000,000
26	Arts and cultural program.....		10,150,000
27	GEAR-UP program grants.....		4,730,700

1	Carl D. Perkins grants.....	19,000,000
2	Adult basic education.....	20,000,000
3	Adult education--16.0 FTE positions.....	2,939,800
4	Postsecondary education--9.0 FTE positions.....	2,064,300
5	Employment services--125.0 FTE positions.....	35,166,900
6	Workforce development agency administrative	
7	services--22.0 FTE positions	1,740,400
8	Workforce program administration--57.0 FTE positions .	13,404,400
9	Workforce development programs.....	250,819,100
10	Welfare-to-work programs.....	75,357,200
11	Community college skilled trades equipment program...	4,600,000
12	Workforce development agency rent and property	
13	management	870,500
14	Skilled trades training program.....	10,000,000
15	Information technology services and projects.....	<u>925,000</u>
16	GROSS APPROPRIATION.....	\$ 726,323,900
17	Appropriated from:	
18	Federal revenues:	
19	DAG, employment and training.....	3,500,000
20	DED-OESE, GEAR-UP.....	4,730,700
21	DED-OVAE, adult education.....	20,000,000
22	DED-OVAE, basic grants to states.....	19,000,000
23	DOE-OEERE, multiple grants.....	3,796,800
24	DOL-ETA, workforce investment act.....	174,003,300
25	DOL, federal funds.....	112,800,000
26	Federal funds.....	5,950,000
27	Social security act, temporary assistance to needy	

1	families	64,898,800
2	NFAH-NEA, promotion of the arts, partnership	
3	agreements	1,050,000
4	HUD-CPD, community development block grant	49,780,700
5	Special revenue funds:	
6	Local revenues	4,433,500
7	Private funds	5,274,900
8	Private - oil overcharge	30,000
9	Private - special project advances	250,000
10	Private - Michigan council for the arts fund	100,000
11	Industry support fees	5,500
12	Defaulted loan collection fees	150,000
13	Michigan film promotion fund	654,800
14	Public utility assessments	872,400
15	21st century jobs trust fund	75,000,000
16	State general fund/general purpose	\$ 180,042,500
17	(14) REVENUE SHARING	
18	Constitutional state general revenue sharing grants ..	\$ 758,272,400
19	City, village, and township revenue sharing	243,040,000
20	County incentive program	42,240,000
21	County revenue sharing	168,960,000
22	Financially distressed cities, villages, or townships	<u>5,000,000</u>
23	GROSS APPROPRIATION	\$ 1,217,512,400
24	Appropriated from:	
25	Sales tax	1,217,512,400
26	State general fund/general purpose	\$ 0
27	(15) MICHIGAN STRATEGIC FUND - MICHIGAN STATE	

1 **HOUSING DEVELOPMENT AUTHORITY**

2	Full-time equated classified positions.....	353.0	
3	Payments on behalf of tenants.....		\$ 166,860,000
4	Housing and rental assistance--347.0 FTE positions ...		57,957,900
5	Land bank fast track authority--6.0 FTE positions		5,250,000
6	Lighthouse preservation program.....		307,500
7	Rent and administrative support.....		3,870,700
8	Michigan state housing development authority		
9	technology services and projects.....		<u>3,559,900</u>
10	GROSS APPROPRIATION.....		\$ 237,806,000
11	Appropriated from:		
12	Federal revenues:		
13	Federal funds.....		1,000,000
14	HUD, lower income housing assistance.....		166,860,000
15	Special revenue funds:		
16	Michigan state housing development authority fees		
17	and charges		65,388,500
18	Michigan lighthouse preservation fund.....		307,500
19	Land bank fast track fund.....		300,000
20	State general fund/general purpose.....		\$ 3,950,000
21	(16) STATE BUILDING AUTHORITY		
22	Full-time equated classified positions.....	4.0	
23	State building authority--4.0 FTE positions		\$ <u>712,400</u>
24	GROSS APPROPRIATION.....		\$ 712,400
25	Appropriated from:		
26	Special revenue funds:		
27	State building authority revenue.....		712,400

1	State general fund/general purpose	\$	0
2	(17) INFORMATION TECHNOLOGY		
3	Treasury operations information technology services		
4	and projects	\$	<u>25,151,100</u>
5	GROSS APPROPRIATION.....	\$	25,151,100
6	Appropriated from:		
7	Interdepartmental grant revenues:		
8	IDG from MDOT, Michigan transportation fund.....		400,000
9	Federal revenues:		
10	DED-OPSE, federal lenders allowance.....		619,800
11	Special revenue funds:		
12	Delinquent tax collection revenue.....		15,671,400
13	Tobacco tax revenue.....		127,700
14	Retirement funds.....		758,800
15	State general fund/general purpose.....	\$	7,573,400
16	(18) ONE-TIME BASIS ONLY APPROPRIATIONS		
17	Full-time equated classified positions..... 15.0		
18	City, village, and township revenue sharing.....	\$	5,800,000
19	Financially distressed cities, villages, or townships		3,000,000
20	MSF, film incentives.....		25,000,000
21	MSF, business attraction and community revitalization		17,900,000
22	MSF, Automotive, engineering and manufacturing		
23	technology fund		2,000,000
24	MSF, special grants.....		15,750,000
25	Credit card payment service--6.0 FTE positions.....		500,000
26	Personal property tax reform--9.0 FTE positions.....		20,800,000
27	Treasury, city of Flint police and fire safety grant .		<u>1,100,000</u>

1	GROSS APPROPRIATION.....	\$	91,850,000
2	Appropriated from:		
3	Special revenue funds:		
4	Sales tax.....		8,800,000
5	State general fund/general purpose.....	\$	83,050,000

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2014-2015

GENERAL SECTIONS

10 Sec. 201. (1) Pursuant to section 30 of article IX of the
 11 state constitution of 1963, total state spending from state
 12 resources under part 1 for fiscal year 2014-2015 is
 13 \$3,259,556,300.00 and state spending from state resources to be
 14 paid to local units of government for fiscal year 2014-2015 is
 15 \$1,434,623,200.00. The itemized statement below identifies
 16 appropriations from which spending to local units of government
 17 will occur:

18 DEPARTMENT OF STATE

19	Fees to local units.....	\$	109,800
20	Motorcycle safety grants.....		<u>1,251,000</u>
21	Subtotal.....	\$	1,360,800

22 DEPARTMENT OF TREASURY

23	Senior citizen cooperative housing tax exemption.....	\$	12,020,000
24	Health and safety fund grants.....		9,000,000
25	Constitutional state general revenue sharing grants..		758,272,400

1	City, village, and township revenue sharing.....	248,840,000
2	Convention facility development fund distribution....	90,950,000
3	Emergency 9-1-1 payments.....	27,000,000
4	Financially distressed cities, villages, or townships	8,000,000
5	County incentive program.....	42,240,000
6	County revenue sharing payments.....	168,960,000
7	Airport parking distribution pursuant to section 909 .	16,280,300
8	Payments in lieu of taxes.....	21,174,900
9	Personal property tax reform.....	19,300,000
10	Welfare-to-work programs.....	<u>11,224,800</u>
11	Subtotal.....	\$ <u>1,433,262,400</u>
12	TOTAL GENERAL GOVERNMENT.....	\$ 1,434,623,200

13 (2) Pursuant to section 30 of article IX of the state
14 constitution of 1963, total state spending from state sources for
15 fiscal year 2014-2015 is estimated at \$30,123,412,800.00 in the
16 2014-2015 appropriations acts and total state spending from state
17 sources paid to local units of government for fiscal year 2014-2015
18 is estimated at \$16,428,104,600.00. The state-local proportion is
19 estimated at 54.5% of total state spending from state resources.

20 (3) If payments to local units of government and state
21 spending from state sources for fiscal year 2014-2015 are different
22 than the amounts estimated in subsection (2), the state budget
23 director shall report the payments to local units of government and
24 state spending from state sources that were made for fiscal year
25 2014-2015 to the senate and house of representatives standing
26 committees on appropriations within 30 days after the final book-
27 closing for fiscal year 2014-2015.

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

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

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

7 (b) "ATM" means automated teller machine.

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

10 (d) "DAG" means the United States department of agriculture.

11 (e) "DED" means the United States department of education.

12 (f) "DED-OESE" means the DED office of elementary and
13 secondary education.

14 (g) "DED-OPSE" means the DED office of postsecondary
15 education.

16 (h) "DED-OVAE" means the DED office of vocational and adult
17 education.

18 (i) "DOE-OEERE" means the United States department of energy,
19 office of energy efficiency and renewable energy.

20 (j) "DOL-ETA" means the United States department of labor,
21 employment and training administration.

22 (k) "EEOC" means the United States equal employment
23 opportunity commission.

24 (l) "EPA" means the United States environmental protection
25 agency.

26 (m) "FTE" means full-time equated.

27 (n) "Fund" means the Michigan strategic fund.

1 (o) "GEAR-UP" means gaining early awareness and readiness for
2 undergraduate programs.

3 (p) "GED" means a general educational development certificate.

4 (q) "GF/GP" means general fund/general purpose.

5 (r) "HAVA" means help America vote act.

6 (s) "HHS" means the United States department of health and
7 human services.

8 (t) "HHS-OS" means the HHS office of the secretary.

9 (u) "HHS-SSA" means the HHS social security administration.

10 (v) "HUD" means the United States department of housing and
11 urban development.

12 (w) "HUD-CPD" means the United States department of housing
13 and urban development - community planning and development.

14 (x) "IDG" means interdepartmental grant.

15 (y) "JCOS" means the joint capital outlay subcommittee.

16 (z) "MAIN" means the Michigan administrative information
17 network.

18 (aa) "MCL" means the Michigan Compiled Laws.

19 (bb) "MDCH" means the Michigan department of community health.

20 (cc) "MDE" means the Michigan department of education.

21 (dd) "MDLARA" means the Michigan department of licensing and
22 regulatory affairs.

23 (ee) "MDEQ" means the Michigan department of environmental
24 quality.

25 (ff) "MDHS" means the Michigan department of human services.

26 (gg) "MDMVA" means the Michigan department of military and
27 veterans affairs.

1 (hh) "MDOT" means the Michigan department of transportation.

2 (ii) "MDSP" means the Michigan department of state police.

3 (jj) "MDTMB" means the Michigan department of technology,
4 management, and budget.

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

13 (ll) "MFA" means the Michigan finance authority.

14 (mm) "MPE" means the Michigan public employees.

15 (nn) "MSF" means the Michigan strategic fund.

16 (oo) "MSHDA" means Michigan state housing development
17 authority.

18 (pp) "NERE" means nonexclusively represented employees.

19 (qq) "NFAH-NEA" means the national foundation of the arts and
20 the humanities - national endowment for the arts.

21 (rr) "PA" means public act.

22 (ss) "PATH" means partnership, accountability, training, and
23 hope.

24 (tt) "RFI" means a request for information.

25 (uu) "RFP" means a request for a proposal.

26 (vv) "RFQ" means a request for qualifications.

27 (ww) "SEIU" means service employees international union.

1 (xx) "WDA" means the workforce development agency.

2 (yy) "WIC" means women, infants, and children.

3 Sec. 206. The departments and agencies receiving
4 appropriations in part 1 shall cooperate with the department of
5 technology, management, and budget to maintain a searchable website
6 that is updated at least quarterly and that is accessible by the
7 public at no cost that includes, but is not limited to, all of the
8 following for each department or agency:

9 (a) Fiscal year-to-date expenditures by category.

10 (b) Fiscal year-to-date expenditures by appropriation unit.

11 (c) Fiscal year-to-date payments to a selected vendor,
12 including the vendor name, payment date, payment amount, and
13 payment description.

14 (d) The number of active department employees by job
15 classification.

16 (e) Job specifications and wage rates.

17 Sec. 207. (1) For each new program or program expansion for
18 which funds in excess of \$500,000.00 are appropriated in part 1,
19 the department shall identify specific benchmarks intended to
20 measure the performance or return on taxpayer investment of the
21 program and its associated expenditures. Not later than November 1,
22 2014, the department shall report the proposed benchmarks to the
23 house and senate appropriations subcommittees for that department,
24 the house and senate fiscal agencies, and the state budget
25 director. The department shall provide an update on its progress in
26 achieving those benchmarks at an appropriations subcommittee
27 meeting called for the purpose of discussing benchmarks and their

1 status.

2 (2) It is the intent of the legislature that, beginning with
3 the budget for the fiscal year ending September 30, 2016, any
4 proposal for a new program or an expansion of an existing program
5 in excess of \$500,000.00 initiated by the executive branch or the
6 legislature shall include, as part of the original proposal or
7 budget request, a list of benchmarks intended to measure the
8 performance or return on taxpayer investment of the program or
9 spending increase.

10 Sec. 208. The departments and agencies receiving
11 appropriations in part 1 shall use the Internet to fulfill the
12 reporting requirements of this part. This requirement may include
13 transmission of reports via electronic mail to the recipients
14 identified for each reporting requirement, or it may include
15 placement of reports on an Internet or Intranet site.

16 Sec. 209. Funds appropriated in part 1 shall not be used for
17 the purchase of foreign goods or services, or both, if
18 competitively priced and of comparable quality American goods or
19 services, or both, are available. Preference shall be given to
20 goods or services, or both, manufactured or provided by Michigan
21 businesses, if they are competitively priced and of comparable
22 quality. In addition, preference should be given to goods or
23 services, or both, that are manufactured or provided by Michigan
24 businesses owned and operated by veterans, if they are
25 competitively priced and of comparable quality.

26 Sec. 210. The director of each department and agency receiving
27 appropriations in part 1 shall take all reasonable steps to ensure

1 businesses in deprived and depressed communities compete for and
 2 perform contracts to provide services or supplies, or both. Each
 3 director shall strongly encourage firms with which the department
 4 contracts to subcontract with certified businesses in depressed and
 5 deprived communities for services, supplies, or both.

6 Sec. 211. (1) Pursuant to section 352 of the management and
 7 budget act, 1984 PA 431, MCL 18.1352, which provides for a transfer
 8 of state general fund revenue into or out of the countercyclical
 9 budget and economic stabilization fund, the calculations required
 10 by section 352 of the management and budget act, 1984 PA 431, MCL
 11 18.1352, are determined as follows:

	<u>2013</u>	<u>2014</u>	<u>2015</u>
12 Michigan personal income (millions).	\$388,053	\$400,859	\$418,096
13 less: transfer payments.....	<u>85,163</u>	<u>88,825</u>	<u>94,510</u>
14 Subtotal	\$302,890	\$312,034	\$323,586
15 Divided by: Detroit Consumer Price			
16 Index for 12 months ending June 30	2.182	2.206	2.239
17 Equals: real adjusted Michigan			
18 personal income.....	\$138,813	\$141,448	\$144,517
19 Percentage change.....	N/A	1.9%	2.2%
20 Growth rate in excess of 2%?.....	N/A	NO	0.2%
21 Equals: countercyclical budget and			
22 economic stabilization fund pay-in			
23 calculation for the fiscal year ending			
24 September 30, 2015 (millions)...	N/A	\$0.0	N/A
25 Growth rate less than 0%?.....	N/A	N/A	NO
26 Equals: countercyclical budget and			
27			

1 economic stabilization fund pay-out
2 calculation for the fiscal year ending
3 September 30, 2015 (millions)... N/A N/A \$0.0

4 (2) Notwithstanding subsection (1), there is appropriated for
5 the fiscal year ending September 30, 2015, from general
6 fund/general purpose revenue for deposit into the countercyclical
7 budget and economic stabilization fund the sum of \$94,000,000.00.

8 Sec. 212. The departments and agencies receiving
9 appropriations in part 1 shall receive and retain copies of all
10 reports funded from appropriations in part 1. Federal and state
11 guidelines for short-term and long-term retention of records shall
12 be followed. The department may electronically retain copies of
13 reports unless otherwise required by federal and state guidelines.

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

19 Sec. 215. A department or state agency shall not take
20 disciplinary action against an employee for communicating with a
21 member of the legislature or his or her staff.

22 Sec. 216. The departments and agencies receiving
23 appropriations in part 1 shall prepare a report on out-of-state
24 travel expenses not later than January 1 of each year. The travel
25 report shall be a listing of all travel by classified and
26 unclassified employees outside this state in the immediately
27 preceding fiscal year that was funded in whole or in part with

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

6 (a) The dates of each travel occurrence.

7 (b) The total transportation and related costs of each travel
8 occurrence, including the proportion funded with state general
9 fund/general purpose revenues, the proportion funded with state
10 restricted revenues, the proportion funded with federal revenues,
11 and the proportion funded with other revenues.

12 Sec. 217. General fund appropriations in part 1 shall not be
13 expended for items in cases where federal funding is available for
14 the same expenditures.

15 Sec. 219. The departments and agencies receiving
16 appropriations in part 1 shall maintain, on a publicly accessible
17 website, a department or agency scorecard that identifies, tracks,
18 and regularly updates key metrics that are used to monitor and
19 improve the department's or agency's performance.

20 Sec. 221. Each department and agency shall report no later
21 than April 1 on each specific policy change made to implement a
22 public act affecting the department that took effect during the
23 prior calendar year to the senate and house of representatives
24 standing committees on appropriations subcommittees on general
25 government, the joint committee on administrative rules, and the
26 senate and house fiscal agencies.

27 Sec. 226. Funds appropriated in part 1 shall not be used by a

1 principal executive department, state agency, or authority to hire
2 a person to provide legal services that are the responsibility of
3 the attorney general. This prohibition does not apply to legal
4 services for bonding activities and for those activities that the
5 attorney general authorizes.

6 Sec. 227. Within 14 days after the release of the executive
7 budget recommendation, the departments and agencies receiving
8 appropriations in part 1 shall cooperate with the state budget
9 director to provide the chairs of the senate and house of
10 representatives standing committees on appropriations, the chairs
11 of the senate and house of representatives standing committees on
12 appropriations subcommittees on general government, and the senate
13 and house fiscal agencies with an annual report on estimated state
14 restricted fund balances, state restricted fund projected revenues,
15 and state restricted fund expenditures for the fiscal years ending
16 September 30, 2014 and September 30, 2015.

17 Sec. 228. Not later than November 30, the state budget office
18 shall prepare and transmit a report that provides for estimates of
19 the total general fund/general purpose appropriation lapses at the
20 close of the prior fiscal year. This report shall summarize the
21 projected year-end general fund/general purpose appropriation
22 lapses by major departmental program or program areas. The report
23 shall be transmitted to the chairpersons of the senate and house of
24 representatives standing committees on appropriations and the
25 senate and house fiscal agencies.

26 Sec. 229. If the office of the auditor general has identified
27 an initiative or made a recommendation that is related to savings

1 and efficiencies in an audit report for an executive branch
2 department or agency, the department or agency shall report within
3 6 months of the release of the audit on their efforts and progress
4 made toward achieving the savings and efficiencies identified in
5 the audit report. The report shall be submitted to the chairs of
6 the senate and house of representatives standing committees on
7 appropriations, the chairs of the senate and house of
8 representatives standing committees with jurisdiction over matters
9 relating to the department that is audited, and the senate and
10 house fiscal agencies.

11 Sec. 231. (1) It is the intent of the legislature that
12 departments and agencies receiving appropriations in part 1
13 properly account for their spending and do not use FTE positions as
14 placeholders for spending in other parts of their budgets.

15 (2) The departments and agencies receiving appropriations
16 under part 1 shall provide a report to the legislature specifying
17 the number of filled, FTE positions in pay status in the
18 immediately preceding fiscal year by February 1. When reporting on
19 the number of filled, FTE positions in pay status, the department
20 or agency shall provide the maximum number of filled, FTE positions
21 in pay status by appropriation line item in the last pay period of
22 each quarter of the immediately preceding fiscal year. The report
23 shall also include a listing of all funded, FTE positions by
24 position title.

25 Sec. 233. In addition to the general fund/general purpose
26 appropriations for special maintenance, remodeling, and addition -
27 state facilities in part 1, there is also appropriated related

1 federal and state restricted funds up to the amounts that will be
2 earned based upon the initiatives undertaken with the funds in part
3 1. The state budget director shall determine and authorize the
4 appropriate manner for implementing this section.

5 Sec. 234. In addition to the general fund/general purpose
6 appropriations for enterprisewide information technology
7 investments in part 1, there is also appropriated related federal
8 and state restricted funds up to the amounts that will be earned
9 based upon the initiatives undertaken with the funds in part 1. The
10 state budget director shall determine and authorize the appropriate
11 manner for implementing this section.

12 Sec. 235. No state department or agency shall issue an RFP for
13 a contract in excess of \$5,000,000.00 unless the department or
14 agency has first considered issuing an RFI or an RFQ relative to
15 that contract to better enable the department or the agency to
16 learn more about the market for the products or services that are
17 the subject of the future RFP. The department or agency shall
18 notify MDTMB of the evaluation process used to determine if an RFI
19 or RFQ was not necessary prior to issuing the RFP.

20 Sec. 239. The department of technology, management, and
21 budget, with the assistance of the Michigan energy office as
22 necessary, shall assess the energy performance of state-owned
23 buildings so that state departments, agencies, and authorities are
24 better able to identify priority projects for energy improvements
25 that can be achieved with internal resources and energy savings
26 performance contracts under the cost-effective governmental energy
27 use act, 2012 PA 625, MCL 18.1711 to 18.1725.

1 **DEPARTMENT OF ATTORNEY GENERAL**

2 Sec. 301. (1) In addition to the funds appropriated in part 1,
3 there is appropriated an amount not to exceed \$1,500,000.00 for
4 federal contingency funds. These funds are not available for
5 expenditure until they have been transferred to another line item
6 in part 1 under section 393(2) of the management and budget act,
7 1984 PA 431, MCL 18.1393.

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

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

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

26 Sec. 302. (1) The attorney general shall perform all legal

1 services, including representation before courts and administrative
2 agencies rendering legal opinions and providing legal advice to a
3 principal executive department or state agency. A principal
4 executive department or state agency shall not employ or enter into
5 a contract with any other person for services described in this
6 section.

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

12 (3) The attorney general shall perform the duties specified in
13 1846 RS 12, MCL 14.28 to 14.35, and 1919 PA 232, MCL 14.101 to
14 14.102, and as otherwise provided by law.

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

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

1 costs of legal representation, including salaries and support
2 costs.

3 Sec. 305. In addition to the funds appropriated in part 1, not
4 more than \$400,000.00 shall be reimbursed per fiscal year for food
5 stamp fraud cases heard by the third circuit court of Wayne County
6 that were initiated by the department of attorney general pursuant
7 to the existing contract between the department of human services,
8 the prosecuting attorneys association of Michigan, and the
9 department of attorney general. The source of this funding is money
10 earned by the department of attorney general under the agreement
11 after the allowance for reimbursement to the department of attorney
12 general for costs associated with the prosecution of food stamp
13 fraud cases. It is recognized that the federal funds are earned by
14 the department of attorney general for its documented progress on
15 the prosecution of food stamp fraud cases according to the United
16 States department of agriculture regulations and that, once earned
17 by this state, the funds become state funds.

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

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

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

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

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

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

21 Sec. 309. From the prisoner reimbursement funds appropriated
22 in part 1, the department may spend up to \$614,400.00 on activities
23 related to the state correctional facility reimbursement act, 1935
24 PA 253, MCL 800.401 to 800.406. In addition to the funds
25 appropriated in part 1, if the department collects in excess of
26 \$1,131,000.00 in gross annual prisoner reimbursement receipts
27 provided to the general fund, the excess, up to a maximum of

1 \$1,000,000.00, is appropriated to the department of attorney
2 general and may be spent on the representation of the department of
3 corrections and its officers, employees, and agents, including, but
4 not limited to, the defense of litigation against the state, its
5 departments, officers, employees, or agents in civil actions filed
6 by prisoners.

7 Sec. 310. (1) For the purposes of providing title IV-D child
8 support enforcement funding, the department of human services, as
9 the state IV-D agency, shall maintain a cooperative agreement with
10 the attorney general for federal IV-D funding to support the child
11 support enforcement activities within the office of the attorney
12 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. 315. Total authorized appropriations from all sources
24 under part 1 for legacy costs for the fiscal year ending September
25 30, 2015 are \$17,694,100.00. From this amount, total agency
26 appropriations for pension-related legacy costs are estimated at
27 \$9,790,800.00. Total agency appropriations for retiree health care

1 legacy costs are estimated at \$7,903,300.00.

2 Sec. 320. The department of attorney general shall provide a
3 detailed work and spending plan for the appropriation in part 1 for
4 sexual assault prosecutions outlining the anticipated litigation
5 action and expenditures resulting from findings of the rape kit
6 testing results discovered by Michigan state police upon the
7 closure of the Detroit crime lab. The spending plan shall be
8 transmitted to the state budget office, the senate and house fiscal
9 agencies, and the senate and house of representatives standing
10 committees on appropriations subcommittees on general government.
11 The appropriation shall not be available for expenditure until the
12 work plan is approved by the state budget director. The state
13 budget office shall notify the senate and house of representatives
14 standing committees on appropriations subcommittees on general
15 government at least 15 days prior to release of the funds.

16 **DEPARTMENT OF CIVIL RIGHTS**

17 Sec. 401. (1) In addition to the funds appropriated in part 1,
18 there is appropriated an amount not to exceed \$2,000,000.00 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 \$750,000.00 for private
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. 402. (1) In addition to the appropriations contained in
4 part 1, the department of civil rights may receive and expend funds
5 from local or private sources for all of the following purposes:

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

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

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

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

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

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

18 (g) Staffing costs for all activities included in this
19 subsection.

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

25 Sec. 403. The department of civil rights may contract with
26 local units of government to review equal employment opportunity
27 compliance of potential contractors and may charge for and expend

1 amounts received from local units of government for the purpose of
2 developing and providing these contractual services.

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

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

7 (b) A detailed description of all subunits within the
8 department, including FTE positions associated with each subunit,
9 responsibilities of each subunit, and all revenues and expenditures
10 for each subunit.

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

12 (d) The average cost of, and time expended, investigating
13 complaints.

14 (e) The percentage of complaints that are meritorious and
15 worthy of investigation or settlement and the percentage of
16 complaints that have no merit.

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

18 (g) Expenditures associated with complaint investigation and
19 enforcement.

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

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

24 (j) Productivity projections for the current fiscal year,
25 including investigations closed per FTE, complaint evaluations
26 completed per FTE, and average time expended investigating
27 complaints.

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

7 Sec. 405. The department of civil rights shall notify the
8 office of the state budget, senate and house of representatives
9 standing committees on appropriations, and senate and house fiscal
10 agencies prior to submitting a report or complaint to the United
11 States commission on civil rights or other federal departments.

12 Sec. 410. Total authorized appropriations from all sources
13 under part 1 for legacy costs for the fiscal year ending September
14 30, 2015 are \$3,139,500.00. From this amount, total agency
15 appropriations for pension-related legacy costs are estimated at
16 \$1,745,300.00. Total agency appropriations for retiree health care
17 legacy costs are estimated at \$1,394,200.00.

18 **LEGISLATURE**

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

22 Sec. 601. (1) Funds appropriated in part 1 to an entity within
23 the legislative branch shall not be expended or transferred to
24 another account without written approval of the authorized agent of
25 the legislative entity. If the authorized agent of the legislative
26 entity notifies the state budget director of its approval of an

1 expenditure or transfer before the year-end book-closing date for
2 that legislative entity, the state budget director shall
3 immediately make the expenditure or transfer. The authorized
4 legislative entity agency shall be designated by the speaker of the
5 house of representatives for house entities, the senate majority
6 leader for senate entities, and the legislative council for
7 legislative council entities.

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

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

17 Sec. 603. The appropriation contained in part 1 for national
18 association dues is to be distributed by the legislative council.

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

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

1 commission.

2 Sec. 605. The appropriation in part 1 to the legislative
3 council for publication of the Michigan manual is a work project
4 account. The unexpended portion remaining on September 30 shall not
5 lapse and shall be carried forward into the subsequent fiscal year
6 for use in paying the associated biennial costs of publication of
7 the Michigan manual.

8 Sec. 606. The appropriations in part 1 to the legislative
9 branch, for property management, shall be used to purchase
10 equipment and services for building maintenance in order to ensure
11 a safe and productive work environment. These funds are designated
12 as work project appropriations and shall not lapse at the end of
13 the fiscal year, and shall continue to be available for expenditure
14 until the project has been completed. The total cost is estimated
15 at \$500,000.00, and the tentative completion date is September 30,
16 2019.

17 Sec. 607. The appropriations in part 1 to the legislative
18 branch, for automated data processing, shall be used to purchase
19 equipment, software, and services in order to support and implement
20 data processing requirements and technology improvements. These
21 funds are designated as work project appropriations and shall not
22 lapse at the end of the fiscal year, and shall continue to be
23 available for expenditure until the project has been completed. The
24 total cost is estimated at \$500,000.00, and the tentative
25 completion date is September 30, 2019.

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. 609. The appropriations in part 1 from the capitol
7 historic site fund do not take effect unless Senate Bill No. 678 of
8 the 97th Legislature is enacted into law.

9 Sec. 615. Total authorized appropriations from all sources
10 under part 1 for legacy costs for the fiscal year ending September
11 30, 2015 are \$22,824,900.00. From this amount, total agency
12 appropriations for pension-related legacy costs are estimated at
13 \$12,198,100.00. Total agency appropriations for retiree health care
14 legacy costs are estimated at \$10,626,800.00.

15 Sec. 618. It is the intent of the legislature that all
16 administrative functions and associated funding for the Michigan
17 legislative retirement system shall be transferred from the
18 legislative council to the department of technology, management,
19 and budget before the end of the 2014-2015 fiscal year.

20 LEGISLATIVE AUDITOR GENERAL

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

25 Sec. 621. (1) The auditor general shall take all reasonable
26 steps to ensure that certified minority- and women-owned and

1 operated accounting firms, and accounting firms owned and operated
2 by persons with disabilities participate in the audits of the
3 books, accounts, and financial affairs of each principal executive
4 department, branch, institution, agency, and office of this state.

5 (2) The auditor general shall strongly encourage firms with
6 which the auditor general contracts to perform audits of the
7 principal executive departments and state agencies to subcontract
8 with certified minority- and women-owned and operated accounting
9 firms, and accounting firms owned and operated by persons with
10 disabilities.

11 (3) The auditor general shall compile an annual report
12 regarding the number of contracts entered into with certified
13 minority- and women-owned and operated accounting firms, and
14 accounting firms owned and operated by persons with disabilities.
15 The auditor general shall deliver the report to the state budget
16 director and the senate and house of representatives standing
17 committees on appropriations subcommittees on general government by
18 November 1 of each year.

19 Sec. 622. From the funds appropriated in part 1 to the
20 legislative auditor general, the auditor general's salary and the
21 salaries of the remaining 2.0 FTE unclassified positions shall be
22 set by the speaker of the house of representatives, the senate
23 majority leader, the house of representatives minority leader, and
24 the senate minority leader.

25 Sec. 623. Any audits, reviews, or investigations requested of
26 the auditor general by the legislature or by legislative
27 leadership, legislative committees, or individual legislators shall

1 include an estimate of the additional costs involved and, when
2 those costs exceed \$50,000.00, should provide supplemental funding.
3 The auditor general shall determine whether to perform those
4 activities in keeping with Audit Directive No. 29, which describes
5 the office of the auditor general's policy on responding to
6 legislative requests.

7 Sec. 625. From the funds appropriated in part 1 to the
8 legislative auditor general, an amount not to exceed \$400,000.00
9 may be used for the hiring of up to 10 additional auditors for the
10 specific purpose of providing audit support and oversight of this
11 state's most critical information technology systems and services.
12 Funds appropriated for this purpose shall be expended for salaries
13 and wages, fringe benefits, supplies, and equipment necessary to
14 provide the appropriate audit support and oversight. Any
15 unobligated balance of the funds received shall revert to the
16 general fund of this state at the close of the fiscal year.

17 **DEPARTMENT OF STATE**

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

24 (2) In addition to the funds appropriated in part 1, there is
25 appropriated an amount not to exceed \$7,500,000.00 for state
26 restricted contingency funds. These funds are not available for

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

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

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

16 Sec. 703. From the funds appropriated in part 1, the
17 department of state shall sell copies of records including, but not
18 limited to, records of motor vehicles, off-road vehicles,
19 snowmobiles, watercraft, mobile homes, personal identification
20 cardholders, drivers, and boat operators and shall charge \$8.00 per
21 record sold only as authorized in section 208b of the Michigan
22 vehicle code, 1949 PA 300, MCL 257.208b, section 7 of 1972 PA 222,
23 MCL 28.297, and sections 80130, 80315, 81114, and 82156 of the
24 natural resources and environmental protection act, 1994 PA 451,
25 MCL 324.80130, 324.80315, 324.81114, and 324.82156. The revenue
26 received from the sale of records shall be credited to the
27 transportation administration collection fund created under section

1 810b of the Michigan vehicle code, 1949 PA 300, MCL 257.810b.

2 Sec. 704. From the funds appropriated in part 1, the secretary
3 of state may enter into agreements with the department of
4 corrections for the manufacture of vehicle registration plates 15
5 months before the registration year in which the registration
6 plates will be used.

7 Sec. 705. (1) The department of state may accept gifts,
8 donations, contributions, and grants of money and other property
9 from any private or public source to underwrite, in whole or in
10 part, the cost of a departmental publication that is prepared and
11 disseminated under the Michigan vehicle code, 1949 PA 300, MCL
12 257.1 to 257.923. A private or public funding source may receive
13 written recognition in the publication and may furnish a traffic
14 safety message, subject to departmental approval, for inclusion in
15 the publication. The department may reject a gift, donation,
16 contribution, or grant. The department may furnish copies of a
17 publication underwritten, in whole or in part, by a private source
18 to the underwriter at no charge.

19 (2) The department of state may sell and accept paid
20 advertising for placement in a departmental publication that is
21 prepared and disseminated under the Michigan vehicle code, 1949 PA
22 300, MCL 257.1 to 257.923. The department may charge and receive a
23 fee for any advertisement appearing in a departmental publication
24 and shall review and approve the content of each advertisement. The
25 department may refuse to accept advertising from any person or
26 organization. The department may furnish a reasonable number of
27 copies of a publication to an advertiser at no charge.

1 (3) Pending expenditure, the funds received under this section
2 shall be deposited in the Michigan department of state publications
3 fund created by section 211 of the Michigan vehicle code, 1949 PA
4 300, MCL 257.211. Funds given, donated, or contributed to the
5 department from a private source are appropriated and allocated for
6 the purpose for which the revenue is furnished. Funds granted to
7 the department from a public source are allocated and may be
8 expended upon receipt. The department shall not accept a gift,
9 donation, contribution, or grant if receipt is conditioned upon a
10 commitment of state funding at a future date. Revenue received from
11 the sale of advertising is appropriated and may be expended upon
12 receipt.

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

16 (5) On March 1 of each year, the department of state shall
17 file a report with the senate and house of representatives standing
18 committees on appropriations, the senate and house fiscal agencies,
19 and the state budget director. The report shall include all of the
20 following information:

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

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

26 (c) A listing of any gift, donation, contribution, or grant of
27 property other than funding received by the department under this

1 section for the prior year.

2 (d) The total revenue received from the sale of paid
3 advertising accepted under this section and a statement of the
4 total number of advertising transactions.

5 (6) In addition to copies delivered without charge as the
6 secretary of state considers necessary, the department of state may
7 sell copies of manuals and other publications regarding the sale,
8 ownership, or operation or regulation of motor vehicles, with
9 amendments, at prices to be established by the secretary of state.
10 As used in this subsection, the term "manuals and other
11 publications" includes videos and proprietary electronic
12 publications. All funds received from sales of these manuals and
13 other publications shall be credited to the Michigan department of
14 state publications fund.

15 Sec. 707. Funds collected by the department of state under
16 section 211 of the Michigan vehicle code, 1949 PA 300, MCL 257.211,
17 are appropriated for all expenses necessary to provide for the
18 costs of the publication. Funds are allotted for expenditure when
19 they are received by the department of treasury and shall not lapse
20 to the general fund at the end of the fiscal year.

21 Sec. 708. From the funds appropriated in part 1, the
22 department of state shall use available balances at the end of the
23 state fiscal year to provide payment to the department of state
24 police in the amount of \$332,000.00 for the services provided by
25 the traffic accident records program as first appropriated in 1990
26 PA 196 and 1990 PA 208.

27 Sec. 709. From the funds appropriated in part 1, the

1 department of state may restrict funds from miscellaneous revenue
2 to cover cash shortages created from normal branch office
3 operations. This amount shall not exceed \$50,000.00 of the total
4 funds available in miscellaneous revenue.

5 Sec. 710. (1) Commemorative and specialty license plate fee
6 revenue collected by the department of state and deposited into the
7 transportation administration collection fund created in section
8 810b of the Michigan vehicle code, 1949 PA 300, MCL 257.810b, is
9 authorized for expenditure up to the amount of revenue collected
10 but not to exceed the amount appropriated to the department of
11 state in part 1 to administer commemorative and specialty license
12 plate programs.

13 (2) Commemorative and specialty license plate fee revenue
14 collected by the department of state and deposited in the
15 transportation administration collection fund created in section
16 810b of the Michigan vehicle code, 1949 PA 300, MCL 257.810b, in
17 addition to the amount appropriated in part 1 to the department of
18 state, shall remain in the transportation administration collection
19 fund created in section 810b of the Michigan vehicle code, 1949 PA
20 300, MCL 257.810b, and be available for future appropriation.

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

1 for distribution to the university or agency in the next fiscal
2 year.

3 Sec. 712. The department of state may produce and sell copies
4 of a training video designed to inform registered automotive repair
5 facilities of their obligations under Michigan law. The price shall
6 not exceed the cost of production and distribution. The money
7 received from the sale of training videos shall revert to the
8 department of state and be placed in the auto repair facility
9 account.

10 Sec. 713. (1) The department of state, in collaboration with
11 the gift of life transplantation society or its successor federally
12 designated organ procurement organization, may develop and
13 administer a public information campaign concerning the Michigan
14 organ donor program.

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

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

27 (4) Funding appropriated in part 1 for the organ donor program

1 shall be used for producing a pamphlet to be distributed with
2 driver licenses and personal identification cards regarding organ
3 donations. The funds shall be used to update and print a pamphlet
4 that will explain the organ donor program and encourage people to
5 become donors by marking a checkoff on driver license and personal
6 identification card applications.

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

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

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

1 estimates of costs and savings that will result from the overall
2 changes made to the branch office structure and the same level of
3 detail regarding costs for new leased facilities and expansions of
4 current leased space.

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

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

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

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

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

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

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

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

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

26 (2) The department of state shall not accept a gift, donation,
27 or contribution under subsection (1) if receipt of the gift,

1 donation, or contribution is conditioned upon a commitment of
2 future state funding.

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

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

13 Sec. 721. From the funds appropriated in part 1, the
14 department of state may collect ATM commission fees from companies
15 that have ATMs located in secretary of state branch offices. The
16 commission received from the use of these ATMs shall be credited to
17 the transportation administration collection fund created under
18 section 810b of the Michigan vehicle code, 1949 PA 300, MCL
19 257.810b.

20 Sec. 725. Total authorized appropriations from all sources
21 under part 1 for legacy costs for the fiscal year ending September
22 30, 2015 are \$32,541,800.00. From this amount, total agency
23 appropriations for pension-related legacy costs are estimated at
24 \$18,188,200.00. Total agency appropriations for retiree health care
25 legacy costs are estimated at \$14,353,600.00.

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

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

7 (2) In addition to the funds appropriated in part 1, there is
8 appropriated an amount not to exceed \$8,000,000.00 for state
9 restricted contingency funds. These funds are not available for
10 expenditure until they have been transferred to another line item
11 in part 1 under section 393(2) of the management and budget act,
12 1984 PA 431, MCL 18.1393.

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

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

25 Sec. 802. Proceeds in excess of necessary costs incurred in
26 the conduct of transfers or auctions of state surplus, salvage, or
27 scrap property made pursuant to section 267 of the management and

1 budget act, 1984 PA 431, MCL 18.1267, are appropriated to the
2 department of technology, management, and budget to offset costs
3 incurred in the acquisition and distribution of federal surplus
4 property. The department of technology, management, and budget
5 shall provide consolidated Internet auction services through the
6 state's contractors for all local units of government.

7 Sec. 803. (1) The department of technology, management, and
8 budget may receive and expend funds in addition to those authorized
9 by part 1 for maintenance and operation services provided
10 specifically to other principal executive departments or state
11 agencies, the legislative branch, the judicial branch, or private
12 tenants, or provided in connection with facilities transferred to
13 the operational jurisdiction of the department of technology,
14 management, and budget.

15 (2) The department of technology, management, and budget may
16 receive and expend funds in addition to those authorized by part 1
17 for real estate, architectural, design, and engineering services
18 provided specifically to other principal executive departments or
19 state agencies, the legislative branch, or the judicial branch.

20 (3) The department of technology, management, and budget may
21 receive and expend funds in addition to those authorized in part 1
22 for mail pickup and delivery services provided specifically to
23 other principal executive departments and state agencies, the
24 legislative branch, or the judicial branch.

25 (4) The department of technology, management, and budget may
26 receive and expend funds in addition to those authorized in part 1
27 for purchasing services provided specifically to other principal

1 executive departments and state agencies, the legislative branch,
2 or the judicial branch.

3 Sec. 804. (1) The source of financing in part 1 for statewide
4 appropriations shall be funded by assessments against longevity and
5 insurance appropriations throughout state government in a manner
6 prescribed by the department of technology, management, and budget.
7 Funds shall be used as specified in joint labor/management
8 agreements or through the coordinated compensation hearings
9 process. Any deposits made under this subsection and any
10 unencumbered funds are restricted revenues, may be carried over
11 into the succeeding fiscal years, and are appropriated.

12 (2) In addition to the funds appropriated in part 1 for
13 statewide appropriations, the department of technology, management,
14 and budget may receive and expend funds in such additional amounts
15 as may be specified in joint labor/management agreements or through
16 the coordinated compensation hearings process in the same manner
17 and subject to the same conditions as prescribed in subsection (1).

18 Sec. 805. To the extent a specific appropriation is required
19 for a detailed source of financing included in part 1 for the
20 department of technology, management, and budget appropriations
21 financed from special revenue and internal service and pension
22 trust funds, or MAIN user charges, the specific amounts are
23 appropriated within the special revenue internal service and
24 pension trust funds in portions not to exceed the aggregate amount
25 appropriated in part 1.

26 Sec. 806. In addition to the funds appropriated in part 1 to
27 the department of technology, management, and budget, the

1 department may receive and expend funds from other principal
2 executive departments and state agencies to implement
3 administrative leave bank transfer provisions as may be specified
4 in joint labor/management agreements. The amounts may also be
5 transferred to other principal executive departments and state
6 agencies under the joint agreement and any amounts transferred
7 under the joint agreement are authorized for receipt and
8 expenditure by the receiving principal executive department or
9 state agency. Any amounts received by the department of technology,
10 management, and budget under this section and intended, under the
11 joint labor/management agreements, to be available for use beyond
12 the close of the fiscal year and any unencumbered funds may be
13 carried over into the succeeding fiscal year.

14 Sec. 807. The source of financing in part 1 for the Michigan
15 administrative information network shall be funded by proportionate
16 charges assessed against the respective state funds benefiting from
17 this project in the amounts determined by the department.

18 Sec. 808. (1) Deposits against the interdepartmental grant
19 from building occupancy and parking charges appropriated in part 1
20 shall be collected, in part, from state agencies, the legislative
21 branch, and the judicial branch based on estimated costs associated
22 with maintenance and operation of buildings managed by the
23 department of technology, management, and budget. To the extent
24 excess revenues are collected due to estimates of building
25 occupancy charges exceeding actual costs, the excess revenues may
26 be carried forward into succeeding fiscal years for the purpose of
27 returning funds to state agencies.

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

5 Sec. 808a. (1) The department of technology, management, and
6 budget in conjunction with the state budget office shall not charge
7 building occupancy rates to a state department or agency for
8 unoccupied space if the department or agency has submitted a notice
9 to the department of technology, management, and budget and the
10 state budget office to vacate the property at least 12 months prior
11 to the date to vacate. If the state department or agency does not
12 vacate the property by the end of the notification date, the state
13 department or agency shall be charged building occupancy rates for
14 that space for time the space is occupied beyond the 12-month
15 notice date to vacate.

16 (2) The department of technology, management, and budget in
17 conjunction with the state budget office shall require state
18 departments or agencies to pay building occupancy rates when moving
19 into a building managed by the department of technology,
20 management, and budget at the beginning of the start of the fiscal
21 year immediately following building occupancy.

22 Sec. 809. The department of technology, management, and budget
23 shall notify the chairpersons of the senate and house of
24 representatives standing committees on appropriations and the
25 chairpersons of the senate and house of representatives standing
26 committees on appropriations subcommittees on general government on
27 any revisions that increase or decrease current contracts by more

1 than \$500,000.00 for computer software development, hardware
2 acquisition, or quality assurance at least 14 days before the
3 department of technology, management, and budget finalizes the
4 revisions.

5 Sec. 810. The department of technology, management, and budget
6 shall maintain an Internet website that contains notice of all
7 invitations for bids and requests for proposals over \$50,000.00
8 issued by the department or by any state agency operating under
9 delegated authority. The department shall not accept an invitation
10 for bid or request for proposal in less than 14 days after the
11 notice is made available on the Internet website, except in
12 situations where it would be in the best interest of the state and
13 documented by the department. In addition to the requirements of
14 this section, the department may advertise the invitations for bids
15 and requests for proposals in any manner the department determines
16 appropriate, in order to give the greatest number of individuals
17 and businesses the opportunity to make bids or requests for
18 proposals.

19 Sec. 811. The department of technology, management, and budget
20 may receive and expend funds from the Vietnam veterans memorial
21 monument fund as provided in the Michigan Vietnam veterans memorial
22 act, 1988 PA 234, MCL 35.1051 to 35.1057. Funds are appropriated
23 and allocated when received and may be expended upon receipt.

24 Sec. 812. The Michigan veterans' memorial park commission may
25 receive and expend money from any source, public or private,
26 including, but not limited to, gifts, grants, donations of money,
27 and government appropriations, for the purposes described in

1 Executive Order No. 2001-10. Funds are appropriated and allocated
2 when received and may be expended upon receipt. Any deposits made
3 under this section and unencumbered funds are restricted revenues
4 and may be carried over into succeeding fiscal years.

5 Sec. 813. (1) Funds in part 1 for motor vehicle fleet are
6 appropriated to the department of technology, management, and
7 budget for administration and for the acquisition, lease,
8 operation, maintenance, repair, replacement, and disposal of state
9 motor vehicles.

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

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

1 vehicles were required by law to pay motor fuel taxes. The plan
2 shall include a description of fleet garage operations, the goods
3 sold and services provided by the fleet garage, the cost to operate
4 the fleet garage, the number of fleet garage locations, and the
5 number of employees assigned to each fleet garage. The plan may be
6 adjusted during the fiscal year based on needs and cost savings to
7 achieve the maximum value and efficiency from the state motor
8 fleet. Within 60 days after the close of the fiscal year, the
9 department shall provide a report to the senate and house of
10 representatives standing committees on appropriations and the
11 senate and house fiscal agencies detailing the current plan and
12 changes made to the plan during the fiscal year.

13 (4) The department of technology, management, and budget may
14 charge state agencies for fuel cost increases that exceed \$3.04 per
15 gallon of unleaded gasoline. The department shall notify state
16 agencies, in writing or by electronic mail, at least 30 days before
17 implementing additional charges for fuel cost increases. Revenues
18 received from these charges are appropriated upon receipt.

19 (5) In order to reduce costs and maintain quality, it is the
20 intent of the legislature that, excluding the fleet of motor
21 vehicles for the department of state police, when economically
22 feasible, the department of technology, management, and budget will
23 prioritize the utilization of remanufactured parts as the primary
24 means of maintenance and repair for the state of Michigan's fleet
25 of motor vehicles.

26 (6) The state budget director, upon notification to the senate
27 and house of representatives standing committees on appropriations,

1 may adjust spending authorization and the IDG from motor transport
2 fund in the department of technology, management, and budget in
3 order to ensure that the appropriations for motor vehicle fleet in
4 the department budget equal the expenditures for motor vehicle
5 fleet in the budgets for all executive branch agencies.

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

1 transfer of dollars from another project in excess of \$500,000.00.

2 Sec. 815. (1) The department of technology, management, and
3 budget shall review all existing and proposed capital improvement
4 projects over \$500,000.00 for inclusion in an energy savings
5 performance contract under the cost-effective governmental energy
6 use act, 2012 PA 625, MCL 18.1711 to 18.1725.

7 (2) By February 15, 2015, the department of technology,
8 management, and budget shall report to the senate and house
9 appropriations subcommittees on general government and the senate
10 and house fiscal agencies on the use of energy savings performance
11 contracts. At a minimum, the report shall identify each capital
12 improvement project over \$500,000.00 and for each project listed,
13 include the following information:

14 (a) A brief project description.

15 (b) Whether the project was included in an energy savings
16 performance contract, and if not, a brief explanation of why the
17 project was not included in an energy savings performance contract.

18 (c) If applicable, identification of the energy savings
19 performance contract and the qualified energy service provider
20 under the contract.

21 (d) If included in an energy savings performance contract, an
22 estimate of the energy savings to be achieved.

23 (e) If included in an energy savings performance contract, the
24 cost of inclusion in the contract.

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

27 Sec. 817. The department of technology, management, and budget

1 may require that any vendor or subcontractor providing call or
2 contact center services to the state of Michigan disclose to
3 inbound callers the location from which the call or contact center
4 services are being provided.

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

10 Sec. 819. In addition to the funds appropriated in part 1, the
11 department of technology, management, and budget may receive and
12 expend money from the Ronald Wilson Reagan memorial monument fund
13 as provided in the Ronald Wilson Reagan memorial monument fund
14 commission act, 2004 PA 489, MCL 399.261 to 399.266.

15 Sec. 820. The department shall make available to the public a
16 list of all parcels of real property owned by the state that are
17 available for purchase. The list shall be posted on the Internet
18 through the department's website.

19 Sec. 821. The department of technology, management, and budget
20 shall annually update the office space consolidation project plan,
21 including the use of the funds appropriated pursuant to
22 2012 PA 200 for the space consolidation fund. By February 15, the
23 department shall report to senate and house of representatives
24 committees on appropriations subcommittees on general government
25 and the senate and house fiscal agencies on the revised plan and
26 plan implementation. The report shall include, but is not limited
27 to, the description of the proposed office space to be

1 consolidated, the time frame for completion of the office space
2 consolidation, the proposed itemized cost of the office space
3 consolidation, the number of employees assigned to implement the
4 office space consolidation, the contracts entered into for the
5 office space consolidation, information on completed projects,
6 anticipated savings, savings achieved, and any other information
7 the department deems necessary.

8 Sec. 822. The department of technology, management, and budget
9 shall compile a report by January 1 pertaining to the salaries of
10 unclassified employees, as well as gubernatorial appointees, within
11 all state departments and agencies. The report shall enumerate each
12 unclassified employee and gubernatorial appointee and his or her
13 annual salary individually. The report shall be distributed to the
14 chairs of the senate and house of representatives standing
15 committees on appropriations subcommittees on general government,
16 as well as the senate and house fiscal agencies.

17 Sec. 822d. (1) A public-private partnership investment fund is
18 created in MDTMB. Subject to subsections (2) and (3), public-
19 private partnership investments shall include, but are not limited
20 to, all of the following:

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

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

25 (c) Financial and investment incentive opportunities.

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

27 (e) Public-private sector joint ventures that provide economic

1 benefit to an area or to the state.

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

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

11 (4) Investment development revenue, including a portion of the
12 proceeds from the sale of any public-private partnership investment
13 designated in subsection (1), shall be deposited into the fund
14 created in subsection (1) and shall be available for
15 administration, development, financing, marketing, and operating
16 expenditures associated with public-private partnerships, unless
17 otherwise provided by law. Public-private partnership investments
18 authorized in subsection (1) are authorized for public or private
19 operation or sale consistent with state law. Expenditures from the
20 fund are authorized for investment purposes as designated in
21 subsection (1) to enhance the marketable value of each investment.
22 The unencumbered balance remaining in the fund at the end of the
23 fiscal year may be carried forward for appropriation in future
24 years.

25 (5) An annual report shall be transmitted to the senate and
26 house of representatives standing committees on appropriations, the
27 senate and house fiscal agencies, and the state budget office not

1 later than December 31 of each year. This report shall detail both
2 of the following:

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

5 (b) Public-private partnership investments as identified under
6 subsection (1).

7 (6) MDTMB shall monitor the revenue deposited in the public-
8 private partnership investment fund created in subsection (1). If
9 the revenue in the fund is insufficient to pay the amount
10 appropriated in part 1 for public-private partnership investment,
11 then MDTMB shall propose a legislative transfer to fund the line
12 from the appropriations in part 1.

13 Sec. 822e. The funds appropriated in part 1 shall not be used
14 to support any staff effort, projects, consultant expenses, or any
15 other activity related to the development, financing, construction,
16 operation, or implementation of the Detroit River International
17 Crossing or any successor project unless the project is approved by
18 the legislature and signed into law.

19 Sec. 822f. By December 31, 2014, the department shall provide
20 a report to the senate and house appropriations subcommittees on
21 general government and the senate and house fiscal agencies that
22 identifies fee and rate schedules to be used by state departments
23 and agencies for services, including information technology,
24 provided by the department during fiscal year 2015-2016. The report
25 shall also identify changes from fees and rates charged in fiscal
26 year 2014-2015 and include an explanation of the factors that
27 justify each fee and rate increase.

1 Sec. 822g. The department of technology, management, and
2 budget shall provide assistance as necessary to the department of
3 state police regarding discussions with the city of Wayland on a
4 potential partnership between the city and the department of state
5 police for a joint public safety building located in that city.

6 Sec. 822h. The department of technology, management, and
7 budget, working jointly with the department of state police, shall
8 review and evaluate the feasibility of repurposing the one division
9 building in Grand Rapids for a new state police crime laboratory.
10 By January 1, 2015, the department of technology, management, and
11 budget shall report to the senate and house appropriations
12 subcommittees on general government and the senate and house fiscal
13 agencies on the results of that review, including matters
14 considered, any recommendations, and the reasons for those
15 recommendations.

16 Sec. 822i. Total authorized appropriations from all sources
17 under part 1 for legacy costs for the fiscal year ending September
18 30, 2015 are \$81,943,200.00. From this amount, total agency
19 appropriations for pension-related legacy costs are estimated at
20 \$45,810,900.00. Total agency appropriations for retiree health care
21 legacy costs are estimated at \$36,132,300.00.

22 **INFORMATION TECHNOLOGY**

23 Sec. 823. (1) The department of technology, management, and
24 budget may sell and accept paid advertising for placement on any
25 state website under its jurisdiction. The department shall review
26 and approve the content of each advertisement. The department may

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

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

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

25 Sec. 824. The department of technology, management, and budget
26 may enter into agreements to supply spatial information and
27 technical services to other principal executive departments, state

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

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

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 of technology, management, and budget shall
10 assess all subscribers of the Michigan public safety communications
11 system reasonable access and maintenance fees.

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

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

26 Sec. 828. The department of technology, management, and budget
27 shall submit a report for the immediately preceding fiscal year

1 ending September 30 to the senate and house of representatives
2 standing committees on appropriations subcommittees on general
3 government and the senate and house fiscal agencies by March 1. The
4 report shall include the following:

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

8 (b) A listing of the expenditures made from the amounts
9 received by the department of technology, management, and budget as
10 reported in subdivision (a).

11 Sec. 829. The department of technology, management, and budget
12 shall provide a report that analyzes and makes recommendations on
13 the life-cycle of information technology hardware and software. The
14 report shall be submitted to the senate and house of
15 representatives standing committees on appropriations subcommittees
16 on general government and the senate and house fiscal agencies by
17 March 1.

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

26 Sec. 831. (1) The information, communications, and technology
27 innovation fund, established pursuant to 2011 PA 63, 2012 PA 200,

1 and 2013 PA 59, shall be administered by the department of
2 technology, management, and budget for the purpose of providing a
3 revolving, self-sustaining resource for financing information,
4 communications, and technology innovation projects. From the funds
5 appropriated to the information, communications, and technology
6 innovation fund by 2011 PA 63, 2012 PA 200, and 2013 PA 59, or
7 received by the information, communications, and technology
8 innovation fund under subsections (2) and (3), the department of
9 technology, management, and budget may issue loans to state
10 agencies, local units of government, colleges and universities in
11 this state, school districts, other public entities that provide
12 public sector services, and nonprofit organizations that provide
13 public sector services, as determined by the department of
14 technology, management, and budget in support of information,
15 communications, and technology innovation projects.

16 (2) In addition to funds appropriated by 2011 PA 63, 2012 PA
17 200, and 2013 PA 59, the information, communications, and
18 technology innovation fund may accept contributions, gifts,
19 bequests, devises, grants, and donations.

20 (3) In addition to the funds appropriated by 2011 PA 63, 2012
21 PA 200, and 2013 PA 59, money received by the department of
22 technology, management, and budget as repayment of information,
23 communications, and technology innovation project loans, or other
24 reimbursement or revenue received by the department of technology,
25 management, and budget as a result of information, communications,
26 and technology innovation project loans, interest earned on that
27 money, or subsection (2) revenue, shall be deposited in the

1 information, communications, and technology innovation fund and is
2 appropriated for information, communications, and technology
3 innovation fund projects described in subsection (1). At the close
4 of the fiscal year, any unencumbered funds remaining in the
5 information, communications, and technology innovation fund shall
6 remain in the fund and be carried forward into the succeeding
7 fiscal year.

8 (4) This section is not effective if legislation is enacted
9 that creates and provides for the administration and use of the
10 information, communications, and technology innovation fund.

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

18 (2) If potential penalties are assessed by the federal
19 government, the department of technology, management, and budget
20 shall submit a report to the senate and house appropriations
21 subcommittees on general government and the senate and house fiscal
22 agencies within 90 days specifying the department's plans to avoid
23 actual penalties and ensure federal certification of the Michigan
24 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 of technology, management, and budget in order to
2 ensure that the appropriations for information technology in the
3 department budget equal the appropriations for information
4 technology in the budgets for all 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 of technology,
10 management, and budget budget to accommodate an increase or
11 decrease in spending authorization.

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

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

25 Sec. 835. In addition to the funds appropriated in part 1, the
26 funds collected by the department for supplying census-related
27 information and technical services, publications, statistical

1 studies, population projections and estimates, and other
2 demographic products are appropriated for all expenses necessary to
3 provide the required services. These funds are available for
4 expenditure when they are received and may be carried forward into
5 the next succeeding fiscal year.

6 Sec. 836. (1) From the funds appropriated in part 1 for
7 information technology investment projects, the department shall
8 conduct an analysis of public or private cloud computing
9 technologies for new projects. The analysis shall include, but is
10 not limited to, potential cost savings, data security, complexity,
11 and improved information technology flexibility for the state. The
12 department shall give preference to cloud computing technologies
13 that present the highest opportunity for information technology
14 savings and that have a proven track record.

15 (2) For existing projects or system upgrades, the department
16 shall conduct an analysis of migrating the project to a cloud-based
17 platform. The analysis shall include, but is not limited to,
18 potential cost savings, data security, complexity, and improved
19 information technology flexibility for the state. The department
20 shall give preference to cloud computing technologies that present
21 the highest opportunity for information technology savings.

22 Sec. 840. From the funds appropriated in part 1, the
23 department, in consultation with the department of treasury, shall
24 issue an RFP for a publicly accessible statewide online citizens
25 guide and dashboard web service that offers access to state of
26 Michigan reports and data from municipalities, local, and
27 intermediate school districts as a common transparency solution and

1 that has a fiscal stress warning system as a component. The RFP
2 shall meet the requirements listed in section 958. For local and
3 intermediate school districts, the web service shall provide access
4 to revenue and expenditure data, statements of financial position,
5 fiscal distress indicators, and miscellaneous reports such as
6 enrollment, retirement rates, and long-term debt.

7 **STATE BUILDING AUTHORITY RENT**

8 Sec. 842. (1) The state building authority rent appropriations
9 in part 1 may also be expended for the payment of required premiums
10 for insurance on facilities owned by the state building authority
11 or payment of costs that may be incurred as the result of any
12 deductible provisions in such insurance policies.

13 (2) If the amount appropriated in part 1 for state building
14 authority rent is not sufficient to pay the rent obligations and
15 insurance premiums and deductibles identified in subsection (1) for
16 state building authority projects, there is appropriated from the
17 general fund of the state the amount necessary to pay such
18 obligations.

19 **CIVIL SERVICE COMMISSION**

20 Sec. 850. (1) In accordance with section 5 of article XI of
21 the state constitution of 1963, all restricted funds shall be
22 assessed a sum not less than 1% of the total aggregate payroll paid
23 from those funds for financing the civil service commission on the
24 basis of actual 1% restricted sources total aggregate payroll of
25 the classified service for the preceding fiscal year. This

1 includes, but is not limited to, restricted funds appropriated in
2 part 1 of any appropriations act. Unexpended 1% appropriated funds
3 shall be returned to each 1% fund source at the end of the fiscal
4 year.

5 (2) The appropriations in part 1 are estimates of actual
6 charges based on payroll appropriations. With the approval of the
7 state budget director, the commission is authorized to adjust
8 financing sources for civil service charges based on actual payroll
9 expenditures, provided that such adjustments do not increase the
10 total appropriation for the civil service commission.

11 (3) The financing from restricted sources shall be credited to
12 the civil service commission by the end of the second fiscal
13 quarter.

14 Sec. 851. Except where specifically appropriated for this
15 purpose, financing from restricted sources shall be credited to the
16 civil service commission. For restricted sources of funding within
17 the general fund that have the legislative authority for carryover,
18 if current spending authorization or revenues are insufficient to
19 accept the charge, the shortage shall be taken from carryforward
20 balances of that funding source. Restricted revenue sources that do
21 not have carryforward authority shall be utilized to satisfy
22 commission operating deducts first and civil service obligations
23 second. General fund dollars are appropriated for any shortfall,
24 pursuant to approval by the state budget director.

25 Sec. 852. The appropriation in part 1 to the civil service
26 commission, for state-sponsored group insurance, flexible spending
27 accounts, and COBRA, represents amounts, in part, included within

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

12 **CAPITAL OUTLAY**

13 Sec. 860. As used in sections 861 through 865:

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

15 (b) "Community college" does not include a state agency or
16 university.

17 (c) "Department" means the department of technology,
18 management, and budget.

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

21 (e) "Fiscal agencies" means the senate fiscal agency and the
22 house fiscal agency.

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

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

1 (h) "University" means a 4-year university supported by the
2 state. University does not include a community college or a state
3 agency.

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

8 Sec. 862. (1) The department shall provide the JCOS, state
9 budget director, and the senate and house fiscal agencies with
10 reports as considered necessary relative to the status of each
11 planning or construction project financed by the state building
12 authority, by this part and part 1, or by previous acts.

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

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

18 (b) The balance remaining in each account.

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

20 (d) The anticipated date of occupancy if the project is under
21 construction.

22 (e) The appropriations history for the project.

23 (f) The professional service contractor.

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

25 (h) The amount of the project financed through the state
26 building authority.

27 (i) The total authorized cost for the project and the state

1 authorized share if different than the total.

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

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

7 (b) Whether a program statement is approved.

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

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

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

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

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

17 Sec. 865. (1) A site preparation economic development fund is
18 created in the department. As used in this section, "economic
19 development sites" means those state-owned sites declared as
20 surplus property pursuant to section 251 of the management and
21 budget act, 1984 PA 431, MCL 18.1251, that would provide economic
22 benefit to the area or to the state. The Michigan economic
23 development corporation board and the state budget director shall
24 determine whether or not a specific state-owned site qualifies for
25 inclusion in the fund created under this subsection.

26 (2) Proceeds from the sale of any sites designated in
27 subsection (1) shall be deposited into the fund created in

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

9 (3) A cash advance in an amount of not more than
10 \$25,000,000.00 is authorized from the general fund to the site
11 preparation economic development fund.

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

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

18 (b) The sites identified as economic development sites under
19 subsection (1).

20 Sec. 866. For the state building authority financed
21 construction authorization in part 1, the legislature hereby
22 determines that the leasing of the facility from the authority is
23 for a public purpose as authorized under 1964 PA 183, MCL 830.411
24 to 830.425. The legislature approves and authorizes the lease and
25 conveyance of property to the state building authority, the state
26 building authority acquiring the facility and leasing it to the
27 state and the educational institution, as applicable, and the

1 governor and secretary of state executing the lease for and on
2 behalf of the state pursuant to the requirements of 1964 PA 183,
3 MCL 830.411 to 830.425. Per the requirements of the lease, the
4 legislature also agrees to appropriate annually sufficient amounts
5 to pay the rent as obligated pursuant to the lease.

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

7 Sec. 873. (1) This section applies only to projects for
8 community colleges.

9 (2) State support is directed towards the remodeling and
10 additions, special maintenance, or construction of certain
11 community college buildings. The community college shall obtain or
12 provide for site acquisition and initial main utility installation
13 to operate the facility. Funding shall be composed of local and
14 state shares and not more than 50% of a capital outlay project, not
15 including a lump-sum special maintenance project or remodeling and
16 addition project, for a community college shall be appropriated
17 from state and federal funds, unless otherwise appropriated by the
18 legislature.

19 (3) An expenditure under this part and part 1 is authorized
20 when the release of the appropriation is approved by the board upon
21 the recommendation of the director. The director may recommend to
22 the board the release of any appropriation in part 1 only after the
23 director is assured that the legal entity operating the community
24 college to which the appropriation is made has complied with this
25 part and part 1 and has matched the amounts appropriated as
26 required by this part and part 1. A release of funds in part 1

1 shall not exceed 50% of the total cost of planning and construction
2 of any project, not including lump-sum remodeling and additions and
3 special maintenance, unless otherwise appropriated by the
4 legislature. Further planning and construction of a project
5 authorized by this part and part 1 or applicable sections of the
6 management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594,
7 shall be in accordance with the purpose and scope as defined and
8 delineated in the approved program statements and planning
9 documents. This part and part 1 are applicable to all projects for
10 which planning appropriations were made in previous acts.

11 (4) The community college shall take the steps necessary to
12 secure available federal construction and equipment money for
13 projects funded for construction in this part and part 1 if an
14 application was not previously made. If there is a reasonable
15 expectation that a prior year unfunded application may receive
16 federal money in a subsequent year, the college shall take whatever
17 action necessary to keep the application active.

18 Sec. 874. If university and community college matching
19 revenues are received in an amount less than the appropriations for
20 capital projects contained in this part and part 1, the state funds
21 shall be reduced in proportion to the amount of matching revenue
22 received.

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

1 (2) If the documentation required by the director under
2 subsection (1) is not submitted, or does not adequately
3 authenticate the availability of the project match or board
4 approval of the authorized project, the authorization may
5 terminate. The authorization terminates 30 days after the director
6 notifies the JCOS of the intent to terminate the project unless the
7 JCOS convenes to extend the authorization.

8 **ONE-TIME APPROPRIATIONS**

9 Sec. 890. (1) The funds appropriated in part 1 for the
10 regional prosperity initiative are to be used as grants to eligible
11 regional planning organizations qualifying for funding as a
12 regional prosperity collaborative, a regional prosperity council,
13 or a regional prosperity board. A regional planning organization
14 may not qualify for funding under more than 1 category in the same
15 state fiscal year. An eligible regional planning organization is
16 defined under any of the following:

17 (a) An existing regional planning commission pursuant to 1945
18 PA 281, MCL 125.11 to 125.25.

19 (b) An existing regional economic development commission
20 pursuant to 1966 PA 46, MCL 125.1231 to 125.1237.

21 (c) An existing metropolitan area council pursuant to 1989 PA
22 292, MCL 124.651 to 124.729.

23 (d) A Michigan metropolitan planning organization pursuant to
24 the moving ahead for progress in the 21st century act, Public Law
25 112-141.

26 (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 existence or formation of a regional prosperity
5 collaborative, defined as any committee developed by a regional
6 planning organization which serves to bring organizational
7 representation together from private, public, and nonprofit
8 entities within a region for the purpose of creating a phase one:
9 regional prosperity plan, as follows:

10 (i) The collaborative must include regional representatives
11 from adult education, workforce development, economic development,
12 transportation, and higher education organizations.

13 (ii) The phase one: regional prosperity plan is required, at a
14 minimum, to include a 5-year economic development blueprint for the
15 region, a performance dashboard and measurable annual goals.

16 (iii) The 5-year economic development blueprint must include
17 plans related to regional planning of adult education, workforce
18 development, economic development, transportation, and higher
19 education.

20 (iv) The regional prosperity collaborative shall adopt its
21 phase one: regional prosperity plan by a 2/3 majority vote of its
22 members.

23 (b) Accountability and transparency, which requires the
24 regional prosperity collaborative to meet the following
25 requirements:

26 (i) Convene monthly meetings to consider and discuss issues
27 leading to a common vision of economic prosperity for the region,

1 including, but not limited to, economic development, talent, and
2 infrastructure opportunities.

3 (ii) Make available on a publicly accessible Internet site by
4 1 or all of the regional prosperity collaborative member
5 organizations, pertinent documents, including, but not limited to,
6 monthly meeting agendas, minutes of monthly meetings, and the
7 regional prosperity plan and performance dashboard.

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

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

1 (4) Regional planning organizations may qualify to receive not
2 more than \$375,000.00 of incentive based funding as a regional
3 prosperity council subject to meeting all of the following
4 requirements:

5 (a) The formation of a regional prosperity council, defined as
6 a regional body with representation from private, public, and
7 nonprofit entities with shared administrative services and an
8 executive governing entity, as demonstrated by a formal local
9 agreement or agreements for the purpose of creating a phase two:
10 regional prosperity plan, as follows:

11 (i) The council must include regional representatives from
12 adult education, workforce development, economic development,
13 transportation, and higher education organizations.

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

22 (iii) The phase two: regional prosperity plan is required to
23 include a status report of the approved 5-year plan and the
24 addition of a 10-year economic development blueprint for the
25 region, including a performance dashboard with measurable annual
26 goals, and a prioritized list of regional projects.

27 (iv) The regional prosperity council shall adopt its phase

1 two: regional prosperity plan by a 2/3 vote.

2 (b) Accountability and transparency, which requires the
3 regional prosperity council to meet the following requirements:

4 (i) Convene monthly meetings to consider, discuss, and make
5 business decisions on issues leading to a common vision of economic
6 prosperity for the region, including, but not limited to, economic
7 development, talent, and infrastructure opportunities.

8 (ii) Make available on a publicly accessible Internet site by
9 1 or all of the regional prosperity council member organizations,
10 pertinent documents, including, but not limited to, monthly meeting
11 agendas, minutes of monthly meetings, local agreements pertinent to
12 the organization and operations of the council, feasibility
13 studies, the regional prosperity plan, and performance dashboard.

14 (c) The existence of a status report detailing the spending
15 associated with previous regional prosperity initiative grants.
16 Organizations that have successfully received grant awards in
17 previous fiscal years shall be required to make available to the
18 department and on a publicly accessible Internet site information
19 regarding the use of those grant dollars.

20 (5) Regional planning organizations eligible to receive a
21 payment as a regional prosperity council under subsection (4) may
22 qualify to receive a 1-time grant of not more than \$75,000.00 for
23 feasibility and process mapping to produce a plan to transform the
24 regional prosperity council into a regional prosperity board,
25 including a singular private/public governance structure that
26 comports with federal guidelines for governance under the workforce
27 investment act, Public Law 105-220, the moving ahead for progress

1 in the 21st century act, Public Law 112-141, the economic
2 development administration and Appalachian regional development
3 reform act of 1998, Public Law 105-393, and recommendations to
4 eliminate duplicative efforts, administrative functions, and
5 leverage resources through cooperation, collaboration, and
6 consolidations of structures throughout the region.

7 (6) Regional planning organizations may qualify to receive not
8 more than \$500,000.00 of incentive based funding as a regional
9 prosperity board subject to meeting all of the following
10 requirements:

11 (a) The formation of a regional prosperity board, defined as a
12 regional body with representation from private, public, and
13 nonprofit entities engaged in joint decision-making practices for
14 the purpose of creating a phase three: regional prosperity plan, as
15 follows:

16 (i) The board, at a minimum, must demonstrate the
17 consolidation of regional metropolitan planning organization board
18 or boards, state designated regional planning agency board or
19 boards, workforce development board or boards, and federally
20 designated economic development district or districts.

21 (ii) The board shall create a regional services
22 recommendations report outlining the prioritized list of state
23 funded services and programs provided to the region, and
24 recommendations for state-regional partnerships to support the
25 adopted regional prosperity plan.

26 (iii) The phase three: regional prosperity plan is required to
27 include a status report of the approved 10-year plan.

1 (iv) The regional prosperity board shall adopt its phase
2 three: regional prosperity plan by a 2/3 vote of its members.

3 (b) Accountability and transparency, which requires the
4 regional prosperity board to meet the following requirements:

5 (i) Convene monthly meetings to consider, discuss, and make
6 business decisions on issues leading to a common vision of economic
7 prosperity for the region, including, but not limited to, economic
8 development, talent, and infrastructure opportunities.

9 (ii) Make available on a publicly accessible Internet site by
10 1 or all of the regional prosperity board member organizations,
11 pertinent documents, including, but not limited to, monthly meeting
12 agendas, minutes of monthly meetings, local agreements pertinent to
13 the organization and operations of the council, feasibility
14 studies, the regional prosperity plan, performance dashboard, and
15 the regional services recommendation report.

16 (7) Regional planning organizations eligible to receive a
17 payment as a regional prosperity board under subsection (6) may
18 qualify to receive not more than \$125,000.00, to build or enhance
19 infrastructure or tools necessary to facilitate greater
20 collaboration among regional prosperity board members, and to
21 implement the regional prosperity plan projects.

22 (8) Regional planning organizations eligible to receive a
23 payment as a regional prosperity collaborative, board, or council
24 may partner with other eligible regional planning organizations as
25 defined in this section to submit joint applications. In the
26 instance of a joint application, 1 regional planning organization
27 must be utilized as the overall applicant. The department may award

1 a joint application award of no greater than the sum of potential
2 application dollars which would have otherwise been available
3 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 November 1, 2014.
8 The department shall notify regional planning organizations of
9 grant application status by January 1, 2015. 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, 2019.

27 Sec. 891. The department of technology, management, and budget

1 shall report quarterly to the senate and house appropriations
2 subcommittees on general government and the senate and house fiscal
3 agencies on litigation fund expenditures. The report shall itemize
4 expenditures by case, purpose, and department involved.

5 Sec. 895. (1) The amount appropriated in part 1 for Michigan
6 business one stop - depreciation expenses shall be expended solely
7 to pay the remaining capitalized development cost of the Michigan
8 business one stop.

9 (2) Notwithstanding subsection (1), the department shall not
10 charge state departments or agencies for, nor expend state
11 resources on, the continued development of the Michigan business
12 one stop. The department shall not charge state departments or
13 agencies for maintenance or operation of the Michigan business one
14 stop. To the extent necessary to minimize disruptions while
15 transitioning to elimination of the Michigan business one stop, the
16 department may expend up to \$1,500,000.00 on continued maintenance
17 and operation of the Michigan business one stop. Funds expended on
18 continued maintenance and operation of the Michigan business one
19 stop shall not be derived from interdepartmental grant revenues or
20 other sources of funds deriving from fees or rates charged to other
21 state departments and agencies.

22 (3) The state budget director shall reduce user fees charged
23 to state departments by amounts equivalent to the reduction in
24 appropriation for the Michigan business one stop.

25 Sec. 896. (1) From the appropriations in part 1, up to
26 \$7,000,000.00 shall be made available to the senate for future
27 lease, purchase, and transition costs related to relocation from

1 the Farnum building. Funds shall be disbursed to the senate upon
2 executing a contract, lease, letter of intent, or other binding
3 agreement issued by the senate following a competitive bid process
4 conducted by the senate. Funds will be released upon submittal of a
5 purchase order or other documentation of expenses for transition
6 costs.

7 (2) Proceeds from the sale of the Farnum building shall be
8 subsequently appropriated to the department in accordance with any
9 legislation enacted that authorizes the sale of that property and
10 and an amount equal to that which was disbursed to the senate
11 pursuant to subsection (1) shall also be appropriated to the
12 department.

13 Sec. 897. (1) From the funds appropriated for special projects
14 in part 1, \$250,000.00 is appropriated for the Catholic charities
15 center for hope to restore and renovate the building where the
16 center for hope is located and for any other necessary expenses.

17 (2) From the funds appropriated for special projects in part
18 1, \$500,000.00 is appropriated for payments to individuals and
19 surviving spouses receiving retirement pay under section 411 of the
20 Michigan military act, 1967 PA 150, MCL 32.811. Payments shall be
21 in the amount of \$120.00 for each qualifying individual. If
22 legislation is enacted that would otherwise duplicate payments made
23 under this subsection, the \$500,000.00 appropriated under this
24 subsection shall be used to fund the costs of any statutorily
25 required payments to affected military retirees.

26 **DEPARTMENT OF TREASURY**

1 OPERATIONS

2 Sec. 901. (1) In addition to the funds appropriated in part 1,
3 there is appropriated an amount not to exceed \$1,000,000.00 for
4 federal contingency funds. These funds are not available for
5 expenditure until they have been transferred to another line item
6 in part 1 under section 393(2) of the management and budget act,
7 1984 PA 431, MCL 18.1393.

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

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

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

26 Sec. 902. (1) Amounts needed to pay for interest, fees,
27 principal, mandatory and optional redemptions, arbitrage rebates as

1 required by federal law, and costs associated with the payment,
2 registration, trustee services, credit enhancements, and issuing
3 costs in excess of the amount appropriated to the department of
4 treasury in part 1 for debt service on notes and bonds that are
5 issued by the state under sections 14, 15, and 16 of article IX of
6 the state constitution of 1963 as implemented by 1967 PA 266, MCL
7 17.451 to 17.455, are appropriated.

8 (2) In addition to the amount appropriated to the department
9 of treasury for debt service in part 1, there is appropriated an
10 amount for fiscal year cash-flow borrowing costs to pay for
11 interest on interfund borrowing made under 1967 PA 55, MCL 12.51 to
12 12.53.

13 (3) In addition to the amount appropriated to the department
14 of treasury for debt service in part 1, there is appropriated all
15 repayments received by the state on loans made from the school bond
16 loan fund not required to be deposited in the school loan revolving
17 fund by or pursuant to section 4 of 1961 PA 112, MCL 388.984, to
18 the extent determined by the state treasurer, for the payment of
19 debt service, including, without limitation, optional and mandatory
20 redemptions, on bonds, notes or commercial paper issued by the
21 state pursuant to 1961 PA 112, MCL 388.981 to 388.985.

22 Sec. 902a. The department of treasury shall notify the senate
23 and house of representatives standing committees on appropriations,
24 the senate and house fiscal agencies, and the state budget office
25 not more than 30 days after a refunding or restructuring bond issue
26 is sold. The notification shall compare the annual debt service
27 prior to the refinancing or restructuring, the annual debt service

1 after the refinancing or restructuring, the change in the principal
2 and interest over the duration of the debt, and the projected
3 change in the present value of the debt service due to the
4 refinancing and restructuring.

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

19 (2) From the funds appropriated in part 1, the department of
20 treasury may contract with private collections agencies and law
21 firms to collect defaulted student loans and other accounts due the
22 Michigan guaranty agency. In addition to the amounts appropriated
23 in part 1 to the department of treasury, there are appropriated
24 amounts necessary to fund collection costs and fees not to exceed
25 24.34% of the collection or a lesser amount as prescribed by the
26 contract. The appropriation to fund collection costs and fees for
27 the auditing and collection of defaulted student loans due the

1 Michigan guaranty agency is from the fund or account to which the
2 revenues being collected are recorded or dedicated.

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

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

22 (2) In addition to the funds appropriated in part 1 from the
23 retirement funds to the department of treasury, there is
24 appropriated from retirement funds an amount sufficient to pay for
25 the services of money managers, investment advisors, investment
26 consultants, custodians, and other outside professionals, the state
27 treasurer considers necessary to prudently manage the retirement

1 funds' investment portfolios. The state treasurer shall report
2 annually to the senate and house of representatives standing
3 committees on appropriations and the state budget office concerning
4 the performance of each portfolio by investment advisor.

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

9 (2) The appropriations under subsection (1) shall be funded by
10 restricting revenues from common cash interest earnings and
11 investment earnings in an amount sufficient to record these
12 expenditures.

13 Sec. 905. A revolving fund known as the municipal finance fee
14 fund is created in the department of treasury. Fees are established
15 under the revised municipal finance act, 2001 PA 34, MCL 141.2101
16 to 141.2821, and the fees collected shall be credited to the
17 municipal finance fee fund and may be carried forward for future
18 appropriation.

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

26 (2) A revolving fund known as the audit charges fund is
27 created in the department of treasury. The contractual charges

1 collected shall be credited to the audit charges fund and may be
2 carried forward for future appropriation.

3 Sec. 907. A revolving fund known as the assessor certification
4 and training fund is created in the department of treasury. The
5 assessor certification and training fund shall be used to organize
6 and operate a property assessor certification and training program.
7 Each participant certified and trained shall pay to the department
8 of treasury examination fees not to exceed \$50.00 per examination
9 and certification fees not to exceed \$175.00. Training courses
10 shall be offered in assessment administration. Each participant
11 shall pay a fee to cover the expenses incurred in offering the
12 optional programs to certified assessing personnel and other
13 individuals interested in an assessment career opportunity. The
14 fees collected shall be credited to the assessor certification and
15 training fund.

16 Sec. 908. The amount appropriated in part 1 to the department
17 of treasury, home heating assistance program, is to cover the
18 costs, including data processing, of administering federal home
19 heating credits to eligible claimants and to administer the
20 supplemental fuel cost payment program for eligible tax credit and
21 welfare recipients.

22 Sec. 909. Revenue from the airport parking tax act, 1987 PA
23 248, MCL 207.371 to 207.383, is appropriated and shall be
24 distributed under section 7a of the airport parking tax act, 1987
25 PA 248, MCL 207.377a.

26 Sec. 910. The disbursement by the department of treasury from
27 the bottle deposit fund to dealers as required by section 3c(2) of

1 1976 IL 1, MCL 445.573c, is appropriated.

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

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

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

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

14 (b) A fee of \$6.00 at the time any other writ of garnishment
15 is served upon the state treasurer, except that the fee shall be
16 reduced to \$5.00 for each writ of garnishment for individual income
17 tax refunds or credits filed by magnetic media.

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

23 (2) Of the funds appropriated in part 1 to the department of
24 treasury for the senior citizens' cooperative housing tax exemption
25 program, a portion may be utilized for a program audit of the
26 program. The department of treasury shall forward copies of any
27 audit report completed to the senate and house of representatives

1 standing committees on appropriations subcommittees on general
2 government and to the state budget office. The department of
3 treasury may utilize up to 1% of the funds for program
4 administration and auditing.

5 Sec. 914. The department of treasury may provide a \$200.00
6 annual prize from the Ehlers internship award account in the gifts,
7 bequests, and deposit fund to the runner-up of the Rosenthal prize
8 for interns. The Ehlers internship award account is interest
9 bearing.

10 Sec. 915. Pursuant to section 61 of the Michigan campaign
11 finance act, 1976 PA 388, MCL 169.261, there is appropriated from
12 the general fund to the state campaign fund an amount equal to the
13 amounts designated for tax year 2013. Except as otherwise provided
14 in this section, the amount appropriated shall not revert to the
15 general fund and shall remain in the state campaign fund. Any
16 amounts remaining in the state campaign fund in excess of
17 \$10,000,000.00 on December 31 shall revert to the general fund.

18 Sec. 916. The department of treasury may make available to
19 interested entities otherwise unavailable customized unclaimed
20 property listings of nonconfidential information in its possession.
21 The charge for this information is as follows: 1 to 100,000 records
22 at 2.5 cents per record and 100,001 or more records at .5 cents per
23 record. The revenue received from this service shall be deposited
24 to the appropriate revenue account or fund. The department shall
25 submit an annual report on or before June 1 to the state budget
26 director and the senate and house of representatives standing
27 committees on appropriations that states the amount of revenue

1 received from the sale of information.

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

6 (2) The department of treasury shall submit a report for the
7 immediately preceding fiscal year to the state budget director and
8 the senate and house fiscal agencies not later than November 30
9 stating the amounts appropriated for write-offs and advances under
10 subsection (1).

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

15 Sec. 919. (1) From funds appropriated in part 1, the
16 department of treasury may contract with private auditing firms to
17 audit for and collect unclaimed property due this state in
18 accordance with the uniform unclaimed property act, 1995 PA 29, MCL
19 567.221 to 567.265. In addition to the amounts appropriated in part
20 1 to the department of treasury, there are appropriated amounts
21 necessary to fund auditing and collection costs and fees not to
22 exceed 12% of the collections, or a lesser amount as prescribed by
23 the contract. The appropriation to fund collection costs and fees
24 for the auditing and collection of unclaimed property due this
25 state is from the fund or account to which the revenues being
26 collected are recorded or dedicated.

27 (2) The department of treasury shall submit a report for the

1 immediately preceding fiscal year ending September 30 to the state
2 budget director and the senate and house of representatives
3 standing committees on appropriations not later than November 30
4 stating the auditing firms employed, the amount of collections for
5 each, the costs of collection, and other pertinent information
6 relating to determining whether this authority should be continued.

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

12 (2) The department of treasury shall submit a report for the
13 immediately preceding fiscal year to the state budget director and
14 the senate and house fiscal agencies not later than December 31
15 stating the amount of exemptions denied and the revenue received
16 under the 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 \$287,700.00.

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

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 and
5 the senate and house fiscal agencies not later than November 30
6 stating the principal executive departments and state agencies
7 served, funds collected, and costs of collection under subsection
8 (1).

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

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

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

5 Sec. 932. 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, the senate and
4 house fiscal agencies, and the state budget director on the amount
5 and purpose of expenditures made under subsection (1) from funds
6 received in addition to those appropriated in part 1. The report
7 shall also include a listing of reimbursement of revenue, if any.
8 The report shall cover the 2013-2014 fiscal year.

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

16 Sec. 944. If the department hires a pension plan consultant
17 using any of the funds appropriated in part 1, the department shall
18 annually forward any report provided to the department by that
19 consultant to the senate and house of representatives standing
20 committees on appropriations subcommittees on general government,
21 the senate and house fiscal agencies, and the state budget
22 director.

23 Sec. 945. The assessment and certification division of the
24 department of treasury shall conduct a review of local unit
25 assessment administration practices, procedures, and records, also
26 known as the 14-point review, in at least 1 assessment jurisdiction
27 per county.

1 Sec. 946. Revenue collected in the convention facility
2 development fund is appropriated and shall be distributed under
3 sections 8 and 9 of the state convention facility development act,
4 1985 PA 106, MCL 207.628 and 207.629.

5 Sec. 947. Financial independence teams shall cooperate with
6 the office of fiscal responsibility to coordinate and streamline
7 efforts in identifying and addressing fiscal emergencies in school
8 districts and intermediate school districts.

9 Sec. 949. Total authorized appropriations from all sources
10 under part 1 for legacy costs for the fiscal year ending September
11 30, 2015 are \$48,636,500.00. From this amount, total agency
12 appropriations for pension-related legacy costs are estimated at
13 \$26,860,700.00. Total agency appropriations for retiree health care
14 legacy costs are estimated at \$21,775,800.00.

15 Sec. 949a. The appropriation of \$1,100,000.00 in part 1 for
16 the city of Flint shall be allocated to support city police and
17 firefighters. The emergency manager shall determine which public
18 safety personnel are to be funded from this award. If the city has
19 an appointed receivership transition advisory board, then that
20 board is vested with the authority to make the determination of
21 which personnel are funded from this award.

22 **REVENUE SHARING**

23 Sec. 950. The funds appropriated in part 1 for constitutional
24 revenue sharing shall be distributed by the department to cities,
25 villages, and townships, as required under section 10 of article IX
26 of the state constitution of 1963. Revenue collected in accordance
27 with section 10 of article IX of the state constitution of 1963 in

1 excess of the amount appropriated in part 1 for constitutional
2 revenue sharing is appropriated for distribution to cities,
3 villages, and townships, on a population basis as required under
4 section 10 of article IX of the state constitution of 1963.

5 Sec. 952. (1) The funds appropriated in part 1 for city,
6 village, and township revenue sharing are for grants to cities,
7 villages, and townships such that, subject to fulfilling the
8 requirements under subsection (3), each city, village, or township
9 that received a payment under section 950(2) of 2009 PA 128 greater
10 than \$4,500.00 is eligible to receive a payment equal to 78.51044%
11 of its total payment received under section 950(2) of 2009 PA 128
12 or for each city, village, or township with a population in excess
13 of 7,500, notwithstanding whether it received a payment greater
14 than \$4,500.00 under section 950(2) of 2009 PA 128, a payment equal
15 to the population of the city, village, or township multiplied by
16 \$2.64659, whichever is greater, rounded to the nearest dollar.
17 Payments under this section to cities, villages, or townships that
18 did not receive a payment under section 950(2) of 2009 PA 128
19 greater than \$4,500.00 are 1-time payments for which eligibility is
20 based on a presumed level of local services provided. For purposes
21 of this subsection, any city, village, or township that completely
22 merges with another city, village, or township will be treated as a
23 single entity, such that when determining the payment received
24 under section 950(2) of 2009 PA 128 for the combined single entity,
25 the amount each of the merging local units received under section
26 950(2) of 2009 PA 128 is summed. For purposes of this subsection,
27 population is determined in the same manner as under section 3 of

1 the Glenn Steil state revenue sharing act of 1971, 1971 PA 140, MCL
2 141.903. In addition, any city or village that according to the
3 2010 federal decennial census is determined to have population in
4 more than 1 county shall be treated as a single entity when
5 determining the payment received under section 950(2) of 2009 PA
6 128.

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

23 (3) For purposes of accountability and transparency, each
24 eligible city, village, township, or county shall certify by
25 December 1, or the first day of a payment month, that it has
26 produced a citizen's guide of its most recent local finances,
27 including a recognition of its unfunded liabilities; a performance

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

23 (4) City, village, and township revenue sharing payments and
24 county incentive program payments are subject to the following
25 conditions:

26 (a) The city, village, township, or county shall certify to
27 the department that it has met the required criteria for subsection

1 (3) and submitted the required citizen's guide, performance
2 dashboard, debt service report, and projected budget report as
3 required by subsection (3). A department of treasury review of the
4 citizen's guide, dashboard, or reports is not required in order for
5 a city, village, township, or county to receive a payment under
6 subsection (1) or (2). The department shall develop a certification
7 process and method for cities, villages, townships, and counties to
8 follow.

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

13 (c) Cities, villages, and townships eligible to receive a
14 payment under subsection (1) shall receive 1/6 of their eligible
15 payment on the last business day of October, December, February,
16 April, June, and August. After the specified due date for
17 subsection (3), payments shall be made to a city, village, or
18 township only if that city, village, or township has complied with
19 subdivision (a).

20 (d) After the specified due date for subsection (3), payments
21 shall be made to a county only if that county has complied with
22 subdivision (a).

23 (e) If a county does not provide the required certification or
24 fails to submit the required citizen's guide, performance
25 dashboard, debt service report, and projected budget report by the
26 first day of a payment month, the county shall forfeit the payment
27 in that payment month.

1 (f) Any city, village, township, or county that falsifies
2 certification documents shall forfeit any future city, village, and
3 township revenue sharing payments or county incentive program
4 payments and shall repay to this state all payments it has received
5 under this section.

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

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

13 (5) The unexpended funds appropriated in part 1 for city,
14 village, and township revenue sharing and the county incentive
15 program shall be available for expenditure under the program for
16 financially distressed cities, villages, or townships after the
17 approval of transfers by the legislature pursuant to section 393(2)
18 of the management and budget act, 1984 PA 431, MCL 18.1393.

19 Sec. 955. (1) The funds appropriated in part 1 for county
20 revenue sharing shall be distributed by the department to eligible
21 counties pursuant to the Glenn Steil state revenue sharing act of
22 1971, 1971 PA 140, MCL 141.901 to 141.921.

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

26 Sec. 956. (1) The funds appropriated in part 1 for financially
27 distressed cities, villages, and townships shall be granted by the

1 department of treasury to cities, villages, and townships that have
2 1 or more conditions that indicate probable financial distress, as
3 determined by the department of treasury. A city, village, or
4 township with 1 or more conditions that indicate probable financial
5 distress may apply in a manner determined by the department of
6 treasury for a grant to pay for specific projects or services that
7 move the city, village, or township toward financial stability. The
8 city, village, or township may use, but is not limited to using,
9 the grants under this section to make payments to reduce unfunded
10 accrued liability; to repair critical infrastructure owned and
11 maintained by the city, village, or township; to reduce general
12 fund debt; or for costs associated with a transition to shared
13 services. The plan for use of the grant shall be developed by the
14 city, village, or township in conjunction with the department of
15 treasury. The department of treasury shall award no more than
16 \$2,000,000.00 to any city, village, or township under this section.

17 (2) The department of treasury shall provide a report to the
18 senate and house of representatives appropriations subcommittees on
19 general government, the senate and house fiscal agencies, and the
20 state budget office by March 15. The report shall include a list by
21 grant recipient of the date each grant was approved, the amount of
22 the grant, the schedule for disbursement, and a description of the
23 project or projects that will be paid by the grant.

24 (3) The unexpended funds appropriated in part 1 for
25 financially distressed cities, villages, and townships are
26 designated as a work project appropriation, and any unencumbered or
27 unallotted funds shall not lapse at the end of the fiscal year and

1 shall be available for expenditure for projects under this section
2 until the projects have been completed. The following is in
3 compliance with section 451a of the management and budget act, 1984
4 PA 431, MCL 18.1451a:

5 (a) The purpose of the project is to provide assistance to
6 financially distressed cities, villages, and townships under this
7 section.

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

10 (c) The total estimated cost of all projects is \$8,000,000.00.

11 (d) The tentative completion date is September 30, 2019.

12 Sec. 958. (1) From the funds appropriated in part 1, the
13 department shall work with the department of technology,
14 management, and budget to issue an RFP pursuant to section 840 for
15 a statewide online financial accountability reporting system
16 accessible to the general public that displays local government
17 audit data submitted pursuant to section 4 of the uniform budgetary
18 and accounting act, 1968 PA 2, MCL 141.424, and any other data. The
19 online financial accountability reporting system shall include
20 reports of fiscal distress indicators, revenue and expenditures,
21 unfunded liabilities, statements of financial position, crime
22 statistics, public safety, shared services, revenues and expenses
23 per full-time employee, and other indicators as determined by the
24 department. The online financial accountability reporting system
25 shall allow the comparison of the financial statistics between
26 local units of government and access to the audit data submitted by
27 each local unit of government. The reporting system shall include

1 the capability to generate the citizens' guide to local finances
2 required of recipients of funding under section 952.

3 (2) The department shall report to the house and senate
4 appropriations subcommittees on general government, the house and
5 senate fiscal agencies, and the state budget director by March 15
6 on the status of the RFP for the online system described in
7 subsection (1).

8 **LOTTERY**

9 Sec. 960. In addition to the funds appropriated in part 1 to
10 the bureau of state lottery, there is appropriated from state
11 lottery fund revenues the amount necessary for, and directly
12 related to, implementing and operating lottery games under the
13 McCauley-Traxler-Law-Bowman-McNeely lottery act, 1972 PA 239, MCL
14 432.1 to 432.47, and activities under the Traxler-McCauley-Law-
15 Bowman bingo act, 1972 PA 382, MCL 432.101 to 432.120, including
16 expenditures for contractually mandated payments for vendor
17 commissions, contractually mandated payments for instant tickets
18 intended for resale, the contractual costs of providing and
19 maintaining the online system communications network, and incentive
20 and bonus payments to lottery retailers.

21 Sec. 963. The bureau of state lottery shall inform all lottery
22 retailers that the cash side of department of human services bridge
23 cards cannot be used to purchase lottery tickets.

24 **CASINO GAMING**

25 Sec. 971. From the revenue collected by the Michigan gaming
26 control board regarding the total annual assessment of each casino
27 licensee, \$2,000,000.00 is appropriated and shall be deposited in

1 the compulsive gaming prevention fund as described in section
2 12a(5) of the Michigan gaming control and revenue act, 1996 IL 1,
3 MCL 432.212a.

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

8 (2) A local revenue sharing board described in subsection (1)
9 shall comply with the open meetings act, 1976 PA 267, MCL 15.261 to
10 15.275, and the freedom of information act, 1976 PA 442, MCL 15.231
11 to 15.246.

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

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

27 (5) The director of the department of state police and the

1 executive director of the Michigan gaming control board are
2 authorized to assist the local revenue sharing boards in
3 determining allocations to be made to local public safety
4 organizations.

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

10 Sec. 974. If revenues collected in the state services fee fund
11 are less than the amounts appropriated from the fund, available
12 revenues shall be used to fully fund the appropriation in part 1
13 for casino gaming regulation activities before distributions are
14 made to other state departments and agencies. If the remaining
15 revenue in the fund is insufficient to fully fund appropriations to
16 other state departments or agencies, the shortfall shall be
17 distributed proportionally among those departments and agencies.

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

25 Sec. 977. All appropriations from the Michigan agriculture
26 equine industry development fund, except for the racing commission
27 and laboratory analysis program appropriations, shall be reduced

1 proportionately if revenues to the Michigan agriculture equine
2 industry development fund decline during the fiscal year ending
3 September 30, 2015 to a level lower than the amount appropriated in
4 part 1.

5 Sec. 978. The Michigan gaming control board shall use actual
6 expenditure data in determining the actual regulatory costs of
7 conducting racing dates and shall provide that data to the senate
8 and house appropriations subcommittees on agriculture and general
9 government and the senate and house fiscal agencies. The Michigan
10 gaming control board shall not be reimbursed for more than the
11 actual regulatory cost of conducting race dates. If a certified
12 horsemen's organization funds more than the actual regulatory cost,
13 the balance shall remain in the agriculture equine industry
14 development fund to be used to fund subsequent race dates conducted
15 by race meeting licensees with which the certified horsemen's
16 organization has contracts. If a certified horsemen's organization
17 funds less than the actual regulatory costs of the additional horse
18 racing dates, the Michigan gaming control board shall reduce the
19 number of future race dates conducted by race meeting licensees
20 with which the certified horsemen's organization has contracts.
21 Prior to the reduction in the number of authorized race dates due
22 to budget deficits, the executive director of the Michigan gaming
23 control board shall provide notice to the certified horsemen's
24 organizations with an opportunity to respond with alternatives. In
25 determining actual costs, the Michigan gaming control board shall
26 take into account that each specific breed may require different
27 regulatory mechanisms.

1 Sec. 979. In addition to the funds appropriated in part 1, the
2 Michigan gaming control board may receive and expend state lottery
3 fund revenue in an amount not to exceed \$4,000,000.00 for necessary
4 expenses incurred in the licensing and regulation of millionaire
5 parties pursuant to Executive Order No. 2012-4. In accordance with
6 section 8 of the Traxler-McCauley-Law-Bowman bingo act, 1972 PA
7 382, MCL 432.108, the amount of necessary expenses shall not exceed
8 the amount of revenue received under that act. The Michigan gaming
9 control board shall provide a report 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 April 15. The report shall include, but not be limited to, total
13 expenditures related to the licensing and regulating of millionaire
14 parties, steps taken to ensure charities are receiving revenue due
15 to them, progress on promulgating rules to ensure compliance with
16 the Traxler-McCauley-Law-Bowman bingo act, 1972 PA 382, MCL 432.101
17 to 432.120, and any enforcement actions taken.

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

19 Sec. 980. MSHDA shall annually present a report to the state
20 budget office and the subcommittees on the status of the
21 authority's housing production goals under all financing programs
22 established or administered by the authority. The report shall give
23 special attention to efforts to raise affordable multifamily
24 housing production goals.

25 Sec. 981. MSHDA shall report to the subcommittees, the state
26 budget director, and the fiscal agencies by December 1 on the
27 status of the loans entered into by the Michigan broadband

1 development authority.

2 Sec. 984. In addition to the funds appropriated in part 1, the
3 funds collected by state historic preservation programs for
4 document reproduction and services and application fees are
5 appropriated for all expenses necessary to provide the required
6 services. These funds are available for expenditure when they are
7 received and may be carried forward into the succeeding fiscal
8 year.

9 Sec. 985. In addition to the amounts appropriated in part 1,
10 the land bank fast track authority may expend revenues received
11 under the land bank fast track act, 2003 PA 258, MCL 124.751 to
12 124.774, for the purposes authorized by the act, including, but not
13 limited to, the acquisition, lease, management, demolition,
14 maintenance, or rehabilitation of real or personal property,
15 payment of debt service for notes or bonds issued by the authority,
16 and other expenses to clear or quiet title property held by the
17 authority.

18 Sec. 986. As a condition for receiving funds in part 1, the
19 land bank fast track authority shall provide a report, not later
20 than February 15, to the chairpersons of the senate and house of
21 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 shall include, but is not limited to, all the following:

26 (a) A detailed listing of revenue generating activities that
27 would mitigate or eliminate the need for state GF/GP appropriations

1 to support operations.

2 (b) A listing of any identified barriers to implementation of
3 the revenue generating activities listed in subdivision (a).

4 (c) A timeline for implementing the revenue generating
5 activities listed in subdivision (a).

6 Sec. 990. (1) By November 1, 2014, the Michigan state housing
7 development authority shall work in conjunction with the department
8 of community health and the department of human services to appoint
9 members as provided in this section to a joint task force to review
10 housing rehabilitation, energy and weatherization, and hazard
11 abatement program policies and to make recommendations for
12 integrating and coordinating project delivery with the goals of
13 serving more families and achieving better outcomes by maximizing
14 state and federal resources. The joint task force workgroup shall
15 consist of the following members:

16 (a) A representative of the healthy homes section.

17 (b) A representative of the lead safe home program.

18 (c) A representative from the department of community health.

19 (d) A construction management specialist.

20 (e) A representative from the community development division.

21 (f) A representative of the Michigan state housing development
22 authority.

23 (g) An energy and weatherization staff representative from the
24 department of human services.

25 (h) A local weatherization operator.

26 (i) A certified lead professional or a certified lead
27 contractor.

1 (j) At least 2 representatives from community organizations
2 that address harmful housing conditions.

3 (2) The department of community health and the Michigan state
4 housing development authority shall organize the initial meeting of
5 the task force and shall provide administrative support for the
6 task force.

7 (3) By March 1, 2015, the task force described in subsection
8 (1) shall provide to the house and senate chairs of the
9 appropriations subcommittee for the departments in this section,
10 the senate and house fiscal agencies, and the senate and house
11 policy offices a report of its findings and recommendations.

12 **MICHIGAN STRATEGIC FUND**

13 Sec. 1001. (1) In addition to the funds appropriated in part
14 1, there is appropriated an amount not to exceed \$20,000,000.00 for
15 federal contingency funds. These funds are not available for
16 expenditure until they have been transferred to another line item
17 in part 1 under section 393(2) of the management and budget act,
18 1984 PA 431, MCL 18.1393.

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

25 (3) In addition to the funds appropriated in part 1, there is
26 appropriated an amount not to exceed \$2,000,000.00 for private
27 contingency funds. These funds are not available for expenditure

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

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

10 Sec. 1005. In addition to the appropriations in part 1, Travel
11 Michigan may receive and expend private revenue related to the use
12 of "Pure Michigan" and all other copyrighted slogans and images.
13 This revenue may come from the direct licensing of the name and
14 image or from the royalty payments from various merchandise sales.
15 Revenue collected is appropriated for the marketing of the state as
16 a travel destination. The funds are available for expenditure when
17 they are received by the department of treasury. The fund shall
18 provide a report that lists the revenues by source received from
19 the use of "Pure Michigan" and all other copyrighted slogans and
20 images. The report shall provide a detailed list of expenditures of
21 revenues received under this section. The report shall be provided
22 to the appropriations subcommittees on general government, the
23 fiscal agencies, and the state budget office by June 1.

24 Sec. 1007. (1) The fund shall provide reports to the relevant
25 subcommittees, the state budget director, and the fiscal agencies
26 concerning the activities of the MEDC grants and investment
27 programs financed from the fund using investment, Indian gaming

1 revenues, or other revenues. The report shall provide a list of
2 individual grants, loans, and investments made from the fund or by
3 the MEDC from the funds appropriated in part 1 and shall include
4 the name of the recipient, the amount awarded to the recipient, and
5 the purpose of the grant. The activities report shall also include,
6 but not be limited to, the following programs funded in part 1:

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

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

22 (c) Business services.

23 (d) Community development block grants.

24 (e) Strategic fund administration.

25 (f) Renaissance zones.

26 (g) 21st century investment program.

27 (h) Business and clean air ombudsman.

1 (i) Michigan business development program.

2 (j) Community revitalization program.

3 (k) Film incentives.

4 (l) Any other programs of the fund.

5 (2) As a condition of the expenditure of funds appropriated in
6 part 1 for business attraction and community revitalization and
7 film incentives, the fund shall submit a report to the chairpersons
8 of the senate and house of representatives standing committees on
9 appropriations, the chairpersons of the senate and house of
10 representatives standing committees on appropriations subcommittees
11 on general government, the senate and house fiscal agencies, and
12 the state budget office that provides performance metrics for the
13 Michigan business development program, community revitalization
14 program, and film incentives. The report shall include, but is not
15 limited to, all of the following for funds appropriated in 2011 PA
16 63, 2012 PA 200, and 2013 PA 59:

17 (a) Total verified jobs created compared to total committed
18 jobs.

19 (b) Total actual private investment compared to total
20 projected private investment.

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

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

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

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

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

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

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

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

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

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

1 negative population change from 1970 and a poverty rate and
2 unemployment rate greater than the statewide average; or an area
3 certified as a neighborhood enterprise zone under the neighborhood
4 enterprise zone act, 1992 PA 147, MCL 207.771 to 207.786.

5 Sec. 1010. As a condition for receiving funds in part 1, not
6 later than February 15, the fund shall provide a report for the
7 immediately preceding fiscal year on the jobs for Michigan
8 investment fund, created in section 88h of the Michigan strategic
9 fund act, 1984 PA 270, MCL 125.2088h. The report shall be submitted
10 to the chairpersons of the senate and house of representatives
11 standing committees on appropriations, the chairpersons of the
12 senate and house of representatives standing committees on
13 appropriations subcommittees on general government, the senate and
14 house fiscal agencies, and the state budget office. The report
15 shall include, but is not limited to, all of the following:

16 (a) A detailed listing of revenues, by fund source, to the
17 jobs for Michigan investment fund. The listing shall include the
18 manner and reason for which the funds were appropriated to the jobs
19 for Michigan investment fund.

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

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

24 Sec. 1011. (1) From the appropriations in part 1 to the fund
25 and granted or transferred to the MEDC, any unexpended or
26 unencumbered balance shall be disposed of in accordance with the
27 requirements in the management and budget act, 1984 PA 431, MCL

1 18.1101 to 18.1594, unless carryforward authorization has been
2 otherwise provided for.

3 (2) Any encumbered funds shall be used for the same purposes
4 for which funding was originally appropriated in this part and part
5 1.

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

9 (a) The freedom of information act, 1976 PA 442, MCL 15.231 to
10 15.246.

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

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

14 (d) All reports required by law to be submitted to the
15 legislature.

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

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

23 Sec. 1014. (1) All funds received from repayment of loans,
24 unused grants, revenues received from sales or cash flow
25 participation agreements, guarantees, or any combination of these
26 or accrued interest originally distributed as part of the core
27 communities fund, created by 2000 PA 291, shall be received, held,

1 and applied by the fund for the purposes described in 2000 PA 291.

2 (2) The fund shall provide an annual report on the status of
3 this fund which includes information that details the awards made.
4 The report shall be provided to the appropriations subcommittees on
5 general government, the fiscal agencies, and the state budget
6 office by February 15.

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

19 Sec. 1024. From the funds appropriated in part 1 for business
20 attraction and community revitalization, not less than
21 \$20,000,000.00 shall be granted by the fund board for brownfield
22 redevelopment and historic preservation projects under the
23 community revitalization program authorized by chapter 8C of the
24 Michigan strategic fund act, 1984 PA 270, MCL 125.2090 to
25 125.2090d.

26 Sec. 1031. The fund shall report to the senate and house of
27 representatives appropriations subcommittees on general government,

1 the senate and house fiscal agencies, and the state budget office
2 by April 15 on the spending plan for the line items for
3 entrepreneurship eco-system and business attraction and community
4 revitalization. If the spending plan for the fiscal year is changed
5 after that date, the fund shall notify the report recipients listed
6 previously within 10 business days.

7 Sec. 1032. (1) The Michigan film office shall report to the
8 subcommittees and the fiscal agencies on the status of the film
9 incentives at the same time as it submits the annual report
10 required under section 455 of the Michigan business tax act, 2007
11 PA 36, MCL 208.1455. The department of treasury and the fund shall
12 provide the Michigan film office with the data necessary to prepare
13 the report. Incentives included in the report shall include all of
14 the following:

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

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

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

21 (d) The amount of any tax credit claimed under former section
22 367 of the income tax act of 1967, 1967 PA 281.

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

26 (f) Loans to an eligible production company or film and
27 digital media private equity fund authorized under section 88d(3),

1 (4), and (5) of the Michigan strategic fund act, 2005 PA 225, MCL
2 125.2088d.

3 (g) Any spending or activities supported by the appropriations
4 in part 1 for film incentives.

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

6 (a) For each tax credit, the number of contracts signed, the
7 projected expenditures qualifying for the credit, and the estimated
8 value of the credits. For loans, the number of loans made under
9 each section, the interest rate of those loans, the loan amount,
10 the percent of the projected budget of each production financed by
11 those loans, and the estimated interest earnings from the loan. For
12 each film incentive awarded, including any program to support and
13 promote a qualified facility and other film infrastructure as
14 defined in section 29h of the Michigan strategic fund act, 1984 PA
15 270, MCL 125.2029h, the total funding awarded for each of the
16 following:

17 (i) Direct production expenditures.

18 (ii) Michigan personnel expenditures.

19 (iii) Crew personnel expenditures.

20 (iv) Qualified personnel expenditures.

21 (v) Postproduction expenditures.

22 (vi) Qualified facility or infrastructure expenditures.

23 (vii) Spending for program administration.

24 (b) For credits authorized under section 455 of the Michigan
25 business tax act, 2007 PA 36, MCL 208.1455, for productions
26 completed by December 31, the expenditures of each production
27 eligible for the credit that has filed a request for certificate of

1 completion with the film office, broken down into expenditures for
2 goods, services, or salaries and wages and showing separately
3 expenditures in each local unit of government, including
4 expenditures for personnel, whether or not they were made to a
5 Michigan entity, and whether or not they were taxable under the
6 laws of this state. For loans, the report shall include the number
7 of loans that have been fully repaid, with principal and interest
8 shown separately, and the number of loans that are delinquent or in
9 default, and the amount of principal that is delinquent or is in
10 default.

11 (c) For each of the tax credit incentives, loan incentives,
12 and film incentives listed in subsection (1), a breakdown for each
13 project or production showing each of the following:

14 (i) The number of temporary jobs created.

15 (ii) The number of permanent jobs created.

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

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

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

24 (b) Attest that the information has not been publicly
25 disseminated at any time.

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

1 (4) Any information not disclosed due to the provisions of
2 section 455(6), 457(6), or 459(6) of the Michigan business tax act,
3 2007 PA 36, MCL 208.1455, 208.1457, and 208.1459, shall be
4 presented at the lowest level of aggregation that would no longer
5 describe the commercial and financial operations or intellectual
6 property of the company.

7 Sec. 1033. The Michigan film office shall report to the
8 chairpersons of the senate and house of representatives standing
9 committees on appropriations subcommittees on general government
10 and the senate and house fiscal agencies on the status of the film
11 incentives approved under section 29h of the Michigan strategic
12 fund act, 1984 PA 270, MCL 125.2029h, not later than 30 days
13 following the end of each quarter of the fiscal year. The report
14 shall include all of the following:

15 (a) Direct and indirect economic impacts in this state
16 attributable to the assistance.

17 (b) Direct and indirect job creation in this state
18 attributable to the assistance.

19 (c) Direct and indirect private investment in this state
20 attributable to the assistance.

21 (d) The name of each eligible production company and the
22 amount of each incentive disbursed for each state certified
23 qualified production.

24 Sec. 1033b. For funds appropriated in part 1 from the general
25 fund/general purpose revenue and used for the purpose of the
26 Michigan strategic fund - film incentive program, the applicable
27 percentage of the state certified qualified production expenditures

1 provided in section 29h(3)(d) of the Michigan strategic fund act,
2 1984 PA 270, MCL 125.2029h, shall be determined based on the date
3 of the agreement.

4 Sec. 1034. (1) Each business incubator or accelerator that
5 received an award pursuant to section 1034 of article VIII of 2012
6 PA 200 shall maintain and update a dashboard of indicators to
7 measure the effectiveness of the business incubator and accelerator
8 programs. Indicators shall include the direct jobs created, new
9 companies launched as a direct result of business incubator or
10 accelerator involvement, businesses expanded as a direct result of
11 business incubator or accelerator involvement, direct investment in
12 client companies, private equity financing obtained by client
13 companies, grant funding obtained by client companies, and other
14 measures developed by the recipient business incubators and
15 accelerators in conjunction with the MEDC. Dashboard indicators
16 shall be reported for the prior fiscal year and cumulatively, if
17 available. Each recipient shall submit a copy of their dashboard
18 indicators to the fund by March 1. The fund shall transmit the
19 local reports to the senate and house of representatives
20 appropriations subcommittees on general government, the senate and
21 house fiscal agencies, and the state budget office by March 15.

22 (2) It is the intent of the legislature that any additional
23 funding awarded for business incubators or accelerators shall be
24 based on the performance of the program as a whole and the results
25 of each incubator or accelerator as reported in the dashboard
26 indicators.

27 Sec. 1035. (1) From the appropriation in part 1, the Michigan

1 council for arts and cultural affairs shall administer an arts and
2 cultural grant program that maintains an equitable geographic
3 distribution of funding and utilizes past arts and cultural grant
4 programs as a guideline for administering this program. The council
5 shall do all of the following:

6 (a) On or before October 1, the fund shall publish proposed
7 application criteria, instructions, and forms for use by eligible
8 applicants. The fund shall provide at least a 2-week period for
9 public comment before finalizing the application criteria,
10 instructions, and forms.

11 (b) A nonrefundable application fee may be assessed for each
12 application. Application fees shall be deposited in the council for
13 the arts fund and are appropriated for expenses necessary to
14 administer the programs. These funds are available for expenditure
15 when they are received and may be carried forward to the following
16 fiscal year.

17 (c) Grants are to be made to public and private arts and
18 cultural entities.

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

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

25 Sec. 1036. (1) The general fund/general purpose funds
26 appropriated in part 1 to the fund for the programs listed below
27 shall be transferred to the specific funds designated by statute

1 for those programs as follows:

2 (a) The business attraction and community revitalization funds
3 shall be transferred to the 21st century jobs trust fund per
4 section 90b(3) of the Michigan strategic fund act, 1984 PA 270, MCL
5 125.2090b.

6 (b) The film incentives program funds shall be transferred to
7 the Michigan film promotion fund established in the Michigan
8 strategic fund act, 1984 PA 270, MCL 125.2029d.

9 (2) Funds transferred to the 21st century jobs trust fund or
10 Michigan film promotion fund under subsection (1) are appropriated
11 and available for allocation as authorized in the Michigan
12 strategic fund act, 1984 PA 270, MCL 125.2001 to 125.2094.

13 Sec. 1037. (1) No long-term indebtedness shall be issued by
14 the fund or funds expended from the appropriations in part 1 for
15 facility for rare isotope beams debt service until Michigan State
16 University provides certification to the fund and the state budget
17 director that all necessary approvals have been secured and federal
18 funds are available to commence construction of the facility for
19 rare isotope beams project from the United States department of
20 energy.

21 (2) Bond proceeds may only be spent to reimburse costs
22 incurred by Michigan State University in the construction of the
23 facility for rare isotope beams project up to an amount not to
24 exceed \$90,960,100.00. All construction costs for the project in
25 excess of this amount are the responsibility of Michigan State
26 University. The fund is not responsible for operating costs of the
27 project facility. Prior to reimbursement, the fund and Michigan

1 State University shall enter into an agreement providing for the
2 terms of reimbursement, allowable costs, financial reporting, and
3 any other requirements necessary to complete the transaction.

4 (3) The state budget director retains the authority and
5 fiduciary responsibility normally associated with the maintenance
6 of the public's financial and policy interests relative to state-
7 financed construction projects. The state budget director may take
8 appropriate action to protect the public's financial and policy
9 interests, including, but not limited to, rescinding subsection (2)
10 reimbursement payments for construction of the facility for rare
11 isotope beams project should Michigan State University or the
12 United States department of energy not provide the necessary
13 resources to complete the project. The state budget director shall
14 provide notification to the senate and house appropriations
15 committees, senate fiscal agency, house fiscal agency, and the fund
16 within 10 days of exercising the authority under this subsection.

17 (4) The department of technology, management, and budget may
18 assist the fund with implementation of this program for purposes of
19 administrative efficiency.

20 Sec. 1039. The fund shall provide a report by February 15 to
21 the senate and house of representatives standing committees on
22 appropriations subcommittees on general government, the state
23 budget director, and the fiscal agencies on the status of the
24 skilled trades training program funded in part 1. The report shall
25 include the following:

26 (a) The number of awardees participating in the program and
27 the names of those awardees organized by major industry group.

1 (b) The amount of funding received by each awardee under the
2 program.

3 (c) Amount of funding leveraged from each awardee or other
4 funding source for each awardee project.

5 (d) Training models established by each awardee.

6 (e) The number of individuals enrolled in a skilled trades
7 training program by awardee.

8 (f) The number of individuals who completed the program and
9 were hired by awardee.

10 (g) The number of applications received and the number of
11 applications approved for each region.

12 Sec. 1039b. As a condition of receiving funds in part 1 for
13 the skilled trades training program, the fund shall administer the
14 program as follows:

15 (a) The fund shall work cooperatively with grantees to
16 maximize the amount of funds from part 1 that are available for
17 direct training.

18 (b) The fund and regional Michigan Works! agencies shall
19 collaborate and work cooperatively to prioritize and streamline the
20 expenditure of the funds appropriated in part 1. The fund shall
21 ensure that the skilled trades training program provides a
22 collaborative statewide network of workforce and employee skill
23 development partners that addresses the employee talent needs
24 throughout the state.

25 (c) The fund shall ensure that grants are distributed for
26 individual skill enhancement for employees of Michigan businesses.
27 Funds shall not be distributed to program and process centered

1 training organization employers.

2 (d) The fund shall develop program goals and detailed guidance
3 for prospective participants to follow to qualify under the
4 program. The program goals and detailed guidance shall be posted on
5 the fund website and distributed to local Michigan Works! agencies
6 by October 1. Periodic assessments of employer and employee needs
7 shall be evaluated on a regional basis, and the fund shall identify
8 solutions and goals to be implemented to satisfy those needs. The
9 fund shall notify the senate and house of representatives standing
10 committees on appropriations, the senate and house of
11 representatives standing committees on appropriations subcommittees
12 on general governments, the senate and house fiscal agencies, and
13 the state budget office on any program goal, solution, or guidance
14 changes not fewer than 14 days prior to the finalization and
15 publication of the changes. The fund may receive and expend
16 revenues related to the skilled trades training program. The funds
17 shall be available for expenditure upon receipt by the department
18 of treasury.

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

27 Sec. 1041. From the funds appropriated in part 1 for business

1 attraction and community revitalization, the fund shall request the
2 transfer by the state treasurer of not more than 60% of the funds
3 prior to April 1.

4 Sec. 1042. For the funds appropriated in part 1 for business
5 attraction and community revitalization, the fund shall report
6 quarterly on the amount of funds considered appropriated, pre-
7 encumbered, encumbered, and expended. The report shall also include
8 a listing of appropriations for business attraction and community
9 revitalization, or a predecessor, in 2011 PA 63, 2012 PA 200, and
10 2013 PA 59, that were considered appropriated, pre-encumbered,
11 encumbered, or expended that have lapsed back to the fund for any
12 purpose. The report shall be submitted to the chairpersons of the
13 senate and house of representatives standing committees on
14 appropriations, the chairpersons of 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 office.

18 Sec. 1043. Not less than \$250,000.00 of the funds appropriated
19 in part 1 for film incentives shall be granted to the west Michigan
20 film office.

21 Sec. 1044. From the funds appropriated in part 1 for special
22 grants, the fund shall establish a competitive grant program to
23 fund restoration and preservation projects in historically
24 designated neighborhoods throughout the state of Michigan. The
25 program shall have the following characteristics:

26 (a) The fund shall designate \$600,000.00 for neighborhood
27 organizations registered as a 501(c)(3) organization that provide

1 preservation or restoration services to projects within
2 historically designated neighborhoods.

3 (b) Grants shall not exceed \$250,000.00 for any project.

4 (c) Grant funds shall be used solely for historic restoration
5 and preservation purposes.

6 (d) The fund shall develop detailed guidance for applicants to
7 follow to qualify for a grant under the Michigan heritage
8 restoration program. The detailed guidance shall be posted on the
9 fund website by October 1.

10 Sec. 1045. Total authorized appropriations from all sources
11 under part 1 for legacy costs for the fiscal year ending September
12 30, 2015 are \$18,801,300.00. From this amount, total agency
13 appropriations for pension-related legacy costs are estimated at
14 \$10,508,300.00. Total agency appropriations for retiree health care
15 legacy costs are estimated at \$8,293,000.00.

16 Sec. 1049. For every \$1.00 raised from sources other than the
17 funds appropriated in part 1 for construction of the monument by
18 the Michigan law enforcement officers memorial monument fund
19 created in section 3 of the Michigan law enforcement officers
20 memorial act, 2004 PA 177, MCL 28.783, the fund shall distribute
21 \$2.00 from the funds appropriated in part 1 as matching funds to
22 the Michigan law enforcement officers memorial monument fund up to
23 a maximum of \$2,000,000.00 from state resources.

24 Sec. 1050. (1) The fund shall publish the "activities
25 classification structure data book" for Michigan community colleges
26 on or before March 1.

27 (2) The fund shall compile information received from community

1 colleges on North American Indian tuition waivers granted pursuant
2 to 1976 PA 174, MCL 390.1251 to 390.1253, and shall submit this
3 compilation to the house and senate appropriations subcommittees on
4 community colleges, the fiscal agencies, and the state budget
5 director by March 1.

6 (3) The fund shall compile information received from community
7 colleges on the number and types of associate degrees and other
8 certificates awarded during the previous fiscal year and shall
9 submit this compilation to the house and senate appropriations
10 subcommittees on community colleges, the fiscal agencies, and the
11 state budget director by March 1.

12 (4) The fund shall place the reports required in this section
13 on a publicly available website.

14 Sec. 1052. (1) No long-term indebtedness shall be issued by
15 the fund or funds expended from the appropriations for the annual
16 debt service in part 1 until the Michigan strategic fund board
17 approves the request for proposals and guidelines for the community
18 colleges skilled trades equipment program.

19 (2) Up to \$50,000,000 for the community colleges skilled
20 trades equipment program shall be made available for equipment and
21 related investments that ensure that Michigan community colleges
22 can deliver educational programs in high-wage, high-skill, and
23 high-demand occupations, as identified by regional labor market
24 conditions and that build and retain a talented workforce in
25 Michigan. Awards shall be made through a competitive process and
26 will require a cash match. Program awards shall be made by the
27 Michigan strategic fund board no later than April 1, 2015. Proposal

1 requirements shall include at least the following:

2 (a) Description of the equipment to be purchased and a
3 detailed cost estimate.

4 (b) A plan that directly addresses demonstrated employer
5 demand in the prosperity region in which the community college is
6 located. A plan that demonstrates collaboration between
7 postsecondary and school districts or intermediate school districts
8 in the prosperity region in meeting demonstrated employer demand
9 shall receive extra consideration in the competitive process.

10 (c) Demonstrated alignment with a prosperity region annual
11 talent needs plan addressing the needs of Michigan companies.

12 (d) Demonstration that funded equipment and related
13 improvements address the identified talent needs and will support
14 training that provides industry-recognized credentials or degrees
15 in high-skill, high-demand occupations in the prosperity region.

16 (e) Source of cash and other cost share that will be provided
17 as match for the award. The community college shall provide, at a
18 minimum, 25% of the total project cost in excess of any donated
19 equipment. Additional cash match may be provided from Michigan
20 businesses on behalf of the community college but shall not be the
21 amount paid to students for internships or employment of graduates
22 from the programs.

23 (3) Bond proceeds may only be spent to reimburse eligible
24 costs incurred by Michigan community colleges. Eligible costs
25 include the costs of equipment, renovations related to installation
26 of the equipment, installation costs of the equipment, and training
27 for instructors that will be providing instruction using the

1 equipment. The fund and the community colleges shall enter into an
2 agreement providing for the terms of reimbursement, the project
3 budget, amount of the cash match provided by the community college,
4 allowable costs, financial reporting, reporting requirements of
5 annual progress to talent needs plan goals that are due by October
6 15 each year, and any other requirements necessary to complete the
7 transaction. Approved award activity shall commence by April 1,
8 2016 or the award may be terminated by the Michigan strategic fund
9 board for noncompliance with the award agreement.

10 (4) All awards shall contain a provision that the fund and the
11 auditor general have access to the books and records, including
12 financial records and all other information and data relevant to
13 the terms of the award, related to the use of the grant funds and
14 goals included in the award document.

15 (5) The fund may receive and expend bond proceeds and other
16 revenues relating to these programs including administrative
17 expenses that shall not exceed 1% of the awards. The MEDC may
18 provide administration for these programs.

19 (6) The state budget director retains the authority and
20 fiduciary responsibility normally associated with the maintenance
21 of the public's financial and policy interests relative to state-
22 financed construction projects. The state budget director may take
23 appropriate action to protect the public's financial and policy
24 interests, including, but not limited to, rescinding subsection (2)
25 reimbursement payments for any award involving construction of a
26 facility. The state budget director shall provide notification to
27 the senate and house of representatives standing committees on

1 appropriations, senate and house fiscal agencies, and the fund
2 within 10 days of exercising the authority under this subsection.

3 (7) The department of technology, management, and budget may
4 assist the fund and the MEDC with implementation of this program
5 for purposes of administrative efficiency.

6 (8) The fund shall provide a report to the senate and house of
7 representatives appropriations general government subcommittees,
8 senate and house fiscal agencies, and the state budget director
9 program no later than April 15, 2015 that includes a brief
10 description of each of the fund awards, the evaluation criteria
11 used to award funding, and the amount of funding awarded to each
12 recipient. Annual status reports from the fund and award recipients
13 will be included in the fund annual report to the legislature as
14 required in the Michigan strategic fund act, 1984 PA 270, MCL
15 125.2001 to 125.2094, through substantial completion of the awarded
16 projects.

17 Sec. 1054. From the funds appropriated in part 1 for workforce
18 programs subgrantees, the fund may allocate funding for grants to
19 nonprofit organizations that offer programs to workforce investment
20 act - eligible youth focusing on entrepreneurship, work-readiness
21 skills, job shadowing, and financial literacy. Organizations
22 eligible for funding under this section must have the capacity to
23 provide similar programs in urban areas, as determined by the
24 United States bureau of the census according to the most recent
25 federal decennial census. Additionally, programs eligible for
26 funding under this section must include the participation of local
27 business partners. The fund shall develop other appropriate

1 eligibility requirements to ensure compliance with applicable
2 federal rules and regulations.

3 Sec. 1057. From the appropriations in part 1 for
4 entrepreneurship eco-system, the fund board may allocate funding
5 for the aerospace supplier development program. Any funds allocated
6 by the fund board to the aerospace supplier development program
7 managed by the Michigan aerospace manufacturer's association shall
8 be used to support the following business development services:

9 (a) Develop robust supplier-OEM networks using an innovative
10 aggregate demand model (ADM).

11 (b) Facilitate the adoption of digital manufacturing and
12 modeling, simulation and analysis (MSA) for aerospace suppliers.

13 (c) Advance aerospace workforce development.

14 (d) Host funding and investment strategy meetings for
15 aerospace suppliers.

16 (e) Mentor disadvantaged suppliers.

17 (f) Provide internship programs to retain Michigan trained
18 engineers for Michigan located aerospace companies.

19 Sec. 1058. (1) The fund shall conduct a workgroup in
20 conjunction with the department of community health, the department
21 of transportation, the department of corrections, the department of
22 human services, and members from both the senate and house of
23 representatives to determine how the state can maximize its
24 services and funding for transportation for low-income, elderly,
25 and disabled individuals through consolidating all of the current
26 transportation services for these populations under 1 department.

27 (2) The department shall submit to the senate and house

1 appropriations subcommittees on the department budget, the senate
2 and house fiscal agencies, the senate and house policy offices, and
3 the state budget office by March 1 of the current fiscal year a
4 report on the findings of the workgroup on the items described in
5 subsection (1).

6 Sec. 1059. The funds appropriated in part 1 for pre-college
7 engineering shall be allocated to a K-12 educational program
8 focused on the development of a diverse future Michigan workforce
9 which serves multiple communities within southeast Michigan and
10 which enrolls students from multiple school districts. Programs
11 eligible to apply for these dollars shall be measured by the
12 program's ability to expose, motivate, and prepare students for
13 science, technology, engineering, and mathematics based careers and
14 postsecondary education with special attention given to at-risk and
15 underrepresented student groups in technical professions and
16 careers. Recipients of this funding shall provide information to
17 measure program success in such form and at such time as requested
18 by the fund.

19 **MICHIGAN STRATEGIC FUND - WORKFORCE DEVELOPMENT**

20 Sec. 1060. The fund shall administer the PATH training program
21 in accordance with the requirements of section 407(d) of title IV
22 of the social security act, 42 USC 607, the state social welfare
23 act, 1939 PA 280, MCL 400.1 to 400.119b, and all other applicable
24 laws and regulations.

25 Sec. 1062. The fund shall make available, in person or by
26 telephone, 1 disabled veterans outreach program specialist or local
27 veterans employment representative to Michigan works! service

1 centers, as resources permit, during hours of operation, and shall
2 continue to make the appropriate placement of veterans and disabled
3 veterans a priority.

4 Sec. 1063. (1) In addition to the funds appropriated in part
5 1, any unencumbered and unrestricted federal workforce investment
6 act or trade adjustment assistance funds available from prior
7 fiscal years are appropriated for the purposes originally intended.

8 (2) The fund shall report by February 1 to the subcommittees,
9 the fiscal agencies, and the state budget office on the amount by
10 fiscal year of federal workforce investment act funds appropriated
11 under this section.

12 Sec. 1068. (1) Of the funds appropriated in part 1 for the
13 workforce training programs, the fund shall provide a report by
14 February 1 to the senate and house of representatives standing
15 committees on appropriations subcommittees on general government,
16 the state budget director, and the fiscal agencies on the status of
17 the workforce training programs. The report shall include the
18 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 (2) Data collection for the report shall be for the period
18 October 1, 2013 through September 30, 2014.

19 Sec. 1069. (1) From the funds appropriated in part 1 for
20 special grants, the fund shall allocate \$500,000.00 for the purpose
21 of funding the cost of GED testing and certification as provided by
22 this section. The workforce development agency shall administer a
23 Michigan GED-to-school program, which shall cover the cost of
24 providing the GED test free of charge to individuals who meet all
25 of the following requirements:

26 (a) The GED test is taken and passed on or after June 1, 2015.

27 (b) The individual has not previously been administered a GED

1 test free of charge under this section.

2 (c) The individual meets at least 1 of the following
3 requirements:

4 (i) The individual enrolls in postsecondary academic or
5 vocational coursework at a public Michigan college or university
6 within 2 years after passing the GED test.

7 (ii) Prior to taking the GED test, the individual successfully
8 completed a WDA-approved GED preparation program.

9 (2) A WDA-approved GED preparation program shall include all
10 of the following:

11 (a) Instructional and tutorial assistance.

12 (b) GED test practice.

13 (c) Required attendance at program instructional sessions.

14 (d) A curriculum that prepares students for opportunities in
15 postsecondary education and the job market.

16 (e) Information on potential postsecondary and career
17 pathways.

18 (f) Counseling on preparing for and applying to college.

19 (g) Personal and job readiness skills development.

20 (h) Comprehensive information on college costs and financial
21 aid.

22 (i) College and career assessments.

23 (j) Computer-based instruction, practice, or remediation.

24 (3) By January 1, 2015, the workforce development agency shall
25 post online an announcement of the Michigan GED-to-school program,
26 minimum standards for GED preparation program approval, and
27 approval procedures.

1 (4) By April 1, 2015, the workforce development agency shall
2 do all of the following:

3 (a) Develop procedures consistent with this section under
4 which individuals can take the GED test without charge.

5 (b) Develop procedures for collecting payment from individuals
6 who received the GED test under this section without charge but who
7 failed to meet the requirements specified by subsection (2).

8 (c) Provide program information for educators and students on
9 the workforce development agency website, including explanations of
10 the procedures developed under subdivisions (a) and (b), and
11 contact information for questions about the program.

12 (d) Provide an estimate of the full-year cost of the program
13 to the senate and house appropriations subcommittees on general
14 government, the senate and house fiscal agencies, and the state
15 budget director.

16 (5) By September 30, 2015, the workforce development agency
17 shall report to the senate and house appropriations subcommittees
18 on general government, the senate and house fiscal agencies, and
19 the state budget director on utilization of the GED incentive
20 program, including numbers of GED certifications issued by
21 location, year-to-date expenditures, and numbers of participants
22 qualifying under subsection (1)(c)(i) or (ii), or both.

23 Sec. 1070. (1) The department shall conduct a workgroup with
24 the department of human services and members from both the senate
25 and house of representatives to determine how the state can align
26 the spending on Michigan Works! job readiness programs with the
27 declining family assistance program caseload. The workgroup shall

1 investigate possible reductions in the amount of temporary
2 assistance for needy families funding that is provided to Michigan
3 Works!

4 (2) The department shall collaborate with the department of
5 human services to submit to the senate and house appropriations
6 subcommittees on the department budget, the senate and house fiscal
7 agencies, the senate and house policy offices, and the state budget
8 office by March 1 of the current fiscal year a report on the
9 recommendations of the workgroup on the items described in
10 subsection (1).

11 STATE BUILDING AUTHORITY

12 Sec. 1101. (1) Subject to section 242 of the management and
13 budget act, 1984 PA 431, MCL 18.1242, and upon the approval of the
14 state building authority, the department may expend from the
15 general fund of the state during the fiscal year an amount to meet
16 the cash flow requirements of those state building authority
17 projects solely for lease to a state agency identified in both part
18 1 and this section, and for which state building authority bonds or
19 notes have not been issued, and for the sole acquisition by the
20 state building authority of equipment and furnishings for lease to
21 a state agency as permitted by 1964 PA 183, MCL 830.411 to 830.425,
22 for which the issuance of bonds or notes is authorized by a
23 legislative appropriation act that is effective for the fiscal year
24 ending September 30, 2014. Any general fund advances for which
25 state building authority bonds have not been issued shall bear an
26 interest cost to the state building authority at a rate not to

1 exceed that earned by the state treasurer's common cash fund during
2 the period in which the advances are outstanding and are repaid to
3 the general fund of the state.

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

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

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

22 Sec. 1102. (1) State building authority funding to finance
23 construction or renovation of a facility that collects revenue in
24 excess of money required for the operation of that facility shall
25 not be released to a university or community college unless the
26 institution agrees to reimburse that excess revenue to the state
27 building authority. The excess revenue shall be credited to the

1 general fund to offset rent obligations associated with the
2 retirement of bonds issued for that facility. The auditor general
3 shall annually identify and present an audit of those facilities
4 that are subject to this section. Costs associated with the
5 administration of the audit shall be charged against money
6 recovered pursuant to this section.

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

11 Sec. 1103. The state building authority shall provide to the
12 JCOS and senate and house fiscal agencies a report relative to the
13 status of construction projects associated with state building
14 authority bonds as of September 30 of each year, on or before
15 October 15, or not more than 30 days after a refinancing or
16 restructuring bond issue is sold. The report shall include, but is
17 not limited to, the following:

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

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

23 (c) A list of all projects authorized for construction or
24 identified in an appropriations act for which approval of
25 schematic/preliminary plans or total authorized cost is pending
26 that have state building authority bonds identified as a source of
27 financing.

1 **REVENUE STATEMENT**

2 Sec. 1201. Pursuant to section 18 of article V of the state
3 constitution of 1963, fund balances and estimates are presented in
4 the following statement:

5 BUDGET RECOMMENDATIONS BY OPERATING FUNDS

6 (Amounts in millions)

7 Fiscal Year 2014-2015

		Beginning		
		Available	Estimated	Ending
		<u>Fund</u>	<u>Balance</u>	<u>Revenue</u>
				<u>Balance</u>
11	OPERATING FUNDS			
12	General fund/general purpose	0110	438.2	9,745.7
13	General fund/special purpose		1,154.0	24,305.3
14	Special Revenue Funds:			
15	Countercyclical budget and			
16	economic stabilization	0111	587.5	5.1
17	Game and fish protection	0112	6.2	84.7
18	Michigan employment security act			
19	administration	0113	0.0	18.0
20	State aeronautics	0114	2.6	103.4
21	Michigan veterans' benefit			
22	trust	0115	3.5	2.6
23	State trunkline	0116	0.0	1,865.5
24	Michigan state waterways	0117	5.7	26.3
25	Blue Water Bridge	0118	0.0	23.5

1	Michigan transportation	0119	0.0	1,929.6	0.0
2	Comprehensive transportation	0120	13.8	329.0	0.0
3	School aid	0122	0.0	13,740.0	0.0
4	Game and fish protection trust	0124	0.0	15.7	0.0
5	State park improvement	0125	2.9	54.0	4.5
6	Forest development	0126	2.9	32.3	1.3
7	Michigan natural resources				
8	trust	0129	34.7	31.9	39.4
9	Michigan state parks endowment	0130	6.8	46.2	5.5
10	Safety education and training	0131	7.2	10.7	7.7
11	Bottle deposit	0136	16.5	14.6	7.9
12	State construction code	0138	2.1	8.2	1.6
13	Children's trust	0139	0.7	1.1	0.6
14	State casino gaming	0140	1.0	36.4	0.7
15	Michigan nongame fish and				
16	wildlife	0143	0.3	0.5	0.3
17	Michigan merit award trust	0154	53.3	75.5	27.9
18	Outdoor recreation legacy	0162	0.3	2.6	0.3
19	Off-road vehicle account	0163	2.6	6.3	2.8
20	Snowmobile account	0164	5.9	10.0	5.3
21	Silicosis dust disease				
22	and logging	0870	1.2	1.4	1.2
23	Utility consumer representation	0893	1.9	1.2	1.4
24	TOTALS		\$2,351.8	\$52,527.3	\$717.2

25 PART 2A

PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS
FOR FISCAL YEAR 2015-2016

GENERAL SECTIONS

Sec. 1301. It is the intent of the legislature to provide appropriations for the fiscal year ending on September 30, 2016 for the line items listed in part 1. The fiscal year 2015-2016 appropriations are anticipated to be the same as those for fiscal year 2014-2015, except that the line items will be adjusted for changes in caseload and related costs, federal fund match rates, economic factors, and available revenue. These adjustments will be determined after the January 2015 consensus revenue estimating conference.

ARTICLE X

DEPARTMENT OF HUMAN SERVICES

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the department of human services for the fiscal year ending September 30, 2015, from the following funds:

DEPARTMENT OF HUMAN SERVICES

APPROPRIATION SUMMARY

Full-time equated classified positions..... 12,221.5
Unclassified positions 6.0
Total full-time equated positions..... 12,227.5

GROSS APPROPRIATION..... \$ 5,755,174,700

1	Interdepartmental grant revenues:	
2	Total interdepartmental grants and intradepartmental	
3	transfers	21,545,900
4	ADJUSTED GROSS APPROPRIATION.....	\$ 5,733,628,800
5	Federal revenues:	
6	Social security act, temporary assistance for needy	
7	families	530,006,000
8	Capped federal revenues.....	611,479,900
9	Federal supplemental security income.....	8,594,600
10	Total other federal revenues.....	3,401,194,700
11	Special revenue funds:	
12	Total private revenues.....	20,299,300
13	Total local revenues.....	40,364,300
14	Total other state restricted revenues.....	126,237,400
15	State general fund/general purpose.....	\$ 995,452,600
16	State general fund/general purpose schedule:	
17	Ongoing state general fund/general	
18	purpose	990,302,600
19	One-time state general fund/general	
20	purpose	5,150,000
21	Sec. 102. EXECUTIVE OPERATIONS	
22	Total full-time equated positions.....	681.7
23	Full-time equated unclassified positions.....	6.0
24	Full-time equated classified positions.....	675.7
25	Unclassified salaries--6.0 FTE positions.....	\$ 724,600
26	Salaries and wages--285.7 FTE positions.....	17,469,700
27	Contractual services, supplies, and materials.....	13,453,600

1	Demonstration projects--7.0 FTE positions	6,805,100
2	Inspector general salaries and wages--131.0 FTE	
3	positions	7,540,200
4	Electronic benefit transfer EBT.....	8,509,000
5	Michigan community service commission--15.0 FTE	
6	positions	11,597,800
7	AFC, children's welfare and day care	
8	licensure--237.0 FTE positions.....	28,907,100
9	State office of administrative hearings and rules	<u>7,535,900</u>
10	GROSS APPROPRIATION.....	\$ 102,543,000
11	Appropriated from:	
12	Interdepartmental grant revenues:	
13	IDG from department of education.....	8,222,600
14	ADJUSTED GROSS APPROPRIATION.....	\$ 94,320,400
15	Appropriated from:	
16	Federal revenues:	
17	Social security act, temporary assistance for needy	
18	families	10,155,700
19	Capped federal revenues.....	29,722,900
20	Total other federal revenues.....	20,804,500
21	Special revenue funds:	
22	Total private revenues.....	3,850,900
23	Total local revenues.....	16,400
24	Total other state restricted revenues.....	5,400
25	State general fund/general purpose.....	\$ 29,764,600
26	Sec. 103. CHILD SUPPORT ENFORCEMENT	
27	Full-time equated classified positions..... 190.7	

1	Child support enforcement operations--184.7 FTE		
2	positions	\$	22,254,500
3	Legal support contracts.....		113,359,100
4	Child support incentive payments.....		24,409,600
5	State disbursement unit--6.0 FTE positions.....		<u>9,028,300</u>
6	GROSS APPROPRIATION.....	\$	169,051,500
7	Appropriated from:		
8	Federal revenues:		
9	Capped federal revenues.....		1,700,000
10	Total other federal revenues.....		144,366,200
11	State general fund/general purpose.....	\$	22,985,300
12	Sec. 104. COMMUNITY ACTION AND ECONOMIC OPPORTUNITY		
13	Full-time equated classified positions..... 16.0		
14	Bureau of community action and economic		
15	opportunity--16.0 FTE positions.....	\$	2,068,700
16	Community services block grant.....		25,840,000
17	Weatherization assistance.....		16,340,000
18	School success partnership program.....		<u>300,000</u>
19	GROSS APPROPRIATION.....	\$	44,548,700
20	Appropriated from:		
21	Federal revenues:		
22	Social security act, temporary assistance for needy		
23	families		500
24	Capped federal revenues.....		44,248,200
25	State general fund/general purpose.....	\$	300,000
26	Sec. 105. ADULT AND FAMILY SERVICES		
27	Full-time equated classified positions..... 564.7		

1	Guardian contract.....	\$	490,200
2	Adult services policy and administration--8.0 FTE		
3	positions		925,000
4	Office of program policy--28.7 FTE positions		3,652,900
5	Employment and training support services		4,219,100
6	Wage employment verification reporting.....		547,300
7	Nutrition education--2.0 FTE positions		23,038,000
8	Elder law of Michigan MiCAFE contract		350,000
9	Elder abuse prosecuting attorney.....		300,000
10	Michigan rehabilitation services--526.0 FTE positions		150,589,700
11	Independent living.....		<u>6,488,600</u>
12	GROSS APPROPRIATION.....	\$	190,600,800
13	Appropriated from:		
14	Interdepartmental grant revenues:		
15	IDG from department of corrections.....		3,000,000
16	IDG from department of education.....		13,300
17	ADJUSTED GROSS APPROPRIATION.....	\$	187,587,500
18	Appropriated from:		
19	Federal revenues:		
20	Social security act, temporary assistance for needy		
21	families		4,667,900
22	Capped federal revenues.....		115,450,000
23	Federal supplemental security income.....		8,594,600
24	Total other federal revenues.....		27,570,900
25	Special revenue funds:		
26	Private - gifts, bequests, and donations.....		1,946,000
27	Local vocational rehabilitation match.....		6,539,100

1	Second injury fund.....		149,400
2	Rehabilitation service fees.....		1,442,900
3	State general fund/general purpose.....	\$	21,226,700
4	Sec. 106. CHILDREN'S SERVICES		
5	Full-time equated classified positions.....	116.3	
6	Salaries and wages--53.7 FTE positions.....	\$	2,461,900
7	Contractual services, supplies, and materials.....		1,129,000
8	Interstate compact.....		179,600
9	Families first.....		16,944,500
10	Strong families/safe children.....		12,350,100
11	Child protection and permanency--23.0 FTE positions..		12,892,500
12	Family reunification program.....		3,977,100
13	Family preservation and prevention services		
14	administration--11.0 FTE positions.....		1,426,800
15	Children's trust fund administration--12.0 FTE		
16	positions		978,300
17	Children's trust fund grants.....		2,325,100
18	Attorney general contract.....		4,226,400
19	Prosecuting attorney contracts.....		2,561,700
20	Child protection.....		873,900
21	Domestic violence prevention and treatment--14.6 FTE		
22	positions		15,730,000
23	Rape prevention and services--0.5 FTE position.....		5,072,300
24	Child advocacy centers--0.5 FTE position.....		2,000,000
25	Child abuse and neglect - children's justice		
26	act--1.0 FTE position		619,000
27	Family preservation and prevention services programs .		<u>2,500,000</u>

1	GROSS APPROPRIATION.....	\$	88,248,200
2	Appropriated from:		
3	Federal revenues:		
4	Social security act, temporary assistance for needy		
5	families		43,924,200
6	Capped federal revenues.....		24,762,800
7	Total other federal revenues.....		6,274,300
8	Special revenue funds:		
9	Compulsive gambling prevention fund.....		1,040,700
10	Children's trust fund.....		2,078,000
11	Sexual assault victims' prevention and treatment fund		3,000,000
12	Child advocacy centers fund.....		2,000,000
13	State general fund/general purpose.....	\$	5,168,200
14	Sec. 107. CHILD WELFARE SERVICES		
15	Full-time equated classified positions.....		3,992.2
16	Children's services administration--95.0 FTE positions	\$	6,756,900
17	Title IV-E compliance and accountability office--4.0		
18	FTE positions		413,500
19	Child welfare institute--45.0 FTE positions		8,142,900
20	Child welfare field staff - caseload		
21	compliance--2,511.0 FTE positions.....		121,626,500
22	Child welfare field staff - noncaseload		
23	compliance--330.0 FTE positions.....		17,561,000
24	Education planners--15.0 FTE positions		822,200
25	Peer coaches--56.0 FTE positions		3,427,200
26	Child welfare first line supervisors--585.0 FTE		
27	positions		40,493,500

1	Administrative support workers--243.0 FTE positions ..	8,303,800
2	Second line supervisors and technical staff--55.0	
3	FTE positions	4,346,800
4	Permanency resource managers--28.5 FTE positions	1,736,900
5	Contractual services, supplies, and materials	8,145,000
6	Settlement monitor.....	1,625,800
7	Foster care payments.....	192,240,200
8	Serious emotional disturbance - waiver program.....	3,351,600
9	Serious emotional disturbance - nonwaiver program....	2,999,900
10	Guardianship assistance program.....	7,846,000
11	Child care fund.....	182,206,400
12	Child care fund administration--6.2 FTE positions	790,100
13	Adoption subsidies.....	247,723,200
14	Adoption support services--10.0 FTE positions	27,396,600
15	Youth in transition--5.5 FTE positions	15,053,500
16	Child welfare medical/psychiatric evaluations	8,735,500
17	Psychotropic oversight.....	618,200
18	Performance based funding implementation--3.0 FTE	
19	positions	<u>1,272,100</u>
20	GROSS APPROPRIATION.....	\$ 913,635,300
21	Appropriated from:	
22	Interdepartmental grant revenues:	
23	IDG from department of education.....	140,200
24	ADJUSTED GROSS APPROPRIATION.....	\$ 913,495,100
25	Appropriated from:	
26	Federal revenues:	
27	Social security act, temporary assistance for needy	

1	families		217,273,400
2	Capped federal revenues		65,848,400
3	Total other federal revenues		233,815,500
4	Special revenue funds:		
5	Private - collections		3,244,100
6	Local funds - county chargeback		14,689,700
7	State general fund/general purpose	\$	378,624,000
8	Sec. 108. JUVENILE JUSTICE SERVICES		
9	Full-time equated classified positions.....	182.0	
10	W.J. Maxey training school--69.0 FTE positions		\$ 10,324,500
11	Bay pines center--42.0 FTE positions		4,836,500
12	Shawono center--42.0 FTE positions		4,920,900
13	County juvenile officers		3,904,300
14	Community support services--3.0 FTE positions		2,098,500
15	Juvenile justice, administration and		
16	maintenance--23.0 FTE positions		3,951,500
17	Juvenile accountability block grant--0.5 FTE position		1,281,300
18	Committee on juvenile justice administration--2.5		
19	FTE positions		343,900
20	Committee on juvenile justice grants		3,000,000
21	In-home community care		1,000,000
22	Juvenile justice vision 20/20		<u>1,000,000</u>
23	GROSS APPROPRIATION	\$	36,661,400
24	Appropriated from:		
25	Federal revenues:		
26	Capped federal revenues		5,142,900
27	Total other federal revenues		601,900

1	Special revenue funds:		
2	Local funds - state share education funds		2,195,500
3	Local funds - county chargeback		9,279,300
4	State general fund/general purpose	\$	19,441,800
5	Sec. 109. LOCAL OFFICE STAFF AND OPERATIONS		
6	Full-time equated classified positions.....	5,904.5	
7	Field staff, salaries and wages--5,535.5 FTE positions	\$	297,934,600
8	Contractual services, supplies, and materials		17,386,300
9	Healthy Michigan plan administration		19,536,300
10	Medical/psychiatric evaluations		1,420,100
11	Donated funds positions--338.0 FTE positions		39,690,800
12	Training and program support--23.0 FTE positions		2,310,300
13	Volunteer services and reimbursement		942,400
14	SSI advocates--8.0 FTE positions		<u>797,400</u>
15	GROSS APPROPRIATION	\$	380,018,200
16	Appropriated from:		
17	Interdepartmental grant revenues:		
18	IDG from department of corrections		100,000
19	IDG from department of education		4,654,100
20	ADJUSTED GROSS APPROPRIATION	\$	375,264,100
21	Appropriated from:		
22	Federal revenues:		
23	Social security act, temporary assistance for needy		
24	families		66,135,100
25	Capped federal revenues		32,252,800
26	Total other federal revenues		115,614,100
27	Special revenue funds:		

1	Local funds.....	7,644,300
2	Private funds - donated funds.....	11,258,300
3	Supplemental security income recoveries.....	797,400
4	State general fund/general purpose.....	\$ 141,562,100
5	Sec. 110. DISABILITY DETERMINATION SERVICES	
6	Full-time equated classified positions.....	571.4
7	Disability determination operations--545.9 FTE	
8	positions	\$ 107,284,100
9	Medical consultation program--21.4 FTE positions	2,542,200
10	Retirement disability determination--4.1 FTE positions	<u>506,100</u>
11	GROSS APPROPRIATION.....	\$ 110,332,400
12	Appropriated from:	
13	Interdepartmental grant revenues:	
14	IDG from DTMB - office of retirement services.....	679,400
15	ADJUSTED GROSS APPROPRIATION.....	\$ 109,653,000
16	Appropriated from:	
17	Federal revenues:	
18	Total other federal revenues.....	105,988,900
19	State general fund/general purpose.....	\$ 3,664,100
20	Sec. 111. CENTRAL SUPPORT ACCOUNTS	
21	Rent.....	\$ 41,006,400
22	Occupancy charge.....	10,582,400
23	Travel.....	9,281,600
24	Equipment.....	62,600
25	Worker's compensation.....	2,497,600
26	Payroll taxes and fringe benefits.....	<u>434,135,600</u>
27	GROSS APPROPRIATION.....	\$ 497,566,200

1	Appropriated from:		
2	Interdepartmental grant revenues:		
3	IDG from department of education.....		3,601,500
4	ADJUSTED GROSS APPROPRIATION.....	\$	493,964,700
5	Appropriated from:		
6	Federal revenues:		
7	Social security act, temporary assistance for needy		
8	families		116,475,800
9	Capped federal revenues.....		65,425,400
10	Total other federal revenues.....		133,710,900
11	State general fund/general purpose.....	\$	178,352,600
12	Sec. 112. PUBLIC ASSISTANCE		
13	Full-time equated classified positions.....	8.0	
14	Family independence program.....	\$	146,603,000
15	State disability assistance payments.....		14,373,000
16	Food assistance program benefits.....		2,547,185,600
17	State supplementation.....		62,504,100
18	State supplementation administration.....		2,381,100
19	Low-income home energy assistance program.....		174,951,600
20	Food bank funding.....		1,795,000
21	Homeless programs.....		15,721,900
22	Multicultural integration funding.....		3,015,500
23	Indigent burial.....		4,300,000
24	Emergency services local office allocations.....		11,508,500
25	Michigan energy assistance program--1.0 FTE position.		50,000,000
26	Refugee assistance program--7.0 FTE positions.....		<u>27,969,000</u>
27	GROSS APPROPRIATION.....	\$	3,062,308,300

1	Appropriated from:	
2	Federal revenues:	
3	Social security act, temporary assistance for needy	
4	families	55,029,200
5	Capped federal revenues.....	205,543,000
6	Total other federal revenues.....	2,541,695,600
7	Special revenue funds:	
8	Child support collections.....	17,996,000
9	Supplemental security income recoveries.....	10,617,600
10	Public assistance recoupment revenue.....	7,010,000
11	Low-income energy assistance fund.....	50,000,000
12	Michigan merit award trust fund.....	30,100,000
13	State general fund/general purpose.....	\$ 144,316,900
14	Sec. 113. INFORMATION TECHNOLOGY	
15	Data center operations.....	\$ 8,426,000
16	Telecommunications.....	8,530,100
17	Support services.....	13,523,300
18	Staff support.....	34,328,100
19	Direct agency charges.....	48,891,600
20	Administration and Internet.....	6,398,500
21	Child support automation.....	<u>41,913,100</u>
22	GROSS APPROPRIATION.....	\$ 162,010,700
23	Appropriated from:	
24	Interdepartmental grant revenues:	
25	IDG from department of education.....	1,134,800
26	ADJUSTED GROSS APPROPRIATION.....	\$ 160,875,900
27	Appropriated from:	

1	Federal revenues:		
2	Social security act, temporary assistance for needy		
3	families		16,344,200
4	Capped federal revenues.....		21,383,500
5	Total other federal revenues.....		70,751,900
6	State general fund/general purpose.....	\$	52,396,300
7	Sec. 114. ONE-TIME BASIS ONLY APPROPRIATIONS		
8	Child support enforcement operations.....	\$	394,500
9	Legal support contracts.....		105,500
10	Michigan rehabilitation services.....		2,600,000
11	Flint Catholic charities: center for hope.....		250,000
12	Performance based funding implementation.....		100,000
13	Private child welfare information technology services		300,000
14	Fostering futures endowment fund.....		500,000
15	Juvenile justice in-home community care grants.....		250,000
16	Food bank funding.....		100,000
17	Michigan reading corps.....		350,000
18	Parent-to-parent adoption support services.....		<u>200,000</u>
19	GROSS APPROPRIATION.....	\$	5,150,000
20	Appropriated from:		
21	State general fund/general purpose.....	\$	5,150,000
22	Sec. 115. BUDGETARY SAVINGS		
23	Staffing reductions.....	\$	<u>(7,500,000)</u>
24	GROSS APPROPRIATION.....	\$	(7,500,000)
25	Appropriated from:		
26	State general fund/general purpose.....	\$	(7,500,000)

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PART 2

PROVISIONS CONCERNING APPROPRIATIONS
FOR FISCAL YEAR 2014-2015

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for fiscal year 2014-2015 is \$1,121,690,000.00 and state spending from state resources to be paid to local units of government for fiscal year 2014-2015 is \$97,343,300.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF HUMAN SERVICES

Child care fund.....	\$	92,937,300
County juvenile officers.....		3,656,500
State disability assistance payments.....		726,700
Family independence program.....		<u>22,800</u>
TOTAL.....	\$	97,343,300

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

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

(a) "AFC" means adult foster care.

(b) "Current fiscal year" means the fiscal year ending September 30, 2015.

(c) "Department" means the department of human services.

(d) "Director" means the director of the department of human

1 services.

2 (e) "FTE" means full-time equated.

3 (f) "IDG" means interdepartmental grant.

4 (g) "MiCAFE" means Michigan's coordinated access to food for
5 the elderly.

6 (h) "Previous fiscal year" means the fiscal year ending
7 September 30, 2014.

8 (i) "Settlement" means the settlement agreement entered in the
9 case of Dwayne B. v Snyder, docket no. 2:06-cv-13548 in the United
10 States district court for the eastern district of Michigan.

11 (j) "SSI" means supplemental security income.

12 (k) "Temporary assistance for needy families" or "TANF" or
13 "title IV-A" means part A of title IV of the social security act,
14 42 USC 601 to 619.

15 (l) "Title IV-D" means part D of title IV of the social
16 security act, 42 USC 651 to 669b.

17 (m) "Title IV-E" means part E of title IV of the social
18 security act, 42 USC 670 to 679c.

19 Sec. 204. The civil service commission shall bill departments
20 and agencies at the end of the first fiscal quarter for the 1%
21 charge authorized by section 5 of article XI of the state
22 constitution of 1963. Payments shall be made for the total amount
23 of the billing by the end of the second fiscal quarter.

24 Sec. 205. Pursuant to section 1b of the social welfare act,
25 1939 PA 280, MCL 400.1b, the department shall treat part 1 and this
26 part as a time-limited addendum to the social welfare act, 1939 PA
27 280, MCL 400.1 to 400.119b.

1 Sec. 206. (1) For each new program or program expansion for
2 which funds in excess of \$500,000.00 are appropriated in part 1,
3 the department shall identify specific benchmarks intended to
4 measure the performance or return on taxpayer investment of the
5 program and its associated expenditures. Both of the following
6 apply to the benchmarks:

7 (a) By November 1, 2014, the department shall report the
8 proposed benchmarks to the house and senate appropriations
9 subcommittees on the department budget, the house and senate fiscal
10 agencies, and the state budget director.

11 (b) The department shall provide an update on its progress in
12 achieving the benchmarks at an appropriations subcommittee meeting
13 called for the purpose of discussing benchmarks and their status.

14 (2) It is the intent of the legislature that, beginning with
15 the budget for the fiscal year ending September 30, 2016, any
16 proposal for a new program or an expansion of an existing program
17 in excess of \$500,000.00 initiated by the executive branch or the
18 legislature will include, as part of the original proposal or
19 budget request, a list of benchmarks intended to measure the
20 performance or return on taxpayer investment of the program or
21 spending increase.

22 Sec. 207. (1) Sanctions, suspensions, conditions for
23 provisional license status, and other penalties shall not be more
24 stringent for private service providers than for public entities
25 performing equivalent or similar services.

26 (2) Neither the department nor private service providers or
27 licensees shall be granted preferential treatment or considered

1 automatically to be in compliance with administrative rules based
2 on whether they have collective bargaining agreements with direct
3 care workers. Private service providers or licensees without
4 collective bargaining agreements shall not be subjected to
5 additional requirements or conditions of licensure based on their
6 lack of collective bargaining agreements.

7 Sec. 208. Unless otherwise specified, the department shall use
8 the Internet to fulfill the reporting requirements of this part.
9 This requirement shall include transmission of reports via
10 electronic mail to the recipients identified for each reporting
11 requirement, and it shall include placement of reports on the
12 Internet.

13 Sec. 209. 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 should 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. 211. Funds appropriated in part 1 shall not be used by a
24 principal executive department, state agency, or authority to hire
25 a person to provide legal services that are the responsibility of
26 the attorney general. This prohibition does not apply to legal
27 services for bonding activities and for those outside services that

1 the attorney general authorizes.

2 Sec. 212. (1) In addition to funds appropriated in part 1 for
3 all programs and services, there is appropriated for write-offs of
4 accounts receivable, deferrals, and for prior year obligations in
5 excess of applicable prior year appropriations, an amount equal to
6 total write-offs and prior year obligations, but not to exceed
7 amounts available in prior year revenues or current year revenues
8 that are in excess of the authorized amount.

9 (2) The department's ability to satisfy appropriation fund
10 sources in part 1 shall not be limited to collections and accruals
11 pertaining to services provided in the current fiscal year, but
12 shall also include reimbursements, refunds, adjustments, and
13 settlements from prior years.

14 Sec. 213. The department may retain all of the state's share
15 of food assistance overissuance collections as an offset to general
16 fund/general purpose costs. Retained collections shall be applied
17 against federal funds deductions in all appropriation units where
18 department costs related to the investigation and recoupment of
19 food assistance overissuances are incurred. Retained collections in
20 excess of such costs shall be applied against the federal funds
21 deducted in the executive operations appropriation unit.

22 Sec. 214. On a bimonthly basis, the department shall report on
23 the number of FTEs in pay status by type of staff.

24 Sec. 215. If a legislative objective of this part or of a bill
25 or amendment to a bill to amend the social welfare act, 1939 PA
26 280, MCL 400.1 to 400.119b, cannot be implemented because
27 implementation would conflict with or violate federal regulations,

1 the department shall notify the state budget director, the house
2 and senate appropriations committees, and the house and senate
3 fiscal agencies and policy offices of that fact.

4 Sec. 217. The departments and agencies receiving
5 appropriations in part 1 shall prepare a report on out-of-state
6 travel expenses not later than January 1 of each year. The travel
7 report shall be a listing of all travel by classified and
8 unclassified employees outside this state in the immediately
9 preceding fiscal year that was funded in whole or in part with
10 funds appropriated in the department's budget. The report shall be
11 submitted to the house and senate appropriations committees, the
12 house and senate fiscal agencies, and the state budget director.
13 The report shall include the following information:

14 (a) The dates of each travel occurrence.

15 (b) The transportation and related costs of each travel
16 occurrence, including the proportion funded with state general
17 fund/general purpose revenues, the proportion funded with state
18 restricted revenues, the proportion funded with federal revenues,
19 and the proportion funded with other revenues.

20 Sec. 219. The department shall cooperate with the department
21 of technology, management, and budget to maintain a searchable
22 website accessible by the public at no cost that includes, but is
23 not limited to, all of the following for each department or agency:

24 (a) Fiscal year-to-date expenditures by category.

25 (b) Fiscal year-to-date expenditures by appropriation unit.

26 (c) Fiscal year-to-date payments to a selected vendor,
27 including the vendor name, payment date, payment amount, and

1 payment description.

2 (d) The number of active department employees by job
3 classification.

4 (e) Job specifications and wage rates.

5 Sec. 220. The department shall ensure that faith-based
6 organizations are able to apply and compete for services, programs,
7 or contracts that they are qualified and suitable to fulfill. The
8 department shall not disqualify faith-based organizations solely on
9 the basis of the religious nature of their organization or their
10 guiding principles or statements of faith.

11 Sec. 221. (1) If the revenue collected by the department from
12 private and local sources exceeds the amount spent from amounts
13 appropriated in part 1, the revenue may be carried forward, with
14 approval from the state budget director, into the subsequent fiscal
15 year.

16 (2) The department shall provide a report on the amount of
17 each revenue stream to be carried forward, as well as the
18 cumulative amount, for the closing fiscal year by October 30 of the
19 current fiscal year to the senate and house appropriations
20 subcommittees on the department budget, the senate and house
21 standing committees on families and human services, and the senate
22 and house fiscal agencies and policy offices.

23 Sec. 222. (1) The department shall provide written
24 notification to the chairpersons of the senate and house
25 appropriations subcommittees on the budget for the department of
26 any policy changes at least 30 days before the implementation date.

27 (2) The department shall make the entire policy and procedures

1 manual available and accessible to the public via the department
2 website.

3 (3) The department shall report no later than April 1 of the
4 current fiscal year on each specific policy change made to
5 implement a public act affecting the department that took effect
6 during the prior calendar year to the house and senate
7 appropriations subcommittees on the budget for the department, the
8 joint committee on administrative rules, and the senate and house
9 fiscal agencies. The department shall attach each policy bulletin
10 issued during the prior calendar year to this report.

11 Sec. 225. The department may hire physicians to be part of the
12 medical review team (MRT) on a temporary basis if Medicaid
13 applications are backlogged more than 2,000. The temporary
14 physicians shall be retained until the backlog has dropped below
15 2,000 for 2 consecutive months. The role of the physicians will be
16 to obtain medical evidence from and grant medical determinations to
17 applicants.

18 Sec. 226. The department shall not approve any contract for
19 new services, programs, or concepts in excess of \$1,000,000.00
20 unless both of the following requirements have been met:

21 (a) The department has issued and received a request for
22 information (RFI) or a request for qualification (RFQ) before
23 issuing a request for proposal for the contract. The request for
24 information or request for qualification will enable the department
25 to learn more about the market for the products or services that
26 are the subject of the future request for proposal.

27 (b) The department has provided the legislature with the

1 results of the request for information or request for qualification
2 and posted a summary of the results of the request for information
3 or request for qualification on the department's webpage.

4 Sec. 227. (1) The department shall conduct a workgroup in
5 conjunction with the department of community health, the state
6 transportation department, the department of corrections, the
7 strategic fund in the department of treasury, and members from both
8 the senate and house of representatives to determine how the state
9 can maximize its services and funding for transportation for low-
10 income, elderly, and disabled individuals through consolidating all
11 of the current transportation services for these populations under
12 1 department.

13 (2) The department shall submit to the senate and house
14 appropriations subcommittees on the department budget, the senate
15 and house fiscal agencies, the senate and house policy offices, and
16 the state budget office by March 1 of the current fiscal year a
17 report on the findings of the workgroup on the items described in
18 subsection (1).

19 Sec. 228. The department shall submit to the department of
20 technology, management, and budget all of the information that is
21 required from the department to finalize the request for
22 information process for all bids that are included in the current
23 fiscal year enacted budget for the department by October 1 of the
24 current fiscal year. The department shall submit to the department
25 of technology, management, and budget all of the information
26 required from the department to finalize the request for proposal
27 process by January 1 of the current fiscal year. Requests for

1 proposals shall remain open on the state website and available for
2 bids for at least 30 days.

3 Sec. 229. (1) The department shall conduct a workgroup with
4 the department of treasury and members from both the senate and
5 house of representatives to determine how the state can align the
6 spending on Michigan Works! job readiness programs with the
7 declining family independence program caseload. The workgroup shall
8 investigate possible reductions in the amount of TANF funding that
9 is provided to Michigan Works!

10 (2) The department shall submit to the senate and house
11 appropriations subcommittees on the department budget, the senate
12 and house fiscal agencies, the senate and house policy offices, and
13 the state budget office by March 1 of the current fiscal year a
14 report on the recommendations of the workgroup on the items
15 described in subsection (1), including, but not limited to, the
16 proposed amount of TANF funding provided to Michigan Works!

17 Sec. 230. The department shall issue a request for proposal
18 for the income verification contract for public assistance
19 eligibility determination. The request for proposal process shall
20 be completed no later than February 1, 2015.

21 Sec. 234. The department shall include specific outcome and
22 performance reporting requirements in the interagency agreement
23 with the Michigan strategic fund for TANF funding to provide job
24 readiness and welfare-to-work programming. TANF funding provided to
25 the Michigan strategic fund in the current fiscal year is
26 contingent on compliance with the data and reporting requirements
27 described in this section. The interagency agreement must require

1 the Michigan strategic fund to provide all of the following items
2 by December 1 of the current fiscal year for the previous year:

3 (a) An itemized spending report on TANF funding, including all
4 of the following:

5 (i) Direct services to clients.

6 (ii) Administrative expenditures.

7 (b) The number of family independence program (FIP) clients
8 served through the TANF funding, including all of the following:

9 (i) The number and percentage who obtained employment through
10 Michigan Works!

11 (ii) The number and percentage who fulfilled their TANF work
12 requirement through other job readiness programming.

13 (iii) Average TANF spending per client.

14 (iv) The number and percentage of clients who were referred to
15 Michigan Works! but did not receive a job or job readiness
16 placement and the reasons why.

17 Sec. 240. The department shall notify the house and senate
18 appropriations committees and the house and senate fiscal agencies
19 of any changes to a child welfare master contract not less than 30
20 days before the change takes effect.

21 Sec. 250. Amounts appropriated in part 1 for information
22 technology may be designated as work projects and carried forward
23 to support technology projects under the direction of the
24 department of technology, management, and budget. Funds designated
25 in this manner are not available for expenditure until approved as
26 work projects under section 451a of the management and budget act,
27 1984 PA 431, MCL 18.1451a.

1 Sec. 251. The department and agencies receiving appropriations
2 in part 1 shall receive and retain copies of all reports funded
3 from appropriations in part 1. Federal and state guidelines for
4 short-term and long-term retention of records shall be followed.
5 The department may electronically retain copies of reports unless
6 otherwise required by federal and state guidelines.

7 Sec. 264. The department shall not take disciplinary action
8 against an employee for communicating with a member of the
9 legislature or his or her staff.

10 Sec. 265. Within 14 days after the release of the executive
11 budget recommendation, the department shall cooperate with the
12 state budget office to provide the senate and house appropriations
13 chairs, the senate and house appropriations subcommittee chairs,
14 and the senate and house fiscal agencies with an annual report on
15 estimated state restricted fund balances, state restricted fund
16 projected revenues, and state restricted fund expenditures for the
17 fiscal years ending September 30, 2014 and September 30, 2015.

18 Sec. 274. (1) The department, in collaboration with the state
19 budget office, shall submit to the house and senate appropriations
20 subcommittees on the department budget, the house and senate fiscal
21 agencies, and the house and senate policy offices on the day the
22 governor submits to the legislature the budget for the ensuing
23 fiscal year a report on spending and revenue projections for each
24 of the capped federal funds listed below. The report shall contain
25 actual spending and revenue in the previous fiscal year, spending
26 and revenue projections for the current fiscal year as enacted, and
27 spending and revenue projections within the executive budget

1 proposal for the fiscal year beginning October 1, 2015 for each
2 individual line item for the department budget. The report shall
3 also include federal funds transferred to other departments. The
4 capped federal funds shall include, but not be limited to, all of
5 the following:

6 (a) TANF.

7 (b) Title XX social services block grant.

8 (c) Title IV-B part I child welfare services block grant.

9 (d) Title IV-B part II promoting safe and stable families
10 funds.

11 (e) Low-income home energy assistance program.

12 (2) By February 15 of the current fiscal year, the department
13 shall prepare an annual report of its efforts to identify
14 additional TANF maintenance of effort sources and rationale for any
15 increases or decreases from all of the following, but not limited
16 to:

17 (a) Other departments.

18 (b) Local units of government.

19 (c) Private sources.

20 Sec. 275. (1) The negative appropriation in the staffing
21 reductions line in part 1 shall be offset only through FTE
22 reductions. The line item shall not be offset through cuts to
23 programs, benefits, caseload savings, or policy changes. The
24 department may use TANF funds to offset general fund/general
25 purpose funds in order to realize these savings.

26 (2) The department shall provide monthly reports on the
27 savings realized under subsection (1) to the chairpersons of the

1 senate and house appropriations subcommittees on the department
2 budget, the senate and house fiscal agencies, and the senate and
3 house policy offices.

4 (3) The staffing reductions line shall achieve a zero balance
5 by the close of the current fiscal year.

6 (4) Funds to offset the staffing reductions line shall be made
7 available through the legislative transfer process provided by
8 section 393(2) of the management and budget act, 1984 PA 431, MCL
9 18.1393.

10 Sec. 279. (1) All master contracts relating to human services
11 shall be performance-based contracts that employ a client-centered
12 results-oriented process that is based on measurable performance
13 indicators and desired outcomes and includes the annual assessment
14 of the quality of services provided.

15 (2) By February 1 of the current fiscal year, the department
16 shall provide the senate and house appropriations subcommittees on
17 the department budget and the senate and house fiscal agencies and
18 policy offices a report detailing measurable performance
19 indicators, desired outcomes, and an assessment of the quality of
20 services provided by the department during the previous fiscal
21 year.

22 Sec. 284. (1) In addition to the funds appropriated in part 1,
23 there is appropriated an amount not to exceed \$200,000,000.00 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,
27 1984 PA 431, MCL 18.1393. These funds shall not be made available

1 to increase TANF authorization.

2 (2) In addition to the funds appropriated in part 1, there is
3 appropriated an amount not to exceed \$5,000,000.00 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 \$20,000,000.00 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 \$20,000,000.00 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. 290. Any public advertisement for state assistance shall
21 also inform the public of the welfare fraud hotline operated by the
22 department.

23 Sec. 291. (1) The department shall verify, using the e-verify
24 system, that all new department employees, and new hire employees
25 of contractors and subcontractors paid from funds appropriated in
26 part 1, are legally present in the United States. The department
27 may verify this information directly or may require contractors and

1 subcontractors to verify the information and submit a certification
2 to the department.

3 (2) By February 15 of the current fiscal year, the department
4 shall submit to the house and senate appropriations subcommittees
5 on the department budget, the house and senate fiscal agencies, and
6 the house and senate policy offices a report on the number of new
7 department employees and new hire employees of contractors and
8 subcontractors that were found to not be legally present in the
9 United States.

10 Sec. 293. The department may use funds from the funds
11 appropriated in part 1 to strengthen marriage and family relations
12 through the practice of marriage and family therapy for
13 individuals, families, couples, or groups. The goal of the therapy
14 shall be strengthening families by helping them avoid, eliminate,
15 relieve, manage, or resolve marital or family conflict or discord.

16 Sec. 295. If the department fails to provide to the
17 legislature reports and other data required by this part or other
18 statute within 30 days after the date the information is due, the
19 state money appropriated in part 1 for salaries and wages
20 responsible for preparing and submitting the report shall be
21 reduced by \$150,000.00.

22 Sec. 296. Not later than November 30, the state budget office
23 shall prepare and transmit a report that provides for estimates of
24 the total general fund/general purpose appropriation lapses at the
25 close of the prior fiscal year. This report shall summarize the
26 projected year-end general fund/general purpose appropriation
27 lapses by major departmental program or program areas. The report

1 shall be transmitted to the chairpersons of the senate and house
2 appropriations committees and the senate and house fiscal agencies.

3 Sec. 297. Total authorized appropriations from all sources
4 under part 1 for legacy costs for the fiscal year ending September
5 30, 2015 is \$283,394,300.00. From this amount, total agency
6 appropriations for pension-related legacy costs are estimated at
7 \$159,146,200.00. Total agency appropriations for retiree health
8 care legacy costs are estimated at \$124,248,100.00.

9 Sec. 298. By March 1 of the current fiscal year, the
10 department shall provide to the senate and house appropriations
11 subcommittees on the department budget, the senate and house fiscal
12 agencies, and the senate and house policy offices an annual report
13 on the supervisor-to-staff ratio by department divisions and
14 subdivisions.

15 Sec. 299. The department shall maintain, on a publicly
16 accessible website, a department scorecard that identifies, tracks,
17 and regularly updates key metrics that are used to monitor and
18 improve the department's performance.

19 **EXECUTIVE OPERATIONS**

20 Sec. 307. (1) From the funds appropriated in part 1 for
21 demonstration projects, \$400,000.00 shall be distributed as
22 provided in subsection (2). The amount distributed under this
23 subsection shall not exceed 50% of the total operating expenses of
24 the program described in subsection (2), with the remaining 50%
25 paid by local United Way organizations and other nonprofit
26 organizations and foundations.

1 (2) Funds distributed under subsection (1) shall be
2 distributed to Michigan 2-1-1, a nonprofit corporation organized
3 under the laws of this state that is exempt from federal income tax
4 under section 501(c)(3) of the internal revenue code, 26 USC
5 501(c)(3), and whose mission is to coordinate and support a
6 statewide 2-1-1 system. Michigan 2-1-1 shall use the funds only to
7 fulfill the Michigan 2-1-1 business plan adopted by Michigan 2-1-1
8 in January 2005.

9 (3) Michigan 2-1-1 shall refer to the department any calls
10 received reporting fraud, waste, or abuse of state-administered
11 public assistance.

12 (4) Michigan 2-1-1 shall report annually to the department and
13 the house and senate standing committees with primary jurisdiction
14 over matters relating to human services and telecommunications on
15 2-1-1 system performance, including, but not limited to, call
16 volume by community health and human service needs and unmet needs
17 identified through caller data and customer satisfaction metrics.

18 Sec. 310. It is the intent of the legislature that the
19 department shall work with youth-oriented nonprofit organizations
20 to provide mentoring programming for children of incarcerated
21 parents and other at-risk children.

22 Sec. 315. The department, in conjunction with the department
23 of community health, organizations representing disabled and
24 elderly adults, representatives of assisted living facilities, and
25 the legislature, shall conduct a workgroup that explores licensing
26 standards and practices and performance measures for facilities
27 providing adult assisted living services in order to ensure safe,

1 adequately supervised, and protective environments for those
2 individuals and families seeking assisted living services.

3 **ADULT AND FAMILY SERVICES**

4 Sec. 401. (1) All funds appropriated in part 1 for independent
5 living shall be used to support centers for independent living in
6 delivering mandated independent living core services in compliance
7 with federal rules and regulations for the centers, by existing
8 centers for independent living to serve underserved areas, and for
9 projects to build the capacity of centers for independent living to
10 deliver independent living services. Applications for the funds
11 shall be reviewed in accordance with criteria and procedures
12 established by the department. Funds shall be used in a manner
13 consistent with the state plan for independent living. Services
14 provided should assist people with disabilities to move toward
15 self-sufficiency, including support for accessing transportation
16 and health care, obtaining employment, community living, nursing
17 home transition, information and referral services, education,
18 youth transition services, veterans, and stigma reduction
19 activities.

20 (2) The Michigan centers for independent living shall provide
21 a report by March 1 of the current fiscal year to the house and
22 senate appropriations subcommittees on the department budget, the
23 house and senate fiscal agencies, the house and senate policy
24 offices, and the state budget office on direct customer and system
25 outcomes and performance measures.

26 Sec. 402. The Michigan rehabilitation services shall work

1 collaboratively with the bureau of services for blind persons,
2 service organizations, and government entities to identify
3 qualified match dollars to maximize use of available federal
4 vocational rehabilitation funds.

5 Sec. 403. (1) It is the intent of the legislature that the
6 funds appropriated in part 1 for Michigan rehabilitation services,
7 and any future funds appropriated for that purpose, shall not be
8 spent unless Michigan rehabilitation services addresses, works to
9 remedy, and accounts for the deficiencies found in Michigan
10 rehabilitation services as detailed in the most recent auditor
11 general report of Michigan rehabilitation services.

12 (2) The department shall provide quarterly status reports by
13 February 1, May 1, August 1, and November 1 to the house and senate
14 appropriations subcommittees on the department budget, the house
15 and senate fiscal agencies, and house and senate policy offices on
16 Michigan rehabilitation services that include all of the following
17 items:

18 (a) Reductions and changes in administration costs and
19 staffing.

20 (b) Service delivery plans and implementation steps achieved.

21 (c) Reorganization plans and implementation steps achieved.

22 (d) Plans to integrate Michigan rehabilitative services
23 programs into other services provided by the department.

24 (e) Quarterly expenditures by major spending category.

25 (f) Employment and job retention rates from both Michigan
26 rehabilitation services and its nonprofit partners.

27 (g) Success rate of each district in achieving the program

1 goals.

2 Sec. 404. From the funds appropriated in part 1 for
3 independent living, the department shall allocate \$1,500,000.00 to
4 Michigan's centers for independent living to continue to pilot
5 guide services to develop accessible, comprehensive, and integrated
6 services for persons with disabilities. The guide services shall
7 also assist persons with disabilities and their families in
8 navigating state systems when accessing public assistance to become
9 financially self-sufficient.

10 Sec. 405. It is the intent of the legislature that Michigan
11 rehabilitation services shall not implement an order of selection
12 for vocational and rehabilitative services.

13 Sec. 407. From the funds appropriated in part 1 to Michigan
14 rehabilitation services, the department shall use the
15 interdepartmental grant from the department of corrections to
16 expand the swift and sure sanctions probation program through
17 Michigan rehabilitation services. The department shall allocate up
18 to \$3,000,000.00 as a match for \$11,084,500.00, pending the
19 availability of federal vocational rehabilitation funds, for the
20 purpose described in this section. The department shall establish
21 an interagency agreement with the department of corrections and
22 judicial branch to carry out this purpose. These funds shall be
23 used to assist individuals who have a history of probation or
24 parole violations and exceptional mental health needs and shall not
25 be used for individuals who are currently incarcerated. In order to
26 implement the program described in this section, the department
27 shall contract with accredited, community-based rehabilitation

1 organizations for job placement and other support services for
2 eligible probationers referred from that program. If the amount of
3 available federal funding is less than \$11,084,500.00, the
4 department shall notify the senate and house appropriations
5 subcommittees on the department budget, the senate and house fiscal
6 agencies, the senate and house policy offices, and the state budget
7 office within 30 days of this determination and the reasons for the
8 lower match.

9 Sec. 415. (1) If funds become available in part 1, the
10 department may contract with independent contractors from various
11 counties, including, but not limited to, faith-based and nonprofit
12 organizations. Preference shall be given to independent contractors
13 that provide at least 10% in matching funds, through any
14 combination of local, state, or federal funds or in-kind or other
15 donations. However, an independent contractor that cannot secure
16 matching funds shall not be excluded from consideration for the
17 fatherhood program.

18 (2) The department may choose providers that will work with
19 counties to help eligible fathers under TANF guidelines to acquire
20 skills that will enable them to increase their responsible behavior
21 toward their children and the mothers of their children. An
22 increase of financial support for their children should be a very
23 high priority as well as emotional support.

24 (3) A fatherhood initiative program established under this
25 section shall minimally include at least 3 of the following
26 components: promoting responsible, caring, and effective parenting
27 through counseling; mentoring and parental education; enhancing the

1 abilities and commitment of unemployed or low-income fathers to
2 provide material support for their families and to avoid or leave
3 welfare programs by assisting them to take advantage of job search
4 programs, job training, and education to improve their work habits
5 and work skills; improving fathers' ability to effectively manage
6 family business affairs by means such as education, counseling, and
7 mentoring in household matters; infant care; effective
8 communication and respect; anger management; children's financial
9 support; and drug-free lifestyle.

10 (4) The department is authorized to make allocations of TANF
11 funds, of not more than 20% per county, under this section only to
12 agencies that report necessary data to the department for the
13 purpose of meeting TANF eligibility reporting requirements.

14 (5) Upon receipt of the promotion of responsible fatherhood
15 funds from the United States department of health and human
16 services, the department shall use the program criteria set forth
17 in subsection (3) to implement the program with the federal funds.

18 Sec. 416. (1) If funds become available in part 1, the
19 department may contract with independent contractors from various
20 counties, including, but not limited to, faith-based and nonprofit
21 organizations. Preference shall be given to independent contractors
22 that provide at least 10% in matching funds, through any
23 combination of local, state, or federal funds or in-kind or other
24 donations. However, an independent contractor that cannot secure
25 matching funds shall not be excluded from consideration for a
26 marriage initiative program.

27 (2) The department may choose providers to work with counties

1 that will work to support and strengthen marriages of those
2 eligible under the TANF guidelines. The areas of work may include,
3 but are not limited to, marital counseling, domestic violence
4 counseling, family counseling, effective communication, and anger
5 management as well as parenting skills to improve the family
6 structure.

7 (3) A marriage initiative program established under this
8 section may include, but is not limited to, 1 or more of the
9 following: public advertising campaigns on the value of marriage
10 and the skills needed to increase marital stability and health;
11 education in high schools on the value of marriage, relationship
12 skills, and budgeting; premarital, marital, family, and domestic
13 violence counseling; effective communication; marriage mentoring
14 programs which use married couples as role models and mentors in
15 at-risk communities; anger management; and parenting skills to
16 improve the family structure.

17 (4) The department is authorized to make allocations of TANF
18 funds, of not more than 20% per county, under this section only to
19 agencies that report necessary data to the department for the
20 purpose of meeting TANF eligibility reporting requirements.

21 (5) Upon receipt of the healthy marriage promotion grant from
22 the United States department of health and human services, the
23 department shall use the program criteria set forth in subsection
24 (3) to implement the program with the federal funds.

25 Sec. 420. (1) From the funds appropriated in part 1, the
26 department shall contract with the prosecuting attorneys
27 association of Michigan for 2 elder abuse resource prosecuting

1 attorneys positions to provide the support and services necessary
2 to increase the capability of the state's prosecutors, adult
3 protective service system, and criminal justice system to
4 effectively identify, investigate, and prosecute elder abuse and
5 financial exploitation.

6 (2) By March 1 of the current fiscal year, the prosecuting
7 attorneys association shall provide a report on the efficacy of the
8 contract to the state budget office, the house and senate
9 appropriations subcommittees on the department budget, the house
10 and senate fiscal agencies, and the house and senate policy
11 offices.

12 Sec. 423. From the funds appropriated in part 1 for elder law
13 of Michigan MiCAFE contract, the department shall allocate not less
14 than \$350,000.00 to the elder law of Michigan MiCAFE to assist this
15 state's elderly population to participate in the food assistance
16 program. Of the \$350,000.00 allocated under this section, the
17 department shall use \$175,000.00, which are general fund/general
18 purpose funds, as state matching funds for not less than
19 \$175,000.00 in United States department of agriculture funding to
20 provide outreach program activities, such as eligibility screen and
21 information services, as part of a statewide food assistance
22 hotline.

23 Sec. 424. The department may contract with a competitively
24 selected contractor whose service area includes region 2 of the
25 prosperity regions identified and defined by the department of
26 technology, management, and budget. The competitively selected
27 contractor shall be a nonprofit organized and operated exclusively

1 for the tax-exempt purposes set forth in section 501(c)(3) of the
2 United States internal revenue code. Allocated funds shall only be
3 used to defray the operational and capital costs for the workers on
4 wheels program. By January 1 of the current fiscal year, the
5 selected contractor shall provide a report on the number of
6 households served, impact of the recipient's household income,
7 employment status of the recipient, and the number of vehicles
8 awarded through purchase and donation to the house and senate
9 appropriations subcommittees on the department budget, the house
10 and senate fiscal agencies, and the house and senate policy
11 offices.

12 Sec. 425. (1) From the funds appropriated in part 1, the
13 department shall provide individuals not more than \$500.00 for
14 vehicle repairs, including any repairs done in the previous 12
15 months. However, the department may in its discretion pay for
16 repairs up to \$900.00. Payments under this section shall include
17 the combined total of payments made by the department and work
18 participation program.

19 (2) By November 30 of the current fiscal year, the department
20 shall provide to the senate and house appropriations subcommittees
21 on the department budget, the senate and house fiscal agencies, and
22 the senate and house policy offices a report detailing the total
23 number of payments for repairs, the number of payments for repairs
24 that exceeded \$500.00, the number of payments for repairs that cost
25 exactly \$500.00, and the number of payments for repairs that cost
26 exactly \$900.00 in the previous fiscal year.

1 **CHILDREN'S SERVICES**

2 Sec. 501. (1) A goal is established that not more than 27% of
3 all children in foster care at any given time during the current
4 fiscal year will have been in foster care for 24 months or more.

5 (2) By March 1 of the current fiscal year, the department
6 shall provide to the senate and house appropriations subcommittees
7 on the department budget, the senate and house fiscal agencies, the
8 senate and house policy offices, and the state budget office a
9 report describing the steps that will be taken to achieve the
10 specific goal established in this section and on the percentage of
11 children who currently are in foster care and who have been in
12 foster care a total of 24 or more months.

13 Sec. 502. From the funds appropriated in part 1 for foster
14 care, the department shall provide 50% reimbursement to Indian
15 tribal governments for foster care expenditures for children who
16 are under the jurisdiction of Indian tribal courts and who are not
17 otherwise eligible for federal foster care cost sharing.

18 Sec. 503. (1) In accordance with the final report of the
19 Michigan child welfare performance-based funding task force issued
20 in response to section 503 of article X of 2013 PA 59, the
21 department shall issue a request for proposal not later than
22 October 1, 2014 for an independent actuary designated as a fellow
23 of the society of actuaries to recommend actuarially sound case
24 rates for necessary out-of-home child welfare services that achieve
25 permanency by the department and private child placing agencies in
26 a prospective payment system under a performance-based funding
27 model.

1 (2) A prospective rate payment system for private agencies
2 that includes funding for adoption incentive payments is the
3 recommended funding model. The full cost prospective rate payment
4 system will identify and cover contractual costs, paid through the
5 case rate developed by an actuary.

6 (3) By September 30, 2015, the department shall complete a
7 full cost analysis of the performance-based funding model with
8 respect to the current fiscal year, including relevant information
9 on the actuarial rate-setting process and provide a report on the
10 analysis to the senate and house appropriations subcommittees on
11 the department budget.

12 (4) In accordance with the final report of the Michigan child
13 welfare performance-based funding task force issued in response to
14 section 503 of article X of 2013 PA 59, the department shall
15 implement a 5-year independent, third-party evaluation of the
16 performance-based funding model. The evaluator shall be selected
17 through a competitive process by a rating committee that includes,
18 but is not limited to, representatives from the department and
19 private child placing agencies.

20 (5) The department shall create a readiness model with input
21 from private child welfare agencies, counties, and courts that
22 gives direction to self-identified counties and the department
23 regarding county participation before any further expansion of the
24 performance-based funding model.

25 (6) For phase II, the department shall only phase the
26 implementation of the performance-based funding model into
27 additional counties where the department, private child welfare

1 agencies, the county, and the court operating within that county
2 have agreed to implement the performance-based funding model.

3 (7) The department, in conjunction with members from both the
4 house of representatives and senate, private child placing
5 agencies, the courts, and counties shall implement the fiscal year
6 2014-2015 recommendations that are described in the workgroup
7 report that was provided in section 503 of article X of 2013 PA 59
8 to establish a performance-based funding for public and private
9 child welfare services providers. The department shall provide a
10 quarterly report on the status of the performance-based contracting
11 model to the senate and house appropriations subcommittees on the
12 department budget, the senate and house standing committees on
13 families and human services, and the senate and house fiscal
14 agencies and policy offices.

15 Sec. 505. By March 1 of the current fiscal year, the
16 department and Wayne County shall provide to the senate and house
17 appropriations committees on the department budget and the senate
18 and house fiscal agencies and policy offices a report for youth
19 served in the previous fiscal year and in the first quarter of the
20 current fiscal year outlining the number of youth served within
21 each juvenile justice system, the type of setting for each youth,
22 performance outcomes, and financial costs or savings.

23 Sec. 506. The department shall submit a report by February 15
24 of the current fiscal year on the number of foster children under
25 department supervision who did not receive Medicaid coverage and
26 the number of foster children under department supervision that
27 experienced a break in Medicaid coverage during the previous fiscal

1 year to the house and senate appropriations subcommittees on the
2 department budget, the house and senate fiscal agencies, and the
3 house and senate policy offices.

4 Sec. 507. The department's ability to satisfy appropriation
5 deducts in part 1 for foster care private collections shall not be
6 limited to collections and accruals pertaining to services provided
7 only in the current fiscal year but may include revenues collected
8 during the current fiscal year for services provided in prior
9 fiscal years.

10 Sec. 508. (1) In addition to the amount appropriated in part 1
11 for children's trust fund grants, money granted or money received
12 as gifts or donations to the children's trust fund created by 1982
13 PA 249, MCL 21.171 to 21.172, is appropriated for expenditure.

14 (2) The department and the child abuse neglect and prevention
15 board shall collaborate to ensure that administrative delays are
16 avoided and the local grant recipients and direct service providers
17 receive money in an expeditious manner. The department and board
18 shall make available the children's trust fund contract funds to
19 grantees within 31 days of the start date of the funded project.

20 Sec. 509. (1) From the funds appropriated in part 1 for the
21 child welfare institute, the department shall use up to \$100,000.00
22 to enter into a contract to provide pilot training for public and
23 contracted child welfare staff to address secondary trauma.

24 (2) The department shall report to the senate and house
25 appropriations subcommittees on the department budget, the senate
26 and house fiscal agencies, the senate and house policy offices, and
27 the state budget office by March 1 of the current fiscal year on

1 the results of the pilot program, including the number of
2 participants, actual costs of the pilot program, and a cost
3 estimate to expand the program statewide.

4 Sec. 511. The department shall provide quarterly reports to
5 the senate and house appropriations subcommittees on the department
6 budget, the senate and house standing committees on families and
7 human services, and the senate and house fiscal agencies and policy
8 offices on the number and percentage of children who received
9 timely health examinations after entry into foster care and the
10 number and percentage of children entering foster care who received
11 a required mental health examination after entry into foster care.

12 Sec. 513. (1) The department shall not expend funds
13 appropriated in part 1 to pay for the direct placement by the
14 department of a child in an out-of-state facility unless all of the
15 following conditions are met:

16 (a) There is no appropriate placement available in this state
17 as determined by the department interstate compact office.

18 (b) An out-of-state placement exists that is nearer to the
19 child's home than the closest appropriate in-state placement as
20 determined by the department interstate compact office.

21 (c) The out-of-state facility meets all of the licensing
22 standards of this state for a comparable facility.

23 (d) The out-of-state facility meets all of the applicable
24 licensing standards of the state in which it is located.

25 (e) The department has done an on-site visit to the out-of-
26 state facility, reviewed the facility records, reviewed licensing
27 records and reports on the facility, and believes that the facility

1 is an appropriate placement for the child.

2 (2) The department shall not expend money for a child placed
3 in an out-of-state facility without approval of the deputy director
4 for children's services. The department shall notify the
5 appropriate state agency in that state including the name of the
6 out-of-state provider who accepted the placement.

7 (3) The department shall submit quarterly reports to the state
8 court administrative office, the house and senate appropriations
9 subcommittees on the department budget, the house and senate fiscal
10 agencies, and the house and senate policy offices on the number of
11 Michigan children residing in out-of-state facilities at the time
12 of the report, the total cost and average per diem cost of these
13 out-of-state placements to this state, and a list of each such
14 placement arranged by the Michigan county of residence for each
15 child.

16 (4) The department shall submit an annual report by February
17 15 of the current fiscal year on per diem costs of each residential
18 care provider that has an established state rate and is located or
19 doing business in this state.

20 (5) It is the intent of the legislature that the department
21 shall work in conjunction with the courts and the state court
22 administrative office to identify data needed to calculate
23 statewide recidivism rates for adjudicated youth placed in either
24 residential secure or nonsecure facilities, defined at 6 months
25 after a youth is released from placement.

26 (6) By March 1 of the current fiscal year, the department
27 shall notify the legislature on the status of efforts to accomplish

1 the intent of subsection (5).

2 Sec. 514. The department shall make a comprehensive report
3 concerning children's protective services (CPS) to the legislature,
4 including the senate and house policy offices and the state budget
5 director, by January 1 of the current fiscal year, that shall
6 include all of the following:

7 (a) Statistical information including, at a minimum, all of
8 the following:

9 (i) The total number of reports of child abuse or neglect
10 investigated under the child protection law, 1975 PA 238, MCL
11 722.621 to 722.638, and the number of cases classified under
12 category I or category II and the number of cases classified under
13 category III, category IV, or category V.

14 (ii) Characteristics of perpetrators of child abuse or neglect
15 and the child victims, such as age, relationship, race, and
16 ethnicity and whether the perpetrator exposed the child victim to
17 drug activity, including the manufacture of illicit drugs, that
18 exposed the child victim to substance abuse, a drug house, or
19 methamphetamine.

20 (iii) The mandatory reporter category in which the individual
21 who made the report fits, or other categorization if the individual
22 is not within a group required to report under the child protection
23 law, 1975 PA 238, MCL 722.621 to 722.638.

24 (iv) The number of cases that resulted in the separation of
25 the child from the parent or guardian and the period of time of
26 that separation, up to and including termination of parental
27 rights.

1 (v) For the reported complaints of child abuse or neglect by
2 teachers, school administrators, and school counselors, the number
3 of cases classified under category I or category II and the number
4 of cases classified under category III, category IV, or category V.

5 (vi) For the reported complaints of child abuse or neglect by
6 teachers, school administrators, and school counselors, the number
7 of cases that resulted in separation of the child from the parent
8 or guardian and the period of time of that separation, up to and
9 including termination of parental rights.

10 (b) New policies related to children's protective services
11 including, but not limited to, major policy changes and court
12 decisions affecting the children's protective services system
13 during the immediately preceding 12-month period.

14 (c) The information contained in the report required under
15 section 8d(5) of the child protection law, 1975 PA 238, MCL
16 722.628d, on cases classified under category III.

17 (d) The department policy, or changes to the department
18 policy, regarding children who have been exposed to the production
19 or manufacture of methamphetamines.

20 Sec. 515. (1) By October 1, 2014, the department, in
21 conjunction with court and county personnel and representatives of
22 the private child welfare agencies operating in Kent County, shall
23 transfer all existing foster care cases and pending foster family
24 home licensing applications in Kent County to private child welfare
25 agencies. Beginning on or before October 1, 2014, the department,
26 in conjunction with court and county personnel and representatives
27 of the private child welfare agencies operating in Kent County,

1 shall assign all new foster care cases and new foster family home
2 licensing applications or recertifications in Kent County to
3 private child welfare agencies. The department shall notify in
4 writing the chairs of the house and senate appropriations
5 subcommittees on the department budget within 10 days after all the
6 foster care cases and pending foster family home licensing
7 applications have been transferred to private child welfare
8 agencies in Kent County. Until an actuary who has been designated
9 as a fellow of the society of actuaries has recommended and the
10 department has amended contracts to include case rates for
11 performance-based contracting pursuant to the workgroup findings
12 described in section 503 of article X of 2013 PA 59, the department
13 shall pay providers of foster care services in Kent County the
14 administrative rate established in section 546(1) and (4) of
15 article X of 2013 PA 59. The carrying out of the workgroup or the
16 workgroup findings described in section 503 of article X of 2013 PA
17 59 or any other activities associated with establishing
18 performance-based funding or contracting shall not delay in any way
19 the time deadlines for transferring and assigning foster care cases
20 in Kent County to private child welfare agencies in this section.
21 If the department fails to comply with the requirements of this
22 section, the state money appropriated in part 1 for executive
23 operations shall be reduced by \$25,000.00 for each week of
24 noncompliance.

25 (2) It is the intent of the legislature that the transfers
26 described in this section will not require the children in foster
27 care to be placed into a new foster family home, but that the

1 department will allow the private child welfare agencies to borrow
2 the foster family homes certified through the department.

3 (3) By March 1, 2015, the department shall submit a report to
4 the senate and house appropriations subcommittees on the department
5 budget, the senate and house fiscal agencies, and the senate and
6 house policy offices that provides an update on the privatization
7 of child welfare services in Kent County as described in section
8 515 of article X of 2013 PA 59 and includes all of the following:

9 (a) Costs or savings that resulted from the program.

10 (b) Gaps in funding.

11 (c) Program successes.

12 (d) Challenges and barriers to a successful implementation.

13 Sec. 519. The department shall permit any private agency that
14 has an existing contract with this state to provide foster care
15 services to be also eligible to provide treatment foster care
16 services.

17 Sec. 522. (1) From the funds appropriated in part 1 for youth
18 in transition, the department shall allocate \$750,000.00 for
19 college scholarships through the fostering futures scholarship
20 program in the Michigan education trust to youths who were in
21 foster care because of child abuse or neglect and are attending a
22 college located in this state. Of the funds appropriated, 100%
23 shall be used to fund scholarships for the youths described in this
24 section.

25 (2) Not later than March 1 of the current fiscal year, the
26 department shall provide a report to the house and senate
27 appropriations subcommittees on the department budget, the house

1 and senate fiscal agencies, and the house and senate policy offices
2 that includes the number of youths who received scholarships and
3 the amount of each scholarship, and the total amount of funds spent
4 or encumbered in the current fiscal year.

5 Sec. 523. (1) By February 15 of the current fiscal year, the
6 department shall report on the families first, family
7 reunification, and families together building solutions family
8 preservation programs 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. The report shall
11 contain all of the following for each program:

12 (a) The average cost per recipient served.

13 (b) Measurable performance indicators.

14 (c) Desired outcomes or results and goals that can be measured
15 on an annual basis, or desired results for a defined number of
16 years.

17 (d) Monitored results.

18 (e) Innovations that may include savings or reductions in
19 administrative costs.

20 (2) If money becomes available in part 1 for youth in
21 transition and domestic violence prevention and treatment, the
22 department is authorized to make allocations of TANF funds only to
23 agencies that report necessary data to the department for the
24 purpose of meeting TANF eligibility reporting requirements.

25 Sec. 524. As a condition of receiving funds appropriated in
26 part 1 for strong families/safe children, counties must submit the
27 service spending plan to the department by October 1 of the current

1 fiscal year for approval. The department shall approve the service
2 spending plan within 30 calendar days after receipt of a properly
3 completed service spending plan.

4 Sec. 525. The department shall implement the same on-site
5 evaluation processes for privately operated child welfare and
6 juvenile justice residential facilities as is used to evaluate
7 state-operated facilities. Penalties for noncompliance shall be the
8 same for privately operated child welfare and juvenile justice
9 residential facilities and state-operated facilities.

10 Sec. 526. From the funds appropriated in part 1 for foster
11 care payments and related administrative costs, the department may
12 implement the federally approved title IV-E child welfare waiver
13 demonstration project. As required under the waiver, any savings
14 resulting from the demonstration project must be quantified and
15 reinvested into child welfare programming.

16 Sec. 532. (1) The department, in collaboration with
17 representatives of private child and family agencies, shall revise
18 and improve the annual licensing review process and the annual
19 contract compliance review process for child placing agencies and
20 child caring institutions. The improvement goals shall be safety
21 and care for children. Improvements to the review process shall be
22 directed toward alleviating administrative burdens so that agency
23 resources may be focused on children. The revision shall include
24 identification of duplicative staff activities and information
25 sought from child placing agencies and child caring institutions in
26 the annual review process. The department shall report to the
27 senate and house appropriations subcommittees on the department

1 budget, the senate and house fiscal agencies and policy offices,
2 and the state budget director on or before January 15 of the
3 current fiscal year on the findings of the annual licensing review.

4 (2) The department shall conduct licensing reviews no more
5 than once every 2 years for child placing agencies and child caring
6 institutions that are nationally accredited and have no outstanding
7 violations.

8 Sec. 533. (1) The department shall make payments to child
9 placing facilities for in-home and out-of-home care services and
10 adoption services within 30 days of receiving all necessary
11 documentation from those agencies.

12 (2) The department shall provide a report on the status of the
13 implementation and operation of this section by February 15 of the
14 current fiscal year.

15 Sec. 534. The department shall report to the senate and house
16 appropriations subcommittees on the department budget, the senate
17 and house fiscal agencies, the senate and house policy offices, and
18 the state budget office by November 1 of the current fiscal year a
19 report on the planning, implementation, and operation, regardless
20 of the current operational status, of the statewide automated child
21 welfare information system. The report shall include, but not be
22 limited to, all of the following:

23 (a) Areas where implementation went as planned.

24 (b) The number of known issues.

25 (c) The average number of help tickets submitted per day.

26 (d) Any additional overtime or other staffing costs to address
27 known issues and volume of help tickets.

1 (e) Any contract revisions to address known issues and volume
2 of help tickets.

3 (f) Other strategies undertaken to improve implementation.

4 Sec. 537. The department, in collaboration with child placing
5 agencies, shall develop a strategy to implement section 115o of the
6 social welfare act, 1939 PA 280, MCL 400.115o. The strategy shall
7 include a requirement that a department caseworker responsible for
8 preparing a recommendation to a court concerning a juvenile
9 placement shall provide, as part of the recommendation, information
10 regarding the requirements of section 115o of the social welfare
11 act, 1939 PA 280, MCL 400.115o.

12 Sec. 540. If a physician or psychiatrist who is providing
13 services to state or court wards placed in a residential facility
14 submits a formal request to the department to change the
15 psychotropic medication of a ward, the department shall, if the
16 ward is a state ward, make a determination on the proposed change
17 within 7 business days after the request or, if the ward is a
18 temporary court ward, seek parental consent within 7 business days
19 after the request. If parental consent is not provided within 7
20 business days, the department shall petition the court on the
21 eighth business day.

22 Sec. 546. (1) From the funds appropriated in part 1 for foster
23 care payments and from child care fund, the department shall pay
24 providers of foster care services not less than a \$37.00
25 administrative rate.

26 (2) From the funds appropriated in part 1 for foster care
27 payments and from child care fund, the department shall pay

1 providers of general independent living services not less than a
2 \$28.00 administrative rate.

3 (3) From the funds appropriated in part 1, the department
4 shall pay providers of independent living plus services statewide
5 per diem rates for staff-supported housing and host-home housing
6 based on proposals submitted in response to a solicitation for
7 pricing. The independent living plus program provides staff-
8 supported housing and services for foster youth ages 16 through 19
9 who, because of their individual needs and assessments, are not
10 initially appropriate for general independent living foster care.

11 (4) From the funds appropriated in part 1, the department
12 shall pay providers of foster care services an additional \$3.00
13 administrative rate, provided that section 117a of the social
14 welfare act, 1939 PA 280, MCL 400.117a, is amended to eliminate the
15 county match rate for the additional administrative rate provided
16 in this subsection. Payments under this subsection shall be made,
17 not less than, on a monthly basis.

18 (5) If required by the federal government to meet title IV-E
19 requirements, providers of foster care services shall submit
20 quarterly expenditure reports to the department to identify actual
21 costs of providing foster care services.

22 (6) From the funds appropriated in part 1, the department
23 shall provide an increase to each private provider of residential
24 services, if section 117a of the social welfare act, 1939 PA 280,
25 MCL 400.117a, is amended to eliminate the county match rate for the
26 additional rate provided in this section.

27 Sec. 547. From the funds appropriated in part 1 for the

1 guardianship assistance program, the department shall pay a minimum
2 rate that is not less than the approved age-appropriate payment
3 rates for youth placed in family foster care.

4 Sec. 556. (1) No later than December 1 for the current fiscal
5 year, the department shall provide an annual report to the
6 subcommittees of the senate and house appropriations committees on
7 the department budget, the house and senate fiscal agencies, and
8 the state budget director that includes the following:

9 (a) The number of complaints filed by adoptive parents who
10 were not notified that their adopted child had special needs.

11 (b) The number of cases that received a new or revised
12 determination of care rate as described in subsections (2) and (3),
13 the total expenditures on the program, and the number of cases in
14 each determination of care level of payment.

15 (2) From the funds appropriated in part 1 for the redetermined
16 adoption assistance program and not later than January 1, 2015, the
17 department shall implement a new state-funded program to allow
18 adoptive parents to request a redetermination of their adoption
19 assistance. Redetermined adoption assistance means a payment as
20 determined by a certification that may be justified when
21 extraordinary care or expense is required for a condition that
22 existed or the cause of which existed before the adoption was
23 finalized. A redetermined adoption assistance rate shall be
24 determined in the same manner using the same criteria as the
25 department uses to determine a support subsidy under section
26 115g(2) of the social welfare act, 1939 PA 280, MCL 400.115g. The
27 amount of assistance shall be at least 95% of the maximum amount of

1 assistance the department determines the child is eligible to
2 receive and shall be requested as follows:

3 (a) For adoptive parents with effective adoption assistance
4 agreements signed before January 1, 2015, the adoptive parent may
5 request 1 redetermined adoption assistance certification. If a
6 request for certification under this subdivision is made, it must
7 be requested in writing and received by the department not later
8 than March 31, 2015.

9 (b) For adoptive parents who sign an adoption assistance
10 agreement on or after January 1, 2015, an adoptive parent may only
11 ever request 1 redetermined adoption assistance certification per
12 adoptee placed in the adoptive parent's home.

13 (3) If the department denies or the adoptive parent disagrees
14 with the certification, the adoptive parent may request a hearing
15 through an administrative law judge in a manner consistent with the
16 rules promulgated under the administrative procedures act of 1969,
17 1969 PA 306, MCL 24.201 to 24.328.

18 (4) Not later than October 15, 2014, the department shall
19 notify in writing all adoptive parents with adoption assistance
20 agreements about their ability to request a certification for
21 redetermined adoption assistance between January 1, 2015 and March
22 31, 2015. For all parents entering adoption assistance agreements
23 after this notification, the department shall inform the adoptive
24 parent in writing before the adoption is finalized of his or her
25 right to request 1 certification for a redetermination per adoptee
26 placed in the adoptive parent's home.

27 (5) If this section conflicts with a state statute enacted

1 subsequent to this act, the state statute controls.

2 (6) "Certification" under this section means a determination
3 of eligibility by the department that an adoptee is eligible for
4 redetermined adoption assistance.

5 Sec. 558. The department shall submit to the senate and house
6 appropriations subcommittees on the department budget, the senate
7 and house fiscal agencies, the senate and house policy offices, and
8 the state budget office by March 1 of the current fiscal year a
9 report on the training programs or courses provided through the
10 child welfare training institute and the annual cost for each
11 program or course.

12 Sec. 559. (1) From the funds appropriated in part 1 for
13 adoption support services including the funds designated as 1-time
14 basis only, the department shall allocate \$700,000.00 to the
15 adoptive family support network to operate and expand its adoptive
16 parent mentor program to provide a listening ear, knowledgeable
17 guidance, and community connections to adoptive parents and
18 children who were adopted in this state or another state.

19 (2) The adoptive family support network shall submit to the
20 senate and house appropriations subcommittees on the department
21 budget, the senate and house fiscal agencies, the senate and house
22 policy offices, and the state budget office by March 1 of the
23 current fiscal year a report on the program described in subsection
24 (1), including, but not limited to, the number of cases served and
25 the number of cases in which the program prevented an out-of-home
26 placement.

27 Sec. 560. The department, in conjunction with the state court

1 administrative office and the foster care review board, shall
2 coordinate a comprehensive training program for court personnel on
3 the importance of parent-child visitations in foster care cases.

4 Sec. 562. The department shall provide time and travel
5 reimbursements for foster parents who transport a foster child to
6 parent-child visitations. As part of the foster care parent
7 contract, the department shall provide written confirmation to
8 foster parents that states that the foster parents have the right
9 to request these reimbursements for all parent-child visitations.
10 The department shall provide these reimbursements within 60 days of
11 receiving a request for eligible reimbursements from a foster
12 parent.

13 Sec. 563. The department shall submit to the senate and house
14 appropriations subcommittees on the department budget, the senate
15 and house fiscal agencies, the senate and house policy offices, and
16 the state budget office by March 1 of the current fiscal year a
17 report on the number and percentage of department employees who had
18 a satisfactory performance evaluation and the number and percentage
19 of department employees who had an unsatisfactory performance
20 evaluation.

21 Sec. 564. (1) The department shall develop a clear policy for
22 parent-child visitations. The local county offices, caseworkers,
23 and supervisors shall meet a 50% success rate, after accounting for
24 factors outside of the caseworker's control.

25 (2) Per the court-ordered number of required meetings between
26 caseworkers and parent, the caseworkers shall achieve a success
27 rate of 65%, after accounting for factors outside of the

1 caseworker's control.

2 Sec. 565. The department and private child placing agencies
3 shall provide signed copies of the parent agency treatment plan
4 service agreement, that must include, according to department
5 policy, a written plan for parent-child visitation. The agreement
6 should include a signature from the legal parent, when possible. If
7 the parent does not sign the parent agency treatment plan service
8 agreement, the department and private child placing agencies shall
9 provide documentation as to why the parent did not sign the
10 agreement. The supervisor assigned to a case that does not obtain
11 the parent signature also shall provide documentation as to why the
12 parent did not sign the agreement. The information and
13 documentation described in this section shall be made available to
14 the foster care review board upon request.

15 Sec. 566. For a child who is under court or state supervision,
16 the MiTEAM family team meeting shall include a review of any
17 psychotropic medication the child is currently prescribed, had been
18 prescribed in the past, or had been recommended to take.

19 Sec. 567. (1) The caseworker or supervisor who is assigned to
20 a foster care case is responsible for completing a medical passport
21 for the cases assigned to him or her. If a child in foster care is
22 transferred to a new placement or returned to his or her parent's
23 or guardian's home, the medical passport and any school records in
24 the caseworker's or supervisor's possession must be transferred
25 within 2 weeks from the date of placement or return to the home.

26 (2) The department shall submit to the senate and house
27 appropriations subcommittees on the department budget, the senate

1 and house fiscal agencies, the senate and house policy offices, and
2 the state budget office by March 1 of the current fiscal year a
3 report on the items described in subsection (1), including the
4 following:

5 (a) The percentage of medical passports that were properly
6 filled out.

7 (b) From the total medical passports transferred, the
8 percentage that transferred within 2 weeks from the date of
9 placement or return to the home.

10 (c) From the total school records, the percentage that
11 transferred within 2 weeks from the date of placement or return to
12 the home.

13 Sec. 568. (1) From the funds appropriated in part 1 for
14 adoption subsidies, the department shall pay a minimum adoption
15 subsidy rate that is not less than 95% of the rate that was or
16 would have been provided for the adoptee in family foster care at
17 the time of the adoption. This rate includes the determination of
18 care rate that was paid or would have been paid to the adoptive
19 parent for the adoptee in a family foster care placement, and this
20 amount shall be increased to reflect any increase in the standard
21 age appropriate foster care rate.

22 (2) "Determination of care rate" as described in this section
23 means a supplemental payment to the standard age appropriate foster
24 care rate that may be justified when extraordinary care or expense
25 is required. The supplemental payment is based on 1 or more of the
26 following case situations where additional care is required of the
27 foster care provider or adoptive parent or an additional expense

1 exists:

2 (a) Physically disabled children for whom the adoptive parent
3 must provide measurably greater supervision and care.

4 (b) Children with special psychological or psychiatric needs
5 that require extra time and measurably greater amounts of care and
6 attention by the adoptive parent.

7 (c) Children requiring special diets that are more expensive
8 than a normal diet and that require extra time and effort by the
9 adoptive parent to obtain or prepare.

10 (d) Children whose severe acting-out or antisocial behavior
11 requires a measurably greater amount of care and attention of the
12 adoptive parent.

13 (3) The department shall, on a separate form, allow an
14 adoptive parent to sign a certification that he or she rejects a
15 support subsidy.

16 (4) If this section conflicts with state statute enacted
17 subsequent to this act, the state statute controls.

18 Sec. 569. The department shall reimburse private child placing
19 agencies that complete adoptions at the rate according to the date
20 on which the petition for adoption and required support
21 documentation was accepted by the court and not according to the
22 date the court's order placing for adoption was entered.

23 Sec. 574. (1) From the funds appropriated in part 1 for foster
24 care payments, \$2,500,000.00 is allocated to support performance-
25 based contracts with child placing agencies to facilitate the
26 licensure of relative caregivers as foster parents. Agencies shall
27 receive \$2,300.00 for each facilitated licensure if completed

1 within 180 days after a child's placement or, if a waiver was
2 previously approved, 180 days from the application date. If the
3 facilitated licensure, or approved waiver, is completed after 180
4 days, the agency shall receive up to \$2,300.00. The agency
5 facilitating the licensure would retain the placement and continue
6 to provide case management services for at least 50% of the newly
7 licensed cases for which the placement was appropriate to the
8 agency. Up to 50% of the newly licensed cases would have direct
9 foster care services provided by the department.

10 (2) From the funds appropriated for foster care payments,
11 \$375,000.00 is allocated to support family incentive grants to
12 private and community-based foster care service providers to assist
13 with home improvements or payment for physical exams for applicants
14 needed by foster families to accommodate foster children.

15 Sec. 583. By February 1 of the current fiscal year, the
16 department shall provide to the senate and house appropriations
17 subcommittees on the department budget, the senate and house
18 standing committees on families and human services, and the senate
19 and house fiscal agencies and policy offices a report that
20 includes:

21 (a) The number and percentage of foster parents that dropped
22 out of the program in the previous fiscal year and the reasons the
23 foster parents left the program and how those figures compare to
24 prior fiscal years.

25 (b) The number and percentage of foster parents successfully
26 retained in the previous fiscal year and how those figures compare
27 to prior fiscal years.

1 Sec. 585. The department shall make available at least 1 pre-
2 service training class each month in which new caseworkers for
3 private foster care and adoption agencies can enroll.

4 Sec. 587. (1) From the funds appropriated in part 1 to in-home
5 community care programs including the funds designated as 1-time
6 basis only, \$1,250,000.00 shall be used to expand or create new in-
7 home care and community-based juvenile justice services to rural
8 counties through a grant-making process. Counties that received
9 funds for the purpose described in section 587 of article X of 2013
10 PA 59 are not eligible to receive the funds in this section. The
11 department shall expend the full amount of funds for the purpose
12 described in this section by September 1 of the current fiscal
13 year.

14 (2) By March 1 of the current fiscal year, the department
15 shall submit a report that describes the program expansion and
16 expenditures in detail to the senate and house appropriations
17 subcommittees on the department budget, the senate and house fiscal
18 agencies, and the senate and house policy offices.

19 Sec. 588. (1) Concurrently with public release, the department
20 shall transmit all reports from the court-appointed settlement
21 monitor, including, but not limited to, the needs assessment and
22 period outcome reporting, to the state budget office, the senate
23 and house appropriations subcommittees on the department budget,
24 and the senate and house fiscal agencies, without revision.

25 (2) The department shall report quarterly to the state budget
26 office, the senate and house appropriations subcommittees on the
27 department budget, and the senate and house fiscal agencies, on the

1 number of children enrolled in the guardianship assistance and
2 foster care - children with serious emotional disturbance waiver
3 programs.

4 Sec. 589. (1) From the funds appropriated in part 1 for child
5 care fund, the department shall pay 100% of the administrative rate
6 for all new cases referred to providers of foster care services
7 beginning on October 1, 2013.

8 (2) On a monthly basis, the department shall report on the
9 number of all foster care cases administered by the department and
10 all foster care cases administered by private providers.

11 Sec. 590. From the funds appropriated in part 1, the
12 department shall provide \$30,000.00 for the task force on the
13 prevention of sexual abuse of children defined under section 12b of
14 the child protection law, 1975 PA 238, MCL 722.632b. Use of funds
15 shall be limited to providing reimbursements to task force members
16 for mileage and other travel expenses related to task force
17 operations.

18 Sec. 592. (1) The department shall conduct a workgroup to
19 assess the feasibility of reorganizing all child welfare and
20 juvenile justice functions within the department into an autonomous
21 agency through a type I transfer under the executive organization
22 act of 1965, 1965 PA 380, MCL 16.101 to 16.608.

23 (2) By March 1, 2015, the department shall provide a report on
24 the findings of the workgroup described in this section to the
25 senate and house appropriations subcommittees on the department
26 budget, the senate and house fiscal agencies and policy offices,
27 and the state budget director.

1 **PUBLIC ASSISTANCE**

2 Sec. 601. Whenever a client agrees to the release of his or
3 her name and address to the local housing authority, the department
4 shall request from the local housing authority information
5 regarding whether the housing unit for which vendoring has been
6 requested meets applicable local housing codes. Vendoring shall be
7 terminated for those units that the local authority indicates in
8 writing do not meet local housing codes until such time as the
9 local authority indicates in writing that local housing codes have
10 been met.

11 Sec. 602. The department shall establish a policy to conduct a
12 full evaluation of an individual's assistance needs if the
13 individual has applied for disability 2 times within a 1-year
14 period. Subject to federal approval, individuals are not permitted
15 to apply for disability assistance more than 2 times in 1 year.

16 Sec. 603. (1) The department shall conduct a workgroup in
17 conjunction with the department of community health and members
18 from both the senate and house of representatives to determine how
19 the state can maximize Medicaid claims for community-based and
20 outpatient treatment services to foster care children and
21 adjudicated youths who are placed in community-based treatment
22 programs. The workgroup shall address the following questions and
23 develop an action plan to implement the feasible items:

24 (a) Could the department of community health change Medicaid
25 health plan contracts to require the use of the child and
26 adolescent needs and strengths assessment tool?

1 (b) Could the thresholds for the screening tools for children
2 with mild to moderate mental health needs be changed?

3 (c) Could the 20-session limit for children and youths not
4 labeled seriously emotionally disturbed be changed to increase
5 coverage?

6 (d) Could therapeutic interventions such as in-home services
7 or wraparound be substituted for current talk therapy benefits?

8 (e) Could the community mental health services program provide
9 the mild to moderate treatment that the Medicaid health plans
10 currently provide and does federal law permit this change?

11 (f) Regarding assessment of children with serious emotional
12 disturbance, which assessment takes precedence if more than 1 tool
13 was used in an evaluation and the conclusions differ?

14 (g) Could the thresholds to determine serious emotional
15 disturbance be changed, and if so, would a change impact Medicaid
16 eligibility and funding?

17 (h) Is there a cap on the 1915B waiver, and if not, in what
18 ways could this state access additional intervention services for
19 children with serious emotional disturbance?

20 (i) How can the department, the department of community
21 health, and the courts take an active role to ensure that
22 adjudicated youths who remain at home are enrolled in Medicaid, if
23 eligible?

24 (j) What are the needed changes to create a clear policy on
25 suspension or termination of Medicaid for adjudicated youths?

26 (k) What are the needed changes to update Medicaid system
27 changes?

1 (l) What can the department do to train the courts on Medicaid
2 eligibility and policy regarding adjudicated youths?

3 (2) By March 1, 2015, the department shall provide to the
4 senate and house appropriations subcommittees on the department
5 budget, the senate and house fiscal agencies, the senate and house
6 policy offices, and the state budget office a report on the
7 workgroup findings and requirements described in subsection (1).

8 Sec. 604. (1) The department shall operate a state disability
9 assistance program. Except as provided in subsection (3), persons
10 eligible for this program shall include needy citizens of the
11 United States or aliens exempted from the supplemental security
12 income citizenship requirement who are at least 18 years of age or
13 emancipated minors meeting 1 or more of the following requirements:

14 (a) A recipient of supplemental security income, social
15 security, or medical assistance due to disability or 65 years of
16 age or older.

17 (b) A person with a physical or mental impairment which meets
18 federal supplemental security income disability standards, except
19 that the minimum duration of the disability shall be 90 days.
20 Substance abuse alone is not defined as a basis for eligibility.

21 (c) A resident of an adult foster care facility, a home for
22 the aged, a county infirmary, or a substance abuse treatment
23 center.

24 (d) A person receiving 30-day postresidential substance abuse
25 treatment.

26 (e) A person diagnosed as having acquired immunodeficiency
27 syndrome.

1 (f) A person receiving special education services through the
2 local intermediate school district.

3 (g) A caretaker of a disabled person who meets the
4 requirements specified in subdivision (a), (b), (e), or (f).

5 (2) Applicants for and recipients of the state disability
6 assistance program shall be considered needy if they:

7 (a) Meet the same asset test as is applied for the family
8 independence program.

9 (b) Have a monthly budgetable income that is less than the
10 payment standards.

11 (3) Except for a person described in subsection (1)(c) or (d),
12 a person is not disabled for purposes of this section if his or her
13 drug addiction or alcoholism is a contributing factor material to
14 the determination of disability. "Material to the determination of
15 disability" means that, if the person stopped using drugs or
16 alcohol, his or her remaining physical or mental limitations would
17 not be disabling. If his or her remaining physical or mental
18 limitations would be disabling, then the drug addiction or
19 alcoholism is not material to the determination of disability and
20 the person may receive state disability assistance. Such a person
21 must actively participate in a substance abuse treatment program,
22 and the assistance must be paid to a third party or through vendor
23 payments. For purposes of this section, substance abuse treatment
24 includes receipt of inpatient or outpatient services or
25 participation in alcoholics anonymous or a similar program.

26 Sec. 605. The level of reimbursement provided to state
27 disability assistance recipients in licensed adult foster care

1 facilities shall be the same as the prevailing supplemental
2 security income rate under the personal care category.

3 Sec. 606. County department offices shall require each
4 recipient of family independence program and state disability
5 assistance who has applied with the social security administration
6 for supplemental security income to sign a contract to repay any
7 assistance rendered through the family independence program or
8 state disability assistance program upon receipt of retroactive
9 supplemental security income benefits.

10 Sec. 607. (1) The department's ability to satisfy
11 appropriation deductions in part 1 for state disability
12 assistance/supplemental security income recoveries and public
13 assistance recoupment revenues shall not be limited to recoveries
14 and accruals pertaining to state disability assistance, or family
15 independence assistance grant payments provided only in the current
16 fiscal year, but may include revenues collected during the current
17 year that are prior year related and not a part of the department's
18 accrued entries.

19 (2) The department may use supplemental security income
20 recoveries to satisfy the deduct in any line in which the revenues
21 are appropriated, regardless of the source from which the revenue
22 is recovered.

23 Sec. 608. Adult foster care facilities providing domiciliary
24 care or personal care to residents receiving supplemental security
25 income or homes for the aged serving residents receiving
26 supplemental security income shall not require those residents to
27 reimburse the home or facility for care at rates in excess of those

1 legislatively authorized. To the extent permitted by federal law,
2 adult foster care facilities and homes for the aged serving
3 residents receiving supplemental security income shall not be
4 prohibited from accepting third-party payments in addition to
5 supplemental security income provided that the payments are not for
6 food, clothing, shelter, or result in a reduction in the
7 recipient's supplemental security income payment.

8 Sec. 609. The state supplementation level under the
9 supplemental security income program for the personal care/adult
10 foster care and home for the aged categories shall not be reduced
11 during the current fiscal year. The legislature shall be notified
12 not less than 30 days before any proposed reduction in the state
13 supplementation level.

14 Sec. 610. (1) In developing good cause criteria for the state
15 emergency relief program, the department shall grant exemptions if
16 the emergency resulted from unexpected expenses related to
17 maintaining or securing employment.

18 (2) For purposes of determining housing affordability
19 eligibility for state emergency relief, a group is considered to
20 have sufficient income to meet ongoing housing expenses if their
21 total housing obligation does not exceed 75% of their total net
22 income.

23 (3) State emergency relief payments shall not be made to
24 individuals who have been found guilty of fraud in regard to
25 obtaining public assistance.

26 (4) State emergency relief payments shall not be made
27 available to persons who are out-of-state residents or illegal

1 immigrants.

2 (5) State emergency relief payments for rent assistance shall
3 be distributed directly to landlords and shall not be added to
4 Michigan bridge cards.

5 Sec. 611. The state supplementation level under the
6 supplemental security income program for the living independently
7 or living in the household of another categories shall not exceed
8 the minimum state supplementation level as required under federal
9 law or regulations.

10 Sec. 612. The department shall implement an asset test as part
11 of the eligibility determination for applicants and existing
12 recipients of the refugee assistance program medical benefits.

13 Sec. 613. The department shall provide reimbursements for the
14 final disposition of indigent persons. The maximum allowable
15 reimbursement for the final disposition shall be \$800.00. In
16 addition, reimbursement for a cremation permit fee of up to \$75.00
17 and for mileage at the standard rate will also be made available
18 for an eligible cremation. The reimbursements under this section
19 shall account for religious preferences that prohibit cremation.

20 Sec. 615. Except as required by federal law or regulations,
21 funds appropriated in part 1 shall not be used to provide public
22 assistance to a person who is an illegal alien. This section shall
23 not prohibit the department from entering into contracts with food
24 banks, emergency shelter providers, or other human services
25 agencies who may, as a normal part of doing business, provide food
26 or emergency shelter.

27 Sec. 616. The department shall require retailers that

1 participate in the electronic benefits transfer program to charge
2 no more than \$2.50 in fees for cash back as a condition of
3 participation.

4 Sec. 617. The department shall prepare a report on the number
5 and percentage of public assistance recipients, categorized by type
6 of assistance received, who were no longer eligible for assistance
7 because of their status in the law enforcement information network
8 and provide the report by February 15 of the current fiscal year to
9 the senate and house appropriations subcommittees on the department
10 budget, the senate and house standing committees on families and
11 human services, and the senate and house fiscal agencies and policy
12 offices.

13 Sec. 619. (1) Subject to subsection (2), the department shall
14 exempt from the denial of title IV-A assistance and food assistance
15 benefits under 21 USC 862a any individual who has been convicted of
16 a felony that included the possession, use, or distribution of a
17 controlled substance, after August 22, 1996, provided that the
18 individual is not in violation of his or her probation or parole
19 requirements. Benefits shall be provided to such individuals as
20 follows:

21 (a) A third-party payee or vendor shall be required for any
22 cash benefits provided.

23 (b) An authorized representative shall be required for food
24 assistance receipt.

25 (2) Subject to federal approval, an individual is not entitled
26 to the exemption in this section if the individual was convicted in
27 2 or more separate cases of a felony that included the possession,

1 use, or distribution of a controlled substance after August 22,
2 1996.

3 Sec. 620. (1) The department shall make a determination of
4 Medicaid eligibility not later than 60 days after all information
5 to make the determination is received from the applicant if
6 disability is an eligibility factor. For all other Medicaid
7 applicants, including patients of a nursing home, the department
8 shall make a determination of Medicaid eligibility within 45 days
9 of application.

10 (2) The department shall report on a quarterly basis by
11 February 1, May 1, August 1, and November 1 to the senate and house
12 appropriations subcommittees on the department budget, the senate
13 and house standing committees on families and human services, and
14 the senate and house fiscal agencies and policy offices on the
15 average Medicaid eligibility standard of promptness for each of the
16 required standards of promptness under subsection (1) and for
17 medical review team reviews achieved statewide and at each local
18 office.

19 Sec. 622. (1) Subject to federal rules and regulations, the
20 department shall implement a 1-page application for disability
21 redetermination for all disability redetermination applications and
22 cases no later than November 1, 2014.

23 (2) If the department is not able to implement the 1-page
24 application described in subsection (1), the department shall
25 submit a waiver request to the United State government to allow the
26 department to implement a 1-page application for disability
27 redeterminations for children and adults who are severely mentally,

1 physically, or developmentally disabled with little or no change of
2 recovery to their chronic condition. The waiver request shall
3 emphasize the expediency, efficiency, and added simplification of a
4 1-page application for disability redetermination.

5 Sec. 625. The department may contract with the legal services
6 association of Michigan to provide assistance to individuals who
7 have applied for or wish to apply for SSI or other federal
8 disability benefits. The legal services association of Michigan
9 shall provide a list of new clients accepted to the department to
10 verify that services have been provided to department clients. The
11 legal services association of Michigan and the department shall
12 work together to develop release forms to share information in
13 appropriate cases. The legal services association of Michigan shall
14 provide quarterly reports indicating cases opened, cases closed,
15 level of services provided on closed cases, and case outcomes on
16 closed cases.

17 Sec. 626. The department shall collaborate with the department
18 of community health to identify any needed funding, accounting, or
19 other changes needed to provide the department of community health
20 with travel data relating to nonemergency medical services
21 transportation, including, but not limited to, methods of travel,
22 number of people served, travel distances, number of trips, and
23 costs of trips.

24 Sec. 643. As a condition of receipt of federal TANF funds,
25 homeless shelters and human services agencies shall collaborate
26 with the department to obtain necessary TANF eligibility
27 information on families as soon as possible after admitting a

1 family to the homeless shelter. From the funds appropriated in part
2 1 for homeless programs, the department is authorized to make
3 allocations of TANF funds only to the agencies that report
4 necessary data to the department for the purpose of meeting TANF
5 eligibility reporting requirements. Homeless shelters or human
6 services agencies that do not report necessary data to the
7 department for the purpose of meeting TANF eligibility reporting
8 requirements will not receive reimbursements which exceed the per
9 diem amount they received in fiscal year 2000. The use of TANF
10 funds under this section should not be considered an ongoing
11 commitment of funding.

12 Sec. 645. An individual or family is considered homeless, for
13 purposes of eligibility for state emergency relief, if living
14 temporarily with others in order to escape domestic violence. For
15 purposes of this section, domestic violence is defined and verified
16 in the same manner as in the department's policies on good cause
17 for not cooperating with child support and paternity requirements.

18 Sec. 653. From the funds appropriated in part 1 for food
19 assistance, an individual who is the victim of domestic violence
20 and does not qualify for any other exemption may be exempt from the
21 3-month in 36-month limit on receiving food assistance under 7 USC
22 2015. This exemption can be extended an additional 3 months upon
23 demonstration of continuing need.

24 Sec. 655. Within 14 days after the spending plan for low-
25 income home energy assistance program is approved by the state
26 budget office, the department shall provide the spending plan,
27 including itemized projected expenditures, to the chairpersons of

1 the senate and house appropriations subcommittees on the department
2 budget, the senate and house fiscal agencies, and the senate and
3 house policy offices.

4 Sec. 657. The department shall notify persons eligible for
5 extended family independence program benefits under section 57s of
6 the social welfare act, 1939 PA 280, MCL 400.57s, that receiving
7 extended family independence program benefits will count toward the
8 federal and state lifetime limits. This notification shall be
9 included in both the public assistance application and the letter
10 or form that notifies a person of eligibility for extended family
11 independence program benefits.

12 Sec. 660. From the funds appropriated in part 1 for food bank
13 funding, the department is authorized to make allocations of TANF
14 funds only to the agencies that report necessary data to the
15 department for the purpose of meeting TANF eligibility reporting
16 requirements. The agencies that do not report necessary data to the
17 department for the purpose of meeting TANF eligibility reporting
18 requirements will not receive allocations in excess of those
19 received in fiscal year 2000. The use of TANF funds under this
20 section should not be considered an ongoing commitment of funding.

21 Sec. 669. The department shall allocate \$2,880,000.00 for the
22 annual clothing allowance. The allowance shall be granted to all
23 eligible children in a family independence program group that does
24 not include an adult.

25 Sec. 672. (1) The department's office of inspector general
26 shall report to the senate and house of representatives
27 appropriations subcommittees on the department budget, the senate

1 and house fiscal agencies, and the senate and house policy offices
2 by February 15 of the current fiscal year on department efforts to
3 reduce inappropriate use of Michigan bridge cards. The department
4 shall provide information on the number of recipients of services
5 who used their electronic benefit transfer card inappropriately and
6 the current status of each case, the number of recipients whose
7 benefits were revoked, whether permanently or temporarily, as a
8 result of inappropriate use, and the number of retailers that were
9 fined or removed from the electronic benefit transfer program for
10 permitting inappropriate use of the cards.

11 (2) As used in this section, "inappropriate use" means not
12 used to meet a family's ongoing basic needs, including food,
13 clothing, shelter, utilities, household goods, personal care items,
14 and general incidentals.

15 Sec. 677. (1) The department shall establish a state goal for
16 the percentage of family independence program cases involved in
17 employment activities. The percentage established shall not be less
18 than 50%. The goal for long-term employment shall be 15% of cases
19 for 6 months or more.

20 (2) On a monthly basis, the department shall report to the
21 senate and house appropriations subcommittees on the department
22 budget, the senate and house fiscal agencies and policy offices,
23 and the state budget director on the number of cases referred to
24 partnership. accountability. training. hope. (PATH), the current
25 percentage of family independence program cases involved in PATH
26 employment activities, an estimate of the current percentage of
27 family independence program cases that meet federal work

1 participation requirements on the whole, and an estimate of the
2 current percentage of the family independence program cases that
3 meet federal work participation requirements for those cases
4 referred to PATH.

5 (3) The department shall submit to the senate and house
6 appropriations subcommittees on the department budget, the senate
7 and house fiscal agencies, and the senate and house policy offices
8 a quarterly report that includes all of the following:

9 (a) The number and percentage of nonexempt family independence
10 program recipients who are employed.

11 (b) The average and range of wages of employed family
12 independence program recipients.

13 (c) When data become available, the number and percentage of
14 employed family independence program recipients who remain employed
15 for 6 months or more.

16 Sec. 686. (1) The department shall ensure that program policy
17 requires caseworkers to confirm that individuals presenting
18 personal identification issued by another state seeking assistance
19 through the family independence program, food assistance program,
20 state disability assistance program, or medical assistance program
21 are not receiving benefits from any other state.

22 (2) The department shall require caseworkers to confirm the
23 address provided by any individual seeking family independence
24 program benefits or state disability assistance benefits.

25 (3) The department shall prohibit individuals with property
26 assets assessed at a value higher than \$200,000.00 from accessing
27 assistance through department-administered programs, unless such a

1 prohibition would violate federal rules and guidelines.

2 (4) The department shall require caseworkers to obtain an up-
3 to-date telephone number during the eligibility determination or
4 redetermination process for individuals seeking medical assistance
5 benefits. On a monthly basis, the department shall provide the
6 department of community health an updated list of telephone numbers
7 for medical assistance recipients.

8 Sec. 687. (1) The department shall, on a quarterly basis by
9 February 1, May 1, August 1, and November 1, compile and make
10 available on its website all of the following information about the
11 family independence program, state disability assistance, the food
12 assistance program, Medicaid, and state emergency relief:

13 (a) The number of applications received.

14 (b) The number of applications approved.

15 (c) The number of applications denied.

16 (d) The number of applications pending and neither approved
17 nor denied.

18 (e) The number of cases closed.

19 (2) The information provided under subsection (1) shall be
20 compiled and made available for the state as a whole and for each
21 county and reported separately for each program listed in
22 subsection (1).

23 (3) The department shall, on a quarterly basis by February 1,
24 May 1, August 1, and November 1, compile and make available on its
25 website the family independence program information listed as
26 follows:

27 (a) The number of new applicants who successfully met the

1 requirements of the 21-day assessment period for partnership
2 accountability training hope.

3 (b) The number of new applicants who did not meet the
4 requirements of the 21-day assessment period for partnership
5 accountability training hope.

6 (c) The number of cases sanctioned because of the school
7 truancy policy.

8 (d) The number of cases closed because of the 48-month and 60-
9 month lifetime limits.

10 (e) The number of first-, second-, and third-time sanctions.

11 (f) The number of children ages 0-5 living in FIP-sanctioned
12 households.

13 (4) The department shall notify the state budget office, the
14 senate and house appropriations subcommittees on the department
15 budget, the senate and house fiscal agencies, and the senate and
16 house policy offices when the reports required in this section are
17 made available on the department's website.

18 Sec. 695. (1) From the funds appropriated in part 1 for
19 multicultural integration funding, the department may require each
20 contractor to provide data and information on performance related
21 metrics. These metrics may include, but are not limited to, all of
22 the following:

23 (a) Each contractor or subcontractor shall have a mission that
24 is consistent with the purpose of multicultural integration
25 funding.

26 (b) Each contractor shall validate that any subcontractors
27 utilized within these appropriations share the same mission as the

1 lead agency receiving funding.

2 (c) Each contractor or subcontractor shall demonstrate cost-
3 effectiveness.

4 (d) Each contractor or subcontractor shall ensure their
5 ability to leverage private dollars to strengthen and maximize
6 service provision.

7 (e) Each contractor or subcontractor shall provide timely and
8 accurate reports regarding the number of clients served, units of
9 service provision, and ability to meet their stated goals.

10 (2) The department shall require an annual report from the
11 contractors that receive multicultural integration funding. The
12 annual report, due 60 days following the end of the contract
13 period, shall include specific information on services and programs
14 provided, the client base to which the services and programs were
15 provided, information on any wraparound services provided, and the
16 expenditures for those services. The department shall provide the
17 annual reports to the senate and house appropriations subcommittees
18 on the department budget, the senate and house fiscal agencies, and
19 the state budget office.

20 (3) The department of community health and the department
21 shall convene a workgroup to discuss and make recommendations on
22 including accreditation in the contractor specifications and
23 potentially moving toward competitive bidding. Each contractor
24 required to provide data per this section shall be invited to
25 participate in the workgroup if so convened.

26 **JUVENILE JUSTICE SERVICES**

1 Sec. 701. Unless required from changes to federal or state law
2 or at the request of a provider, the department shall not alter the
3 terms of any signed contract with a private residential facility
4 serving children under state or court supervision without written
5 consent from a representative of the private residential facility.

6 Sec. 702. (1) By December 1, 2014, the department, in
7 conjunction with the department of community health, shall submit a
8 waiver request to the federal government to expand Medicaid
9 coverage to children in need of secure residential treatment in
10 this state. The waiver request must include a plan to provide
11 secure stabilization services, assessment, and treatment. The
12 request must include recommendations to make 1 or more of the
13 public juvenile detention facilities or private secure residential
14 facilities eligible to be Medicaid providers. To the extent
15 feasible, the request must use the Medicaid reimbursement model
16 that is currently in place in Vermont at the Woodside Juvenile
17 Rehabilitation Center.

18 (2) The department shall submit to the senate and house
19 appropriations subcommittees on the department budget, the senate
20 and house fiscal agencies, the senate and house policy offices, and
21 the state budget office by December 15 of the current fiscal year a
22 copy of the waiver request described in subsection (1).

23 (3) The department shall submit to the senate and house
24 appropriations subcommittees on the department budget, the senate
25 and house fiscal agencies, the senate and house policy offices, and
26 the state budget office by March 1 of the current fiscal year a
27 report on the status of the Medicaid waiver request described in

1 subsection (1).

2 Sec. 703. (1) From the funds appropriated in part 1 for
3 juvenile justice vision 20/20, the department shall allocate
4 \$1,000,000.00 for the information technology services and projects
5 described in subsection (2). Any unexpended or unencumbered funds
6 appropriated for the services and projects described in subsection
7 (2) are considered work project appropriations and are available
8 for expenditure in the succeeding fiscal year.

9 (2) The department shall use the funds described in subsection
10 (1) to implement a data exchange for use by the department, circuit
11 and probate courts, private juvenile justice agencies, and the
12 state court administrative office under the guidance of appropriate
13 data sharing agreements that tracks statistical and demographic
14 data on juveniles referred to the family division of the circuit
15 court, otherwise known as the juvenile courts after successful
16 implementation and evaluation of the existing pilot database in
17 Ottawa, Kalamazoo, Kent, Ionia, and Berrien Counties. The following
18 is in compliance with section 451a(1) of the management and budget
19 act, 1984 PA 431, MCL 18.1451a:

20 (a) The purpose of the project is to implement a new juvenile
21 justice data sharing model that will track data on juveniles
22 referred to the courts.

23 (b) The project will be accomplished by local court staff,
24 state employees, contracts with private vendors, and juvenile
25 justice stakeholders.

26 (c) The total estimated cost of the project is \$5,550,000.00.

27 (d) The tentative completion date is September 30, 2019.

1 (e) The data exchange shall be compatible with MISACWIS.

2 (3) The department's director of children's services
3 administration or his or her designee shall serve as a juvenile
4 justice vision 20/20 executive team member.

5 (4) The department, in collaboration with the state court
6 administrative office and the department of technology, management,
7 and budget, shall submit to the senate and house appropriations
8 subcommittees on the department budget, the senate and house fiscal
9 agencies, the senate and house policy offices, and the state budget
10 office by March 1 of the current fiscal year a report on the status
11 of the implementation items described in subsections (1) and (2).

12 Sec. 706. Counties shall be subject to 50% chargeback for the
13 use of alternative regional detention services, if those detention
14 services do not fall under the basic provision of section 117e of
15 the social welfare act, 1939 PA 280, MCL 400.117e, or if a county
16 operates those detention services programs primarily with
17 professional rather than volunteer staff.

18 Sec. 707. In order to be reimbursed for child care fund
19 expenditures, counties are required to submit department-developed
20 reports to enable the department to document potential federally
21 claimable expenditures. This requirement is in accordance with the
22 reporting requirements specified in section 117a(7) of the social
23 welfare act, 1939 PA 280, MCL 400.117a.

24 Sec. 708. (1) As a condition of receiving funds appropriated
25 in part 1 for the child care fund line item, by December 15 of the
26 current fiscal year, counties shall have an approved service
27 spending plan for the current fiscal year. Counties must submit the

1 service spending plan to the department by October 1 of the current
2 fiscal year for approval. The department shall approve within 30
3 calendar days after receipt a properly completed service plan that
4 complies with the requirements of the social welfare act, 1939 PA
5 280, MCL 400.1 to 400.119b, and shall notify a county within 30
6 days after approval that its service plan was approved.

7 (2) The department shall submit a report to the house and
8 senate appropriations subcommittees on the department budget, the
9 house and senate fiscal agencies, and the house and senate policy
10 offices by February 15 of the current fiscal year on the number of
11 counties that fail to submit a service spending plan by October 1
12 and the number of service spending plans not approved by December
13 15.

14 Sec. 711. Unless already provided in the previous fiscal year,
15 the department shall submit the behavioral health study of juvenile
16 justice facilities operated or contracted for by the state not
17 later than June 30 of the current fiscal year to the senate and
18 house appropriations subcommittees on human services, the senate
19 and house fiscal agencies and policy offices, and the state budget
20 director.

21 Sec. 719. The department shall notify the legislature at least
22 30 days before closing or making any change in the status,
23 including the licensed bed capacity and operating bed capacity, of
24 a state juvenile justice facility.

25 Sec. 721. If the demand for placements at state-operated
26 juvenile justice residential facilities exceeds capacity, the
27 department shall not increase the available occupancy or services

1 at the facilities, and shall post a request for proposals for a
2 contract with not less than 1 private provider of residential
3 services for juvenile justice youth to be a residential facility of
4 last resort.

5 **LOCAL OFFICE SERVICES**

6 Sec. 750. (1) The department shall maintain out-stationed
7 eligibility specialists in community-based organizations, community
8 mental health agencies, nursing homes, and hospitals unless a
9 community-based organization, community mental health agency,
10 nursing home, or hospital requests that the program be discontinued
11 at its facility.

12 (2) From the funds appropriated in part 1 for donated funds
13 positions, the department shall enter into a contract with any
14 agency that places a request for a donated funds position and is
15 able and eligible under federal law to provide the required
16 matching funds for federal funding, as determined by federal
17 statute and regulations. If the department denies a request, the
18 department shall provide to the agency that made the request the
19 federal statute or regulation that requires the denial. If the
20 department does not provide the statute or regulation to the
21 agency, the department shall grant the request for the donated
22 funds position.

23 (3) A contract for a donated funds position must include, but
24 not be limited to, the following performance metrics:

25 (a) Meeting a standard of promptness for processing
26 applications for Medicaid and other public assistance programs

1 under state law.

2 (b) Meeting required standards for error rates in determining
3 programmatic eligibility as determined by the department.

4 (4) The department shall only fill additional donated funds
5 positions after a new contract has been signed. That position shall
6 also be abolished when the contract expires or is terminated.

7 Sec. 751. (1) From the funds appropriated in part 1 for
8 Healthy Michigan plan administration, the department, in
9 conjunction with the department of community health, shall
10 establish an accounting structure within the Michigan
11 administrative information network that will allow expenditures
12 associated with the administration of the Healthy Michigan plan to
13 be identified. By October 1, 2014, the department shall provide the
14 state budget office and the house and senate fiscal agencies with
15 the relevant accounting structure and associated business objects
16 script and report that groups administrative costs.

17 (2) The department shall submit to the senate and house
18 appropriations subcommittees on the department budget, the senate
19 and house fiscal agencies, the senate and house policy offices, and
20 the state budget office a quarterly report on the implementation
21 status of the Healthy Michigan call center that includes all of the
22 following information:

23 (a) Call volume during the prior quarter.

24 (b) Percentage of calls resolved through the Healthy Michigan
25 plan call center.

26 (c) Percentage of calls transferred to a local department,
27 office, or other office for resolution.

1 (d) Number of Medicaid applications completed by the Healthy
2 Michigan call center staff and submitted on behalf of clients.

3 **CHILD SUPPORT ENFORCEMENT**

4 Sec. 901. (1) The appropriations in part 1 assume a total
5 federal child support incentive payment of \$26,500,000.00.

6 (2) From the federal money received for child support
7 incentive payments, \$12,000,000.00 shall be retained by the state
8 and expended for child support program expenses.

9 (3) From the federal money received for child support
10 incentive payments, \$14,500,000.00 shall be paid to the counties
11 based on each county's performance level for each of the federal
12 performance measures as established in 45 CFR 305.2.

13 (4) If the child support incentive payment to the state from
14 the federal government is greater than \$26,500,000.00, then 100% of
15 the excess shall be retained by the state and is appropriated until
16 the total retained by the state reaches \$15,397,400.00.

17 (5) If the child support incentive payment to the state from
18 the federal government is greater than the amount needed to satisfy
19 the provisions identified in subsections (1), (2), (3), and (4),
20 the additional funds shall be subject to appropriation by the
21 legislature.

22 (6) If the child support incentive payment to the state from
23 the federal government is less than \$26,500,000.00, then the state
24 and county share shall each be reduced by 50% of the shortfall.

25 Sec. 909. (1) If statewide retained child support collections
26 exceed \$38,300,000.00, 75% of the amount in excess of

1 \$38,300,000.00 is appropriated to legal support contracts. This
2 excess appropriation may be distributed to eligible counties to
3 supplement and not supplant county title IV-D funding.

4 (2) Each county whose retained child support collections in
5 the current fiscal year exceed its fiscal year 2004-2005 retained
6 child support collections, excluding tax offset and financial
7 institution data match collections in both the current year and
8 fiscal year 2004-2005, shall receive its proportional share of the
9 75% excess.

10 Sec. 910. (1) If title IV-D-related child support collections
11 are escheated, the state budget director is authorized to adjust
12 the sources of financing for the funds appropriated in part 1 for
13 legal support contracts to reduce federal authorization by 66% of
14 the escheated amount and increase general fund/general purpose
15 authorization by the same amount. This budget adjustment is
16 required to offset the loss of federal revenue due to the escheated
17 amount being counted as title IV-D program income in accordance
18 with federal regulations at 45 CFR 304.50.

19 (2) The department shall notify the chairs of the house and
20 senate appropriations subcommittees on the department budget and
21 the house and senate fiscal agencies within 15 days of the
22 authorization adjustment in subsection (1).

23 INFORMATION TECHNOLOGY

24 Sec. 1001. The department shall reduce the number of computers
25 receiving technical support from the department of technology,
26 management, and budget by 500 no later than November 1, 2014.

1 **COMMUNITY ACTION AND ECONOMIC OPPORTUNITY**

2 Sec. 1105. The department shall report to the house and senate
3 appropriations subcommittees on the department budget, the house
4 and senate fiscal agencies, the house and senate policy offices,
5 and the state budget office by February 15 of the current fiscal
6 year on the number of homes, the approximate value of each home,
7 whether the home is a single-family or multifamily home, and the
8 square footage of each home weatherized through the appropriations
9 in section 104 during the preceding quarter of the calendar year.
10 The report shall also include the percentage of homes weatherized
11 during the preceding quarter of the calendar year that were renter-
12 occupied.

13 Sec. 1106. (1) By November 1, 2014, the department shall work
14 in conjunction with the department of community health, the
15 Michigan community action agency association, and the Michigan
16 state housing development authority to appoint members to a joint
17 task force to review housing rehabilitation, energy and
18 weatherization, and hazard abatement program policies and to make
19 recommendations for integrating and coordinating project delivery
20 with the goals of serving more families and achieving better
21 outcomes by maximizing state and federal resources. The task force
22 shall include a representative of the healthy homes section, lead
23 safe home program, the department of community health, a
24 construction management specialist, community development division,
25 Michigan state housing development authority, an energy and
26 weatherization staff representative from the department, a local

1 weatherization operator, a certified lead professional or a
2 certified lead contractor, and representatives from at least 2
3 community organizations that address harmful housing conditions.
4 The department of community health and the Michigan state housing
5 development authority shall organize the initial meeting of the
6 task force and shall provide administrative support for the task
7 force.

8 (2) By March 1, 2015, the task force described in subsection
9 (1) shall provide to the house and senate chairs of the
10 appropriations subcommittees for the budgets of the department, the
11 department of community health, and the Michigan state housing
12 development authority, the senate and house fiscal agencies, and
13 the senate and house policy offices a report of its findings and
14 recommendations.

15 Sec. 1107. Subject to federal approval, the department and
16 community action agencies shall give first priority for
17 weatherization services to eligible clients who have a child with a
18 documented blood lead level above 5 micrograms per deciliter
19 ($\mu\text{g}/\text{dL}$).

20 Sec. 1108. (1) From the funds appropriated in part 1 for
21 school success partnership program, the department shall allocate
22 \$300,000.00 to support the northeast Michigan community services
23 agency and expand programming to 4 new counties. The department
24 shall require the following performance objectives be measured and
25 reported for the duration of the state funding for the school
26 success partnership program:

27 (a) Increasing school attendance and decreasing chronic

1 absenteeism.

2 (b) Increasing academic performance based on grades with
3 emphasis on math and reading.

4 (c) Identifying barriers to attendance and success and
5 connecting families with resources to reduce these barriers.

6 (d) Increasing parent involvement with the parent's child's
7 school and community.

8 (2) The northeast Michigan community services agency shall
9 provide reports to the department on January 31 and June 30 of the
10 current fiscal year on the number of children and families served
11 and the services that were provided to families to meet the
12 performance objectives identified in this section. The department
13 shall distribute the reports within 1 week after receipt to the
14 house and senate appropriations subcommittees on the department
15 budget, house and senate fiscal agencies, and house and senate
16 policy offices.

17 **ONE-TIME BASIS ONLY APPROPRIATIONS**

18 Sec. 1201. From the funds appropriated in part 1 for
19 performance-based funding implementation, the department shall
20 allocate \$100,000.00 to the County of Kent to allow the Kent County
21 private steering consortia to contract for an independent project
22 manager to provide guidance and technical assistance. The
23 independent project manager shall report directly to the Kent
24 County private steering consortia.

25 Sec. 1202. (1) From the funds appropriated in part 1 for the
26 Flint Catholic charities center for hope, the department shall

1 allocate \$250,000.00 to restore and renovate the building where the
2 center for hope is located and other necessary expenses. The funds
3 shall be used to contribute to the restoring hope campaign for the
4 purpose described in this section.

5 (2) The Flint Catholic charities center for hope shall provide
6 a report by March 1 of the current fiscal year to the senate and
7 house appropriations subcommittees on the department budget, the
8 senate and house fiscal agencies, and the state budget office on
9 the total amount of state funding expended for the items described
10 in subsection (1), including, but not limited to, how the state
11 funding was spent, the current status of the project, and any cost
12 overruns.

13 (3) If the state determines that the Flint Catholic charities
14 center for hope has misused the funds appropriated in this section,
15 the Flint Catholic charities center for hope shall reimburse the
16 state for the amount of state funding misused.

17 Sec. 1203. From the funds appropriated in part 1, the
18 department shall allocate \$300,000.00 to assist private child
19 welfare service providers to meet the implementation requirements
20 of the statewide automated child welfare information system.

21 Sec. 1204. From the funds appropriated in part 1 for fostering
22 futures trust fund, if the foster care trust fund act, 2008 PA 525,
23 MCL 722.1021 to 722.1031, is amended to create the fostering
24 futures trust fund, \$500,000.00 shall be deposited into the fund
25 for use in accordance with that act.

26 Sec. 1205. (1) From the funds appropriated in part 1 for
27 Michigan community services commission, the department shall

1 allocate not less than \$350,000.00 to the Michigan reading corps to
2 provide literacy services and tutors for students in grades K-3 who
3 are identified as being at-risk of reading failure at elementary
4 schools throughout the state.

5 (2) The Michigan reading corps shall provide a report by March
6 1 of the current fiscal year to the house and senate appropriations
7 subcommittees on the department budget, the house and senate fiscal
8 agencies, and the house and senate policy offices on outcomes and
9 performance measures of the Michigan reading corps, including, but
10 not limited to, the following specific performance measures:

11 (a) More than 95% of the K-3 students receiving reading corps
12 services shall demonstrate a positive trend toward reading at grade
13 level.

14 (b) At least 60% of K-3 students receiving reading corps
15 services shall achieve reading at their grade level or gain at
16 least 1-1/2 year's growth.

17 (3) If the state determines that the Michigan reading corps
18 has misused the funds appropriated in this section, the Michigan
19 reading corps shall reimburse the state for the amount of state
20 funding misused.

21

ARTICLE XI

22

DEPARTMENT OF INSURANCE AND FINANCIAL SERVICES

23

PART 1

24

LINE-ITEM APPROPRIATIONS

25

Sec. 101. The amounts listed in this part are appropriated for

1 the department of insurance and financial services, subject to the
 2 conditions set forth in part 2, for the fiscal year ending
 3 September 30, 2015, from the funds identified in this part. The
 4 following is a summary of the appropriations in this part:

5 **DEPARTMENT OF INSURANCE AND FINANCIAL SERVICES**

6 APPROPRIATION SUMMARY

7	Full-time equated unclassified positions.....	6.0	
8	Full-time equated classified positions.....	337.0	
9	GROSS APPROPRIATION.....		\$ 65,189,700
10	Interdepartmental grant revenues:		
11	Total interdepartmental grants and intradepartmental		
12	transfers		707,600
13	ADJUSTED GROSS APPROPRIATION.....		\$ 64,482,100
14	Federal revenues:		
15	Total federal revenues.....		2,000,000
16	Special revenue funds:		
17	Total other state restricted revenues.....		62,427,100
18	State general fund/general purpose.....		\$ 55,000
19	Sec. 102. DEPARTMENT SERVICES		
20	Full-time equated unclassified positions.....	6.0	
21	Full-time equated classified positions.....	41.0	
22	Unclassified salaries--6.0 FTE positions.....		\$ 717,500
23	Executive director programs--4.0 FTE positions		1,011,200
24	Department services--37.0 FTE positions.....		8,241,900
25	Property management.....		628,100
26	Rent.....		258,800
27	Worker's compensation.....		6,200

1	Administrative hearings.....		<u>182,500</u>
2	GROSS APPROPRIATION.....	\$	11,046,200
3	Appropriated from:		
4	Special revenue funds:		
5	Bank fees.....		1,424,000
6	Consumer finance fees.....		637,200
7	Credit union fees.....		1,168,000
8	Deferred presentment service transaction fees.....		502,700
9	Insurance bureau fund.....		3,583,800
10	Insurance continuing education fees.....		224,000
11	Insurance licensing and regulation fees.....		2,754,900
12	MBLSLA fund.....		696,600
13	State general fund/general purpose.....	\$	55,000
14	Sec. 103. INSURANCE AND FINANCIAL SERVICES		
15	REGULATION		
16	Full-time equated classified positions.....	296.0	
17	Insurance evaluation--54.0 FTE positions.....		\$ 13,249,700
18	Insurance rates and forms--30.0 FTE positions.....		5,354,600
19	Financial institutions evaluation--131.0 FTE positions		18,869,800
20	Regulatory compliance, market conduct, and licensing--		
21	58.0 FTE positions		10,355,900
22	Consumer services and protection--23.0 FTE positions .		<u>4,045,800</u>
23	GROSS APPROPRIATION.....	\$	51,875,800
24	Appropriated from:		
25	Interdepartmental grant revenues:		
26	IDG - LARA, for debt management.....		707,600
27	Federal revenues:		

1	Federal revenues.....	2,000,000
2	Special revenue funds:	
3	Bank fees.....	6,754,700
4	Captive insurance regulatory and supervision fund....	279,400
5	Consumer finance fees.....	4,149,500
6	Credit union fees.....	6,296,300
7	Deferred presentment service transaction fees.....	2,553,500
8	Insurance bureau fund.....	19,122,900
9	Insurance continuing education fees.....	890,800
10	Insurance licensing and regulation fees.....	4,892,800
11	MBLSLA fund.....	4,147,600
12	Multiple employer welfare arrangement.....	80,700
13	State general fund/general purpose.....	\$ 0
14	Sec. 104. INFORMATION TECHNOLOGY	
15	Information technology services and projects.....	\$ <u>2,267,700</u>
16	GROSS APPROPRIATION.....	\$ 2,267,700
17	Appropriated from:	
18	Special revenue funds:	
19	Bank fees.....	255,700
20	Consumer finance fees.....	35,600
21	Credit union fees.....	253,300
22	Deferred presentment service transaction fees.....	114,900
23	Insurance bureau fund.....	734,100
24	Insurance continuing education fees.....	11,400
25	Insurance licensing and regulation fees.....	757,900
26	MBLSLA fund.....	104,800
27	State general fund/general purpose.....	\$ 0

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PART 2
PROVISIONS CONCERNING APPROPRIATIONS
FOR FISCAL YEAR 2014-2015

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for fiscal year 2014-2015 is \$62,482,100.00 and state spending from state resources to be paid to local units of government for fiscal year 2014-2015 is \$0.00.

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

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

(a) "Department" means the department of insurance and financial services.

(b) "Director" means the director of the department.

(c) "Fiscal agencies" means Michigan house fiscal agency and Michigan senate fiscal agency.

(d) "Subcommittees" means all members of the subcommittees of the house and senate appropriations committees with jurisdiction over the budget for the department.

Sec. 205. (1) For each new program or program expansion for which funds in excess of \$500,000.00 are appropriated in part 1, the department shall identify specific benchmarks intended to measure the performance or return on taxpayer investment of the

1 program and its associated expenditures. Not later than November 1,
2 2014, the department shall report the proposed benchmarks to the
3 house and senate appropriations subcommittees for that department,
4 the house and senate fiscal agencies, and the state budget
5 director. The department shall provide an update on its progress in
6 achieving those benchmarks at an appropriations subcommittee
7 meeting called for the purpose of discussing benchmarks and their
8 status.

9 (2) It is the intent of the legislature that, beginning with
10 the budget for the fiscal year ending September 30, 2016, any
11 proposal for a new program or an expansion of an existing program
12 in excess of \$500,000.00 initiated by the executive branch or the
13 legislature shall include, as part of the original proposal or
14 budget request, a list of benchmarks intended to measure the
15 performance or return on taxpayer investment of the program or
16 spending increase.

17 Sec. 208. The departments and agencies receiving
18 appropriations in this part and part 1 shall use the Internet to
19 fulfill the reporting requirements of this part. This requirement
20 may include transmission of reports via electronic mail to the
21 recipients identified for each reporting requirement, or it may
22 include placement of reports on an Internet or Intranet site.

23 Sec. 209. Funds appropriated in this part and part 1 shall not
24 be used for the purchase of foreign goods or services, or both, if
25 competitively priced and of comparable quality American goods or
26 services, or both, are available. Preference shall be given to
27 goods or services, or both, manufactured or provided by Michigan

1 businesses, if they are competitively priced and of comparable
2 quality. In addition, preference shall be given to goods or
3 services, or both, that are manufactured or provided by Michigan
4 businesses owned and operated by veterans, if they are
5 competitively priced and of comparable quality.

6 Sec. 210. The director shall take all reasonable steps to
7 ensure businesses in deprived and depressed communities compete for
8 and perform contracts to provide services or supplies, or both. The
9 director shall strongly encourage firms with which the department
10 contracts to subcontract with certified businesses in depressed and
11 deprived communities for services, supplies, or both.

12 Sec. 212. The department and agencies receiving appropriations
13 in this part and part 1 shall receive and retain copies of all
14 reports funded from appropriations in this part and part 1. Federal
15 and state guidelines for short-term and long-term retention of
16 records shall be followed. The department may electronically retain
17 copies or reports unless otherwise required by federal and state
18 guidelines.

19 Sec. 215. The department shall not take disciplinary action
20 against an employee for communicating with a member of the
21 legislature or his or her staff.

22 Sec. 216. Not later than November 30, the state budget office
23 shall prepare and transmit a report that provides for estimates of
24 the total general fund/general purpose appropriation lapses at the
25 close of the prior fiscal year. This report shall summarize the
26 projected year-end general fund/general purpose appropriation
27 lapses by major departmental program or program areas. The report

1 shall be transmitted to the chairpersons of the senate and house
2 appropriations committees and the fiscal agencies.

3 Sec. 218. The departments and agencies receiving
4 appropriations in this part and part 1 shall prepare a report on
5 out-of-state travel expenses not later than January 1 of each year.
6 The travel report shall be a listing of all travel by classified
7 and 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 appropriations committees, the
11 fiscal agencies, and the state budget director. The report shall
12 include the following information:

13 (a) The dates of each travel occurrence.

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

19 Sec. 219. No later than April 1, the department shall submit
20 to the subcommittees and the fiscal agencies a report pertaining to
21 the following information:

22 (a) The amount, in square footage, of office space paid for
23 with the appropriation in this part and part 1 for both state-owned
24 and leased office space, respectively, during the previous fiscal
25 year.

26 (b) The amount, in square footage, of office space actually
27 utilized by the department for both state-owned and leased office

1 space, respectively, during the previous fiscal year.

2 (c) The amount of office space the department estimates will
3 be utilized during the current and subsequent fiscal years.

4 Sec. 221. Funds appropriated in this part and part 1 shall not
5 be used by a principal executive department, state agency, or
6 authority to hire a person to provide legal services that are the
7 responsibility of the attorney general. This prohibition does not
8 apply to legal services for bonding activities and for those
9 outside services that the attorney general authorizes.

10 Sec. 223. (1) In addition to the funds appropriated in part 1,
11 there is appropriated an amount not to exceed \$1,000,000.00 for
12 federal contingency funds. These funds are not available for
13 expenditure until they have been transferred to another line item
14 in part 1 under section 393(2) of the management and budget act,
15 1984 PA 431, MCL 18.1393.

16 (2) In addition to the funds appropriated in part 1, there is
17 appropriated an amount not to exceed \$5,000,000.00 for state
18 restricted contingency funds. These funds are not available for
19 expenditure until they have been transferred to another line item
20 in part 1 under section 393(2) of the management and budget act,
21 1984 PA 431, MCL 18.1393.

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

1 (4) In addition to the funds appropriated in part 1, there is
2 appropriated an amount not to exceed \$200,000.00 for private
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 Sec. 228. Unless prohibited by law, the department may accept
8 credit card or other electronic means of payment for licenses,
9 fees, or permits.

10 Sec. 229. The department shall maintain, on a publicly
11 accessible website, a department scorecard that identifies, tracks,
12 and regularly updates key metrics that are used to monitor and
13 improve the department's performance.

14 Sec. 231. The department shall cooperate with the department
15 of technology, management, and budget to maintain a searchable
16 website accessible by the public at no cost that includes, but is
17 not limited to, all of the following for each department or agency:

18 (a) Fiscal year-to-date expenditures by category.

19 (b) Fiscal year-to-date expenditures by appropriation unit.

20 (c) Fiscal year-to-date payments to a selected vendor,
21 including the vendor name, payment date, payment amount, and
22 payment description.

23 (d) The number of active department employees by job
24 classification.

25 (e) Job specifications and wage rates.

26 Sec. 232. The department shall not develop or produce any
27 television or radio productions.

1 Sec. 234. Within 14 days after the release of the executive
2 budget recommendation, the department shall cooperate with the
3 state budget office to provide the senate and house appropriations
4 chairs, the subcommittees chairs, and the fiscal agencies with an
5 annual report on estimated state restricted fund balances, state
6 restricted fund projected revenues, and state restricted fund
7 expenditures for the fiscal years ending September 30, 2014 and
8 September 30, 2015.

9 Sec. 235. Total authorized appropriations from all sources
10 under this part and part 1 for legacy costs for the fiscal year
11 ending September 30, 2015 is \$10,148,200.00. From this amount,
12 total agency appropriations for pension-related legacy costs are
13 estimated at \$5,627,200.00. Total agency appropriations for retiree
14 health care legacy costs are estimated at \$4,521,000.00.

15 Sec. 240. (1) It is the intent of the legislature that
16 departments and agencies receiving appropriations in this part and
17 part 1 properly account for their spending and do not use full-time
18 equated positions as placeholders for spending in other parts of
19 their budgets.

20 (2) No later than February 1, the department shall provide a
21 report to the legislature specifying the number of filled, full-
22 time equated positions in pay status within each agency receiving
23 appropriations in this part and part 1 during the immediately
24 preceding fiscal year. When reporting on the number of filled,
25 full-time equated positions in pay status, the department shall
26 provide the maximum number of filled, full-time equated positions
27 in pay status by appropriation line item in the last pay period of

1 each quarter of the immediately preceding fiscal year. The report
2 shall also include a list of all funded, full-time equated
3 positions by position title. The report shall indicate which full-
4 time equated positions are allocated to economic development and
5 economic development planning.

6 Sec. 245. The department, in conjunction with the department
7 of community health, shall establish an accounting structure within
8 the Michigan administrative information network that will allow
9 expenditures associated with the administration of the Healthy
10 Michigan plan to be identified. By October 1, 2014, the department
11 shall provide the state budget office and the fiscal agencies with
12 the relevant accounting structure and associated business objects
13 script and report that groups administrative costs.

14 Sec. 246. (1) The amount appropriated from the general fund in
15 part 1 for executive director program may only be expended to
16 comply with reporting requirements regarding the Healthy Michigan
17 plan pursuant to section 105d(9) of the social welfare act, 1939 PA
18 280, MCL 400.105d.

19 (2) Prior to expending the amount described in subsection (1),
20 the department shall acquire at least 2 bids for the project.

21 **INSURANCE AND FINANCIAL SERVICES REGULATION**

22 Sec. 310. (1) No later than February 1, the department shall
23 submit a report to the subcommittees and the fiscal agencies
24 providing the following information:

25 (a) The amounts expended, by fund source, by the department to
26 support the economic development of the insurance or financial

1 industries during the preceding fiscal year.

2 (b) The number of full-time equated positions utilized by the
3 department to support the economic development of the insurance or
4 financial industries during the preceding fiscal year.

5 (c) A detailed, 2-year plan for departmental activities to
6 support the economic development of the insurance or financial
7 industries.

8 (2) For purposes of subsection (1), "economic development"
9 includes any activities to encourage, promote, or advocate for the
10 expansion, retention, or attraction of business or nonprofit
11 entities engaged in or involved with the insurance or financial
12 industries.

13 Sec. 391. In addition to the funds appropriated in part 1, the
14 funds collected by the department in connection with a
15 conservatorship pursuant to section 32 of the mortgage brokers,
16 lenders, and servicers licensing act, 1987 PA 173, MCL 445.1682,
17 and funds collected by the department from corporations being
18 liquidated pursuant to the insurance code of 1956, 1956 PA 218, MCL
19 500.100 to 500.8302, shall be appropriated for all expenses
20 necessary to provide for the required services. Funds are available
21 for expenditure when they are received by the department of
22 treasury and shall not lapse to the general fund at the end of the
23 fiscal year.

24 **AUTISM COVERAGE**

25 Sec. 802. (1) Each fiscal year, if expenditures are made from
26 the autism coverage fund, created by section 7 of the autism

1 coverage reimbursement act, 2012 PA 101, MCL 550.1837, the
2 department shall produce a report that contains all of the
3 following information on the autism coverage reimbursement program,
4 established by section 5 of the autism coverage reimbursement act,
5 2012 PA 101, MCL 550.1835, for the fiscal year:

6 (a) The total number of claims for reimbursement approved and
7 the number approved within each county, based on the provider's
8 location.

9 (b) The total amount expended from the autism coverage fund
10 for reimbursements and the amount for each carrier receiving
11 reimbursement.

12 (c) The average age of patients receiving diagnosis or
13 treatment for which claims for reimbursement are approved.

14 (2) By October 31 following the end of the fiscal year, the
15 department shall provide the report required under subsection (1)
16 to the subcommittees, the fiscal agencies, and the state budget
17 director.

18 ARTICLE XII

19 JUDICIARY

20 PART 1

21 LINE-ITEM APPROPRIATIONS

22 Sec. 101. There is appropriated for the judiciary for the
23 fiscal year ending September 30, 2015, from the following funds:

24 **JUDICIARY**

25 APPROPRIATION SUMMARY

1	Full-time equated exempted positions.....	488.0	
2	GROSS APPROPRIATION.....		\$ 287,767,600
3	Interdepartmental grant revenues:		
4	Total interdepartmental grants and intradepartmental		
5	transfers		2,364,400
6	ADJUSTED GROSS APPROPRIATION.....		\$ 285,403,200
7	Federal revenues:		
8	Total federal revenues.....		6,437,400
9	Special revenue funds:		
10	Total local revenues.....		7,241,100
11	Total private revenues.....		944,800
12	Total other state restricted revenues.....		84,252,500
13	State general fund/general purpose.....		\$ 186,527,400
14	Sec. 102. SUPREME COURT		
15	Full-time equated exempted positions.....	246.0	
16	Supreme court administration--92.0 FTE positions.....		\$ 13,371,800
17	Judicial institute--13.0 FTE positions.....		2,166,300
18	State court administrative office--61.0 FTE positions		11,873,900
19	Judicial information systems--22.0 FTE positions.....		3,072,200
20	Direct trial court automation support--44.0 FTE		
21	positions		7,241,100
22	Foster care review board--10.0 FTE positions.....		1,290,800
23	Community dispute resolution--3.0 FTE positions.....		2,368,400
24	Other federal grants.....		275,100
25	Drug treatment courts.....		10,958,000
26	Mental health courts and diversion services--1.0 FTE		
27	position		5,834,800

1	Veterans courts.....	500,000
2	Community court pilot project.....	20,000
3	Swift and sure sanctions program.....	6,000,000
4	Next generation Michigan court system.....	<u>4,125,000</u>
5	GROSS APPROPRIATION.....	\$ 69,097,400
6	Appropriated from:	
7	Interdepartmental grant revenues:	
8	IDG from department of state police.....	1,500,000
9	IDG from department of corrections.....	50,000
10	IDG from state police - Michigan justice training fund	339,700
11	Federal revenues:	
12	DOJ, victims assistance programs.....	56,500
13	DOJ, drug court training and evaluation.....	300,000
14	DOT, national highway traffic safety administration..	2,204,300
15	HHS, access and visitation grant.....	613,500
16	HHS, children's justice grant.....	229,900
17	HHS, court improvement project.....	1,293,300
18	HHS, title IV-D child support program.....	1,012,000
19	HHS, title IV-E foster care program.....	387,300
20	Other federal grant revenues.....	275,100
21	Special revenue funds:	
22	Local - user fees.....	7,241,100
23	Private.....	188,500
24	Private - interest on lawyers trust accounts.....	259,200
25	Private - state justice institute.....	414,300
26	Community dispute resolution fund.....	2,368,400
27	Court of appeals filing/motion fees.....	1,641,800

1	Law exam fees.....	641,100
2	Drug court fund.....	1,920,500
3	Miscellaneous revenue.....	271,300
4	Justice system fund.....	568,100
5	State court fund.....	378,000
6	State general fund/general purpose.....	\$ 44,943,500
7	Sec. 103. COURT OF APPEALS	
8	Full-time equated exempted positions.....	175.0
9	Court of appeals operations--175.0 FTE positions.....	\$ <u>22,708,200</u>
10	GROSS APPROPRIATION.....	\$ 22,708,200
11	Appropriated from:	
12	State general fund/general purpose.....	\$ 22,708,200
13	Sec. 104. BRANCHWIDE APPROPRIATIONS	
14	Full-time equated exempted positions.....	4.0
15	Branchwide appropriations--4.0 FTE positions.....	\$ <u>8,772,700</u>
16	GROSS APPROPRIATION.....	\$ 8,772,700
17	Appropriated from:	
18	State general fund/general purpose.....	\$ 8,772,700
19	Sec. 105. JUSTICES' AND JUDGES' COMPENSATION	
20	Full-time judges positions.....	593.0
21	Supreme court justices' salaries--7.0 justices.....	\$ 1,152,300
22	Court of appeals judges' salaries--27.0 judges.....	4,126,700
23	District court judges' state base salaries--243.0	
24	judges.....	22,581,700
25	District court judicial salary standardization.....	11,156,700
26	Probate court judges' state base salaries--103.0	
27	judges.....	9,627,900

1	Probate court judicial salary standardization.....	4,669,600
2	Circuit court judges' state base salaries--213.0	
3	judges	20,181,700
4	Circuit court judicial salary standardization.....	9,796,400
5	Judges' retirement system defined contributions.....	4,220,100
6	OASI, social security.....	<u>5,563,300</u>
7	GROSS APPROPRIATION.....	\$ 93,076,400
8	Appropriated from:	
9	Special revenue funds:	
10	Court fee fund.....	2,988,100
11	State general fund/general purpose.....	\$ 90,088,300
12	Sec. 106. JUDICIAL AGENCIES	
13	Full-time equated exempted positions..... 7.0	
14	Judicial tenure commission--7.0 FTE positions.....	\$ <u>1,120,700</u>
15	GROSS APPROPRIATION.....	\$ 1,120,700
16	Appropriated from:	
17	State general fund/general purpose.....	\$ 1,120,700
18	Sec. 107. INDIGENT DEFENSE - CRIMINAL	
19	Full-time equated exempted positions..... 55.0	
20	Appellate public defender program--44.0 FTE positions	\$ 6,816,500
21	Appellate assigned counsel administration--7.0 FTE	
22	positions	1,063,600
23	Michigan indigent defense commission--4.0 FTE	
24	positions	<u>1,000,000</u>
25	GROSS APPROPRIATION.....	\$ 8,880,100
26	Appropriated from:	
27	Interdepartmental grant revenues:	

1	IDG from state police - Michigan justice training fund	474,700
2	Federal revenues:	
3	Other federal grant revenues.....	65,500
4	Special revenue funds:	
5	Private - interest on lawyers trust accounts.....	82,800
6	Miscellaneous revenue.....	133,200
7	State general fund/general purpose.....	\$ 8,123,900
8	Sec. 108. INDIGENT CIVIL LEGAL ASSISTANCE	
9	Indigent civil legal assistance.....	\$ <u>7,937,000</u>
10	GROSS APPROPRIATION.....	\$ 7,937,000
11	Appropriated from:	
12	Special revenue funds:	
13	State court fund.....	7,937,000
14	State general fund/general purpose.....	\$ 0
15	Sec. 109. TRIAL COURT OPERATIONS	
16	Court equity fund reimbursements.....	\$ 60,835,100
17	Judicial technology improvement fund.....	4,815,000
18	Drug case-flow program.....	250,000
19	Drunk driving case-flow program.....	3,300,000
20	Juror compensation reimbursement.....	<u>6,600,000</u>
21	GROSS APPROPRIATION.....	\$ 75,800,100
22	Appropriated from:	
23	Special revenue funds:	
24	Court equity fund.....	50,440,000
25	Judicial technology improvement fund.....	4,815,000
26	Drug fund.....	250,000
27	Drunk driving fund.....	3,300,000

1	Juror compensation fund.....		6,600,000
2	State general fund/general purpose.....	\$	10,395,100
3	Sec. 110. ONE-TIME APPROPRIATIONS		
4	Full-time equated exempted positions.....	1.0	
5	Trial court innovation fund--1.0 FTE position.....	\$	<u>375,000</u>
6	GROSS APPROPRIATION.....	\$	375,000
7	Appropriated from:		
8	State general fund/general purpose.....	\$	375,000

PART 2

PROVISIONS CONCERNING APPROPRIATIONS
FOR FISCAL YEAR 2014-2015

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for fiscal year 2014-2015 is \$270,779,900.00 and state spending from state resources to be paid to local units of government for fiscal year 2014-2015 is \$139,407,400.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

JUDICIARY

SUPREME COURT

22	State court administrative office.....	\$	162,500
23	Drug treatment courts.....		10,658,000
24	Mental health courts and diversion services.....		5,722,800
25	Veterans courts.....		500,000

1	Swift and sure sanctions program.....		5,900,000
2	Next generation Michigan court system.....		4,125,000
3	TRIAL COURT OPERATIONS		
4	Court equity fund reimbursements.....	\$	60,835,100
5	Judicial technology improvement fund.....		4,815,000
6	Trial court innovation fund.....		337,500
7	Drunk driving case-flow program.....		3,300,000
8	Drug case-flow program.....		250,000
9	Juror compensation reimbursement.....		6,600,000
10	JUSTICES' AND JUDGES' COMPENSATION		
11	District court judicial salary standardization.....	\$	11,156,700
12	Probate court judges' state base salaries.....		9,627,900
13	Probate court judicial salary standardization.....		4,669,600
14	Circuit court judicial salary standardization.....		9,796,400
15	Grant to OASI contribution fund, employers share,		
16	social security		<u>950,900</u>
17	TOTAL.....	\$	139,407,400

18 Sec. 202. (1) The appropriations authorized under this part
19 and part 1 are subject to the management and budget act, 1984 PA
20 431, MCL 18.1101 to 18.1594.

21 (2) Funds appropriated in part 1 to an entity within the
22 judicial branch shall not be expended or transferred to another
23 account without written approval of the authorized agent of the
24 judicial entity. If the authorized agent of the judicial entity
25 notifies the state budget director of its approval of an
26 expenditure or transfer, the state budget director shall
27 immediately make the expenditure or transfer. The authorized

1 judicial entity agent shall be designated by the chief justice of
2 the supreme court.

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

4 (a) "DOJ" means the United States department of justice.

5 (b) "DOT" means the United States department of
6 transportation.

7 (c) "FTE" means full-time equated.

8 (d) "HHS" means the United States department of health and
9 human services.

10 (e) "IDG" means interdepartmental grant.

11 (f) "OASI" means old age survivor's insurance.

12 Sec. 204. The judicial branch shall not take disciplinary
13 action against an employee for communicating with a member of the
14 legislature or his or her staff.

15 Sec. 205. It is the intent of the legislature that judges who
16 are presiding over a hearing on a foster care case shall publicly
17 acknowledge and request the input of the foster parent or foster
18 parents during the hearing.

19 Sec. 207. If the judicial branch makes any changes to a foster
20 care family service plan before its finalization, it is the intent
21 of the legislature that the presiding judge provide an explanation
22 for any changes to that plan in the court record.

23 Sec. 208. The reporting requirements of this part shall be
24 completed with the approval of, and at the direction of, the
25 supreme court, except as otherwise provided in this part. The
26 judicial branch shall use the Internet to fulfill the reporting
27 requirements of this part. This may include transmission of reports

1 via electronic mail to the recipients identified for each reporting
2 requirement, or it may include placement of reports on an Internet
3 or Intranet site.

4 Sec. 209. (1) If funds become available in part 1 for juvenile
5 justice vision 20/20, the state court administrative office shall
6 implement the information technology services and projects
7 described in subsection (2).

8 (2) The state court administrative office shall use the funds
9 described in subsection (1) to implement a data exchange for use by
10 circuit and probate courts, private juvenile justice agencies, and
11 the state court administrative office under the guidance of
12 appropriate data sharing agreements that tracks statistical and
13 demographic data on juveniles referred to the family division of
14 the circuit court, otherwise known as the juvenile courts, after
15 successful implementation and evaluation of the existing pilot
16 database in Ottawa, Kalamazoo, Kent, Ionia, and Berrien Counties.

17 (3) It is the intent of the legislature that the purpose of
18 the project is to implement a new juvenile justice data sharing
19 model that will track data on juveniles referred to the courts. The
20 project will be accomplished by local court staff, state employees,
21 contracts with private vendors, and juvenile justice stakeholders.
22 The total estimated cost of the project is \$5,550,000.00. The
23 tentative completion date is September 30, 2019. The data exchange
24 shall be compatible with the Michigan statewide automated child
25 welfare information system.

26 (4) If funding becomes available for the project, the state
27 court administrative office shall submit a report by March 1 to the

1 senate and house appropriations subcommittees on judiciary, the
2 senate and house fiscal agencies, the senate and house policy
3 offices, and the state budget office on the status of the
4 implementation items described in subsections (1) and (2) should
5 funding become available.

6 Sec. 211. From the funds appropriated in part 1, the judicial
7 branch shall establish an interagency agreement with the department
8 of human services and the department of corrections linking the
9 swift and sure sanctions program with the Michigan rehabilitative
10 services program. Funds shall be used to contract with accredited,
11 community-based rehabilitation organizations for job placement and
12 other support services for eligible probationers. The purpose of
13 this relationship is to utilize synergies that exist between the
14 client bases and determine eligibility of offenders in the swift
15 and sure sanctions program for services rendered by the Michigan
16 rehabilitative services program. These funds shall be used to
17 assist individuals who have a history of probation violations and
18 mental health needs but shall not be used for individuals who are
19 currently incarcerated. If future legislation allows for parolees
20 to participate in the swift and sure sanctions program under
21 chapter XIA of the code of criminal procedure, 1927 PA 175, MCL
22 771A.1 to 771A.8, funds may be utilized for individuals
23 participating as parolees.

24 Sec. 212. The judicial branch shall receive and retain copies
25 of all reports funded from appropriations in part 1. Federal and
26 state guidelines for short-term and long-term retention of records
27 shall be followed. The judicial branch may electronically retain

1 copies of reports unless otherwise required by federal and state
2 guidelines.

3 Sec. 214. Funds appropriated in part 1 shall not be used for
4 the purchase of foreign goods or services, or both, if
5 competitively priced and of comparable quality American goods or
6 services, or both, are available. Preference shall be given to
7 goods or services, or both, manufactured or provided by Michigan
8 businesses, if they are competitively priced and of comparable
9 quality. In addition, preference shall be given to goods or
10 services, or both, that are manufactured or provided by Michigan
11 businesses owned and operated by veterans, if they are
12 competitively priced and of comparable quality.

13 Sec. 215. Not later than January 1 of each year, the state
14 court administrative office shall prepare a report on out-of-state
15 travel listing all travel by judicial branch employees outside this
16 state in the immediately preceding fiscal year that was funded in
17 whole or in part with funds appropriated in the budget for the
18 judicial branch. The report shall be submitted to the senate and
19 house of representatives standing committees on appropriations, the
20 senate and house fiscal agencies, and the state budget director.
21 The report shall include the following information:

22 (a) The dates of each travel occurrence.

23 (b) The transportation and related costs of each travel
24 occurrence, including the proportion funded with state general
25 fund/general purpose revenues, the proportion funded with state
26 restricted revenues, the proportion funded with federal revenues,
27 and the proportion funded with other revenues.

1 Sec. 219. Not later than November 30, the state budget office
2 shall prepare and transmit a report that provides for estimates of
3 the total general fund/general purpose appropriation lapses at the
4 close of the prior fiscal year. This report shall summarize the
5 projected year-end general fund/general purpose appropriation
6 lapses by major program or program areas. The report shall be
7 transmitted to the chairpersons of the senate and house
8 appropriations committees and the senate and house fiscal agencies.

9 Sec. 221. From the funds appropriated in part 1, the judicial
10 branch shall develop, post, and maintain, on a user-friendly and
11 publicly accessible Internet site, all expenditures made by the
12 judicial branch within a fiscal year. The posting shall include the
13 purpose for which each expenditure is made. The judicial branch
14 shall not provide financial information on its website under this
15 section if doing so would violate a federal or state law, rule,
16 regulation, or guideline that establishes privacy or security
17 standards applicable to that financial information.

18 Sec. 222. Within 14 days after the release of the executive
19 budget recommendation, the judicial branch shall cooperate with the
20 state budget office to provide the chairpersons of the senate and
21 house appropriations committees, the chairpersons of the senate and
22 house appropriations subcommittees on judiciary, and the senate and
23 house fiscal agencies with an annual report on estimated state
24 restricted fund balances, state restricted fund projected revenues,
25 and state restricted fund expenditures for the fiscal years ending
26 September 30, 2014 and September 30, 2015.

27 Sec. 223. The judiciary shall maintain, on a publicly

1 accessible website, a scorecard that identifies, tracks, and
2 regularly updates key metrics that are used to monitor and improve
3 the judiciary's performance.

4 Sec. 224. Total authorized appropriations from all sources
5 under part 1 for legacy costs for the fiscal year ending September
6 30, 2015 are \$14,307,500.00. From this amount, total appropriations
7 for judiciary pension-related legacy costs are estimated at
8 \$7,996,600.00. Total appropriations for judiciary retiree health
9 care legacy costs are estimated at \$6,310,900.00.

10 Sec. 225. (1) For each new program or program expansion for
11 which funds in excess of \$500,000.00 are appropriated in part 1,
12 the judiciary shall identify specific benchmarks intended to
13 measure the performance or return on taxpayer investment of the
14 program and its associated expenditures.

15 (2) By November 1, the judiciary shall report the proposed
16 benchmarks to the senate and house appropriations subcommittee on
17 judiciary, to the senate and house fiscal agencies, and to the
18 state budget director.

19 (3) The judiciary shall provide an update on its progress in
20 achieving those benchmarks at an appropriations subcommittee
21 meeting called for the purpose of discussing benchmarks and their
22 status.

23 (4) It is the intent of the legislature that, beginning with
24 the budget for the fiscal year ending September 30, 2016, any
25 proposal for a new program or an expansion of an existing program
26 in excess of \$500,000.00 initiated by the executive branch or the
27 legislature shall include, as part of the original proposal or

1 budget request, a list of benchmarks intended to measure the
2 performance or return on taxpayer investment of the program or
3 spending increase.

4 **JUDICIAL BRANCH**

5 Sec. 301. Pursuant to the appropriations in part 1, the direct
6 trial court automation support program of the state court
7 administrative office shall recover direct and overhead costs from
8 trial courts by charging for services rendered. The fee shall cover
9 the actual costs incurred to the direct trial court automation
10 support program in providing the service, including development of
11 future versions of case management systems.

12 Sec. 302. Funds appropriated within the judicial branch shall
13 not be expended by any component within the judicial branch without
14 the approval of the supreme court.

15 Sec. 303. Of the amount appropriated in part 1 for the
16 judicial branch, \$511,900.00 is allocated for circuit court
17 reimbursement under section 3 of 1978 PA 16, MCL 800.453, and for
18 costs associated with the court of claims.

19 Sec. 306. The supreme court and the state court administrative
20 office shall continue to maintain, as a priority, the assisting of
21 local trial courts in improving the collection of judgments.

22 Sec. 307. From the funds appropriated in part 1 for mental
23 health courts and diversion services, \$1,730,000.00 is intended to
24 address the recommendations of the mental health diversion council.

25 Sec. 308. If sufficient funds are not available from the court
26 fee fund to pay judges' compensation, the difference between the

1 appropriated amount from that fund for judges' compensation and the
2 actual amount available after the amount appropriated for trial
3 court reimbursement is made shall be appropriated from the state
4 general fund for judges' compensation.

5 Sec. 309. By April 1, the state court administrative office
6 shall provide an update on the status of the mental health courts
7 to the state budget director, the senate and house appropriations
8 subcommittees on judiciary, and the senate and house fiscal
9 agencies.

10 Sec. 310. From the funds appropriated in part 1 for drug
11 treatment court programs, with the approval of and at the
12 discretion of the supreme court, the state court administrative
13 office shall evaluate and collect data on the performance of drug
14 treatment court programs. The state court administrative office
15 shall provide an annual review of the performance of drug courts as
16 prescribed in section 1078(6) of the revised judicature act of
17 1961, 1961 PA 236, MCL 600.1078. Both of the following apply to
18 that annual review:

19 (a) It shall include measures of the impact of drug court
20 programs in changing offender criminal involvement (recidivism) and
21 substance abuse and in reducing prison admissions.

22 (b) It shall be completed no later than April 1 of each year
23 and shall also be provided to the senate and house appropriations
24 subcommittees on judiciary, the senate and house fiscal agencies,
25 and the state budget director.

26 Sec. 311. (1) The funds appropriated in part 1 for drug
27 treatment courts shall be administered by the state court

1 administrative office to operate drug treatment court programs. A
2 drug treatment court shall be responsible for handling cases
3 involving substance abusing nonviolent offenders through
4 comprehensive supervision, testing, treatment services, and
5 immediate sanctions and incentives. A drug treatment court shall
6 use all available county and state personnel involved in the
7 disposition of cases including, but not limited to, parole and
8 probation agents, prosecuting attorneys, defense attorneys, and
9 community corrections providers. The funds may be used in
10 connection with other federal, state, and local funding sources.

11 (2) From the funds appropriated in part 1, the chief justice
12 shall allocate sufficient funds for the judicial institute to
13 provide in-state training for those identified in subsection (1),
14 including training for new drug treatment court judges.

15 (3) For drug treatment court grants, consideration for
16 priority may be given to those courts where higher instances of
17 substance abuse cases are filed.

18 (4) The judiciary shall receive \$1,500,000.00 in Byrne formula
19 grant funding as an interdepartmental grant from the department of
20 state police to be used for expansion of drug treatment courts, to
21 assist in avoiding prison bed space growth for nonviolent offenders
22 in collaboration with the department of corrections.

23 Sec. 312. From the funds appropriated in part 1, the state
24 court administrator shall produce a statistical report regarding
25 the implementation of the parental rights restoration act, 1990 PA
26 211, MCL 722.901 to 722.908, as it pertains to minors seeking a
27 court-issued waiver of parental consent. In accordance with section

1 208, the state court administrative office shall report the total
2 number of petitions filed and the total number of petitions granted
3 under that act.

4 Sec. 317. Funds appropriated in part 1 shall not be used for
5 the permanent assignment of state-owned vehicles to justices or
6 judges or any other judicial branch employee. This section does not
7 preclude the use of state-owned motor pool vehicles for state
8 business in accordance with approved guidelines.

9 Sec. 318. The funds appropriated in part 1 for the community
10 court pilot project shall be used for the purposes of administering
11 a pilot program of neighborhood-focused community courts. The state
12 court administrative office shall work collaboratively with the
13 designated courts when establishing the community courts.

14 Sec. 320. (1) From the funds appropriated in part 1 for the
15 swift and sure sanctions program, the state court administrative
16 office shall administer a program to distribute grants to
17 qualifying courts in accordance with the objectives and
18 requirements of the probation swift and sure sanctions act, chapter
19 XIA of the code of criminal procedure, 1927 PA 175, MCL 771A.1 to
20 771A.8. Of the \$6,000,000.00 designated for the program, not more
21 than \$100,000.00 shall be available to the state court
22 administrative office to pay for employee costs associated with the
23 administration of the program funds. Courts interested in
24 participating in the swift and sure sanctions program may apply to
25 the state court administrative office for a portion of the funds
26 appropriated in part 1 under this section.

27 (2) By April 1, the state court administrative office shall

1 provide a report on the courts that receive funding under the swift
2 and sure sanctions program described in subsection (1) to the state
3 budget director, the senate and house appropriations subcommittees
4 on the judiciary, and the senate and house fiscal agencies. The
5 report shall include all of the following:

6 (a) The number of offenders who participate in the program.

7 (b) The criminal history of offenders who participate in the
8 program.

9 (c) The recidivism rate of offenders who participate in the
10 program, including the rate of return to jail, prison, or both.

11 (d) A detailed description of the establishment and parameters
12 of the program.

13 (3) As used in this section, "program" means a swift and sure
14 sanctions program described in subsection (1).

15 Sec. 321. It is the intent of the legislature that the
16 judicial branch support a statewide legal self-help Internet
17 website and local nonprofit self-help centers that use the
18 statewide website to provide assistance to individuals representing
19 themselves in civil legal proceedings. The state court
20 administrative office shall summarize the costs of maintaining the
21 website, provide statistics on the number of people visiting the
22 website, and provide information on content usage, form completion,
23 and user feedback. By March 1, the state court administrative
24 office shall report this information for the preceding fiscal year
25 to the senate and house appropriations subcommittees on judiciary,
26 the senate and house fiscal agencies, and the state budget
27 director.

1 the line items listed in part 1. The fiscal year 2015-2016
2 appropriations are anticipated to be the same as those for fiscal
3 year 2014-2015, except that the line items will be adjusted for
4 changes in caseload and related costs, federal fund match rates,
5 economic factors, and available revenue. These adjustments will be
6 determined after the January 2015 consensus revenue estimating
7 conference.

8 ARTICLE XIII

9 DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS

10 PART 1

11 LINE-ITEM APPROPRIATIONS

12 Sec. 101. The amounts listed in this part are appropriated for
13 the department of licensing and regulatory affairs, subject to the
14 conditions set forth in part 2, for the fiscal year ending
15 September 30, 2015, from the funds identified in this part. The
16 following is a summary of the appropriations in this part:

17 DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS

18 APPROPRIATION SUMMARY

19	Full-time equated unclassified positions.....	57.5	
20	Full-time equated classified positions.....	2,820.3	
21	GROSS APPROPRIATION.....		\$ 542,488,200
22	Interdepartmental grant revenues:		
23	Total interdepartmental grants and intradepartmental		
24	transfers		14,509,800
25	ADJUSTED GROSS APPROPRIATION.....		\$ 527,978,400

1	Federal revenues:	
2	Total federal revenues.....	200,624,800
3	Special revenue funds:	
4	Total local revenues.....	656,500
5	Total private revenues.....	311,800
6	Total other state restricted revenues.....	286,351,500
7	State general fund/general purpose.....	\$ 40,033,800
8	State general fund/general purpose schedule:	
9	Ongoing state general fund/general	
10	purpose	25,033,800
11	One-time state general fund/general	
12	purpose	15,000,000
13	Sec. 102. DEPARTMENTAL ADMINISTRATION	
14	Full-time equated unclassified positions.....	57.5
15	Full-time equated classified positions.....	120.0
16	Unclassified salaries--57.5 FTE positions.....	\$ 4,768,700
17	Executive director programs--32.0 FTE positions.....	4,638,400
18	Administrative services--84.0 FTE positions.....	9,673,000
19	Office of regulatory reinvention--4.0 FTE positions..	484,700
20	Property management.....	9,328,300
21	Rent.....	7,868,600
22	Worker's compensation.....	<u>662,500</u>
23	GROSS APPROPRIATION.....	\$ 37,424,200
24	Appropriated from:	
25	Interdepartmental grant revenues:	
26	IDG-DIFS, accounting services.....	150,000
27	Federal revenues:	

1	DOL, multiple grants for safety and health.....	880,400
2	DOL-ETA, unemployment insurance.....	9,968,100
3	Federal revenues.....	849,700
4	Title XVIII Medicare.....	451,300
5	Title XIX Medicaid.....	21,700
6	Title XIX Medicaid, facility certification fees.....	272,000
7	Special revenue funds:	
8	Local revenues.....	127,500
9	Aboveground storage tank fees.....	71,100
10	Accountancy enforcement fund.....	25,000
11	Boiler inspection fund.....	255,000
12	Builder enforcement fund.....	56,900
13	Construction code fund.....	1,007,700
14	Contingent fund, penalty and interest account.....	39,900
15	Corporation fees.....	4,280,300
16	Elevator fees.....	275,800
17	Fees and collections/asbestos.....	89,200
18	Fire service fees.....	513,700
19	Fireworks safety fund.....	9,700
20	Health professions regulatory fund.....	1,524,500
21	Health systems fees.....	159,600
22	Licensing and regulation fund.....	1,094,900
23	Liquor license revenue.....	260,000
24	Liquor purchase revolving fund.....	4,069,100
25	Michigan medical marihuana fund.....	270,100
26	Mobile home code fund.....	343,700
27	Motor carrier fees.....	220,400

1	Private occupational school license fees		39,000
2	Public utility assessments		2,409,800
3	Radiological health fees		107,700
4	Safety education and training fund		843,700
5	Second injury fund		272,200
6	Securities fees		3,563,400
7	Self-insurers security fund		101,800
8	Silicosis and dust disease fund		118,900
9	Survey and remonumentation fund		53,000
10	Tax tribunal fund		1,056,700
11	Underground storage tank fees		68,000
12	Video franchise assessments		4,000
13	Worker's compensation administrative revolving fund ..		100,000
14	State general fund/general purpose	\$	1,398,700
15	Sec. 103. PUBLIC SERVICE COMMISSION		
16	Full-time equated classified positions	193.0	
17	Public service commission--190.0 FTE positions		\$ 30,130,500
18	METRO authority--3.0 FTE positions		<u>383,600</u>
19	GROSS APPROPRIATION		\$ 30,514,100
20	Appropriated from:		
21	Federal revenues:		
22	DOE-OEERE, multiple grants		56,700
23	DOT, gas pipeline safety		1,234,500
24	Special revenue funds:		
25	Motor carrier fees		2,529,500
26	Public utility assessments		25,730,400
27	Restructuring mechanism assessments		553,800

1	Video franchise assessments.....		409,200
2	State general fund/general purpose.....	\$	0
3	Sec. 104. LIQUOR CONTROL COMMISSION		
4	Full-time equated classified positions.....	152.0	
5	Management support services--28.0 FTE positions.....	\$	4,378,800
6	Liquor licensing and enforcement--124.0 FTE positions		<u>15,122,600</u>
7	GROSS APPROPRIATION.....	\$	19,501,400
8	Appropriated from:		
9	Special revenue funds:		
10	Direct shipper enforcement revolving fund.....		124,800
11	Liquor license revenue.....		7,820,000
12	Liquor purchase revolving fund.....		11,556,600
13	State general fund/general purpose.....	\$	0
14	Sec. 105. OCCUPATIONAL REGULATION		
15	Full-time equated classified positions.....	805.9	
16	Boiler inspection program--23.0 FTE positions.....	\$	3,277,500
17	Bureau of fire services--85.0 FTE positions.....		12,184,800
18	Bureau of construction codes--104.0 FTE positions....		9,341,300
19	Detroit demolition permit assistance.....		800,000
20	Corporations, securities, and commercial licensing		
21	bureau--178.0 FTE positions		26,864,900
22	Elevator inspection program--32.0 FTE positions.....		4,358,400
23	Health professions regulation--141.0 FTE positions...		27,902,800
24	Medical marihuana program--20.0 FTE positions.....		4,230,900
25	Health systems regulation--200.4 FTE positions.....		28,945,400
26	Background check program--5.5 FTE positions.....		2,624,800
27	Manufactured housing and land resources program--8.0		

1	FTE positions	2,986,200
2	Property development group--9.0 FTE positions	<u>1,839,000</u>
3	GROSS APPROPRIATION.....	\$ 125,356,000
4	Appropriated from:	
5	Interdepartmental grant revenues:	
6	IDG-DCH, inspection contract.....	100,000
7	Federal revenues:	
8	Clinical lab improvement.....	402,500
9	DOT.....	60,000
10	Federal revenues.....	1,255,300
11	FEMA.....	28,000
12	Title XVIII Medicare.....	11,841,600
13	Title XIX Medicaid.....	719,300
14	Title XIX Medicaid, facility certification fees	8,292,400
15	Special revenue funds:	
16	Private - civil monetary penalties.....	200,000
17	Aboveground storage tank fees.....	448,100
18	Accountancy enforcement fund.....	404,800
19	Boiler inspection fund.....	3,762,800
20	Builder enforcement fund.....	479,200
21	Construction code fund.....	8,453,700
22	Corporation fees.....	6,929,600
23	Elevator fees.....	4,788,700
24	Fire alarm fees.....	125,400
25	Fire safety standard and enforcement fund.....	40,000
26	Fire service fees.....	2,457,500
27	Fireworks safety fund.....	684,300

1	Health professions regulatory fund.....		23,522,500
2	Health systems fees.....		3,317,400
3	Licensing and regulation fund.....		11,408,800
4	Liquor purchase revolving fund.....		1,188,100
5	Michigan medical marihuana fund.....		4,230,900
6	Mobile home code fund.....		2,986,200
7	Nurse professional fund.....		1,939,800
8	Pain management fees.....		1,823,700
9	Private occupational school license fees.....		818,500
10	Property development fees.....		318,100
11	Real estate appraiser continuing education fund.....		63,300
12	Real estate education fund.....		341,100
13	Real estate enforcement fund.....		697,300
14	Securities fees.....		4,926,700
15	Securities investor education and training fund.....		1,000,000
16	Security business fund.....		340,100
17	Survey and remonumentation fund.....		838,500
18	Unarmed combat fund.....		137,900
19	Underground storage tank fees.....		2,523,700
20	State general fund/general purpose.....	\$	11,460,200
21	Sec. 106. MICHIGAN OCCUPATIONAL SAFETY AND HEALTH		
22	ADMINISTRATION		
23	Full-time equated classified positions.....	250.4	
24	Occupational safety and health--197.0 FTE positions..		\$ 28,722,200
25	Radiological health administration--21.4 FTE positions		3,466,800
26	Wage and hour division--32.0 FTE positions.....		<u>3,642,200</u>
27	GROSS APPROPRIATION.....		\$ 35,831,200

1	Appropriated from:	
2	Federal revenues:	
3	DOL, multiple grants for safety and health.....	11,722,600
4	Mammography quality standards.....	766,400
5	Special revenue funds:	
6	Corporation fees.....	6,413,900
7	Fees and collections/asbestos.....	1,018,300
8	Radiological health fees.....	2,677,500
9	Safety education and training fund.....	9,573,900
10	Securities fees.....	3,484,400
11	State general fund/general purpose.....	\$ 174,200
12	Sec. 107. EMPLOYMENT SERVICES	
13	Full-time equated classified positions.....	1,066.0
14	Workers' compensation agency--56.0 FTE	
15	positions	\$ 7,758,100
16	Insurance funds administration--23.0 FTE positions ...	5,241,200
17	Compensation supplement fund.....	1,820,000
18	Unemployment insurance agency--782.7 FTE positions ...	91,618,900
19	Advocacy assistance program.....	1,500,000
20	Special audit and collections program--34.0 FTE	
21	positions	3,394,900
22	Training program for agency staff--2.1 FTE positions .	1,851,300
23	Expanded fraud control program--33.2 FTE positions ...	3,910,600
24	Bureau of services for blind persons--113.0 FTE	
25	positions	24,812,100
26	Employment and labor relations--22.0 FTE positions ...	<u>4,136,300</u>
27	GROSS APPROPRIATION.....	\$ 146,043,400

1	Appropriated from:		
2	Federal revenues:		
3	DOL-ETA, employment and training administration.....		842,100
4	DOL-ETA, unemployment insurance.....		95,118,900
5	Federal revenues.....		18,308,300
6	Special revenue funds:		
7	Local revenues.....		529,000
8	Private revenues.....		111,800
9	Contingent fund, penalty and interest account.....		5,314,700
10	Corporation fees.....		1,771,900
11	Michigan business enterprise program fund.....		562,000
12	Second injury fund.....		2,815,800
13	Securities fees.....		5,027,900
14	Self-insurers security fund.....		1,339,600
15	Silicosis and dust disease fund.....		1,085,800
16	Special fraud control fund.....		1,000,000
17	Worker's compensation administrative revolving fund..		2,462,800
18	State general fund/general purpose.....	\$	9,752,800
19	Sec. 108. MICHIGAN ADMINISTRATIVE HEARING SYSTEM		
20	Full-time equated classified positions.....	233.0	
21	Michigan administrative hearing system--215.0 FTE		
22	positions		\$ 38,425,800
23	Michigan compensation appellate commission--18.0 FTE		
24	positions		<u>4,579,400</u>
25	GROSS APPROPRIATION.....	\$	43,005,200
26	Appropriated from:		
27	Interdepartmental grant revenues:		

1	IDG - administrative hearings and rules	14,259,800
2	Federal revenues:	
3	DOL-ETA, unemployment insurance	4,243,800
4	Federal revenue - administrative hearings and rules ..	9,842,600
5	Special revenue funds:	
6	State restricted revenue - administrative hearings	
7	and rules	12,834,300
8	Worker's compensation administrative revolving fund ..	335,600
9	State general fund/general purpose	\$ 1,489,100
10	Sec. 109. INFORMATION TECHNOLOGY	
11	Information technology services and projects	\$ <u>41,795,200</u>
12	GROSS APPROPRIATION	\$ 41,795,200
13	Appropriated from:	
14	Interdepartmental grant revenues:	
15	Federal revenues:	
16	DOL, multiple grants for safety and health	273,700
17	DOL-ETA, unemployment insurance	21,542,900
18	Federal revenues	700,000
19	Title XVIII Medicare	610,000
20	Title XIX Medicaid, facility certification fees	320,000
21	Special revenue funds:	
22	Aboveground storage tank fees	24,500
23	Boiler inspection fund	375,800
24	Construction code fund	963,800
25	Corporation fees	4,888,300
26	Elevator fees	423,600
27	Fees and collections/asbestos	49,300

1	Fire service fees.....		293,800
2	Health professions regulatory fund.....		1,099,800
3	Health systems fees.....		225,900
4	Licensing and regulation fund.....		1,818,500
5	Liquor purchase revolving fund.....		2,843,000
6	Michigan medical marihuana fund.....		284,000
7	Mobile home code fund.....		300,500
8	Motor carrier fees.....		191,300
9	Pain management fees.....		175,300
10	Public utility assessments.....		1,554,800
11	Radiological health fees.....		140,000
12	Safety education and training fund.....		632,400
13	Second injury fund.....		162,900
14	Securities fees.....		1,026,900
15	Self-insurers security fund.....		84,800
16	Silicosis and dust disease fund.....		74,800
17	Tax tribunal fund.....		518,000
18	Underground storage tank fees.....		131,400
19	State general fund/general purpose.....	\$	65,200
20	Sec. 110. DEPARTMENT GRANTS		
21	Fire protection grants.....	\$	9,273,900
22	Firefighter training grants.....		1,000,000
23	Liquor law enforcement grants.....		7,200,000
24	Medical marihuana operation and oversight grants.....		3,000,000
25	Remonumentation grants.....		7,300,000
26	Subregional libraries state aid.....		451,800
27	Utility consumer representation.....		950,000

1	Youth low-vision program.....	<u>241,800</u>
2	GROSS APPROPRIATION.....	\$ 29,417,500
3	Appropriated from:	
4	Special revenue funds:	
5	Fire protection fund.....	8,500,000
6	Fireworks safety fund.....	1,000,000
7	Liquor license revenue.....	7,200,000
8	Liquor purchase revolving fund.....	773,900
9	Michigan medical marihuana fund.....	3,000,000
10	Survey and remonumentation fund.....	7,300,000
11	Utility consumer representation fund.....	950,000
12	State general fund/general purpose.....	\$ 693,600
13	Sec. 111. ONE-TIME BASIS ONLY APPROPRIATIONS	
14	MLCC IT upgrades.....	\$ 500,000
15	Unemployment insurance agency - customer service.....	18,000,000
16	Disability accessibility project.....	100,000
17	Delphi corporation workers' compensation payment fund	<u>15,000,000</u>
18	GROSS APPROPRIATION.....	\$ 33,600,000
19	Appropriated from:	
20	Special revenue funds:	
21	Contingent fund, penalty and interest account.....	18,000,000
22	Elevator fees.....	100,000
23	Liquor purchase revolving fund.....	500,000
24	State general fund/general purpose.....	\$ 15,000,000

25

PART 2

PROVISIONS CONCERNING APPROPRIATIONS
FOR FISCAL YEAR 2014-2015

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for fiscal year 2014-2015 is \$326,385,300.00 and state spending from state resources to be paid to local units of government for fiscal year 2014-2015 is \$28,225,700.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS

Fire protection grants.....	\$	9,273,900
Firefighter training grants.....		1,000,000
Liquor law enforcement grants.....		7,200,000
Medical marihuana operation and oversight grants.....		3,000,000
Remonumentation grants.....		7,300,000
Subregional libraries state aid.....		<u>451,800</u>
Total department of licensing and regulatory affairs	\$	28,225,700

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

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

(a) "Department" means the department of licensing and regulatory affairs.

(b) "Director" means the director of the department.

(c) "DOE-OEERE" means the United States department of energy,

1 office of energy efficiency and renewable energy.

2 (d) "DOL" means the United States department of labor.

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

5 (f) "DOT" means the United States department of
6 transportation.

7 (g) "FEMA" means federal emergency management agency.

8 (h) "Fiscal agencies" means Michigan house fiscal agency and
9 Michigan senate fiscal agency.

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

11 (j) "IDG" means interdepartmental grant.

12 (k) "IT" means information technology.

13 (l) "MAHS" means Michigan administrative hearing system.

14 (m) "MARVIN" means Michigan's automated response voice
15 interactive network.

16 (n) "METRO" means the metropolitan extension
17 telecommunications rights-of-way oversight act, 2002 PA 48, MCL
18 484.3101 to 484.3120.

19 (o) "MiWAM" means Michigan web account manager.

20 (p) "Subcommittees" means all members of the subcommittees of
21 the house and senate appropriations committees with jurisdiction
22 over the budget for the department.

23 Sec. 205. (1) For each new program or program expansion for
24 which funds in excess of \$500,000.00 are appropriated in part 1,
25 the department shall identify specific benchmarks intended to
26 measure the performance or return on taxpayer investment of the
27 program and its associated expenditures. Not later than November 1,

1 2014, the department shall report the proposed benchmarks to the
2 house and senate appropriations subcommittees for that department,
3 the house and senate fiscal agencies, and the state budget
4 director. The department shall provide an update on its progress in
5 achieving those benchmarks at an appropriations subcommittee
6 meeting called for the purpose of discussing benchmarks and their
7 status.

8 (2) It is the intent of the legislature that, beginning with
9 the budget for the fiscal year ending September 30, 2016, any
10 proposal for a new program or an expansion of an existing program
11 in excess of \$500,000.00 initiated by the executive branch or the
12 legislature shall include, as part of the original proposal or
13 budget request, a list of benchmarks intended to measure the
14 performance or return on taxpayer investment of the program or
15 spending increase.

16 Sec. 208. The departments and agencies receiving
17 appropriations in part 1 shall use the Internet to fulfill the
18 reporting requirements of this part. This requirement may include
19 transmission of reports via electronic mail to the recipients
20 identified for each reporting requirement, or it may include
21 placement of reports on an Internet or Intranet site.

22 Sec. 209. Funds appropriated in part 1 shall not be used for
23 the purchase of foreign goods or services, or both, if
24 competitively priced and of comparable quality American goods or
25 services, or both, are available. Preference shall be given to
26 goods or services, or both, manufactured or provided by Michigan
27 businesses, if they are competitively priced and of comparable

1 quality. In addition, preference shall be given to goods or
2 services, or both, that are manufactured or provided by Michigan
3 businesses owned and operated by veterans, if they are
4 competitively priced and of comparable quality.

5 Sec. 210. The director shall take all reasonable steps to
6 ensure businesses in deprived and depressed communities compete for
7 and perform contracts to provide services or supplies, or both. The
8 director shall strongly encourage firms with which the department
9 contracts to subcontract with certified businesses in depressed and
10 deprived communities for services, supplies, or both.

11 Sec. 211. The funds appropriated in part 1 for liquor control
12 commission IT upgrades are designated as work project
13 appropriations and shall not lapse at the end of the fiscal year.
14 Any unencumbered and unexpended funds shall continue to be
15 available for expenditure until the project has been completed. The
16 estimated completion date for the work project is February 1, 2016.

17 Sec. 212. The department and agencies receiving appropriations
18 in part 1 shall receive and retain copies of all reports funded
19 from appropriations in part 1. Federal and state guidelines for
20 short-term and long-term retention of records shall be followed.
21 The department may electronically retain copies or reports unless
22 otherwise required by federal and state guidelines.

23 Sec. 215. The department shall not take disciplinary action
24 against an employee for communicating with a member of the
25 legislature or his or her staff.

26 Sec. 216. Not later than November 30, the state budget office
27 shall prepare and transmit a report that provides for estimates of

1 the total general fund/general purpose appropriation lapses at the
2 close of the prior fiscal year. This report shall summarize the
3 projected year-end general fund/general purpose appropriation
4 lapses by major departmental program or program areas. The report
5 shall be transmitted to the chairpersons of the senate and house
6 appropriations committees and the fiscal agencies.

7 Sec. 218. The departments and agencies receiving
8 appropriations in part 1 shall prepare a report on out-of-state
9 travel expenses not later than January 1 of each year. The travel
10 report shall be a listing of all travel by classified and
11 unclassified employees outside this state in the immediately
12 preceding fiscal year that was funded in whole or in part with
13 funds appropriated in the department's budget. The report shall be
14 submitted to the house and senate appropriations committee, the
15 house and senate fiscal agencies, and the state budget director.
16 The report shall include the following information:

17 (a) The dates of each travel occurrence.

18 (b) The total transportation and related costs of each travel
19 occurrence, including the proportion funded with state general
20 fund/general purpose revenues, the proportion funded with state
21 restricted revenues, the proportion funded with federal revenues,
22 and the proportion funded with other revenues.

23 Sec. 219. No later than April 1, the department shall submit
24 to the subcommittees and the fiscal agencies a report pertaining to
25 the following information:

26 (a) The amount, in square footage, of office space paid for
27 with the appropriation in part 1 for both state-owned and leased

1 office space, respectively, during the previous fiscal year.

2 (b) The amount, in square footage, of office space actually
3 utilized by the department for both state-owned and leased office
4 space, respectively, during the previous fiscal year.

5 (c) The amount of office space the department estimates will
6 be utilized during the current and subsequent fiscal years.

7 Sec. 220. The department may carry into the succeeding fiscal
8 year unexpended federal pass-through funds to local institutions
9 and governments that do not require additional state matching
10 funds. Federal pass-through funds to local institutions and
11 governments that are received in amounts in addition to those
12 included in part 1 and that do not require additional state
13 matching funds are appropriated for the purposes intended. Within
14 14 days after the receipt of federal pass-through funds, the
15 department shall notify the house and senate chairpersons of the
16 subcommittees, the fiscal agencies, and the state budget director
17 of pass-through funds appropriated under this section.

18 Sec. 221. Funds appropriated in this part and part 1 shall not
19 be used by a principal executive department, state agency, or
20 authority to hire a person to provide legal services that are the
21 responsibility of the attorney general. This prohibition does not
22 apply to legal services for bonding activities and for those
23 outside services that the attorney general authorizes.

24 Sec. 223. (1) In addition to the funds appropriated in part 1,
25 there is appropriated an amount not to exceed \$19,000,000.00 for
26 federal contingency funds. These funds are not available for
27 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 (2) In addition to the funds appropriated in part 1, there is
4 appropriated an amount not to exceed \$25,000,000.00 for state
5 restricted 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 (3) In addition to the funds appropriated in part 1, there is
10 appropriated an amount not to exceed \$7,800,000.00 for local
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 (4) In addition to the funds appropriated in part 1, there is
16 appropriated an amount not to exceed \$400,000.00 for private
17 contingency funds. These funds are not available for expenditure
18 until they have been transferred to another line item in part 1
19 under section 393(2) of the management and budget act, 1984 PA 431,
20 MCL 18.1393.

21 Sec. 225. (1) Grants supported with private revenues received
22 by the department are appropriated upon receipt and are available
23 for expenditure by the department, subject to subsection (3), for
24 purposes specified within the grant agreement and as permitted
25 under state and federal law.

26 (2) Within 10 days after the receipt of a private grant
27 appropriated in subsection (1), the department shall notify the

1 house and senate chairpersons of the subcommittees, the fiscal
2 agencies, and the state budget director of the receipt of the
3 grant, including the fund source, purpose, and amount of the grant.

4 (3) The amount appropriated under subsection (1) shall not
5 exceed \$1,500,000.00.

6 Sec. 227. (1) The department shall sell documents at a price
7 not to exceed the cost of production and distribution. Money
8 received from the sale of these documents shall revert to the
9 department. In addition to the funds appropriated in part 1, these
10 funds are available for expenditure when they are received by the
11 department of treasury. This subsection applies only for the
12 following documents:

13 (a) Corporation and securities division documents, reports,
14 and papers required or permitted by law pursuant to section 1060(5)
15 of the business corporation act, 1972 PA 284, MCL 450.2060.

16 (b) The subdivision control manual, the state boundary
17 commission operations manual, and other local government assistance
18 manuals.

19 (c) The Michigan liquor control code of 1998, 1998 PA 58, MCL
20 436.1101 to 436.2303.

21 (d) The mobile home commission act, 1987 PA 96, MCL 125.2301
22 to 125.2349; the business corporation act, 1972 PA 284, MCL
23 450.1101 to 450.2098; the nonprofit corporation act, 1982 PA 162,
24 MCL 450.2101 to 450.3192; and the uniform securities act (2002),
25 2008 PA 551, MCL 451.2101 to 451.2703.

26 (e) Worker's compensation health care services rules.

27 (f) Construction code manuals.

1 (g) Copies of transcripts from administrative law hearings.

2 (2) In addition to the funds appropriated in part 1, funds
3 collected by the department under sections 55, 57, 58, and 59 of
4 the administrative procedures act of 1969, 1969 PA 306, MCL 24.255,
5 24.257, 24.258, and 24.259, and section 203 of the legislative
6 council act, 1986 PA 268, MCL 4.1203, are appropriated for all
7 expenses necessary to provide for the cost of publication and
8 distribution.

9 (3) Unexpended funds at the end of the fiscal year shall carry
10 forward to the subsequent fiscal year and not lapse to the general
11 fund.

12 Sec. 228. Unless prohibited by law, the department may accept
13 credit card or other electronic means of payment for licenses,
14 fees, or permits.

15 Sec. 229. The department shall maintain, on a publicly
16 accessible website, a department scorecard that identifies, tracks,
17 and regularly updates key metrics that are used to monitor and
18 improve the department's performance.

19 Sec. 231. The department shall cooperate with the department
20 of technology, management, and budget to maintain a searchable
21 website accessible by the public at no cost that includes, but is
22 not limited to, all of the following for each department or agency:

23 (a) Fiscal year-to-date expenditures by category.

24 (b) Fiscal year-to-date expenditures by appropriation unit.

25 (c) Fiscal year-to-date payments to a selected vendor,
26 including the vendor name, payment date, payment amount, and
27 payment description.

1 (d) The number of active department employees by job
2 classification.

3 (e) Job specifications and wage rates.

4 Sec. 232. The department shall not develop or produce any
5 television or radio productions.

6 Sec. 234. Within 14 days after the release of the executive
7 budget recommendation, the department shall cooperate with the
8 state budget office to provide the senate and house appropriations
9 chairs, the senate and house appropriations subcommittees chairs,
10 and the senate and house fiscal agencies with an annual report on
11 estimated state restricted fund balances, state restricted fund
12 projected revenues, and state restricted fund expenditures for the
13 fiscal years ending September 30, 2014 and September 30, 2015.

14 Sec. 235. Total authorized appropriations from all sources
15 under part 1 for legacy costs for the fiscal year ending September
16 30, 2015 is \$72,438,500.00. From this amount, total agency
17 appropriations for pension-related legacy costs are estimated at
18 \$40,484,400.00. Total agency appropriations for retiree health care
19 legacy costs are estimated at \$31,954,100.00.

20 Sec. 240. (1) It is the intent of the legislature that
21 departments and agencies receiving appropriations in part 1
22 properly account for their spending and do not use full-time
23 equated positions as placeholders for spending in other parts of
24 their budgets.

25 (2) No later than February 1, the department shall provide a
26 report to the legislature specifying the number of filled, full-
27 time equated positions in pay status within each agency receiving

1 appropriations in part 1 during the immediately preceding fiscal
2 year. When reporting on the number of filled, full-time equated
3 positions in pay status, the department shall provide the maximum
4 number of filled, full-time equated positions in pay status by
5 appropriation line item in the last pay period of each quarter of
6 the immediately preceding fiscal year. The report shall also
7 include a list of all funded, full-time equated positions by
8 position title.

9 Sec. 241. (1) The department may charge registration fees to
10 attendees of informational, training, or special events sponsored
11 by the department.

12 (2) These fees shall reflect the costs for the department to
13 sponsor the informational, training, or special events.

14 (3) Revenue generated by the registration fees is appropriated
15 upon receipt and available for expenditure to cover the
16 department's costs of sponsoring informational, training, or
17 special events.

18 (4) Revenue generated by registration fees in excess of the
19 department's costs of sponsoring informational, training, or
20 special events shall carry forward to the subsequent fiscal year
21 and not lapse to the general fund.

22 (5) Not later than November 15, the department shall submit a
23 report to the subcommittees, fiscal agencies, and the state budget
24 office that identifies each of the following in the immediately
25 preceding fiscal year:

26 (a) Each informational, training, or special event sponsored
27 by the department.

1 (b) The amount of revenue generated by registration fees.

2 (c) The amount expended for the department's costs of
3 sponsoring informational, training, or special events.

4 (d) Any balance carried forward into the subsequent fiscal
5 year.

6 (6) The amount appropriated under subsection (3) shall not
7 exceed \$500,000.00.

8 Sec. 242. The department may make available to interested
9 entities otherwise unavailable customized listings of
10 nonconfidential information in its possession, such as names and
11 addresses of licensees. The department may establish and collect a
12 reasonable charge to provide this service. The revenue received
13 from this service shall be used to offset expenses to provide the
14 service. Any balance of this revenue collected and unexpended at
15 the end of the fiscal year shall revert to the appropriate
16 restricted fund.

17 Sec. 243. (1) The department shall work to establish memoranda
18 of understanding with other state departments or agencies that
19 participate in the reinventing performance in Michigan program
20 supported by appropriations in part 1. Each memorandum shall detail
21 a mechanism for the department to recover costs related to program
22 services performed on behalf of the receiving agency. Not later
23 than March 1, the department shall submit a report to the state
24 budget office, subcommittees, and fiscal agencies containing the
25 following information:

26 (a) The name of each state department or agency participating
27 in the program.

1 (b) Whether a memorandum of understanding was established with
2 each participating state department or agency.

3 (c) The amount agreed upon in each memorandum of
4 understanding.

5 (2) It is the intent of the legislature that future financial
6 support for the reinventing performance in Michigan program be
7 shared among participating state departments or agencies.

8 Sec. 245. The department, in conjunction with the department
9 of community health, shall establish an accounting structure within
10 the Michigan administrative information network that will allow
11 expenditures associated with the administration of the Healthy
12 Michigan plan to be identified. By October 1, 2014, the department
13 shall provide the state budget office and the fiscal agencies with
14 the relevant accounting structure and associated business objects
15 script and report that groups administrative costs.

16 Sec. 248. (1) No later than March 1, the department shall
17 submit a report to the subcommittees and fiscal agencies pertaining
18 to licensing and regulatory programs during the previous fiscal
19 year for the following agencies:

20 (a) Public service commission.

21 (b) Liquor control commission.

22 (c) Bureau of construction codes.

23 (d) Corporations, securities, and commercial licensing bureau.

24 (e) Bureau of health care services.

25 (f) Michigan occupational safety and health administration.

26 (2) The report shall provide, but is not limited to, the
27 following information for each agency in subsection (1):

1 (a) Revenue generated by and expenditures disbursed for each
2 regulatory product.

3 (b) Number of applications, both initial and renewal, for each
4 regulatory product.

5 (c) Number of applications, both initial and renewal, approved
6 for each regulatory product.

7 (d) Number of applications, both initial and renewal, denied
8 for each regulatory product.

9 (e) Average amount of time, both tolled and untolled, to
10 approve or deny applications, both initial and renewal, for each
11 regulatory product.

12 (f) Number of examinations proctored for initial applications
13 for each regulatory product, if applicable.

14 (g) Number of complaints received pertaining to each regulated
15 activity.

16 (h) Number of investigations opened pertaining to each
17 regulated activity.

18 (i) Number of investigations closed pertaining to each
19 regulated activity.

20 (j) Average amount of time to close investigations pertaining
21 to each regulated activity.

22 (k) Number of enforcement actions pertaining to each regulated
23 activity.

24 (l) Number of administrative hearings pertaining to each
25 regulated activity.

26 (m) Number of administrative hearing adjudications pertaining
27 to each regulated activity.

1 (3) As used in subsection (2), "regulatory products" means
 2 licensure, certification, registration, permitting, approval, or
 3 any other regulatory service provided by the agencies specified in
 4 subsection (1) for occupations, facilities, entities, industries,
 5 or activities regulated by the agencies specified in subsection
 6 (1).

7 Sec. 250. It is the intent of the legislature that the
 8 department continue the prefunding of other postemployment benefits
 9 for state employees hired before January 1, 2012, with the amounts
 10 appropriated in part 1 pursuant to the amendments made by 2011 PA
 11 264 to the state employees' retirement act, 1943 PA 240, MCL 38.1
 12 to 38.69.

13 OCCUPATIONAL REGULATION

14 Sec. 501. Money appropriated under this part and part 1 for
 15 the bureau of fire services shall not be expended unless, in
 16 accordance with section 2c of the fire prevention code, 1941 PA
 17 207, MCL 29.2c, inspection and plan review fees will be charged
 18 according to the following schedule:

19 <u>Operation and maintenance inspection fee</u>		
20 <u>Facility type</u>	21 <u>Facility size</u>	22 <u>Fee</u>
23 Hospitals	Any	\$8.00 per bed
24 <u>Plan review and construction inspection fees for</u>		
25 <u>hospitals and schools</u>		
26 <u>Project cost range</u>		<u>Fee</u>
\$101,000.00 or less		minimum fee of \$155.00
\$101,001.00 to \$1,500,000.00		\$1.60 per \$1,000.00

1 \$1,500,001.00 to \$10,000,000.00 \$1.30 per \$1,000.00
2 \$10,000,001.00 or more \$1.10 per \$1,000.00
3 or a maximum fee of \$60,000.00.

4 Sec. 502. The funds collected by the department for licenses,
5 permits, and other elevator regulation fees set forth in the
6 Michigan administrative code and as determined under section 8 of
7 1976 PA 333, MCL 338.2158, and section 16 of 1967 PA 227, MCL
8 408.816, that are unexpended at the end of the fiscal year shall
9 carry forward to the subsequent fiscal year.

10 Sec. 503. No later than February 15, the department shall
11 submit a report to the subcommittees and fiscal agencies providing
12 the following information:

13 (a) The number of honorably discharged veterans, individually
14 or if a majority interest of a corporation or limited liability
15 company, that were exempted from paying licensure, registration,
16 filing, or any other fees collected under each licensure or
17 regulatory program administered by the bureau of construction codes
18 and the corporations, securities, and commercial licensing bureau
19 during the preceding fiscal year.

20 (b) The specific fees and total amount of revenue exempted
21 under each licensure or regulatory program administered by the
22 bureau of construction codes and the corporations, securities, and
23 commercial licensing bureau during the preceding fiscal year.

24 (c) The actual costs of providing licensing and other
25 regulatory services to veterans exempted from paying licensure,
26 registration, filing, or any other fees and a description of how
27 these costs were calculated.

1 (d) The estimated amount of revenue that will be exempted
2 under each licensure or regulatory program administered by the
3 bureau of construction codes and the corporations, securities, and
4 commercial licensing bureau in both the current and subsequent
5 fiscal years and a description of how the exempted revenue was
6 estimated.

7 Sec. 505. (1) Funds remaining in the homeowner construction
8 lien recovery fund are appropriated to the department for payment
9 of court-ordered homeowner construction lien recovery fund
10 judgments entered prior to August 23, 2010. Pursuant to available
11 funds, the payment of final judgments shall be made in the order in
12 which the final judgments were entered and began accruing interest.

13 (2) Not later than April 1, the department shall submit to the
14 subcommittees and fiscal agencies a report on the revenues,
15 expenditures, and balance of the homeowner construction lien
16 recovery fund as of the end of the previous fiscal year.

17 Sec. 506. (1) The department shall report by April 1 to the
18 subcommittees, fiscal agencies, and state budget director on the
19 timeliness of nursing facility complaint investigations and the
20 number of allegations that are substantiated on an annual basis.
21 The report shall consist of the number of allegations filed by
22 consumers and the number of facility-reported incidents. The
23 department shall make every effort to contact every complainant and
24 the subject of a complaint during an investigation.

25 (2) The department shall gather information on its most
26 frequently cited complaint deficiencies for the prior 3 fiscal
27 years and include that information in the report required under

1 subsection (1). The department shall determine whether there is an
2 increase in the number of citations from 1 year to the next and
3 assess the cause of the increase, if any, and whether education and
4 training of nursing facility staff or department staff are needed.

5 (3) The department shall make the report required under this
6 section available to the public at no cost on its website.

7 Sec. 507. (1) The department shall submit a report by January
8 1 to the standing committees on appropriations of the senate and
9 house of representatives, the fiscal agencies, and the state budget
10 director that includes all of the following information for the
11 prior fiscal year regarding the medical marihuana program under the
12 Michigan medical marihuana act, 2008 IL 1, MCL 333.26421 to
13 333.26430:

14 (a) The number of initial applications received.

15 (b) The number of initial applications approved and the number
16 of initial applications denied.

17 (c) The average amount of time, from receipt to approval or
18 denial, to process an initial application.

19 (d) The number of renewal applications received.

20 (e) The number of renewal applications approved and the number
21 of renewal applications denied.

22 (f) The average amount of time, from receipt to approval or
23 denial, to process a renewal application.

24 (g) The percentage of initial applications not approved or
25 denied within the time requirements established in section 6 of the
26 Michigan medical marihuana act, 2008 IL 1, MCL 333.26426.

27 (h) The percentage of renewal applications not approved or

1 denied within the time requirements established in section 6 of the
2 Michigan medical marihuana act, 2008 IL 1, MCL 333.26426.

3 (i) The percentage of registry cards for approved initial
4 applications not issued within the time requirements established in
5 section 6 of the Michigan medical marihuana act, 2008 IL 1, MCL
6 333.26426.

7 (j) The percentage of registry cards for approved renewal
8 applications not issued within the time requirements established in
9 section 6 of the Michigan medical marihuana act, 2008 IL 1, MCL
10 333.26426.

11 (k) The amount collected from the medical marihuana program
12 application and renewal fees authorized in section 5 of the
13 Michigan medical marihuana act, 2008 IL 1, MCL 333.26425.

14 (l) The costs of administering the medical marihuana program
15 under the Michigan medical marihuana act, 2008 IL 1, MCL 333.26421
16 to 333.26430.

17 (2) If the required fees are shown to be insufficient to
18 offset all expenses of implementing and administering the medical
19 marihuana program, the department shall review and revise the
20 application and renewal fees accordingly to ensure that all
21 expenses of implementing and administering the medical marihuana
22 program are offset as is permitted under section 5 of the Michigan
23 medical marihuana act, 2008 IL 1, MCL 333.26425.

24 Sec. 508. If the revenue collected by the department for
25 health systems administration or radiological health administration
26 and projects from fees and collections exceeds the amount
27 appropriated in part 1, the revenue may be carried forward into the

1 subsequent fiscal year. The revenue carried forward under this
2 section shall be used as the first source of funds in the
3 subsequent fiscal year.

4 Sec. 509. By February 1, the bureau of health care services
5 shall provide the state budget office, the subcommittees, and the
6 fiscal agencies an updated schedule of fees to be charged by the
7 bureau of health care services for regulating health facilities.
8 The updated fee schedule proposed by the bureau shall be based on
9 the schedule submitted previously, but include updated figures from
10 the prior fiscal year. It shall also bear a direct relationship to
11 the cost of the service or act, including overhead expenses. The
12 report shall also recommend the necessary statutory and
13 administrative rule changes necessary to implement the recommended
14 fee schedule.

15 Sec. 510. From the appropriations made in part 1 for the
16 bureau of health systems, at least \$530,000.00 must be expended for
17 activities related to the inspection and licensing of freestanding
18 surgical outpatient facilities.

19 Sec. 511. No later than February 1, the department shall
20 submit a report to the subcommittees and fiscal agencies providing
21 the following information:

22 (a) The total amount of reimbursements made to local units of
23 government for delegated inspections of fireworks retail locations
24 pursuant to section 11 of the Michigan fireworks safety act, 2011
25 PA 256, MCL 28.461, from the funds appropriated in part 1 for the
26 bureau of fire services during the preceding fiscal year.

27 (b) The amount of reimbursement for delegated inspections of

1 fireworks retail locations for each local unit of government that
2 received reimbursement from the funds appropriated in part 1 for
3 the bureau of fire services during the preceding fiscal year.

4 Sec. 512. (1) To the extent allowed under applicable state and
5 federal laws, the bureau of health care services shall make
6 disciplinary actions taken against health professionals publicly
7 available through the online license verification website.

8 (2) From the appropriation in part 1 for health professions
9 regulation, the department shall spend up to \$200,000.00 to
10 implement this section. It is the intent of the legislature that
11 this amount is 1-time and will be removed from future
12 appropriations for health professions regulation.

13 Sec. 513. (1) Beginning October 1, for the purpose of
14 defraying the costs associated with responding to false final
15 inspection appointments and to discourage the practice of calling
16 for final inspections when the project is incomplete or
17 noncompliant with a plan of correction previously provided by the
18 bureau of fire services, the bureau of fire services may undertake
19 a pilot project to assess a fee not to exceed \$200.00 for
20 responding to confirmed false inspection appointments. Fees
21 collected under this section shall be deposited into the restricted
22 account referenced by section 2c(2) of the fire prevention code,
23 1941 PA 207, MCL 29.2c, and explicitly identified within the
24 Michigan administrative information network.

25 (2) Not later than September 30, the department shall prepare
26 a report that provides the amount of the fee assessed under
27 subsection (1), the number of fees assessed and issued per region,

1 the cost allocation for the work performed and reduced as a result
2 of this section, and any recommendations for consideration by the
3 legislature in regard to the pilot project. The department shall
4 submit this information to the state budget director, the
5 subcommittees, and the fiscal agencies.

6 **EMPLOYMENT SERVICES**

7 Sec. 701. Funds earned or authorized by the DOL in excess of
8 the gross appropriation in part 1 for the unemployment insurance
9 agency from the DOL are appropriated and may be expended for
10 staffing and related expenses incurred in the operation of its
11 programs. These funds may be spent after the department notifies
12 the state budget director and the subcommittees of the purpose and
13 amount of each grant award.

14 Sec. 702. The unemployment insurance agency shall provide the
15 subcommittees, fiscal agencies, and state budget office with
16 quarterly status reports on the implementation of and improvements
17 to the agency's integrated system project. The quarterly status
18 reports shall include, but not be limited to, a summary of the
19 expenditures for the project, a summary of the tasks completed, and
20 a summary of the tasks anticipated to be completed in the
21 subsequent quarter.

22 Sec. 703. The department shall report quarterly to the members
23 of the house and senate committees on appropriations, the fiscal
24 agencies, and the state budget director on the percentage of
25 unemployment claimants that meet the certification requirements for
26 receiving benefits by using the Internet MiWAM system or any

1 application developed for that purpose. The department shall
2 implement improvements to the Internet MiWAM system that promote
3 greater ease of access and security with a goal of reaching 75% of
4 users certifying by using the Internet MiWAM system or another
5 system that reduces staff face time and MARVIN telephone system
6 usage.

7 Sec. 704. (1) The appropriation in part 1 for the bureau of
8 services for blind persons includes funds for case services. These
9 funds may be used for tuition payments for blind clients.

10 (2) Revenue collected by the bureau of services for blind
11 persons and from private and local sources that is unexpended at
12 the end of the fiscal year may carry forward to the subsequent
13 fiscal year.

14 Sec. 705. The bureau of services for blind persons shall work
15 collaboratively with service organizations and government entities
16 to identify qualified match dollars to maximize use of available
17 federal vocational rehabilitation funds.

18 Sec. 706. (1) The funds appropriated in part 1 for a regional
19 or subregional library shall not be released until a budget for
20 that regional or subregional library has been approved by the
21 department for expenditures for library services directly serving
22 the blind and persons with disabilities.

23 (2) In order to receive subregional state aid as appropriated
24 in part 1, a regional or subregional library's fiscal agency shall
25 agree to maintain local funding support at the same level in the
26 current fiscal year as in the fiscal agency's preceding fiscal
27 year. If a reduction in expenditures equally affects all agencies

1 in a local unit of government that is the regional or subregional
2 library's fiscal agency, that reduction shall not be interpreted as
3 a reduction in local support and shall not disqualify a regional or
4 subregional library from receiving state aid under part 1. If a
5 reduction in income affects a library cooperative or district
6 library that is a regional or subregional library's fiscal agency
7 or a reduction in expenditures for the regional or subregional
8 library's fiscal agency, a reduction in expenditures for the
9 regional or subregional library shall not be interpreted as a
10 reduction in local support and shall not disqualify a regional or
11 subregional library from receiving state aid under part 1.

12 Sec. 707. The bureau of services for blind persons may provide
13 and enter into agreements to provide general services, training,
14 meetings, information, special equipment, software, facility use,
15 and technical consulting services to other principal executive
16 departments, state agencies, local units of government, the
17 judicial branch of government, other organizations, and patrons of
18 department facilities. The department may charge fees for these
19 services that are reasonably related to the cost of providing the
20 services. In addition to the funds appropriated in part 1, funds
21 collected by the department for these services are appropriated for
22 all expenses necessary. The funds appropriated under this section
23 are allotted for expenditure when they are received by the
24 department of treasury.

25 **MICHIGAN ADMINISTRATIVE HEARING SYSTEM**

26 Sec. 801. (1) The Michigan tax tribunal within the Michigan

1 administrative hearing system shall submit a report containing all
2 of the following for the previous fiscal year:

3 (a) The number of cases heard and the number of cases decided
4 by MAHS hearings officers, contractual hearings officers, and
5 tribunal members during the fiscal year.

6 (b) The number of case filings and dispositions and the number
7 of active and pending cases before the small claims division and
8 the entire tribunal.

9 (c) The average and maximum time elapsed, both tolled and
10 untolled, between case filings and final dispositions.

11 (d) The amount and percentage of tax tribunal fees generated
12 by motions to amend.

13 (2) The report required under subsection (1) shall be
14 submitted to the subcommittees, fiscal agencies, and state budget
15 office not later than November 1.

16 **DEPARTMENT GRANTS**

17 Sec. 901. (1) The appropriation in part 1 for fire protection
18 grants shall be appropriated to cities, villages, and townships
19 with state-owned facilities for fire services, instead of taxes, in
20 accordance with 1977 PA 289, MCL 141.951 to 141.956.

21 (2) Cities, villages, and townships with state-owned
22 facilities shall report to the department no later than January 1
23 on a form developed by the department in order to be eligible to
24 receive funds appropriated in part 1 for fire protection grants.
25 The report shall indicate all of the following:

26 (a) The ability to respond to state facilities in their

1 service area.

2 (b) The cost for being prepared and able to respond to fire
3 service situations during the most recent fiscal year.

4 (c) The fire-related activities of police and fire departments
5 on state property.

6 (d) The costs of these activities.

7 (e) The expenditures from fire protection grants.

8 (3) The department shall prepare a summary of the local
9 submissions and provide it to the subcommittees, fiscal agencies,
10 and the state budget director by March 31.

11 Sec. 902. (1) Not later than January 31, 2015, the department
12 shall prepare a report that provides the number of registry
13 identification cards issued to or renewed for patients residing in
14 each county during the previous fiscal year, as of September 30,
15 2014, under the Michigan medical marihuana act, 2008 IL 1, MCL
16 333.26421 to 333.26430. The department shall submit this report to
17 the state budget director, the subcommittees, and the fiscal
18 agencies.

19 (2) The department shall expend the funds appropriated in part
20 1 for medical marihuana operation and oversight grants for grants
21 to county law enforcement offices for the operation and oversight
22 of the Michigan medical marihuana program pursuant to section 6(1)
23 of the Michigan medical marihuana act, 2008 IL 1, MCL 333.26426.
24 These grants shall be distributed proportionately based on the
25 number of registry identification cards issued to or renewed for
26 the residents of each county whose county law enforcement office
27 applied for a grant under subsection (3). For the purposes of this

1 subsection, operation and oversight grants are for education,
2 communication, and enforcement of the Michigan medical marihuana
3 act, 2008 IL 1, MCL 333.26421 to 333.26430.

4 (3) In order to be eligible to receive a grant under
5 subsection (2), a county law enforcement office shall apply no
6 later than January 1, 2015 and agree to report how the grant was
7 expended and provide that report to the department no later than
8 September 15, 2015. The department shall submit a report no later
9 than October 15, 2015 to the state budget director, the
10 subcommittees, and the fiscal agencies detailing the grant amounts
11 by recipient and the reported uses of the grants in the preceding
12 fiscal year.

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

24 (5) No later than January 1, 2015, the department shall post a
25 listing of potential grant money available to each county law
26 enforcement office on its website. A county law enforcement office
27 requesting a grant shall apply on a form developed by the

1 department and available on the website. The form shall contain the
2 county law enforcement office's specific projected plan for use of
3 the money and its agreement to maintain all records and to submit
4 documentation to the department to support the use of the grant
5 money.

6 Sec. 903. (1) The amount appropriated in part 1 for
7 firefighter training grants shall only be expended for payments to
8 counties to reimburse organized fire departments for firefighter
9 training and other activities required under the firefighters
10 training council act, 1966 PA 291, MCL 29.361 to 29.377.

11 (2) If the amount appropriated in part 1 for firefighter
12 training grants is expended by the firefighter training council,
13 established in section 3 of the firefighters training council act,
14 1966 PA 291, MCL 29.363, for payments to counties under section 14
15 of the firefighters training council act, 1966 PA 291, MCL 29.374,
16 it is the intent of the legislature that:

17 (a) The amount appropriated in part 1 for firefighter training
18 grants shall be disbursed pursuant to section 14(2) of the
19 firefighters training council act, 1966 PA 291, MCL 29.374.

20 (b) If the amount disbursed to any county under subsection
21 (2)(a) is less than \$5,000.00, the amounts disbursed to each county
22 under subsection (2)(a) shall be adjusted to provide for a minimum
23 payment of \$5,000.00 to each county.

24 (3) No later than February 1, the department shall submit a
25 financial report to the subcommittees and fiscal agencies
26 identifying the following information for the preceding fiscal
27 year:

1 (a) The amount of the payments that would be made to each
2 county if the distribution formula described by the first sentence
3 of section 14(2) of the firefighters training council act, 1966 PA
4 291, MCL 29.374, would have been utilized to disburse the total
5 amount appropriated in part 1 for firefighter training grants.

6 (b) The amount of the payments approved by the firefighter
7 training council for disbursement to each county.

8 (c) The amount of the payments actually expended or encumbered
9 within each county.

10 (d) A description of any other payments or expenditures made
11 under the authority of the firefighter training council.

12 (e) The amount of payments approved for disbursements to
13 counties that was not expended or encumbered and lapsed back to the
14 fireworks safety fund pursuant to subsection (4).

15 (4) It is the intent of the legislature that the amount
16 appropriated in part 1 for firefighter training grants be adjusted
17 each fiscal year to reflect lapses from the preceding fiscal year
18 into the fireworks safety fund created in section 11 of the
19 Michigan fireworks safety act, 2011 PA 256, MCL 28.461, for the
20 purpose of ensuring that lapsed grant funds are reallocated in
21 subsequent fiscal years.

22 **ONE-TIME BASIS ONLY**

23 Sec. 1001. (1) Of the amount appropriated in part 1 for the
24 Delphi corporation workers' compensation payment fund,
25 \$8,000,000.00 may be expended by the department in fiscal year
26 2014-2015 to settle or otherwise support the workers' compensation

1 claims of former employees of the Delphi corporation.

2 (2) The remaining \$7,000,000.00 of the amount appropriated in
3 part 1 for the Delphi corporation workers' compensation payment
4 fund shall not be expended unless the self-insurers security fund
5 balance and the amount specified in subsection (1) are insufficient
6 to adequately settle or otherwise support the workers' compensation
7 claims of former employees of the Delphi corporation.

8 (3) If the condition specified in subsection (2) is realized
9 and the department has collected the annual revenue generated by an
10 increased assessment of 0.5% for the self-insurers' security fund,
11 then, beginning in fiscal year 2014-2015, the department may
12 annually expend an amount not to exceed 20.0% of the amount
13 specified in subsection (2) until either:

14 (a) The workers' compensation claims of former employees of
15 the Delphi corporation are settled or otherwise supported.

16 (b) The entire amount specified in subsection (2) is expended.

17 (4) If the condition specified in subsection (3)(a) is
18 realized, any unencumbered or unexpended funds appropriated for the
19 Delphi corporation workers' compensation payment fund shall lapse
20 to the general fund.

21 (5) The department shall annually notify the state budget
22 office, the chairpersons of the house and senate appropriations
23 committees, and the fiscal agencies of the amount of any
24 expenditures made under subsection (3).

25 (6) The amount appropriated in part 1 for the Delphi
26 corporation workers' compensation payment fund is designated as a
27 work project appropriation and shall not lapse at the end of the

1 fiscal year. Subject to subsection (4), any unencumbered or
2 unexpended funds shall continue to be available for expenditure
3 until September 30, 2019.

4 Sec. 1002. From the appropriations in part 1, the department
5 shall work with a nonprofit group with expertise in the field of
6 disability accessibility evaluations on a pilot project. The pilot
7 project shall include both of the following:

8 (a) Services to municipalities and businesses for the
9 improvement of accessibility for persons with disabilities.

10 (b) Creation of universal design blueprints that are
11 accessible electronically through the bureau of construction codes.

12 ARTICLE XIV

13 DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

14 PART 1

15 LINE-ITEM APPROPRIATIONS

16 Sec. 101. Subject to the conditions set forth in this part,
17 the amounts listed in this part for the department of military and
18 veterans affairs are appropriated for the fiscal year ending
19 September 30, 2015 from the funds indicated in this part. The
20 following is a summary of the appropriations in this part:

21 **DEPARTMENT OF MILITARY AND VETERANS AFFAIRS**

22 APPROPRIATION SUMMARY

23	Full-time equated unclassified positions.....	9.0	
24	Full-time equated classified positions.....	889.5	
25	GROSS APPROPRIATION.....		\$ 166,943,700

1	Total interdepartmental grants and intradepartmental		
2	transfers		100,000
3	Schedule of interdepartmental grant and		
4	intradepartmental transfer revenue sources:		
5	IDG, state police	100,000	
6	ADJUSTED GROSS APPROPRIATION.....	\$	166,843,700
7	Total federal revenues.....		90,362,800
8	Schedule of federal revenue sources:		
9	DOD-DOA-NGB	60,025,300	
10	DVA-VHA	27,235,700	
11	Federal counter narcotics revenues.....	50,000	
12	HHS-HCFA, title XIX, Medicaid.....	88,300	
13	HHS-HCFA, Medicare, hospital insurance.....	2,963,500	
14	Total local revenues.....		1,500,000
15	Schedule of local revenue sources:		
16	Local - school aid fund	1,500,000	
17	Total private revenues.....		740,000
18	Schedule of private revenue sources:		
19	Private - veterans' homes post and posthumous		
20	funds	540,000	
21	Private donations	200,000	
22	Total other state restricted revenues.....		25,086,400
23	Schedule of restricted revenue sources:		
24	Lease revenue	12,200	
25	Income and assessments	17,356,100	
26	Mackinac Bridge authority	70,000	
27	Military family relief fund	1,000,000	

1	Michigan national guard armory construction		
2	fund	1,000,000	
3	Michigan veterans trust fund	5,201,700	
4	Rental fees	346,400	
5	Test project fees	100,000	
6	State general fund/general purpose		\$ 49,154,500
7	State general fund/general purpose schedule:		
8	Ongoing state general fund/general		
9	purpose	45,754,500	
10	One-time state general fund/general		
11	purpose	3,400,000	
12	Sec. 102. MILITARY		
13	Full-time equated unclassified positions.....	9.0	
14	Full-time equated classified positions.....	324.0	
15	Unclassified positions		\$ 1,370,100
16	Departmental and national guard operations		63,046,400
17	Schedule of programs:		
18	Support services	1,909,400	
19	Armories and joint force readiness.....	16,136,500	
20	National guard training facilities and		
21	airbases	32,050,600	
22	Michigan youth challenge academy.....	4,549,200	
23	Military family relief fund	600,000	
24	Starbase grant	2,322,000	
25	National guard tuition assistance program..	4,342,100	
26	Information technology services and		
27	projects	1,136,600	

1	GROSS APPROPRIATION.....	\$	64,416,500
2	Appropriated from:		
3	Interdepartmental grant revenues.....		100,000
4	Federal revenues.....		45,489,000
5	Local revenues.....		1,500,000
6	Private revenues.....		200,000
7	State restricted revenues.....		1,523,600
8	State general fund/general purpose.....	\$	15,603,900
9	Sec. 103. MICHIGAN VETERANS AFFAIRS AGENCY		
10	Full-time equated classified positions.....	565.5	
11	Michigan veterans affairs agency.....	\$	16,059,300
12	Schedule of programs:		
13	Michigan veterans affairs agency		
14	administration	7,095,100	
15	Veterans service grants	3,762,500	
16	Veterans' trust fund administration.....	1,455,200	
17	Veterans' trust fund grants	3,746,500	
18	Veterans' homes		66,567,900
19	Schedule of programs:		
20	Grand Rapids veterans' home	46,012,600	
21	Board of managers (Grand Rapids home).....	665,000	
22	D.J. Jacobetti veterans' home.....	19,615,300	
23	Board of managers (Jacobetti home).....	275,000	
24	GROSS APPROPRIATION.....	\$	82,627,200
25	Appropriated from:		
26	Federal revenues.....		29,873,800
27	Private revenues.....		540,000

1	State restricted revenues.....		22,562,800
2	State general fund/general purpose.....	\$	29,650,600
3	Sec. 104. CAPITAL OUTLAY		
4	Capital outlay.....	\$	16,500,000
5	Schedule of programs:		
6	Special maintenance - national guard.....		15,000,000
7	Special maintenance - veterans' home.....		500,000
8	Land and acquisitions		1,000,000
9	GROSS APPROPRIATION.....	\$	16,500,000
10	Appropriated from:		
11	Federal revenues.....		15,000,000
12	State restricted revenues.....		1,000,000
13	State general fund/general purpose.....	\$	500,000
14	Sec. 105. ONE-TIME APPROPRIATIONS		
15	Special maintenance - veterans' home.....	\$	3,000,000
16	National guard tuition assistance program reserve		400,000
17	GROSS APPROPRIATION.....	\$	3,400,000
18	Appropriated from:		
19	State general fund/general purpose.....	\$	3,400,000

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2014-2015

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources

1 under part 1 for fiscal year 2014-2015 is \$74,240,900.00 and state
 2 spending from state resources to be paid to local units of
 3 government for fiscal year 2014-2015 is \$100,000.00. The itemized
 4 statement below identifies appropriations from which spending to
 5 local units of government will occur:

6 DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

7	National guard operations.....	\$	50,000
8	Schedule of programs:		
9	Payments in lieu of taxes	50,000	
10	Michigan veterans affairs agency.....	\$	50,000
11	Schedule of programs:		
12	County counselor education and training		
13	expenses	50,000	<hr/>
14	TOTAL.....	\$	100,000

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

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

19 (a) "CFDA" means catalog of federal domestic assistance.

20 (b) "Core services" means that phrase as defined in section
 21 373 of the management and budget act, 1984 PA 431, MCL 18.1373.

22 (c) "Department" means the department of military and veterans
 23 affairs.

24 (d) "DOD" means the United States department of defense.

25 (e) "DOD-DOA-NGB" means the DOD department of the army,
 26 national guard bureau.

27 (f) "DVA" means the United States department of veterans

1 affairs.

2 (g) "DVA-VHA" means the DVA veterans health administration.

3 (h) "FTE" means full-time equated.

4 (i) "HCFA" means the health care financing administration, now
5 renamed the centers for Medicare and Medicaid services.

6 (j) "HHS" means the United States department of health and
7 human services.

8 (k) "IDG" means interdepartmental grant.

9 (l) "Large veterans service organization" means a VSO that can
10 certify that its membership exceeds 30,000 individuals.

11 (m) "MVAA" means the Michigan veterans affairs agency.

12 (n) "Medium veterans service organization" means a VSO that
13 can certify that its membership is between 2,500 and 30,000
14 individuals.

15 (o) "Small veterans service organization" means a VSO that can
16 certify that its membership is between 1,000 and 2,499 individuals.

17 (p) "Subcommittees" means all members of the subcommittees of
18 the senate and house appropriations committees with jurisdiction
19 over the budget of the department.

20 (q) "VSO" means veterans service organization.

21 (r) "Work project" means that term as defined in section 404
22 of the management and budget act, 1984 PA 431, MCL 18.1404, and
23 that meets the criteria in section 451a(1) of the management and
24 budget act, 1984 PA 431, MCL 18.1451a.

25 Sec. 204. The appropriations from part 1 for interdepartmental
26 grant funds received by the department from sources outside the
27 department consist of \$100,000.00 from the department of state

1 police.

2 Sec. 205a. Federal DOD-DOA-NGB funds appropriated in part 1
3 may be received from, but not limited to, the following programs:
4 military construction - national guard (CFDA 12.400), national
5 guard military operations and maintenance (CFDA 12.401), national
6 guard challenge program (CFDA 12.404), and national guard starbase
7 program (CFDA 12.404).

8 Sec. 205b. Federal DVA-VHA funds appropriated in part 1 may be
9 received from, but not limited to, the following programs: grants
10 to states for construction of state home facilities (CFDA 64.005),
11 veterans state domiciliary care (CFDA 64.014), and veterans state
12 nursing home care (CFDA 64.015).

13 Sec. 205c. Federal HHS-HCFA, Medicare, hospital insurance
14 funds appropriated in part 1 may be received under the Medicare
15 supplementary medical insurance program (CFDA 93.774) or other HHS-
16 HCFA programs.

17 Sec. 205d. Federal HHS-HCFA, title XIX, Medicaid funds
18 appropriated in part 1 may be received from the Medicaid program
19 under title XIX of the social security act, 42 USC 1396 to 1396w-5
20 or other HHS-HCFA programs.

21 Sec. 206. (1) In addition to the funds appropriated in part 1,
22 there is appropriated an amount not to exceed \$10,000,000.00 for
23 federal 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.

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

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

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

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

18 Sec. 207. The department shall cooperate with the department
19 of technology, management, and budget to maintain a searchable
20 website that is accessible by the public at no cost that includes,
21 but is not limited to, all of the following:

22 (a) Fiscal year-to-date expenditures by category.

23 (b) Fiscal year-to-date expenditures by appropriation unit.

24 (c) Fiscal year-to-date payments to a selected vendor,
25 including the vendor name, payment date, payment amount, and
26 payment description.

27 (d) The number of active department employees by job

1 classification.

2 (e) Job specifications and wage rates.

3 Sec. 208. The departments and agencies receiving
4 appropriations in part 1 shall use the Internet to fulfill the
5 reporting requirements of this part. This requirement may include
6 transmission of reports via electronic mail to the recipients
7 identified for each reporting requirement, or it may include
8 placement of reports on an Internet or Intranet site.

9 Sec. 209. Funds appropriated in this part and part 1 shall not
10 be used for the purchase of foreign goods or services, or both, if
11 competitively priced and of comparable quality American goods or
12 services, or both, are available. Preference shall be given to
13 goods or services, or both, manufactured or provided by Michigan
14 businesses, if they are competitively priced and of comparable
15 quality. In addition, preference shall be given to goods or
16 services, or both, that are manufactured or provided by Michigan
17 businesses owned and operated by veterans, if they are
18 competitively priced and of comparable quality. In addition,
19 preference shall be given to goods or services, or both, that are
20 manufactured or provided by Michigan small businesses that have
21 veterans compose at least 35% of their total workforce. As used in
22 this section, "veteran" means that term as defined in section 261
23 of the management and budget act, 1984 PA 431, MCL 18.1261. As used
24 in this section, "small business" means that term as defined in
25 section 7a of the administrative procedures act of 1969, 1969 PA
26 306, MCL 24.207a.

27 Sec. 210. The department shall take all reasonable steps to

1 ensure businesses in deprived and depressed communities compete for
2 and perform contracts to provide services or supplies, or both. The
3 director of the department shall strongly encourage firms with
4 which the department contracts to subcontract with certified
5 businesses in depressed and deprived communities for services,
6 supplies, or both.

7 Sec. 212. The departments and agencies receiving
8 appropriations in part 1 shall receive and retain copies of all
9 reports funded from appropriations in part 1. Federal and state
10 guidelines for short-term and long-term retention of records shall
11 be followed. The department may electronically retain copies of
12 reports unless otherwise required by federal and state guidelines.

13 Sec. 215. The department shall not take disciplinary action
14 against an employee for communicating with a member of the
15 legislature or his or her staff.

16 Sec. 216. (1) Notwithstanding any other provision of this
17 part, the schedule of programs in part 1 lists programs which may,
18 but are not required to be, funded under part 1.

19 (2) Notwithstanding any other provisions of this part, the
20 schedule of revenue sources in part 1 may or may not be received
21 from the funding entities listed.

22 (3) Any funding required by statute is not subject to funding
23 flexibility and shall be funded in accordance with that statute.

24 Sec. 217. The department shall improve its budgetary
25 efficiency pertaining to the delivery of core services delineated
26 in section 222 by doing all of the following:

27 (a) Prioritizing personnel over buildings in budgetary

1 efficiency considerations.

2 (b) Pursuing the physical or virtual consolidation of support
3 service functions such as information technology, human resources,
4 and accounting as a means of improving standardization and
5 efficiency.

6 (c) Seeking expenditure reductions whenever possible through
7 the streamlining of existing service delivery activities.

8 (d) Identifying efficiencies that can be gained via the
9 reduction or elimination of programs, policies, and practices which
10 have outlived their usefulness.

11 Sec. 218. The departments and agencies receiving
12 appropriations in this part and part 1 shall prepare a report on
13 out-of-state travel expenses not later than January 1 of each year.
14 The travel report shall be a listing of all travel by classified
15 and unclassified employees outside this state in the immediately
16 preceding fiscal year that was funded in whole or in part with
17 funds appropriated in the department's budget. The report shall be
18 submitted to the senate and house appropriations committees, the
19 house and senate fiscal agencies, and the state budget director.
20 The report shall include the following information:

21 (a) The dates of each travel occurrence.

22 (b) The total transportation and related costs of each travel
23 occurrence, including the proportion funded with state general
24 fund/general purpose revenues, the proportion funded with state
25 restricted revenues, the proportion funded with federal revenues,
26 and the proportion funded with other revenues.

27 Sec. 219. (1) The department shall provide quarterly reports

1 to the subcommittees, the senate and house fiscal agencies, and the
2 state budget office, which shall provide the following data:

3 (a) A list of all major work projects, including a status
4 report of each project.

5 (b) The department's financial status, featuring a report of
6 budgeted versus actual expenditures by part 1 line item including a
7 year-end projection of budget requirements. If projected department
8 budget requirements exceed the allocated budget, the report shall
9 include a plan to reduce overall expenses while still satisfying
10 specified service level requirements.

11 (c) Evidence of efficiencies and management of funds within
12 established appropriations.

13 (d) A report on the status of performance metrics cited in
14 this part and information required to be reported in this part.

15 (e) The number of active employees at the close of the fiscal
16 quarter by job classification and program.

17 (f) A summary of fund shifts, that have been approved by the
18 state budget office, that have occurred between items listed in the
19 schedule of programs mentioned in part 1.

20 (2) The department shall provide a corrective action plan
21 within 30 days of a quarterly report under this section for any
22 requirements of this part that have not been achieved. The
23 department shall provide a monthly status of corrective action
24 plans.

25 Sec. 222. The appropriations in part 1 are for the core
26 services, support services, and work projects of the department,
27 including, but not limited to, the following core services:

- 1 (a) Armories and joint force readiness.
- 2 (b) National guard training facilities and air bases.
- 3 (c) Michigan youth challenge academy.
- 4 (d) Military family relief fund.
- 5 (e) Starbase grant.
- 6 (f) National guard tuition assistance program.
- 7 (g) Michigan veterans affairs agency administration.
- 8 (h) Veterans service grants.
- 9 (i) Veterans' trust fund administration.
- 10 (j) Veterans' trust fund grants.
- 11 (k) Grand Rapids veterans' home.
- 12 (l) Board of managers (Grand Rapids).
- 13 (m) D.J. Jacobetti veterans' home.
- 14 (n) Board of managers (Jacobetti).

15 Sec. 225. Funds appropriated in this part and part 1 shall not
16 be used by the department to hire a person to provide legal
17 services that are the responsibility of the attorney general. This
18 prohibition does not apply to legal services for bonding activities
19 and for those activities that the attorney general authorizes.

20 Sec. 227. The department shall not exclude public employee
21 unions from the bid process.

22 Sec. 228. Not later than November 30, the state budget office
23 shall prepare and transmit a report that provides for estimates of
24 the total general fund/general purpose appropriations lapses at the
25 close of the prior fiscal year. This report shall summarize the
26 projected year-end general fund/general purpose appropriations
27 lapses by major departmental program or program areas. The report

1 shall be transmitted to the office of the state budget, the
2 chairpersons of the senate and house standing committees on
3 appropriations, the subcommittees, and the senate and house fiscal
4 agencies.

5 Sec. 229. Within 14 days after the release of the executive
6 budget recommendation, the department shall cooperate with the
7 state budget office to provide the senate and house appropriations
8 chairs, the subcommittees, and the senate and house fiscal agencies
9 with an annual report on estimated state restricted fund balances,
10 state restricted fund projected revenues, and state restricted fund
11 expenditures for the fiscal years ending September 30, 2014 and
12 September 30, 2015.

13 Sec. 230. The department shall maintain, on a publicly
14 accessible website, a department scorecard that identifies, tracks,
15 and regularly updates key metrics that are used to monitor and
16 improve the agency's performance.

17 Sec. 231. Total authorized appropriations from all sources
18 under part 1 for legacy costs for the fiscal year ending September
19 30, 2015 are \$20,013,100.00. From this amount, total agency
20 appropriations for pension-related legacy costs are estimated at
21 \$11,180,100.00, and total agency appropriations for retiree health
22 care legacy costs are estimated at \$8,833,000.00.

23 Sec. 232. The appropriations in part 1 for capital outlay
24 shall be carried forward at the end of the fiscal year consistent
25 with section 248 of the management and budget act, 1984 PA 431, MCL
26 18.1248.

27 Sec. 233. Sixty days prior to the public announcement of the

1 intention to sell any department property, the department shall
2 submit notification of that intent to the subcommittees and the
3 senate and house fiscal agencies.

4 Sec. 234. The 1-time appropriations in part 1 for special
5 maintenance shall be carried forward at the end of the fiscal year
6 consistent with section 248 of the management and budget act, 1984
7 PA 431, MCL 18.1248.

8 **MILITARY**

9 **UNCLASSIFIED POSITIONS**

10 Sec. 300. (1) From the funds appropriated in part 1, there is
11 funding to support unclassified employee positions as authorized by
12 section 5 of article XI of the state constitution of 1963. These
13 positions include the following: department director - the adjutant
14 general for Michigan; assistant adjutant general - army; assistant
15 adjutant general - installations; assistant adjutant general - air;
16 senior policy executive - Michigan veterans affairs agency; senior
17 deputy director - state operations; director - strategy and policy;
18 director - public safety group; and director - Michigan veterans
19 affairs agency.

20 (2) Not less than 30 days prior to the department submitting a
21 request for an additional unclassified employee position from the
22 civil service commission, or for any substantive change to the
23 duties of an existing unclassified employee position, the
24 department shall notify the subcommittees and the senate and house
25 fiscal agencies.

26 **SUPPORT SERVICES**

1 Sec. 301. (1) The department shall provide administrative
2 support for department operations.

3 (2) The department shall maintain the staffing and resources
4 necessary to ensure proper accountability of state funds.

5 (3) The department shall maintain the staffing and resources
6 necessary to adhere to the state of Michigan financial management
7 guide for accounting, contracting, purchasing, budgeting, and
8 financial reporting and the administrative guide to state
9 government.

10 (4) The department shall ensure fiscal controls relating to
11 procurement of goods and services and other expenditures.

12 **ARMORIES AND JOINT FORCE READINESS**

13 Sec. 302. (1) From the funds appropriated in part 1 for
14 department and national guard operations, the department shall
15 provide for the following:

16 (a) Executive administration of the department as provided
17 under chapter 6 of the executive organization act of 1965, 1965 PA
18 380, MCL 16.225 to 16.229, Executive Reorganization Order No. 1997-
19 7, MCL 32.91, and chapter 5 of the Michigan military act, 1967 PA
20 150, MCL 32.700 to 32.740.

21 (b) The operations of the Michigan military establishment, as
22 provided under section 7 of article I and section 12 of article V
23 of the state constitution of 1963, and the Michigan military act,
24 1967 PA 150, MCL 32.501 to 32.851, title 10 of the United States
25 Code, 10 USC 101 to 18506, title 32 of the United States Code, 32
26 USC 101 to 908, the Michigan code of military justice of 1980, 1980
27 PA 523, MCL 32.1001 to 32.1148, R 32.11 to R 32.61 of the Michigan

1 administrative code, R 32.171 to R 32.186 of the Michigan
2 administrative code, and other applicable cooperative agreements
3 and army, air force, and national guard bureau regulations.

4 (2) The department shall operate and maintain national guard
5 armories as provided under chapter 6 of the Michigan military act,
6 1967 PA 150, MCL 32.750 to 32.788, and other applicable cooperative
7 agreements and army and national guard regulations.

8 (3) The Michigan army national guard and air national guard
9 shall work to provide a culture that is free of sexual assault,
10 through an environment of prevention, education and training,
11 response capability, victim support, reporting procedures, and
12 appropriate accountability that enhances the safety and well-being
13 of all guard members.

14 (4) The department shall evaluate armories for consolidation,
15 energy, and utility efficiency and identify work projects that
16 would improve this efficiency and submit a quarterly report, as
17 provided in section 219, on the status and activities of the
18 armories, including a listing of armory closings and projected
19 closings.

20 (5) The department shall establish a system that measures the
21 condition and adequacy of armory facilities using both quality and
22 functionality criteria based off the installation status report-
23 infrastructure inspections that are conducted annually as a
24 requirement set forth by the national guard.

25 (6) The department shall report to the subcommittees, the
26 senate and house fiscal agencies, and the state budget office by
27 December 1 providing for the following:

1 (a) An assessment of the grounds and facilities of each armory
2 to objectively measure and determine the current facility condition
3 and capability to support authorized manpower, unit training, and
4 operations.

5 (b) Recommendations for the placement of new armories, the
6 relocation or consolidation of existing armories, or a change in
7 the mission of units assigned to armories to ideally position the
8 national guard in current or projected population centers.

9 (c) Recommendations for the enhanced use of armories to
10 facilitate family support programs during deployments.

11 (d) An analysis of the feasibility, potential costs, and
12 benefits of shared use of armories with other local, state, or
13 federal agencies to improve response to local emergencies as well
14 as the community support provided to armories.

15 (e) An investment strategy and proposed funding amounts in a
16 prioritized project list to correct the most critical facility
17 shortfalls across the inventory of armories in this state.

18 **NATIONAL GUARD TRAINING FACILITIES AND AIR BASES**

19 Sec. 304. (1) The department shall provide army and air
20 national guard forces, when directed, for state and local
21 emergencies and in support of national military requirements.

22 (2) The department shall operate and maintain army national
23 guard training facilities, including Fort Custer and Camp Grayling.

24 (3) The department shall maintain a system that measures the
25 condition and adequacy of air facilities using both quality and
26 functionality criteria.

27 (4) The department shall operate and maintain air national

1 guard air bases, including Selfridge air national guard base,
2 Battle Creek air national guard base, and Alpena combat readiness
3 training center.

4 (5) The department shall provide the following information as
5 provided under section 219:

6 (a) The apportioned and assigned strength of the Michigan army
7 national guard.

8 (b) The apportioned and assigned strength of the Michigan air
9 national guard.

10 (c) Recruiting, retention, and attrition data, including
11 measurement against stated performance goals, for the Michigan army
12 national guard.

13 (d) Recruiting, retention, and attrition data, including
14 measurement against stated performance goals, for the Michigan air
15 national guard.

16 **MICHIGAN YOUTH CHALLENGE ACADEMY**

17 Sec. 307. (1) The department shall maintain the Michigan youth
18 challenge academy to provide values, skills, education, and self-
19 discipline instruction for at-risk youth as provided under 32 USC
20 509.

21 (2) The department shall take steps to recruit candidates to
22 the challenge program from economically disadvantaged areas,
23 including those with low-income and high-unemployment backgrounds.

24 (3) The department shall partner with the department of human
25 services to identify youth who may be eligible for the challenge
26 program from those youth served by department of human services
27 programs. These eligible youth shall be given priority for

1 enrollment in the program.

2 (4) The department shall maintain the staffing and resources
3 necessary to train at least 144 cadets simultaneously at the
4 Michigan youth challenge academy.

5 (5) The department shall ensure that the average grade level
6 increase for Michigan youth challenge academy graduates is 2 years
7 as measured with the test adult basic education (TABE) metrics.

8 **MILITARY FAMILY RELIEF FUND**

9 Sec. 308. (1) The department shall provide grants for
10 disbursement from the military family relief fund, as provided
11 under the military family relief fund act, 2004 PA 363, MCL 35.1211
12 to 35.1216, and R 200.5 to R 200.95 of the Michigan administrative
13 code.

14 (2) The department shall provide information on the revenues,
15 expenditures for advertising and assistance grants, and fund
16 balance of the Michigan military family relief fund, as provided
17 under section 219.

18 (3) The department shall provide sufficient staffing and other
19 resources to provide outreach to the Michigan families of members
20 of the reserve component of the armed forces called into active
21 duty and to support the processing and approval of at least 60
22 grant applications this fiscal year under the Michigan military
23 relief fund and report those applications as provided in section
24 219.

25 **STARBASE GRANT**

26 Sec. 309. (1) The department shall maintain the starbase
27 program at air national guard facilities, as provided under 10 USC

1 2193b, to improve the knowledge, skills, and interest of students
2 in kindergarten through twelfth grade in math, science, and
3 technology. The starbase program is to specifically target minority
4 and at-risk students for participation.

5 (2) The starbase program shall maintain current program
6 offerings serving K-12 school districts in the state through
7 existing program sites which include starbase one, located at
8 Selfridge air national guard base, starbase Battle Creek, located
9 at Battle Creek air national guard base, and starbase Alpena,
10 located at Alpena combat readiness training center.

11 **NATIONAL GUARD TUITION ASSISTANCE PROGRAM**

12 Sec. 310. (1) The department shall establish and maintain a
13 national guard tuition assistance program for members of the
14 Michigan air and army national guard.

15 (2) The objective of the national guard tuition program is to
16 bolster military readiness by increasing recruitment and retention
17 of Michigan air and army national guard service members (and to
18 fill federally authorized strength levels for the state), improve
19 the Michigan air and army national guard's competitive draw from
20 other military enlistment options in the state, enhance the ability
21 of the Michigan air and army national guard to compete for members
22 and federal dollars with surrounding states, and increase the pool
23 of eligible candidates within the Michigan air and army national
24 guard to become commissioned officers.

25 (3) The department shall make efforts to reach the number of
26 Michigan air and army national guard members participating in the
27 program to 1,000 during the third year of the program's existence.

1 To evaluate the effectiveness of the program, the department shall
2 monitor the number of new recruits and new reenlistments and the
3 percentage of those who become participants in the program and by
4 how competitively the percentage of authorized Michigan air and
5 army national guard strength obtained—and retained—compares to the
6 neighboring air and army national guards from the states of
7 Illinois, Indiana, Ohio, and Wisconsin.

8 (4) Except as otherwise provided in this subsection, the
9 national guard tuition program shall be designed after the federal
10 tuition assistance program model and shall cover 100% of tuition
11 and authorized fees, up to \$4,500.00 a year, for Michigan air and
12 army national guard members to pursue course work in programs
13 leading to a certificate, a first associate, bachelor's, or
14 master's degree. To be eligible for the program, a Michigan air and
15 army national guard member would have to be qualified in a military
16 occupational skill, remain in active drilling status with a service
17 contract, be a member in good standing, meet yearly physical
18 fitness and weight control standards, and maintain a 2.0 GPA (on a
19 4.0 scale). This subsection does not apply if House Bill No. 5451
20 of the 97th Legislature is enacted into law.

21 **INFORMATION TECHNOLOGY SERVICES AND PROJECTS**

22 Sec. 311. The funds appropriated in part 1 for information
23 technology services and projects shall be used as a pass through
24 via an IDG to the department of technology, management, and budget
25 for technology services, including maintenance and repair services,
26 and technology projects, to maximize the operational efficiency and
27 effectiveness of the department.

1 **MICHIGAN VETERANS AFFAIRS AGENCY**

2 **MICHIGAN VETERANS AFFAIRS AGENCY ADMINISTRATION**

3 Sec. 400. (1) The Michigan veterans affairs agency shall
4 provide outreach services to Michigan veterans that advise them on
5 the benefits to which they are entitled, as provided under
6 Executive Reorganization Order No. 2013-2, MCL 32.92. The MVAA
7 shall also do the following:

8 (a) Maintain the staffing partnerships and other resources
9 necessary to develop and operate an outreach program that will
10 communicate benefit eligibility information to at least 50% of the
11 680,417 Michigan veterans with a goal of reaching 100% and enable
12 100% to access benefit information online.

13 (b) Communicate veteran benefit information pertaining to the
14 Michigan military family relief fund, Michigan veterans' trust
15 fund, and United States department of veterans affairs health,
16 financial, and memorial benefits to which they are entitled.

17 (c) Provide sufficient staffing and other resources to approve
18 requests for military discharge certificates (DD-214) annually and
19 report that information as provided in section 219.

20 (d) Continue the process to digitize all medical records and
21 military discharge documents which are currently on paper and
22 microfilm, and report the number of digitized documents as provided
23 in section 219.

24 (e) Provide a report, as provided under section 219, on the
25 MVAA's performance on the performance measures, outcomes, and
26 initiatives developed by the agency in the strategic plan required

1 by section 501 of 2013 PA 9.

2 (f) Provide a report to the subcommittees, senate and house
3 fiscal agencies, and the state budget office no later than April 1
4 providing for the following:

5 (i) To the extent known, data on the estimated number of
6 homeless veterans, by county, in the state.

7 (ii) A summary of the activities and strategies developed to
8 date under the MVAA community assessment and regional service
9 delivery model pilot projects that are specifically aimed at
10 improving access to, and the utilization of, community-based
11 services among homeless veterans, and aimed at preventing the
12 incidence of, and minimizing the risk factors for, homelessness
13 among veterans.

14 (2) From the funds appropriated in part 1, the MVAA shall
15 provide for the regional coordination of services, as follows:

16 (a) Regional coordinators shall be selected by the MVAA
17 through a grant agreement with veterans service organizations or by
18 other means.

19 (b) Regional coordinators shall provide the following
20 services:

21 (i) Coordinate veteran benefit counselors' efforts throughout
22 a specified region.

23 (ii) Coordinate services with the department of human
24 services, the department of community health, and the department of
25 corrections.

26 (iii) Coordinate with regional workforce and economic
27 development agencies.

1 (iv) Coordinate activities among local foundations, non-profit
2 organizations, and community groups to improve accessibility,
3 enrollment, and utilization of the array of health care, education,
4 employment assistance, and quality of life services provided at the
5 local level.

6 (c) The MVAA may work with MVAA service officers, regional
7 coordinators, county veteran counselors, VSO service officers, and
8 other service providers to incorporate mental health care referral
9 services into their daily operations in order to aid veterans in
10 understanding the mental health care support services they may be
11 eligible to receive and in identifying available providers of those
12 services. Mental health care services shall include counseling and
13 appropriate care and services to veterans to overcome any mental
14 health issues resulting from their military service, including
15 issues concerning military sexual trauma, post-traumatic stress
16 disorder, depression, anxiety, and substance abuse.

17 (d) The MVAA shall cooperate with the department of human
18 services and the department of community health in working with the
19 federal public assistance reporting information system to identify
20 Medicaid recipients who are veterans and who may be eligible for
21 federal veterans health care benefits or other benefits.

22 (e) The MVAA shall collaborate with the department of
23 corrections to create and maintain a process by which prisoners can
24 obtain a copy of their DD-214 form or other military discharge
25 documentation if necessary.

26 (f) The MVAA shall ensure that all MVAA service officers,
27 county veteran counselors, VSO service officers, and regional

1 coordinators receive appropriate training in processing
2 applications for benefits payable to veterans due to military
3 sexual trauma, post-traumatic stress disorder, depression, anxiety,
4 substance abuse, or other mental health issues.

5 (3) The MVAA shall provide claims processing services to
6 Michigan veterans in support of benefit claims submitted to the DVA
7 for the health, financial, and memorial benefits for which they are
8 eligible, and shall do the following:

9 (a) Report the following information as provided in section
10 219:

11 (i) The number of benefit claims, by type, submitted to the
12 DVA.

13 (ii) The number of fully developed claims, by type, submitted
14 to the DVA, with an overall goal of 40% of benefit claims submitted
15 that are considered fully developed by the DVA.

16 (b) Maintain the staffing and resources necessary to process a
17 minimum of 500 claims per year.

18 (4) The MVAA shall maintain staffing and resources necessary
19 to develop and implement a process to ensure that all county
20 counselors receive the training and accreditation necessary to
21 provide quality services to our veterans. The MVAA shall report the
22 following information as provided in section 219:

23 (a) The number and percentage of county veterans counselors
24 trained by the MVAA, with an overall goal of 100%.

25 (b) To the extent known, the number of benefit claims, by
26 type, submitted to the DVA by county veterans counselors.

27 (c) To the extent known, the number of fully developed claims,

1 by type, submitted to the DVA by county veterans counselors, with
2 an overall goal of 40% of benefit claims submitted that are
3 considered fully developed by the DVA.

4 (5) From the funds appropriated in part 1 for MVAA operations,
5 the MVAA shall provide grant assistance to enhance the capacity and
6 capabilities of counties in providing benefit claims assistance.
7 These funds shall be used to continue the implementation of an
8 Internet-based data system, to increase the number of county
9 veterans counselors, and to increase the number of counties that
10 provide service to veterans through county veterans counselors. The
11 MVAA shall provide a report, as provided in section 219, on the
12 expenditures and activities of the grant funds directed by this
13 subsection.

14 (6) The MVAA shall create a 5-member advisory board consisting
15 of presidents or commanders from 2 large veterans service
16 organizations, 2 medium veterans service organizations, and 1 small
17 veterans service organization. The board shall meet no less than
18 twice a year, without reimbursement, and shall assist the MVAA in
19 developing plans, reviewing service delivery initiatives, and
20 identifying services and projects that assist in meeting MVAA
21 performance objectives.

22 (7) From the funds appropriated in part 1 for Michigan
23 veterans affairs agency administration, the MVAA is authorized to
24 expend up to \$50,000.00 to hire legal services to represent
25 veterans benefit cases before federal court in order to maintain
26 accreditation under 38 CFR 14.628(d)(1)(iv).

27 **VETERANS SERVICE GRANTS**

1 Sec. 406. (1) The MVAA shall disburse VSO grants to assist
2 them to achieve agency goals and performance objectives in
3 partnership with the VSOs. Grants to VSOs will be disbursed to fund
4 programs and projects which are determined by the agency to meet
5 agency performance objectives and ensure that VSOs communicate the
6 availability of emergency grants through the Michigan veterans
7 trust fund. In disbursing veterans' service grants, the MVAA shall
8 do the following:

9 (a) Ensure that each VSO that receives grants is issued
10 performance standards.

11 (b) Ensure that each VSO that receives grant funds uses those
12 funds for veterans advocacy and outreach.

13 (c) Monitor the performance of each VSO that receives grants.

14 (2) Veterans services grants awarded by the MVAA to veterans
15 service organizations shall provide for the following, as developed
16 by the MVAA:

17 (a) The provision of service to veterans statewide, using a
18 regional service delivery model, with services provided at
19 specified locations and times, including service provided in state
20 correctional facilities.

21 (b) The payment of a fixed hourly service rate.

22 (c) A specified number of service hours within each geographic
23 region of this state, with a statewide goal of at least 116,500
24 hours, including a minimum of 6,240 hours provided in state
25 correctional facilities.

26 (d) Use of an MVAA-designated Internet-based claims data
27 system.

1 (3) The MVAA shall report the following information as
2 provided in section 219:

3 (a) A summary of activities supported through the
4 appropriation in part 1 for veterans service grants, including
5 separately for each service region, the amount of expenditures to
6 date, number of service hours, number of claims for benefits
7 submitted by type of claim, and other information deemed
8 appropriate by the MVAA.

9 (b) The number of fully developed claims, by type, submitted
10 to the DVA by veterans service organizations, with an overall goal
11 of 40% of benefit claims submitted that are considered fully
12 developed by the DVA.

13 **VETERANS' TRUST FUND ADMINISTRATION**

14 Sec. 407. (1) The Michigan veterans' trust fund board together
15 with the MVAA shall provide emergency grants for disbursement from
16 the Michigan veterans' trust fund, as provided under the following
17 program authorities:

18 (a) Sections 37, 38, and 39 of article IX of the state
19 constitution of 1963.

20 (b) 1946 (1st Ex Sess) PA 9, MCL 35.602 to 35.610.

21 (c) R 35.1 to R 35.7 of the Michigan administrative code.

22 (d) R 35.621 to R 35.623 of the Michigan administrative code.

23 (2) No later than December 1, the MVAA shall provide a
24 detailed report of the Michigan veterans' trust fund that includes,
25 for the prior fiscal year, information on grants provided from the
26 emergency grant program, including details concerning the
27 methodology of allocations, the selection of emergency grant

1 program authorized agents, a description of how the emergency grant
2 program is administered in each county, and a detailed breakdown of
3 trust fund expenditures for that year, including the amount
4 distributed to each county for administrative costs and emergency
5 grants. The report shall also include the number of approved
6 applications, by category of assistance, and the number of denied
7 applications, by reason of denial. The report shall also provide an
8 update on the department's efforts to reduce program administrative
9 costs and maintain the Michigan veterans' trust fund corpus to its
10 original amount of at least \$50,000,000.00.

11 **VETERANS' TRUST FUND GRANTS**

12 Sec. 408. (1) The MVAA shall provide a report, as provided
13 under section 219, on the financial status of the Michigan
14 veterans' trust fund, including the number and amount of emergency
15 grants, state administrative expenses, and county administrative
16 expenses.

17 (2) The Michigan veterans' trust fund board together with the
18 agency shall maintain the staffing and resources necessary to
19 process a minimum of 2,000 applications for veterans' trust fund
20 emergency grants.

21 **GRAND RAPIDS VETERANS' HOME**

22 Sec. 501. (1) The MVAA and the board of managers shall provide
23 compassionate and quality nursing and domiciliary care services at
24 the Grand Rapids veterans' home so that members can achieve their
25 highest potential of wellness, independence, self-worth, and
26 dignity in accordance with the following program authorities:

27 (a) 1885 PA 152, MCL 36.1 to 36.12.

1 (b) 1905 PA 313, MCL 36.61.

2 (c) Executive Reorganization Order No. 1991-7, MCL 36.71.

3 (d) Executive Reorganization Order No. 2013-2, MCL 32.92.

4 (e) R 32.71 to R 32.89 of the Michigan administrative code.

5 (f) Title 38, part II, chapter 17, subchapter V of the United
6 States Code, 38 USC 1741 to 1745.

7 (g) 38 CFR part 51.

8 (h) 38 CFR part 52.

9 (i) Title 38, part VI, chapter 81, subchapter III of the
10 United States Code, 38 USC 8131 to 8138.

11 (j) 38 CFR part 59.

12 (2) The department shall provide resources necessary to
13 provide adequate nursing care services to veterans in accordance
14 with federal standards, including the following:

15 (a) A licensed minimum number of 403 residents in skilled
16 nursing beds at the Grand Rapids veterans' home.

17 (b) A licensed minimum number of 72 residents in domiciliary
18 beds at the Grand Rapids veterans' home.

19 (3) The Grand Rapids veterans' home shall ensure that its
20 medical staffing is in accordance with DVA-VHA standards.

21 (4) The Grand Rapids veterans' home shall ensure that
22 transportation is assured for each resident for every medical
23 appointment outside the veterans' home.

24 (5) The Grand Rapids veterans' home shall ensure that each
25 member resident receives daily laundry service.

26 (6) The Grand Rapids veterans' home shall ensure that
27 maintenance and custodial services are provided for each home in

1 accordance with applicable local, state, and federal standards.

2 (7) The Grand Rapids veterans' home shall ensure that each
3 resident receives a medical and care assessment including a dietary
4 plan upon admission to the home, with meals and snacks provided in
5 accordance with the plan and R 325.20803 of the Michigan
6 administrative code.

7 (8) Appropriations in part 1 for the Grand Rapids veterans'
8 home shall not be used for any purpose other than for veterans and
9 veterans' families.

10 (9) Any contractor providing competency evaluated nursing
11 assistants (CENA) to the Grand Rapids veterans' home shall ensure
12 that each CENA has at least 8 hours of training on information
13 provided by the veterans' home.

14 (10) Any contractor providing competency evaluated nursing
15 assistants to the Grand Rapids veterans' home shall ensure that
16 each CENA has at least 1 eight-hour shift of shadowing at the
17 veterans' home.

18 (11) Any contractor providing competency evaluated nursing
19 assistants to the Grand Rapids veterans' home shall ensure that
20 each CENA is competent in the basic skills needed to perform his or
21 her assigned duties at the veterans' home.

22 (12) Any contractor providing competency evaluated nursing
23 assistants to the Grand Rapids veterans' home shall ensure that
24 each CENA has at least 1 year of experience in long-term care.

25 (13) The Grand Rapids veterans' home shall provide each CENA
26 at least 12 hours of in-service training once that individual has
27 been assigned to the veterans' home.

1 (14) All complaints of abusive or neglectful care at the Grand
2 Rapids veterans' home by a resident member, a resident member's
3 family or legal guardian, or staff of the veterans' home, received
4 by a supervisor shall be referred to the director of nursing upon
5 receipt of such complaint. The director of nursing shall report on
6 not less than a monthly basis, except that the board of managers
7 may specify a more frequent reporting period, to the home
8 administrator, board of managers, agency, subcommittees, the senate
9 and house fiscal agencies, and the state budget office the
10 following information:

11 (a) A description of the process by which resident members and
12 others may file complaints of alleged abuse or neglect at the Grand
13 Rapids veterans' home.

14 (b) Summary statistics on the number and general nature of
15 complaints of abuse or neglect.

16 (c) Summary statistics on the final disposition of complaints
17 of abuse or neglect received.

18 (15) The Grand Rapids veterans' home shall provide an on-site,
19 board-certified psychiatrist for all resident members with mental
20 health disorders in order to ensure that those resident members
21 receive needed services in a professional and timely manner. The
22 Grand Rapids veterans' home shall provide all members and staff a
23 safe and secure environment.

24 (16) The Grand Rapids veterans' home shall ensure that it
25 effectively develops, executes, and monitors all comprehensive care
26 plans in accordance with federal regulations and its internal
27 policies, with a goal that a comprehensive care plan is fully

1 developed for all resident members.

2 (17) The Grand Rapids veterans' home shall implement controls
3 over its food, maintenance supplies, and medical supplies
4 inventories.

5 (18) The Grand Rapids veterans' home shall implement controls
6 over its pharmaceutical inventory.

7 (19) The Grand Rapids veterans' home shall establish
8 sufficient controls for calculating resident member maintenance
9 assessments in order to accurately calculate resident member
10 maintenance assessments for each billing cycle. The Grand Rapids
11 veterans' home shall establish sufficient controls to ensure that
12 all past due resident member maintenance assessments are addressed
13 within 30 days.

14 (20) The Grand Rapids veterans' home shall establish
15 sufficient controls over monetary donations and donated goods.

16 (21) The Grand Rapids veterans' home shall implement
17 sufficient controls over the handling of resident member funds to
18 ensure the release of funds within 3 business days upon the
19 resident member leaving the home and to ensure that a
20 representative of a resident member is provided a full accounting
21 of that resident member's funds within 10 business days of the
22 death of that resident member.

23 (22) The MVAA shall post on its website all policies adopted
24 by the board of managers and the home related to the administrative
25 operations of the home.

26 (23) The Grand Rapids veterans' home shall ensure that it
27 meets a minimum standard of 2.5 patient care hours per patient, per

1 day, each day, 7 days a week.

2 (24) The process by which visitors, residents, and employees
3 of the Grand Rapids veterans' home may register complaints shall be
4 displayed in high-traffic areas throughout the home.

5 (25) The MVAA shall report its findings regarding the Grand
6 Rapids veterans' home's compliance with the requirements and
7 standards under this section as provided in section 219. The
8 quarterly reports shall include, but are not limited to, the
9 following information:

10 (a) The number of patient care hours and staffing levels
11 measured against DVA-VHA standards.

12 (b) The number and dollar value of lost and discarded
13 prescriptions and the number of early prescription refills.

14 (c) An accounting of resident member populations at the Grand
15 Rapids veterans' home by period of service, by gender, by care
16 setting, and by bed space available.

17 (d) The financial status of the Grand Rapids veterans' home,
18 including an accounting of post and posthumous funds, donations,
19 and state-appropriated funds.

20 (e) Information regarding assessments, reassessments, and
21 admissions at the Grand Rapids veterans' home.

22 (f) The number of volunteer hours at the Grand Rapids
23 veterans' home.

24 (26) The Grand Rapids veterans' home shall provide to the
25 subcommittees, the senate and house fiscal agencies, and the state
26 budget office the results of any annual or for-cause survey
27 conducted by the DVA-VHA and any corresponding corrective action

1 plan. This information shall also be made available publicly
2 through the department's or MVAA's website.

3 **BOARD OF MANAGERS (GRAND RAPIDS)**

4 Sec. 502. The board of managers shall exercise certain
5 regulatory and governance authority regarding admission and member
6 affairs at the Grand Rapids veterans' homes. The board of managers
7 shall also work to represent the interest of the veterans'
8 community in both advisory and advocacy roles.

9 **D.J. JACOBETTI VETERANS' HOME**

10 Sec. 503. (1) The MVAA and the board of managers shall provide
11 compassionate and quality nursing and domiciliary care services at
12 the D.J. Jacobetti veterans' home so that members can achieve their
13 highest potential of wellness, independence, self-worth, and
14 dignity in accordance with the following program authorities:

15 (a) 1885 PA 152, MCL 36.1 to 36.12.

16 (b) 1905 PA 313, MCL 36.61.

17 (c) Executive Reorganization Order No. 1991-7, MCL 36.71.

18 (d) Executive Reorganization Order No. 2013-2, MCL 32.92.

19 (e) R 32.71 to R 32.89 of the Michigan administrative code.

20 (f) Title 38, part II, chapter 17, subchapter V of the United
21 States Code, 38 USC 1741 to 1745.

22 (g) 38 CFR part 51.

23 (h) 38 CFR part 52.

24 (i) Title 38, part VI, chapter 81, subchapter III of the
25 United States Code, 38 USC 8131 to 8138.

26 (j) 38 CFR part 59.

27 (2) The department shall provide resources necessary to

1 provide adequate nursing care services to veterans in accordance
2 with federal standards, including the following:

3 (a) A licensed minimum number of 158 residents in skilled
4 nursing beds at the D.J. Jacobetti veterans' home.

5 (b) A licensed minimum number of 11 residents in domiciliary
6 beds at the D.J. Jacobetti veterans' home.

7 (3) The D.J. Jacobetti veterans' home shall ensure that its
8 medical staffing is in accordance with DVA-VHA standards.

9 (4) The D.J. Jacobetti veterans' home shall ensure that
10 transportation is assured for each resident for every medical
11 appointment outside the veterans' home.

12 (5) The D.J. Jacobetti veterans' home shall ensure that each
13 member resident receives daily laundry service.

14 (6) The D.J. Jacobetti veterans' home shall ensure that
15 maintenance and custodial services are provided for the home in
16 accordance with applicable local, state and federal standards.

17 (7) The D.J. Jacobetti veterans' home shall ensure that each
18 resident receives a medical and care assessment including a dietary
19 plan upon admission to the home, with meals and snacks provided in
20 accordance with the plan and R 325.20803 of the Michigan
21 administrative code.

22 (8) Appropriations in part 1 for the D.J. Jacobetti veterans'
23 home shall not be used for any purpose other than for veterans and
24 veterans' families.

25 (9) Any contractor providing competency evaluated nursing
26 assistants (CENA) to the D.J. Jacobetti veterans' home shall ensure
27 that each CENA has at least 8 hours of training on information

1 provided by the veterans' home.

2 (10) Any contractor providing competency evaluated nursing
3 assistants to the D.J. Jacobetti veterans' home shall ensure that
4 each CENA has at least 1 eight-hour shift of shadowing at the
5 veterans' home.

6 (11) Any contractor providing competency evaluated nursing
7 assistants to the D.J. Jacobetti veterans' home shall ensure that
8 each CENA is competent in the basic skills needed to perform his or
9 her assigned duties at the veterans' home.

10 (12) Any contractor providing competency evaluated nursing
11 assistants to the D.J. Jacobetti veterans' home shall ensure that
12 each CENA has at least 1 year of experience in long-term care.

13 (13) The D.J. Jacobetti veterans' home shall provide each CENA
14 at least 12 hours of in-service training once that individual has
15 been assigned to the veterans' home.

16 (14) All complaints of abusive or neglectful care at the D.J.
17 Jacobetti veterans' home by a resident member, a resident member's
18 family or legal guardian, or staff of the veterans' home, received
19 by a supervisor shall be referred to the director of nursing upon
20 receipt of such complaint. The director of nursing shall report on
21 not less than a monthly basis, except that the board of managers
22 may specify a more frequent reporting period, to the home
23 administrator, board of managers, agency, subcommittees, the senate
24 and house fiscal agencies, and the state budget office the
25 following information:

26 (a) A description of the process by which resident members and
27 others may file complaints of alleged abuse or neglect at the D.J.

1 Jacobetti veterans' home.

2 (b) Summary statistics on the number and the general nature of
3 complaints of abuse or neglect.

4 (c) Summary statistics on the final disposition of complaints
5 of abuse or neglect received.

6 (15) The MVAA shall post on its website all policies adopted
7 by the board of managers and the home related to the operations of
8 the home.

9 (16) The process by which visitors, residents, and employees
10 of the D.J. Jacobetti veterans' home may register complaints shall
11 be displayed in high-traffic areas throughout the home.

12 (17) The MVAA shall report the following, as provided under
13 section 219:

14 (a) An accounting of resident member populations at the D.J.
15 Jacobetti veterans' home by period of service, by gender, by care
16 setting, and by bed space available.

17 (b) The financial status of the D.J. Jacobetti veterans' home,
18 including an accounting of post and posthumous funds, donations,
19 and state-appropriated funds.

20 (c) Information regarding assessments, reassessments, and
21 admissions at the D.J. Jacobetti veterans' home.

22 (d) The number of volunteer hours at the D.J. Jacobetti
23 veterans' home.

24 (18) The D.J. Jacobetti veterans' home shall provide to the
25 subcommittees and the senate and house fiscal agencies the results
26 of any annual or for-cause survey conducted by the DVA-VHA and any
27 corresponding corrective action plan. This information shall also

1 be made available publicly through the department's or MVAA's
2 website.

3 **BOARD OF MANAGERS (JACOBETTI)**

4 Sec. 504. The board of managers shall exercise certain
5 regulatory and governance authority regarding admission and member
6 affairs at the D.J. Jacobetti veterans' home. The board of managers
7 shall also work to represent the interest of the veterans'
8 community in both advisory and advocacy roles.

9 **CAPITAL OUTLAY**

10 **SPECIAL MAINTENANCE - NATIONAL GUARD**

11 Sec. 601. (1) The appropriations in part 1 for special
12 maintenance - national guard shall be carried forward at the end of
13 the fiscal year consistent with section 248 of the management and
14 budget act, 1984 PA 431, MCL 18.1248.

15 (2) The appropriations for special maintenance - national
16 guard shall be expended in accordance with the requirements of
17 sections 302 and 304 and shall be expended according to the
18 maintenance priorities of the department to repair and modernize
19 military training sites and support facilities, which may include
20 projects such as roof, HVAC, or boiler replacement, interior
21 renovations, facility expansion, improvements to parking
22 facilities, and other projects.

23 (3) The department shall provide a quarterly report as
24 provided under section 219 providing information on the status,
25 projected costs, and projected completion data of current and
26 planned special maintenance projects at the armories and other

1 national guard facilities funded from capital outlay appropriations
2 made in part 1 and in prior appropriations years.

3 **SPECIAL MAINTENANCE - VETERANS' HOMES**

4 Sec. 603. (1) The appropriations in part 1 for special
5 maintenance - veterans' homes shall be carried forward at the end
6 of the fiscal year consistent with section 248 of the management
7 and budget act, 1984 PA 431, MCL 18.1248.

8 (2) The appropriations for special maintenance - veterans'
9 homes shall be expended in accordance with the requirements of
10 sections 501 and 503 and shall be expended according to the
11 maintenance priorities of the department to repair and modernize
12 the state's veterans' homes, which may include projects such as
13 roof, HVAC, or boiler replacement, interior renovations, facility
14 expansion, improvements to parking facilities, and other projects
15 designed to enhance the quality of life and medical care of
16 members.

17 (3) The MVAA shall provide a quarterly report as provided
18 under section 219 providing information on the status, projected
19 costs, and projected completion data of current and planned special
20 maintenance projects at the Grand Rapids and D.J. Jacobetti
21 veterans' homes funded from capital outlay appropriations made in
22 part 1 and in prior appropriations years.

23 **LAND AND ACQUISITIONS**

24 Sec. 604. (1) The department shall provide for the acquisition
25 and disposition of national guard armories, facilities, and lands
26 as provided under sections 368, 382, and 382a of the Michigan
27 military act, 1967 PA 150, MCL 32.768, 32.782, and 32.782a.

1 (2) The department shall provide a listing of property sales
2 and acquisitions as provided under section 219.

3 **ONE-TIME APPROPRIATIONS**

4 **SPECIAL MAINTENANCE - VETERANS' HOMES**

5 Sec. 701. (1) The 1-time appropriations in part 1 for special
6 maintenance - veterans' homes shall be carried forward at the end
7 of the fiscal year consistent with section 248 of the management
8 and budget act, 1984 PA 431, MCL 18.1248.

9 (2) The 1-time appropriations for special maintenance -
10 veterans' homes shall be expended in accordance with the
11 requirements of sections 501 and 503 of this part and shall be
12 expended according to the maintenance priorities of the department
13 to repair and modernize the state's veterans' homes, which may
14 include projects such as roof, HVAC, or boiler replacement,
15 interior renovations, facility expansion, improvements to parking
16 facilities, and other projects designed to enhance the quality of
17 life and medical care of members.

18 (3) The MVAA shall provide quarterly reports as provided under
19 section 219 providing information on the status, projected costs,
20 and projected completion data of current and planned special
21 maintenance projects at the Grand Rapids and D.J. Jacobetti
22 veterans' homes funded from 1-time appropriations made in part 1
23 and in prior appropriations years.

24 **NATIONAL GUARD TUITION ASSISTANCE PROGRAM RESERVE**

25 Sec. 702. The 1-time appropriation for the national guard
26 tuition assistance program reserve shall be expended as provided in

1 section 310, after the department exhausts the appropriation for
2 national guard tuition assistance program appropriated in section
3 102.

4 PART 2A

5 PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS

6 FOR FISCAL YEAR 2015-2016

7 GENERAL SECTIONS

8 Sec. 1201. It is the intent of the legislature to provide
9 appropriations for the fiscal year ending on September 30, 2016 for
10 the line items listed in part 1. The fiscal year 2015-2016
11 appropriations are anticipated to be the same as those for fiscal
12 year 2014-2015, excluding appropriations designated as 1-time
13 appropriations and adjusting for changes in caseload and related
14 costs, federal fund match rates, economic factors, and available
15 revenue. These adjustments will be determined after the January
16 2015 consensus revenue estimating conference.

17 Sec. 1202. The veterans affairs agency shall provide the
18 percentage of Michigan veterans contacted with a goal of 100% and
19 report upon those outreach findings at quarterly legislative
20 hearings to the subcommittees.

21 Sec. 1203. The veterans affairs agency shall maintain a
22 minimum 50% fully developed claims as determined by the DVA.

23

ARTICLE XV

DEPARTMENT OF NATURAL RESOURCES

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the department of natural resources for the fiscal year ending September 30, 2015, from the following funds:

DEPARTMENT OF NATURAL RESOURCES

APPROPRIATION SUMMARY

9	Full-time equated unclassified positions.....	6.0	
10	Full-time equated classified positions.....	2,222.3	
11	GROSS APPROPRIATION.....		\$ 384,685,400
12	Interdepartmental grant revenues:		
13	Total interdepartmental grants and intradepartmental		
14	transfers		1,355,100
15	ADJUSTED GROSS APPROPRIATION.....		\$ 383,330,300
16	Federal revenues:		
17	Total federal revenues.....		67,954,500
18	Special revenue funds:		
19	Total private revenues		10,286,300
20	Total other state restricted revenues.....		256,498,000
21	State general fund/general purpose.....		\$ 48,591,500
22	State general fund/general purpose schedule:		
23	Ongoing state general fund/general		
24	purpose	43,841,500	
25	One-time state general fund/general		
26	purpose	4,750,000	
27	FUND SOURCE SUMMARY		

1	Full-time equated unclassified positions.....	6.0	
2	Full-time equated classified positions.....	2,222.3	
3	GROSS APPROPRIATION.....		\$ 384,685,400
4	Interdepartmental grant revenues:		
5	IDG, land acquisition services to work orders.....		229,100
6	IDG, MacMullan conference center revenue.....		1,126,000
7	Total interdepartmental grants and intradepartmental		
8	transfers		1,355,100
9	ADJUSTED GROSS APPROPRIATION.....		\$ 383,330,300
10	Federal revenues:		
11	Federal funds.....		67,954,500
12	Total federal revenues.....		67,954,500
13	Special revenue funds:		
14	Private - Mann house trust fund.....		15,000
15	Private funds.....		7,771,300
16	State parks - private funds.....		2,500,000
17	Total private revenues		10,286,300
18	Cervidae licensing and inspection fees.....		136,900
19	Clean Michigan initiative fund.....		29,100
20	Commercial forest fund.....		28,600
21	Fire equipment fund.....		663,300
22	Forest development fund.....		31,789,400
23	Forest land user charges.....		281,500
24	Forest recreation account.....		2,210,300
25	Game and fish protection fund.....		78,493,100
26	Game and fish protection fund - deer habitat reserve .		2,161,700
27	Game and fish protection fund - fisheries settlement .		945,100

1	Game and fish protection fund - turkey permit fees ...	1,079,900
2	Game and fish protection fund - waterfowl fees	159,100
3	Game and fish protection fund - waterfowl hunt stamp .	3,000,000
4	Game and fish protection fund - wildlife management	
5	public education fund	1,600,000
6	Game and fish protection fund - wildlife resource	
7	protection fund	1,119,600
8	Game and fish protection fund - youth hunting and	
9	fishing education and outreach fund.....	96,100
10	History fees fund.....	229,300
11	Invasive species fund.....	30,300
12	Land exchange facilitation fund.....	6,101,200
13	Local public recreation facilities fund.....	1,089,800
14	Mackinac Island state park fund.....	1,848,200
15	Mackinac Island state park operation fund.....	192,200
16	Marine safety fund.....	3,066,500
17	Michigan heritage publications fund.....	38,800
18	Michigan natural resources trust fund.....	1,255,300
19	Michigan state parks endowment fund.....	27,467,600
20	Michigan state waterways fund.....	21,870,800
21	Michigan trailways fund.....	15,400
22	Museum operations fund.....	498,000
23	Nongame wildlife fund.....	503,200
24	Off-road vehicle safety education fund.....	200,200
25	Off-road vehicle trail improvement fund.....	6,010,600
26	Park improvement fund.....	46,937,200
27	Permanent snowmobile trail easement fund.....	700,000

1	Public use and replacement deed fees		30,600
2	Recreation improvement account		1,024,600
3	Recreation passport fees		3,291,900
4	Snowmobile registration fee revenue		1,217,300
5	Snowmobile trail improvement fund		9,033,400
6	Sportsmen against hunger fund		51,900
7	Total other state restricted revenues		256,498,000
8	State general fund/general purpose	\$	48,591,500
9	Sec. 102. EXECUTIVE OPERATIONS		
10	Full-time equated unclassified positions.....	6.0	
11	Full-time equated classified positions.....	11.6	
12	Natural resources commission	\$	77,100
13	Unclassified salaries--6.0 FTE positions		724,700
14	Executive direction--11.6 FTE positions		<u>2,199,700</u>
15	GROSS APPROPRIATION	\$	3,001,500
16	Appropriated from:		
17	Special revenue funds:		
18	Forest development fund		358,500
19	Forest land user charges		5,000
20	Forest recreation account		19,000
21	Game and fish protection fund		1,191,300
22	Game and fish protection fund - deer habitat reserve .		24,400
23	Game and fish protection fund - turkey permit fees ...		14,400
24	Game and fish protection fund - waterfowl fees		400
25	Game and fish protection fund - wildlife resource		
26	protection fund		13,000
27	Land exchange facilitation fund		20,400

1	Marine safety fund.....		29,800
2	Michigan natural resources trust fund.....		1,500
3	Michigan state parks endowment fund.....		298,500
4	Michigan state waterways fund.....		162,400
5	Nongame wildlife fund.....		5,900
6	Off-road vehicle trail improvement fund.....		70,300
7	Park improvement fund.....		471,800
8	Recreation improvement account.....		3,300
9	Snowmobile registration fee revenue.....		10,100
10	Snowmobile trail improvement fund.....		19,400
11	Sportsmen against hunger fund.....		100
12	State general fund/general purpose.....	\$	282,000
13	Sec. 103. DEPARTMENT INITIATIVES		
14	Full-time equated classified positions.....	16.0	
15	Great Lakes restoration initiative.....	\$	5,500,000
16	Michigan conservation corps.....		1,000,000
17	Invasive species prevention and control--16.0 FTE		
18	positions		<u>5,000,000</u>
19	GROSS APPROPRIATION.....	\$	11,500,000
20	Appropriated from:		
21	Federal revenues:		
22	Federal funds.....		5,500,000
23	Special revenue funds:		
24	State general fund/general purpose.....	\$	6,000,000
25	Sec. 104. DEPARTMENT SUPPORT SERVICES		
26	Full-time equated classified positions.....	109.5	
27	Finance and operations--106.5 FTE positions	\$	17,576,700

1	Accounting service center.....	1,453,500
2	Legal services--3.0 FTE positions.....	458,300
3	Building occupancy charges.....	2,720,200
4	Rent - privately owned property.....	488,400
5	Gifts and pass-through transactions.....	<u>5,000,000</u>
6	GROSS APPROPRIATION.....	\$ 27,697,100
7	Appropriated from:	
8	Interdepartmental grant revenues:	
9	IDG, land acquisition services to work orders.....	229,100
10	Federal revenues:	
11	Federal funds.....	232,400
12	Special revenue funds:	
13	Private funds.....	5,000,000
14	Clean Michigan initiative fund.....	29,100
15	Forest development fund.....	2,272,600
16	Forest land user charges.....	11,500
17	Forest recreation account.....	62,500
18	Game and fish protection fund.....	6,798,200
19	Game and fish protection fund - deer habitat reserve.	167,000
20	Game and fish protection fund - turkey permit fees...	115,700
21	Game and fish protection fund - waterfowl fees.....	2,900
22	Game and fish protection fund - wildlife resource	
23	protection fund	26,500
24	Land exchange facilitation fund.....	5,949,700
25	Local public recreation facilities fund.....	89,800
26	Marine safety fund.....	381,900
27	Michigan natural resources trust fund.....	1,231,800

1	Michigan state parks endowment fund.....		745,100
2	Michigan state waterways fund.....		457,500
3	Nongame wildlife fund.....		23,000
4	Off-road vehicle trail improvement fund.....		73,500
5	Park improvement fund.....		1,235,300
6	Public use and replacement deed fees.....		30,600
7	Recreation improvement account.....		16,300
8	Snowmobile registration fee revenue.....		50,400
9	Snowmobile trail improvement fund.....		117,000
10	Sportsmen against hunger fund.....		400
11	State general fund/general purpose.....	\$	2,347,300
12	Sec. 105. COMMUNICATION AND CUSTOMER SERVICES		
13	Full-time equated classified positions.....	136.8	
14	Marketing and outreach--83.8 FTE positions.....		\$ 15,173,500
15	Michigan historical center--38.0 FTE positions.....		4,172,100
16	Archives--8.0 FTE positions.....		875,800
17	Museum stores--6.0 FTE positions.....		498,000
18	Special programs (Mann house)--1.0 FTE position.....		25,500
19	Michigan wildlife council.....		<u>1,600,000</u>
20	GROSS APPROPRIATION.....	\$	22,344,900
21	Appropriated from:		
22	Federal revenues:		
23	Federal funds.....		2,119,400
24	Special revenue funds:		
25	Private - Mann house trust fund.....		15,000
26	Private funds.....		390,300
27	Forest development fund.....		130,400

1	Forest recreation account.....		16,200
2	Game and fish protection fund.....		9,565,700
3	Game and fish protection fund - wildlife management		
4	public education fund		1,600,000
5	Game and fish protection fund - youth hunting and		
6	fishing education and outreach fund.....		92,600
7	History fees fund.....		229,300
8	Land exchange facilitation fund.....		45,400
9	Marine safety fund.....		35,100
10	Michigan heritage publications fund.....		38,800
11	Michigan state parks endowment fund.....		87,800
12	Michigan state waterways fund.....		145,000
13	Museum operations fund.....		498,000
14	Nongame wildlife fund.....		10,500
15	Off-road vehicle safety education fund.....		57,500
16	Off-road vehicle trail improvement fund.....		30,500
17	Park improvement fund.....		2,563,200
18	Recreation passport fees.....		23,500
19	Snowmobile registration fee revenue.....		62,200
20	Snowmobile trail improvement fund.....		44,700
21	Sportsmen against hunger fund.....		50,800
22	State general fund/general purpose.....	\$	4,493,000
23	Sec. 106. WILDLIFE MANAGEMENT		
24	Full-time equated classified positions.....		226.5
25	Wildlife management--210.5 FTE positions.....	\$	33,945,800
26	Natural resources heritage--9.0 FTE positions.....		967,600
27	State game and wildlife area maintenance--7.0 FTE		

1	positions	<u>1,225,700</u>
2	GROSS APPROPRIATION.....	\$ 36,139,100
3	Appropriated from:	
4	Federal revenues:	
5	Federal funds.....	19,042,200
6	Special revenue funds:	
7	Private funds.....	186,500
8	Cervidae licensing and inspection fees.....	84,200
9	Forest development fund.....	76,700
10	Game and fish protection fund.....	11,664,000
11	Game and fish protection fund - deer habitat reserve .	1,837,300
12	Game and fish protection fund - turkey permit fees ...	884,800
13	Game and fish protection fund - waterfowl fees	152,200
14	Nongame wildlife fund.....	422,800
15	State general fund/general purpose.....	\$ 1,788,400
16	Sec. 107. FISHERIES MANAGEMENT	
17	Full-time equated classified positions..... 227.5	
18	Aquatic resource mitigation--2.0 FTE positions	\$ 975,400
19	Fish production--64.0 FTE positions	10,052,600
20	Fisheries resource management--161.5 FTE positions ...	20,577,600
21	Great Lakes research vessel.....	2,000,000
22	Cormorant population mitigation program.....	<u>150,000</u>
23	GROSS APPROPRIATION.....	\$ 33,755,600
24	Appropriated from:	
25	Federal revenues:	
26	Federal funds.....	11,061,600
27	Special revenue funds:	

1	Private funds.....	633,900
2	Game and fish protection fund.....	19,679,400
3	Game and fish protection fund - fisheries settlement .	945,100
4	Invasive species fund.....	30,300
5	State general fund/general purpose.....	\$ 1,405,300
6	Sec. 108. LAW ENFORCEMENT	
7	Full-time equated classified positions.....	276.0
8	General law enforcement--276.0 FTE positions.....	\$ <u>39,963,800</u>
9	GROSS APPROPRIATION.....	\$ 39,963,800
10	Appropriated from:	
11	Interdepartmental grant revenues:	
12	Federal revenues:	
13	Federal funds.....	5,860,600
14	Special revenue funds:	
15	Cervidae licensing and inspection fees.....	52,700
16	Forest development fund.....	44,600
17	Forest recreation account.....	71,700
18	Game and fish protection fund.....	19,779,900
19	Game and fish protection fund - wildlife resource	
20	protection fund	1,039,300
21	Marine safety fund.....	1,318,100
22	Michigan state parks endowment fund.....	70,200
23	Michigan state waterways fund.....	21,300
24	Off-road vehicle safety education fund.....	95,900
25	Off-road vehicle trail improvement fund.....	1,634,100
26	Park improvement fund.....	71,700
27	Snowmobile registration fee revenue.....	666,500

1	State general fund/general purpose.....	\$	9,237,200
2	Sec. 109. PARKS AND RECREATION DIVISION		
3	Full-time equated classified positions.....	891.9	
4	MacMullan conference center--15.0 FTE positions.....	\$	1,126,000
5	Recreational boating--163.5 FTE positions.....		17,176,700
6	State parks--661.4 FTE positions.....		62,347,200
7	Forest recreation and trails--52.0 FTE positions.....		6,265,700
8	State parks improvement revenue bonds - debt service.		1,175,700
9	Hart-Montague trail.....		530,000
10	GROSS APPROPRIATION.....	\$	88,621,300
11	Appropriated from:		
12	Interdepartmental grant revenues:		
13	IDG, MacMullan conference center revenue.....		1,126,000
14	Federal revenues:		
15	Federal funds.....		1,724,100
16	Special revenue funds:		
17	Private funds.....		421,900
18	Forest recreation account.....		1,969,200
19	Michigan state parks endowment fund.....		19,499,300
20	Michigan state waterways fund.....		16,061,800
21	Michigan trailways fund.....		15,300
22	Off-road vehicle safety education fund.....		7,200
23	Off-road vehicle trail improvement fund.....		1,409,700
24	Park improvement fund.....		41,246,500
25	Recreation improvement account.....		328,700
26	Recreation passport fees.....		268,400
27	Snowmobile registration fee revenue.....		15,600

1	Snowmobile trail improvement fund.....		1,431,500
2	State general fund/general purpose.....	\$	3,096,100
3	Sec. 110. MACKINAC ISLAND STATE PARK COMMISSION		
4	Full-time equated classified positions.....	18.0	
5	Historical facilities system--13.0 FTE positions.....	\$	1,848,200
6	Mackinac Island state park operations--5.0 FTE		
7	positions		<u>442,200</u>
8	GROSS APPROPRIATION.....	\$	2,290,400
9	Appropriated from:		
10	Special revenue funds:		
11	Mackinac Island state park fund.....		1,848,200
12	Mackinac Island state park operation fund.....		192,200
13	State general fund/general purpose.....	\$	250,000
14	Sec. 111. FOREST RESOURCES DIVISION		
15	Full-time equated classified positions.....	308.5	
16	Adopt-a-forest program.....	\$	25,000
17	Cooperative resource programs--11.0 FTE positions....		1,328,600
18	Forest management and timber market		
19	development--165.0 FTE positions.....		27,253,900
20	Forest fire equipment.....		431,500
21	Wildfire protection--108.0 FTE positions.....		13,307,400
22	Forest management initiatives--8.5 FTE positions.....		838,300
23	Minerals management--16.0 FTE positions.....		<u>2,782,600</u>
24	GROSS APPROPRIATION.....	\$	45,967,300
25	Appropriated from:		
26	Federal revenues:		
27	Federal funds.....		3,104,900

1	Special revenue funds:	
2	Private funds.....	1,038,700
3	Commercial forest fund.....	24,200
4	Fire equipment fund.....	663,300
5	Forest development fund.....	27,414,900
6	Forest land user charges.....	226,600
7	Game and fish protection fund.....	2,394,800
8	Michigan state parks endowment fund.....	2,615,800
9	Michigan state waterways fund.....	50,200
10	State general fund/general purpose.....	\$ 8,433,900
11	Sec. 112. GRANTS	
12	Dam management grant program.....	\$ 350,000
13	Deer habitat improvement partnership initiative.....	50,000
14	Federal - clean vessel act grants.....	400,000
15	Federal - forest stewardship grants.....	3,000,000
16	Federal - land and water conservation fund payments..	2,566,900
17	Federal - rural community fire protection.....	400,000
18	Federal - urban forestry grants.....	1,600,000
19	Fisheries habitat improvement grants.....	1,500,000
20	Grants to communities - federal oil, gas, and timber	
21	payments	3,450,000
22	Grants to counties - marine safety.....	2,874,700
23	National recreational trails.....	3,900,000
24	Nonmotorized trail development and maintenance grants	1,250,000
25	Off-road vehicle safety training grants.....	29,200
26	Off-road vehicle trail improvement grants.....	2,776,400
27	Recreation improvement fund grants.....	657,100

1	Recreation passport local grants.....	1,000,000
2	Snowmobile law enforcement grants.....	380,100
3	Snowmobile local grants program.....	7,340,400
4	Trail easements.....	700,000
5	Wildlife habitat improvement grants.....	1,500,000
6	Wildlife habitat improvement grants in state forests .	<u>500,000</u>
7	GROSS APPROPRIATION.....	\$ 36,224,800
8	Appropriated from:	
9	Federal revenues:	
10	Federal funds.....	16,884,300
11	Special revenue funds:	
12	Private funds.....	100,000
13	Game and fish protection fund.....	3,500,000
14	Game and fish protection fund - deer habitat reserve .	50,000
15	Local public recreation facilities fund.....	1,000,000
16	Marine safety fund.....	1,207,300
17	Off-road vehicle safety education fund.....	29,200
18	Off-road vehicle trail improvement fund.....	2,776,400
19	Permanent snowmobile trail easement fund.....	700,000
20	Recreation improvement account.....	657,100
21	Snowmobile registration fee revenue.....	380,100
22	Snowmobile trail improvement fund.....	7,340,400
23	State general fund/general purpose.....	\$ 1,600,000
24	Sec. 113. INFORMATION TECHNOLOGY	
25	Information technology services and projects.....	<u>\$ 10,179,600</u>
26	GROSS APPROPRIATION.....	\$ 10,179,600
27	Appropriated from:	

1	Special revenue funds:	
2	Commercial forest fund.....	4,400
3	Forest development fund.....	1,491,700
4	Forest land user charges.....	38,400
5	Forest recreation account.....	71,700
6	Game and fish protection fund.....	3,919,800
7	Game and fish protection fund - deer habitat reserve .	83,000
8	Game and fish protection fund - turkey permit fees ...	65,000
9	Game and fish protection fund - waterfowl fees	3,600
10	Game and fish protection fund - wildlife resource	
11	protection fund	40,800
12	Game and fish protection fund - youth hunting and	
13	fishing education and outreach fund.....	3,500
14	Land exchange facilitation fund.....	85,700
15	Marine safety fund.....	94,300
16	Michigan natural resources trust fund.....	22,000
17	Michigan state parks endowment fund.....	1,150,900
18	Michigan state waterways fund.....	397,600
19	Michigan trailways fund.....	100
20	Nongame wildlife fund.....	41,000
21	Off-road vehicle safety education fund.....	10,400
22	Off-road vehicle trail improvement fund.....	16,100
23	Park improvement fund.....	1,348,700
24	Recreation improvement account.....	19,200
25	Snowmobile registration fee revenue.....	32,400
26	Snowmobile trail improvement fund.....	80,400
27	Sportsmen against hunger fund.....	600

1	State general fund/general purpose	\$	1,158,300
2	Sec. 114. CAPITAL OUTLAY		
3	(1) STATE PARK AND FOREST AREA IMPROVEMENTS		
4	State parks repair and maintenance	\$	12,250,000
5	Wetland restoration, enhancement and acquisition		<u>3,000,000</u>
6	GROSS APPROPRIATION	\$	15,250,000
7	Appropriated from:		
8	Special revenue funds:		
9	State parks - private funds		2,500,000
10	Game and fish protection fund - waterfowl hunt stamp .		3,000,000
11	Michigan state parks endowment fund		3,000,000
12	Recreation passport fees		3,000,000
13	State general fund/general purpose	\$	3,750,000
14	(2) WATERWAYS BOATING PROGRAM		
15	Local boating infrastructure maintenance and		
16	improvements	\$	250,000
17	State boating infrastructure maintenance		2,200,000
18	East Tawas state harbor, Iosco County, harbor		
19	renovation, dock replacements, dredging, fueling		
20	station, new electrical/utilities, phase I (total		
21	authorized cost is increased from \$70,000 to		
22	\$3,120,000; federal share is increased from \$0 to		
23	\$1,550,000; state share is increased from \$70,000		
24	to \$1,570,000)		3,050,000
25	Naubinway, Mackinac County, breakwater protection,		
26	dredging and engineering, phase II (total		
27	authorized cost increased from \$300,000 to		

1	\$1,800,000; state share is increased from \$210,000	
2	to \$1,710,000; local share is \$90,000)	<u>1,500,000</u>
3	GROSS APPROPRIATION.....	\$ 7,000,000
4	Appropriated from:	
5	Federal revenues:	
6	Federal funds.....	2,425,000
7	Special revenue funds:	
8	Michigan state waterways fund.....	4,575,000
9	State general fund/general purpose.....	\$ 0
10	Sec. 115. ONE-TIME BASIS ONLY APPROPRIATIONS	
11	River Raisin national battlefield park foundation....	\$ 2,000,000
12	Saginaw River feasibility study.....	280,000
13	Flint River dike repair.....	1,000,000
14	Hart-Montague trail.....	470,000
15	City of Alma/Alma College public safety land	
16	improvements	<u>1,000,000</u>
17	GROSS APPROPRIATION.....	\$ 4,750,000
18	Appropriated from:	
19	Special revenue funds:	
20	State general fund/general purpose.....	\$ 4,750,000

21 PART 2
 22 PROVISIONS CONCERNING APPROPRIATIONS
 23 FOR FISCAL YEAR 2014-2015

24 **GENERAL SECTIONS**

25 Sec. 201. Pursuant to section 30 of article IX of the state

1 constitution of 1963, total state spending from state resources
 2 under part 1 for fiscal year 2014-2015 is \$305,089,500.00 and state
 3 spending from state resources to be paid to local units of
 4 government for fiscal year 2014-2015 is \$5,123,300.00. The itemized
 5 statement below identifies appropriations from which spending to
 6 local units of government will occur:

7 DEPARTMENT OF NATURAL RESOURCES

8 GRANTS

9	Dam management grant program.....	\$	175,000
10	Grants to counties - marine safety.....		1,207,300
11	Off-road vehicle safety training grants.....		29,200
12	Off-road vehicle trail improvement grants.....		516,000
13	Recreation improvement fund grants.....		65,700
14	Recreation passport local grants.....		1,000,000
15	Snowmobile law enforcement grants.....		380,100
16	CAPITAL OUTLAY		
17	Waterways boating program.....	\$	<u>1,750,000</u>
18	TOTAL.....	\$	5,123,300

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

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

- 23 (a) "Commission" means the natural resources commission.
 24 (b) "Department" means the department of natural resources.
 25 (c) "FTE" means full-time equated.
 26 (d) "IDG" means interdepartmental grant.
 27 (e) "IDT" means intradepartmental transfer.

1 Sec. 204. (1) For each new program or program expansion for
2 which funds in excess of \$500,000.00 are appropriated in part 1,
3 the department shall identify specific benchmarks intended to
4 measure the performance or return on taxpayer investment of the
5 program and its associated expenditures. Not later than November 1,
6 2014, the department shall report the proposed benchmarks to the
7 house and senate appropriations subcommittees for that department,
8 the house and senate fiscal agencies, and the state budget
9 director. The department shall provide an update on its progress in
10 achieving those benchmarks at an appropriations subcommittee
11 meeting called for the purpose of discussing benchmarks and their
12 status.

13 (2) It is the intent of the legislature that, beginning with
14 the budget for the fiscal year ending September 30, 2016, any
15 proposal for a new program or an expansion of an existing program
16 in excess of \$500,000.00 initiated by the executive branch or the
17 legislature shall include, as part of the original proposal or
18 budget request, a list of benchmarks intended to measure the
19 performance or return on taxpayer investment of the program or
20 spending increase.

21 Sec. 205. Unless otherwise specified, the department shall use
22 the Internet to fulfill the reporting requirements of this part.
23 This requirement may include transmission of reports via electronic
24 mail to the recipients identified for each reporting requirement,
25 or it may include placement of reports on an Internet or Intranet
26 site.

27 Sec. 206. Appropriations of state restricted game and fish

1 protection funds have been made in the following amounts to the
2 following departments and agencies in their respective
3 appropriation acts:

4	Legislative auditor general.....	\$	30,100
5	Attorney general.....		838,000
6	Department of technology, management, and budget.....		565,000
7	Department of treasury.....		2,454,000

8 Sec. 207. Pursuant to section 43703(3) of the natural
9 resources and environmental protection act, 1994 PA 451, MCL
10 324.43703, there is appropriated from the game and fish protection
11 trust fund to the game and fish protection account of the Michigan
12 conservation and recreation legacy fund, \$6,000,000.00 for the
13 fiscal year ending September 30, 2015.

14 Sec. 210. Funds appropriated in part 1 shall not be used for
15 the purchase of foreign goods or services, or both, if
16 competitively priced and of comparable quality American goods or
17 services, or both, are available. Preference shall be given to
18 goods or services, or both, manufactured or provided by Michigan
19 businesses if they are competitively priced and of comparable
20 quality. In addition, preference should be given to goods or
21 services, or both, that are manufactured or provided by Michigan
22 businesses owned and operated by veterans, if they are
23 competitively priced and of comparable quality.

24 Sec. 211. The director of the department shall take all
25 reasonable steps to ensure businesses in deprived and depressed
26 communities compete for and perform contracts to provide services
27 or supplies, or both. The director shall strongly encourage firms

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

4 Sec. 212. The department shall not take disciplinary action
5 against an employee for communicating with a member of the
6 legislature or his or her staff.

7 Sec. 214. Funds appropriated in this part and part 1 shall not
8 be used by a principal executive department, state agency, or
9 authority to hire a person to provide legal services that are the
10 responsibility of the attorney general. This prohibition does not
11 apply to legal services for bonding activities and for those
12 outside services that the attorney general authorizes.

13 Sec. 215. (1) In addition to the funds appropriated in part 1,
14 there is appropriated an amount not to exceed \$3,000,000.00 for
15 federal contingency funds. These funds are not available for
16 expenditure until they have been transferred to another line item
17 in part 1 under section 393(2) of the management and budget act,
18 1984 PA 431, MCL 18.1393.

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

25 (3) In addition to the funds appropriated in part 1, there is
26 appropriated an amount not to exceed \$100,000.00 for local
27 contingency funds. These funds are not available for expenditure

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

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

10 Sec. 217. The department and agencies receiving appropriations
11 in part 1 shall receive and retain copies of all reports funded
12 from appropriations in part 1. Federal and state guidelines for
13 short-term and long-term retention of records shall be followed.
14 The department may electronically retain copies of reports unless
15 otherwise required by federal and state guidelines.

16 Sec. 218. The departments and agencies receiving
17 appropriations in part 1 shall prepare a report on out-of-state
18 travel expenses not later than January 1 of each year. The travel
19 report shall be a listing of all travel by classified and
20 unclassified employees outside this state in the immediately
21 preceding fiscal year that was funded in whole or in part with
22 funds appropriated in the department's budget. The report shall be
23 submitted to the senate and house appropriations committees, the
24 house and senate fiscal agencies, and the state budget director.
25 The report shall include the following information:

26 (a) The dates of each travel occurrence.

27 (b) The total transportation and related costs of each travel

1 occurrence, including the proportion funded with state general
2 fund/general purpose revenues, the proportion funded with state
3 restricted revenues, the proportion funded with federal revenues,
4 and the proportion funded with other revenues.

5 Sec. 220. Not later than November 30, the state budget office
6 shall prepare and transmit a report that provides for estimates of
7 the total general fund/general purpose appropriation lapses at the
8 close of the prior fiscal year. This report shall summarize the
9 projected year-end general fund/general purpose appropriation
10 lapses by major departmental program or program areas. The report
11 shall be transmitted to the chairpersons of the senate and house
12 appropriations committees, and the senate and house fiscal
13 agencies.

14 Sec. 222. Within 14 days after the release of the executive
15 budget recommendation, the department shall cooperate with the
16 state budget office to provide the senate and house appropriations
17 chairs, the senate and house appropriations subcommittees chairs,
18 and the senate and house fiscal agencies with an annual report on
19 estimated state restricted fund balances, state restricted fund
20 projected revenues, and state restricted fund expenditures for the
21 fiscal years ending September 30, 2014 and September 30, 2015.

22 Sec. 223. Before January 31, 2015, the department, in
23 cooperation with the Michigan state waterways commission, shall
24 provide to the state budget director, the senate and house
25 appropriations subcommittees on natural resources, and the senate
26 and house fiscal agencies a list of projects completed by the
27 commission in fiscal year 2013-2014, including the county and

1 municipality in which each project is located.

2 Sec. 234. The department shall cooperate with the department
3 of technology, management, and budget to maintain a searchable
4 website accessible by the public at no cost that includes, but is
5 not limited to, all of the following:

6 (a) Fiscal year-to-date expenditures by category.

7 (b) Fiscal year-to-date expenditures by appropriation unit.

8 (c) Fiscal year-to-date payments to a selected vendor,
9 including the vendor name, payment date, payment amount, and
10 payment description.

11 (d) The number of active department employees by job
12 classification.

13 (e) Job specifications and wage rates.

14 Sec. 235. The department shall maintain, on a publicly
15 accessible website, a department scorecard that identifies, tracks,
16 and regularly updates key metrics that are used to monitor and
17 improve the agency's performance.

18 Sec. 237. Total authorized appropriations from all sources
19 under part 1 for legacy costs for the fiscal year ending September
20 30, 2015 are \$46,680,700.00. From this amount, total agency
21 appropriations for pension-related legacy costs are estimated at
22 \$26,090,800.00. Total agency appropriations for retiree health care
23 legacy costs are estimated at \$20,589,900.00.

24 **DEPARTMENT INITIATIVES**

25 Sec. 250. As a condition on the expenditure of funds in part 1
26 for the Michigan conservation corps, the department shall work with

1 the Michigan civilian conservation corps partnership steering
2 committee established in section 22 of the Michigan civilian
3 conservation corps act, 1984 PA 22, MCL 409.322, to plan for a
4 nonprofit Michigan civilian conservation corps that is administered
5 outside of state government.

6 Sec. 251. From the amounts appropriated in part 1 for invasive
7 species prevention and control, the department shall allocate not
8 less than \$3,600,000.00 for grants for the prevention, detection,
9 eradication, and control of invasive species.

10 **DEPARTMENT SUPPORT SERVICES**

11 Sec. 302. The department may charge land acquisition projects
12 appropriated for the fiscal year ending September 30, 2015, and for
13 prior fiscal years, a standard percentage fee to recover actual
14 costs, and may use the revenue derived to support the land
15 acquisition service charges provided for in part 1.

16 Sec. 303. As appropriated in part 1, the department may charge
17 both application fees and transaction fees related to the exchange
18 or sale of state-owned land or rights in land authorized by part 21
19 of the natural resources and environmental protection act, 1994 PA
20 451, MCL 324.2101 to 324.2162. The fees shall be set by the
21 director of the department at a rate which allows the department to
22 recover its costs for providing these services.

23 **COMMUNICATION AND CUSTOMER SERVICES**

24 Sec. 404. For the purposes of administering the museum store
25 as provided in section 7a of 1913 PA 271, MCL 399.7a, the

1 department is exempt from section 261 of the management and budget
2 act, 1984 PA 431, MCL 18.1261.

3 Sec. 405. As appropriated in part 1, proceeds in excess of
4 costs incurred in the conduct of auctions, sales, or transfers of
5 artifacts no longer considered suitable for the collections of the
6 state historical museum may be expended upon receipt for additional
7 material for the collection. The department shall notify the
8 chairpersons, vice chairpersons, and minority vice chairpersons of
9 the senate and house appropriations subcommittees on natural
10 resources 1 week prior to any auctions or sales. Any unexpended
11 funds may be carried forward into the next succeeding fiscal year.

12 Sec. 406. As appropriated in part 1, funds collected by the
13 department for historical markers; document reproduction and
14 services; conferences, admissions, workshops, and training classes;
15 and the use of specialized equipment, facilities, exhibits,
16 collections, and software shall be used for expenses necessary to
17 provide the required services. The department may charge fees for
18 the aforementioned services, including admission fees. Any
19 unexpended funds may be carried forward into the next succeeding
20 fiscal year.

21 Sec. 408. By October 21, 2014, the department shall submit to
22 the senate and house appropriations subcommittees on natural
23 resources a report on all land transactions approved by the
24 commission in the fiscal year ending September 30, 2014. For each
25 land transaction, the report shall include the size of the parcel,
26 the county and municipality in which the parcel is located, the
27 dollar amount of the transaction, the fund source affected by the

1 transaction, and whether the transaction is by purchase, public
2 auction, transfer, exchange, or conveyance.

3 **WILDLIFE DIVISION**

4 Sec. 503. From the funds appropriated in part 1, the
5 department shall produce a report detailing any efforts undertaken
6 to enforce the invasive species order on swine raised under the
7 husbandry of residents of this state. The report shall include fund
8 sources used and the amount of expenditures and shall be submitted
9 to the legislature by December 31, 2014.

10 Sec. 504. From the funds appropriated in part 1, the
11 department shall provide a report to the legislature on the use of
12 registration fees collected from privately owned cervid operations.
13 Appropriations in part 1 from cervidae licensing and inspection
14 fees shall not be used for anything other than work directly
15 related to the regulation of privately owned cervid operations in
16 this state.

17 **FISHERIES DIVISION**

18 Sec. 601. (1) From the appropriation in part 1 for aquatic
19 resource mitigation, not more than \$758,000.00 shall be allocated
20 for grants to watershed councils, resource development councils,
21 soil conservation districts, local governmental units, and other
22 nonprofit organizations for stream habitat stabilization and soil
23 erosion control.

24 (2) The fisheries division in the department shall develop
25 priority and cost estimates for all projects recommended for grants

1 under subsection (1).

2 Sec. 602. As a condition of expenditure of fisheries
3 management appropriations under part 1, the department of natural
4 resources shall not impede the certification process for water
5 control structures on Michigan waterways. The department of natural
6 resources shall fund from funds appropriated in part 1 all non-
7 water-quality studies or requirements that the department requests
8 of either of the following:

9 (a) The department of environmental quality as a condition for
10 issuance of a certification under section 401 of the federal water
11 pollution control act, 33 USC 1341.

12 (b) The federal energy regulatory commission as a condition of
13 licensing under the federal power act, 16 USC 791a to 825r.

14 Sec. 603. The department shall provide a quarterly report to
15 the legislature on use of funding provided for cormorant
16 management. The department shall use general fund/general purpose
17 revenue for this purpose and submit revenue appropriated in part 1
18 for cormorant management to the United States department of
19 agriculture animal and plant health inspection service to allow for
20 increased taking of cormorants and their nests. If any funds
21 appropriated for cormorant management are retained by the
22 department, or other funds become available for this purpose, the
23 department shall use those funds to harass cormorants with the goal
24 of reducing foraging attempts on fish populations.

25 **PARKS AND RECREATION DIVISION**

26 Sec. 702. The department shall notify the house and senate

1 appropriations subcommittees on natural resources and the house and
2 senate fiscal agencies if it intends to reduce operations or reduce
3 recreation opportunities in any state park or recreation area.

4 Sec. 704. If senate bills 873 through 877 of the 97th
5 Legislature are enacted into law, from the appropriations in part
6 1, the department shall allocate \$200,000.00 for the Pure Michigan
7 trails program as described in those bills.

8 **FOREST RESOURCES DIVISION**

9 Sec. 802. Of the funds appropriated in part 1, the department
10 shall, subject to the forest certification process, prescribe
11 treatment on 79,000 acres, prepare appropriate treatment for not
12 less than 67,500 acres at the current average rate of 12.5 to 15
13 cords per acre, and offer those cords for sale in the 2014-2015
14 fiscal year, provided that the department shall take into
15 consideration the impact of timber harvesting on wildlife habitat
16 and recreation uses. The department shall, subject to the forest
17 certification process, increase marking or treatment of hardwood
18 timber for sale and harvest by 10% over 2013-2014 fiscal year
19 levels. In addition, the department shall take into consideration
20 silvicultural analysis and report annually to the legislature on
21 plans and efforts to address factors limiting management of timber.
22 The department shall increase the number of prepared acres if it
23 appears that regional market demand requires increased volumes of
24 harvested timber. The department shall provide quarterly reports on
25 the number of acres treated, pursuant to this section, to the
26 senate and house appropriations subcommittees on natural resources

1 and the standing committees of the senate and house of
2 representatives with primary responsibility for natural resources
3 issues. The department shall complete and deliver these reports no
4 later than 45 days after the end of the fiscal quarter.

5 Sec. 803. In addition to the money appropriated in part 1, the
6 department may receive and expend money from federal sources for
7 the purpose of providing response to wildfires as required by a
8 compact with the federal government. If additional expenditure
9 authorization is required, the department shall notify the state
10 budget office that expenditure under this section is required. The
11 department shall notify the house and senate appropriations
12 subcommittees on natural resources and the house and senate fiscal
13 agencies of the expenditures under this section by November 1,
14 2015.

15 Sec. 804. The department shall continue to work cooperatively
16 with horseback riding interests to maximize riding opportunities in
17 the state.

18 Sec. 805. The department shall spend amounts appropriated in
19 part 1 for forest-related activities to employ or contract for
20 sufficient foresters to mark timber, pursuant to section 802.

21 Sec. 807. (1) In addition to the funds appropriated in part 1,
22 there is appropriated from the disaster and emergency contingency
23 fund up to \$800,000.00 to cover costs related to any disaster as
24 defined in section 2 of the emergency management act, 1976 PA 390,
25 MCL 30.402.

26 (2) Funds appropriated under subsection (1) shall not be
27 expended unless the state budget director recommends the

1 expenditure and the department notifies the house and senate
2 committees on appropriations. By December 1 each year, the
3 department shall provide a report to the senate and house fiscal
4 agencies and the state budget office on the use of the disaster and
5 emergency contingency fund during the prior fiscal year.

6 (3) If federal emergency management agency (FEMA)
7 reimbursement is approved for costs paid from the disaster and
8 emergency contingency fund, the federal revenue shall be deposited
9 into the disaster and emergency contingency fund.

10 (4) Unexpended and unencumbered funds remaining in the
11 disaster and emergency contingency fund at the close of the fiscal
12 year shall not lapse to the general fund and shall be carried
13 forward and be available for expenditures in subsequent fiscal
14 years.

15 Sec. 808. Using the funds appropriated in part 1, by April 1,
16 2015, the department shall develop a lawful and reasonable plan
17 designed to motivate lessees under state-granted oil and gas leases
18 past their primary term to undertake warranted new operations to
19 ensure that department-managed minerals are fully developed in an
20 orderly manner to increase and optimize production. The plan shall
21 be consistent with department procedure number 2306.E8.

22 **LAW ENFORCEMENT**

23 Sec. 901. The appropriation in part 1 for snowmobile law
24 enforcement grants shall be used by the department to provide
25 grants to county law enforcement agencies to enforce part 821 of
26 the natural resources and environmental protection act, 1994 PA

1 451, MCL 324.82101 to 324.82160, including rules promulgated under
2 that part and ordinances enacted pursuant to that part. The
3 department shall consider the number of enforcement hours and the
4 number of miles of snowmobile trails in each county in allocating
5 these grants. Any funds not distributed to counties revert back to
6 the snowmobile registration fee subaccount created under section
7 82111 of the natural resources and environmental protection act,
8 1994 PA 451, MCL 324.82111. Counties shall provide semiannual
9 reports to the department on the use of grant money received under
10 this section.

11 Sec. 902. The department shall provide a report on the marine
12 safety grant program to the senate and house appropriations
13 subcommittees on natural resources and the senate and house fiscal
14 agencies by December 1, 2014. The report shall include the
15 following information for the preceding year: the total amount of
16 revenue received for watercraft registrations, the amount deposited
17 into the marine safety fund, and the expenditures made from the
18 marine safety fund, including the amounts expended for department
19 administration, other state agencies, the law enforcement division,
20 and grants to counties. The report shall also include the
21 distribution methodology used by the department to distribute the
22 marine safety grants and a list of the grants and the amounts
23 awarded by county.

24 **GRANTS**

25 Sec. 1001. Federal pass-through funds to local institutions
26 and governments that are received in amounts in addition to those

1 included in part 1 for grants to communities - federal oil, gas,
2 and timber payments and that do not require additional state
3 matching funds are appropriated for the purposes intended. By
4 November 30, 2014, the department shall report to the senate and
5 house appropriations subcommittees on natural resources, the senate
6 and house fiscal agencies, and the state budget director on all
7 amounts appropriated under this section during the fiscal year
8 ending September 30, 2014.

9 Sec. 1002. Subject to part 811 of the natural resources and
10 environmental protection act, 1994 PA 451, MCL 324.81101 to
11 324.81150, from the funds appropriated in part 1 for off-road
12 vehicle trail improvements grants, not less than \$980,000.00 shall
13 be spent on the development of new trails in accordance with the
14 off-road vehicle trail expansion plan submitted to the legislature
15 pursuant to section 807 of article 14 of 2005 PA 154.

16 **CAPITAL OUTLAY**

17 Sec. 1103. The appropriations in part 1 for capital outlay
18 shall be carried forward at the end of the fiscal year consistent
19 with the provisions of section 248 of the management and budget
20 act, 1984 PA 431, MCL 18.1248.

21 **ONE-TIME BASIS ONLY APPROPRIATIONS**

22 Sec. 1201. Using funds appropriated in part 1, the department
23 shall conduct a study to determine the feasibility of deepening the
24 Saginaw River from the 6th Street turning basin to the Saginaw Bay
25 for the purpose of increasing economic activity in the region.

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PART 2A
PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS
FOR FISCAL YEAR 2015-2016

GENERAL SECTIONS

Sec. 1301. Except as otherwise provided in this part, it is the intent of the legislature to provide appropriations for the fiscal year ending on September 30, 2016 for the line items listed in part 1. The fiscal year 2015-2016 appropriations are anticipated to be the same as those for fiscal year 2014-2015, except that the line items will be adjusted for changes in caseload and related costs, federal fund match rates, economic factors, and available revenue. These adjustments will be determined after the January 2015 consensus revenue estimating conference.

Sec. 1302. It is the intent of the legislature that the department identify the amounts for normal retirement costs and legacy retirement costs for the fiscal year ending on September 30, 2016 for the line items listed in part 1.

ARTICLE XVI
DEPARTMENT OF STATE POLICE
PART 1
LINE-ITEM APPROPRIATIONS

Sec. 101. Subject to the conditions set forth in this part and part 2, the amounts listed in this part for the department of state

1 police are appropriated for the fiscal year ending September 30,
 2 2015, from the funds indicated in this part. The following is a
 3 summary of the appropriations in this part:

4 **DEPARTMENT OF STATE POLICE**

5 APPROPRIATION SUMMARY

6	Full-time equated unclassified positions.....	3.0	
7	Full-time equated classified positions.....	3,070.0	
8	GROSS APPROPRIATION.....		\$ 639,573,000
9	Total interdepartmental grants and intradepartmental		
10	transfers		26,233,200
11	Schedule of interdepartmental grants and		
12	intradepartmental transfer revenue sources:		
13	IDG-MDOC, contract	340,100	
14	IDG-MDOS	364,500	
15	IDG-MDOT, state trunkline fund	11,433,400	
16	IDG-MDTR, casino gaming fees	6,134,100	
17	IDG-MDTR, emergency telephone fund		
18	coordinator	677,000	
19	IDG-MDTR, emergency telephone fund operations	742,200	
20	IDG, training academy charges	2,814,400	
21	IDT, auto theft funds	761,000	
22	IDT, Michigan justice training fund	1,050,000	
23	IDT, truck safety fund	1,916,500	
24	ADJUSTED GROSS APPROPRIATION		\$ 613,339,800
25	Total federal revenues		99,429,900
26	Schedule of federal revenue sources:		
27	DHS	51,914,400	

1	DOJ	14,184,700	
2	DOJ interest bearing	8,141,600	
3	DOT	23,563,700	
4	Federal investigations - reimbursed		
5	services	1,088,300	
6	Federal narcotics investigation revenues	537,200	
7	Total local revenues		4,861,700
8	Schedule of local revenue sources:		
9	Local - AFIS fees	82,000	
10	Local - LEIN fees	1,023,500	
11	Local - reimbursed services	2,064,700	
12	Local - school bus revenue	1,691,500	
13	Total private revenues		77,200
14	Schedule of private revenue sources:		
15	Private donations	77,200	
16	Total other state restricted revenues		124,800,000
17	Schedule of restricted revenue sources:		
18	Auto theft prevention fund	7,298,700	
19	Concealed weapons enforcement fee	100,000	
20	CJIC service fees	21,560,400	
21	Drunk driving prevention and training fund	1,445,600	
22	Forensic science reimbursement fees	1,525,600	
23	Forfeiture funds	99,100	
24	Hazardous materials training center fees .	1,183,200	
25	Highway safety fund	13,624,300	
26	Licensing fees	9,100	
27	Michigan justice training fund	8,491,600	

1	Michigan merit award trust fund	793,900	
2	Motor carrier fees	4,687,600	
3	Narcotics investigation revenue	814,600	
4	Nuclear plant emergency planning		
5	reimbursement	2,671,900	
6	Precision driving track fees	323,500	
7	Reimbursed services	752,900	
8	Rental of department aircraft	59,400	
9	Secondary road patrol and training fund .	12,275,900	
10	Sex offenders registration fund	609,800	
11	State forensic laboratory fund	1,767,600	
12	State police service fees	2,288,700	
13	State services fee fund	7,990,900	
14	Tobacco tax revenue	4,438,600	
15	Traffic crash revenue	335,400	
16	Traffic law enforcement and safety fund .	26,732,000	
17	Trooper school recruitment fund	901,100	
18	Truck driver safety fund	2,018,600	
19	State general fund/general purpose		\$ 384,171,000
20	State general fund/general purpose schedule:		
21	Ongoing state general fund/general		
22	purpose	366,191,700	
23	One-time state general fund/general		
24	purpose	17,979,300	
25	Sec. 102. EXECUTIVE AND DEPARTMENTAL SERVICES		
26	Full-time equated unclassified positions.....	3.0	
27	Full-time equated classified positions.....	124.0	

1	Unclassified positions.....	\$	724,700
2	Executive and departmental services.....		90,888,500
3	Schedule of programs:		
4	Executive direction		3,068,200
5	State executive security		2,564,900
6	Capitol complex security		2,577,700
7	Departmental services		82,677,700
8	GROSS APPROPRIATION	\$	91,613,200
9	Appropriated from:		
10	Interdepartmental grant revenues.....		1,407,300
11	Federal revenues.....		9,858,100
12	Local revenues.....		1,117,300
13	State restricted revenues.....		19,415,100
14	State general fund/general purpose.....	\$	59,815,400
15	Sec. 103. LAW ENFORCEMENT SERVICES		
16	Full-time equated classified positions.....		484.0
17	Law enforcement services.....	\$	86,776,200
18	Schedule of programs:		
19	Training		12,675,900
20	Commission on law enforcement standards...		10,063,600
21	Criminal justice information systems.....		15,880,900
22	Laboratory operations		32,139,600
23	DNA analysis program		8,418,100
24	Biometrics and identification.....		7,598,100
25	GROSS APPROPRIATION.....	\$	86,776,200
26	Appropriated from:		
27	Interdepartmental grant revenues.....		5,508,100

1	Federal revenues.....		9,077,700
2	State restricted revenues.....		34,529,000
3	State general fund/general purpose.....	\$	37,661,400
4	Sec. 104. FIELD SERVICES		
5	Full-time equated classified positions.....	1,971.0	
6	Field services.....	\$	300,703,000
7	Schedule of programs:		
8	General law enforcement and traffic		
9	safety	239,572,000	
10	Security at events	100	
11	Criminal investigations	53,845,000	
12	Tobacco tax fraud investigations.....	5,226,400	
13	Fire investigations	2,059,500	
14	GROSS APPROPRIATION.....	\$	300,703,000
15	Appropriated from:		
16	Interdepartmental grant revenues.....		6,717,200
17	Federal revenues.....		7,719,500
18	Local revenues.....		2,064,700
19	State restricted revenues.....		47,802,000
20	State general fund/general purpose.....	\$	236,399,600
21	Sec. 105. SPECIALIZED SERVICES		
22	Full-time equated classified positions.....	491.0	
23	Specialized services.....	\$	141,251,300
24	Schedule of programs:		
25	Special operations	26,370,600	
26	Commercial vehicle enforcement.....	27,704,900	
27	Emergency management and homeland security	59,978,300	

1 PROVISIONS CONCERNING APPROPRIATIONS

2 FOR FISCAL YEAR 2014-2015

3 GENERAL SECTIONS

4 Sec. 201. Pursuant to section 30 of article IX of the state
 5 constitution of 1963, total state spending from state resources
 6 under part 1 for fiscal year 2014-2015 is \$508,971,000.00 and state
 7 spending from state resources to be paid to local units of
 8 government for fiscal year 2014-2015 is \$19,755,600.00. The
 9 itemized statement below identifies appropriations from which
 10 spending to local units of government will occur:

11 DEPARTMENT OF STATE POLICE

12 Law enforcement services..... \$ 3,576,400

13 Schedule of programs:

14 Commission on law enforcement standards.... 3,576,400

15 Specialized services..... \$ 11,629,200

16 Schedule of programs:

17 Special operations 673,800

18 Highway safety planning 10,955,400

19 Local public safety initiative..... \$ 4,550,000

20 TOTAL..... \$ 19,775,600

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

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

25 (a) "AFIS" means the automated fingerprint identification
 26 system.

27 (b) "CFDA" means catalog of federal domestic assistance.

1 (c) "CJIC" means the criminal justice information center.

2 (d) "CJIS" means criminal justice information systems.

3 (e) "Core service" means that phrase as defined in section 373
4 of the management and budget act, 1984 PA 431, MCL 18.1373.

5 (f) "Department" means the department of state police.

6 (g) "DHS" means the United States department of homeland
7 security.

8 (h) "DNA" means deoxyribonucleic acid.

9 (i) "DOJ" means the United States department of justice.

10 (j) "DOT" means the United States department of
11 transportation.

12 (k) "DTMB" means the department of technology, management, and
13 budget.

14 (l) "FEMA" means the federal emergency management agency.

15 (m) "FTE" means full-time equated.

16 (n) "IDG" means interdepartmental grant.

17 (o) "IDT" means intradepartmental transfer.

18 (p) "LEIN" means the law enforcement information network.

19 (q) "MCOLES" means Michigan commission on law enforcement
20 standards.

21 (r) "MDCH" means the Michigan department of community health.

22 (s) "MDOC" means the Michigan department of corrections.

23 (t) "MDOS" means the Michigan department of state.

24 (u) "MDOT" means the Michigan department of transportation.

25 (v) "MDTR" means the Michigan department of treasury.

26 (w) "MPSCS" means Michigan public safety communications
27 system.

1 (x) "Subcommittees" means all members of the subcommittees of
 2 the senate and house standing committees on appropriations with
 3 jurisdiction over the budget for the department.

4 (y) "Work project" means that term as defined in section 404
 5 of the management and budget act, 1984 PA 431, MCL 18.1404, and
 6 that meets the criteria in section 451a(1) of the management and
 7 budget act, 1984 PA 431, MCL 18.1451a.

8 Sec. 204. The following shall constitute the appropriations
 9 from part 1 for interdepartmental grant funds received by the
 10 department from sources outside the department: \$2,814,400.00 from
 11 training academy charges; \$340,100.00 from the department of
 12 corrections contract; \$364,500.00 from the department of state;
 13 \$11,433,400.00 from the department of transportation - state
 14 trunkline funds; \$6,134,100.00 from casino gaming fees; \$677,000.00
 15 from the department of treasury - emergency telephone fund
 16 coordinator; and \$761,000.00 from the department of treasury -
 17 emergency telephone fund operations.

18 Sec. 204a. (1) The following shall constitute the
 19 appropriations from part 1 for interdepartmental grant funds made
 20 from the department to other departments:

21	Attorney general - operations.....	\$	352,700
22	Attorney general - justice training grant.....	\$	162,900
23	Environmental quality.....	\$	1,312,800
24	Judiciary - justice training grant.....	\$	814,400
25	Military and veterans affairs.....	\$	100,000
26	DTMB - building occupancy charges.....	\$	7,105,900
27	DTMB - accounting service center.....	\$	1,045,700

1 DTMB - information technology..... \$ 23,903,400

2 (2) Based on the availability of federal funding and the
3 demonstrated need as indicated by applications submitted to the
4 state court administrative office, the department shall provide
5 \$1,500,000.00 in Byrne justice assistance grant program funding to
6 the judiciary by interdepartmental grant.

7 Sec. 205a. Federal DHS revenue appropriated in part 1 may be
8 received from, but is not limited to, the following programs:
9 homeland security grant program (CFDA 97.067), national incident
10 management system (CFDA 97.107), buffer zone protection plan (CFDA
11 97.078), pre-disaster mitigation (CFDA 97.047), emergency
12 management performance grants (CFDA 97.042), hazard mitigation
13 (CFDA 97.039), disaster grants - public assistance (CFDA 97.036),
14 flood mitigation assistance (CFDA 97.029), and applied
15 meteorological research (CFDA 11.468).

16 Sec. 205b. Federal DOJ revenue appropriated in part 1 may be
17 received from, but is not limited to, the following programs:
18 national criminal history improvement program (CFDA 16.554), public
19 safety partnership and community policing (CFDA 16.710), violence
20 against women grants (CFDA 16.588), Paul Coverdell forensic
21 sciences improvement grant (CFDA 16.742), DNA backlog reduction
22 grants (CFDA 16.741), missing children's assistance program (CFDA
23 16.543), domestic cannabis eradication and suppression, bulletproof
24 vest partnership (CFDA 16.609), project safe neighborhoods (CFDA
25 16.609), Edward Byrne memorial justice assistance grants (CFDA
26 16.738), enforcing underage drinking laws program (CFDA 16.727),
27 the residential substance abuse treatment for state prisoners grant

1 program (CFDA 16.593), and the high intensity drug trafficking
2 areas program (CFDA 95.001).

3 Sec. 205c. Federal DOT revenue appropriated in part 1 may be
4 received from, but is not limited to, the following programs: state
5 and community highway safety (CFDA 20.600), motor carrier safety
6 assistance (CFDA 20.218), new entrant safety assurance program
7 (CFDA 20.218), and border enforcement grant program (CFDA 20.233).

8 Sec. 206. (1) In addition to the funds appropriated in part 1,
9 there is appropriated an amount not to exceed \$10,000,000.00 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 \$3,500,000.00 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 \$1,000,000.00 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
27 appropriated an amount not to exceed \$200,000.00 for private

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

5 Sec. 207. The department shall cooperate with the department
6 of technology, management, and budget to maintain a searchable
7 website that is accessible by the public at no cost that includes,
8 but is not limited to, all of the following:

9 (a) Fiscal year-to-date expenditures by category.

10 (b) Fiscal year-to-date expenditures by appropriation unit.

11 (c) Fiscal year-to-date payments to a selected vendor,
12 including the vendor name, payment date, payment amount, and
13 payment description.

14 (d) The number of active department employees by job
15 classification.

16 (e) Job specifications and wage rates.

17 Sec. 208. The department and agencies receiving appropriations
18 in part 1 shall use the Internet to fulfill the reporting
19 requirements of this part. This requirement may include
20 transmission of reports via electronic mail to the recipients
21 identified for each reporting requirement, or it may include
22 placement of reports on an Internet or Intranet site.

23 Sec. 209. Funds appropriated in part 1 and this part shall not
24 be used for the purchase of foreign goods or services, or both, if
25 competitively priced and of comparable quality American goods or
26 services, or both, are available. Preference shall be given to
27 goods or services, or both, manufactured or provided by Michigan

1 businesses, if they are competitively priced and of comparable
2 quality. In addition, preference shall be given to goods or
3 services, or both, that are manufactured or provided by Michigan
4 businesses owned and operated by veterans, if they are
5 competitively priced and of comparable quality. In addition,
6 preference shall be given to goods or services, or both, that are
7 manufactured or provided by Michigan small businesses that have
8 veterans compose at least 35% of their total workforce. As used in
9 this section:

10 (a) "Small business" means that term as defined in section 7a
11 of the administrative procedures act of 1969, 1969 PA 306, MCL
12 24.207a.

13 (b) "Veteran" means that term as defined in section 261 of the
14 management and budget act, 1984 PA 431, MCL 18.1261.

15 Sec. 210. The department shall take all reasonable steps to
16 ensure businesses in deprived and depressed communities compete for
17 and perform contracts to provide services or supplies, or both, for
18 the department. The director of the department shall strongly
19 encourage firms with which the department contracts to subcontract
20 with certified businesses in depressed and deprived communities for
21 services or supplies, or both.

22 Sec. 212. The departments and agencies receiving
23 appropriations in part 1 shall receive and retain copies of all
24 reports funded from appropriations in part 1. Federal and state
25 guidelines for short-term and long-term retention of records shall
26 be followed. The department and agencies receiving appropriations
27 in part 1 may electronically retain copies of reports unless

1 otherwise required by federal and state guidelines.

2 Sec. 215. A department or state agency shall not take
3 disciplinary action against an employee for communicating with a
4 member of the legislature or his or her staff.

5 Sec. 216. (1) Notwithstanding any other provision of this
6 part, the schedule of programs in part 1 lists programs which may,
7 but are not required to be, funded under this part or part 1.

8 (2) Notwithstanding any other provisions of this part, the
9 schedule of revenue sources in part 1 may or may not be received
10 from the funding entities listed or in the amounts listed.

11 (3) The secondary road patrol funding is not subject to
12 funding flexibility and shall be funded in accordance with section
13 629e of the Michigan vehicle code, 1949 PA 300, MCL 257.629e.

14 (4) Any funding required by statute is not subject to funding
15 flexibility and shall be funded in accordance with that statute.

16 Sec. 217. The department shall improve its budgetary
17 efficiency pertaining to the delivery of core services by doing all
18 of the following:

19 (a) Prioritizing personnel over buildings in budgetary
20 efficiency considerations.

21 (b) Pursuing the physical or virtual consolidation of support
22 service functions such as information technology, human resources,
23 and accounting as a means of improving standardization and
24 efficiency.

25 (c) Seeking expenditure reductions whenever possible through
26 the streamlining of existing service delivery activities.

27 (d) Identifying efficiencies that can be gained via the

1 reduction or elimination of programs, policies, and practices.

2 Sec. 218. The departments and agencies receiving
3 appropriations in part 1 shall prepare a report on out-of-state
4 travel expenses not later than January 1 of each year. The travel
5 report shall be a listing of all travel by classified and
6 unclassified employees outside this state in the immediately
7 preceding fiscal year that was funded in whole or in part with
8 funds appropriated in the department's budget. The report shall be
9 submitted to the senate and house appropriations committees, the
10 senate and house fiscal agencies, and the state budget director.
11 The report shall include the following information:

12 (a) The dates of each travel occurrence.

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

18 Sec. 219. (1) The department shall provide quarterly reports
19 to the subcommittees, the senate and house fiscal agencies, and the
20 state budget office that provide the following data:

21 (a) A list of major work projects, including the status of
22 each project.

23 (b) The department's financial status, featuring a report of
24 budgeted versus actual expenditures by part 1 line item including a
25 year-end projection of budget requirements. If projected department
26 budget requirements exceed the allocated budget, the report shall
27 include a plan to reduce overall expenses while still satisfying

1 specified service level requirements.

2 (c) A report on the performance metrics cited or required to
3 be reported in this part.

4 (2) The department shall provide all information necessary to
5 validate that the requirements of this part have been achieved.

6 (3) The department shall provide a corrective action plan
7 within 30 days of a quarterly report under this section for any
8 requirements of this part that have not been achieved. The
9 department shall provide a monthly status of correction action
10 plans.

11 (4) The department shall provide a summary of fund shifts,
12 that have been approved by the state budget office, that have
13 occurred between items listed in the schedule of programs mentioned
14 in part 1 on a quarterly basis to the subcommittees and the senate
15 and house fiscal agencies.

16 Sec. 221. The appropriations in part 1 are for the core
17 services, support services, and work projects of the department,
18 including, but not limited to, the following core services:

19 (a) State executive security, including capitol complex
20 security.

21 (b) Training.

22 (c) Commission on law enforcement standards.

23 (d) Criminal justice information systems.

24 (e) Scientific analysis and identification, including
25 laboratory operations, DNA analysis program, and biometrics and
26 identification.

27 (f) General law enforcement and traffic safety.

1 (g) Criminal investigations, including tobacco tax fraud
2 investigations and fire investigations.

3 (h) Special operations.

4 (i) Commercial vehicle enforcement.

5 (j) Emergency management and homeland security.

6 (k) Highway safety planning, including the secondary road
7 patrol program.

8 Sec. 222. The department shall notify the subcommittees, the
9 chairpersons of the senate and house standing committees on
10 appropriations, and the senate and house fiscal agencies not less
11 than 90 days before recommending to close or consolidate any state
12 police posts. The notification shall include a local and state
13 impact study of the proposed post closure or consolidation.

14 Sec. 223. At least 90 days before beginning any effort to
15 privatize, the department shall submit a complete project plan to
16 the subcommittees and the senate and house fiscal agencies. The
17 plan shall include the criteria under which the privatization
18 initiative will be evaluated. The evaluation shall be completed and
19 submitted to the subcommittees and the senate and house fiscal
20 agencies within 30 months.

21 Sec. 224. Funds appropriated in part 1 or this part shall not
22 be used by a principal executive department, state agency, or
23 authority to hire a person to provide legal services that are the
24 responsibility of the attorney general. This prohibition does not
25 apply to legal services for bonding activities and for those
26 activities that the attorney general authorizes.

27 Sec. 226. (1) When the department provides contractual

1 services to a local unit of government, the department shall be
2 reimbursed for all costs incurred in providing the services,
3 including, but not limited to, retirement and overtime costs.

4 (2) The department shall define service cost models for those
5 services requiring reimbursement.

6 (3) Contractual services provided to an entity other than a
7 local unit of government may be provided by department personnel,
8 but only on an overtime basis outside the normal work schedule of
9 the personnel.

10 (4) This section does not apply to state agencies.

11 Sec. 228. Not later than November 30, the state budget office
12 shall prepare and transmit a report that provides for estimates of
13 the total general fund/general purpose appropriations lapses at the
14 close of the prior fiscal year. This report shall summarize the
15 projected year-end general fund/general purpose appropriations
16 lapses by major departmental program or program areas. The report
17 shall be transmitted to the office of the state budget, the
18 chairpersons of the senate and house appropriations committees, the
19 subcommittees, and the senate and house fiscal agencies.

20 Sec. 229. Within 14 days after the release of the executive
21 budget recommendation, the department shall cooperate with the
22 state budget office to provide the senate and house appropriations
23 chairs, the subcommittees, and the senate and house fiscal agencies
24 with an annual report on estimated state restricted fund balances,
25 state restricted fund projected revenues, and state restricted fund
26 expenditures for the fiscal years ending September 30, 2014 and
27 September 30, 2015.

1 Sec. 230. The department shall maintain, on a publicly
2 accessible website, a department scorecard that identifies, tracks,
3 and regularly updates key metrics that are used to monitor and
4 improve the department's performance.

5 Sec. 232. The department shall serve as an active liaison
6 between the DTMB and state, local, regional, and federal public
7 safety agencies to establish interoperability standards to ensure
8 effective communication among public safety agencies and to
9 facilitate the use of the MPSCS towers by those local public safety
10 agencies that have an interest in using the towers as a part of
11 their communication system. The department shall also report user
12 issues to the DTMB.

13 Sec. 233. Total authorized appropriations from all sources
14 under part 1 for legacy costs for the fiscal year ending September
15 30, 2015 are \$121,652,900.00. From this amount, total agency
16 appropriations for pension-related legacy costs are estimated at
17 \$66,300,300.00, and total agency appropriations for retiree health
18 care legacy costs are estimated at \$55,352,600.00.

19 Sec. 235. The department shall initiate discussions with the
20 city of Wayland regarding a potential partnership between the city
21 and the department for a joint public safety building located in
22 the city. The department shall examine the feasibility and
23 financial costs and benefits to the state for leasing space at that
24 facility. The department shall provide a status report to the
25 subcommittees, the senate and house appropriations subcommittees on
26 general government, the senate and house fiscal agencies, and the
27 state budget office no later than December 1, 2014.

1 **EXECUTIVE AND DEPARTMENTAL SERVICES**

2 **UNCLASSIFIED POSITIONS**

3 Sec. 300. (1) From the funds appropriated in part 1, there is
4 funding to support unclassified employee positions as provided
5 under section 5 of article XI of the state constitution of 1963 and
6 section 455 of the management and budget act, 1984 PA 431, MCL
7 18.1455. These positions include the following: department
8 director, chief administrative officer, and executive director of
9 the Michigan commission on law enforcement standards.

10 (2) Not less than 30 days prior to the department submitting a
11 request for an additional unclassified employee position from the
12 civil service commission, or for any substantive change to the
13 duties of an existing unclassified employee position, the
14 department shall notify the subcommittees and the senate and house
15 fiscal agencies.

16 **EXECUTIVE DIRECTION**

17 Sec. 301. From the funds appropriated in part 1, the
18 department shall provide for executive administration of the
19 department, as provided under 1935 PA 59, MCL 28.1 to 28.16, and
20 chapter 7 of the executive organization act of 1965, 1965 PA 380,
21 MCL 16.250 to 16.258.

22 **STATE EXECUTIVE SECURITY**

23 Sec. 302. The department shall provide for the protection of
24 the governor and visiting dignitaries to the state.

25 **STATE EXECUTIVE SECURITY - CAPITOL COMPLEX SECURITY**

26 Sec. 303. (1) The department shall provide security services

1 at the state capitol complex facilities as provided under section
2 6c of 1935 PA 59, MCL 28.6c.

3 (2) The department shall maintain the staff and resources
4 necessary to respond to emergencies at the house office building,
5 Farnum building, capitol parking lot, Townsend parking ramp, the
6 Roosevelt parking ramp, and other areas as directed.

7 (3) The department shall pursue federal grants to improve the
8 security at the capitol building.

9 (4) The department may develop a phased approach for improving
10 security at the capitol building.

11 (5) The department shall dedicate a minimum of 35,000 patrol
12 hours for the state capitol complex facilities.

13 **DEPARTMENTAL SERVICES**

14 Sec. 304. (1) The department shall provide administrative
15 support for department operations, as provided under the management
16 and budget act, 1984 PA 431, MCL 18.1101 to 18.1594, including the
17 following:

18 (a) The department shall maintain the staffing and resources
19 necessary to ensure proper accountability of state funds.

20 (b) The department shall maintain the staffing and resources
21 necessary to adhere to the state of Michigan financial management
22 guide for accounting, contracting, purchasing, budgeting, and
23 financial reporting and the administrative guide to state
24 government.

25 (c) The department shall ensure fiscal controls relating to
26 procurement of goods and services and other expenditures.

27 (2) From the funds appropriated in part 1 for departmental

1 services, the department shall provide for the following grant and
2 community service support functions:

3 (a) The operations of the automobile theft prevention
4 authority, as provided under chapter 61 of the insurance code of
5 1956, 1956 PA 218, MCL 500.6101 to 500.6111.

6 (b) Administration of the Edward Byrne memorial justice
7 assistance program established under 42 USC 3751(a), and other
8 programs transferred to the department, as provided under Executive
9 Reorganization Order No. 2009-29, MCL 28.91.

10 (c) The asset forfeiture reporting requirement under section
11 7524a of the public health code, 1978 PA 368, MCL 333.7524a.

12 (3) From the funds appropriated in part 1 for departmental
13 services, the department shall provide oversight and administration
14 of 9-1-1 operations statewide, as provided under the emergency 9-1-
15 1 service enabling act, 1986 PA 32, MCL 484.1101 to 484.1717.

16 (4) From the funds appropriated in part 1 for departmental
17 services, \$23,904,400.00 shall be used as a pass through via an IDG
18 to the department of technology, management, and budget for
19 technology services, including maintenance and repair service and
20 technology projects, to maximize the operational efficiency and
21 effectiveness of the department.

22 (5) From the funds appropriated in part 1 for departmental
23 services, funds shall be provided for management operations costs
24 for the department's forensic laboratory located in the Detroit
25 public safety headquarters. The funds shall cover the department's
26 share of annual operating costs for the facility, including
27 repairs, maintenance, utilities, building management, parking, and

1 janitorial services, as a result of it occupying approximately
2 52,000 square feet, or 18.56%, of the facility's usable space.

3 **LAW ENFORCEMENT SERVICES**

4 **TRAINING**

5 Sec. 401. (1) The department shall maintain the staffing and
6 resources necessary to exercise the authority, powers, functions,
7 and responsibilities concerning the development and delivery of
8 professional, innovative, and quality training that supports the
9 enforcement and public safety efforts of the criminal justice
10 community as provided under 1925 PA 211, MCL 28.221 to 28.225.

11 (2) The department shall provide for the effective
12 recruitment, selection, and hiring of qualified applicants for all
13 positions within the department. As part of its recruitment
14 efforts, the department shall, to the extent consistent with its
15 hiring standards and applicable civil service rules, place an
16 emphasis on recruiting MCOLES-certified police officers for its
17 recruit schools, particularly those officers who are on layoff and
18 possess a valid MCOLES license.

19 (3) The department shall provide the following performance
20 data as provided under section 219:

21 (a) The number of state and local law enforcement and other
22 criminal justice employees receiving MSP-provided instruction, with
23 an annual goal of at least 10,000 individuals.

24 (b) The average classroom occupancy rate, with an annual goal
25 of 55%.

26 (c) The number of community members provided educational

1 opportunities for personal and professional growth, with a goal of
2 a minimum of 3,000 community members.

3 (4) Beginning October 1, the department shall submit a report
4 to the subcommittees and the senate and house fiscal agencies
5 within 60 days of the conclusion of any trooper or motor carrier
6 recruit school. The report shall include the following:

7 (a) The number of veterans and the number of MCOLES-certified
8 police officers who commenced that trooper recruit school.

9 (b) The number of veterans and the number of MCOLES-certified
10 police officers who concluded that trooper recruit school.

11 (c) The devices or campaigns that were used to specifically
12 recruit veterans and MCOLES-certified police officers for that
13 trooper recruit school.

14 (d) The number of recruits who began the school, the number of
15 recruits who graduated, and the cities or posts in which each of
16 these recruits is assigned or stationed.

17 (5) The department shall distribute and review course
18 evaluations to ensure quality training is provided.

19 (6) The department shall maintain the staffing and resources
20 necessary to exercise the authority, powers, functions, and
21 responsibilities concerning the provision of specialized traffic
22 safety-support services under the following program authorities:

23 (a) Section 625h of the Michigan vehicle code, 1949 PA 300,
24 MCL 257.625h, and R 325.2651 to R 325.2659 of the Michigan
25 administrative code.

26 (b) Sections 628, 651, and 675 of the Michigan vehicle code,
27 1949 PA 300, MCL 257.628, 257.651, and 257.675.

1 (c) Section 658 of the Michigan vehicle code, 1949 PA 300, MCL
2 257.658, and R 28.951 to R 28.961 of the Michigan administrative
3 code.

4 (d) Section 710a of the Michigan vehicle code, 1949 PA 300,
5 MCL 257.710a, and R 28.901 to R 28.911 of the Michigan
6 administrative code.

7 (e) Section 1 of 1956 PA 62, MCL 257.951, and R 28.1001 to R
8 28.2075 of the Michigan administrative code.

9 (f) Section 727c of the Michigan vehicle code, 1949 PA 300,
10 MCL 257.727c.

11 (g) Section 608 of the Michigan vehicle code, 1949 PA 300, MCL
12 257.608.

13 **COMMISSION ON LAW ENFORCEMENT STANDARDS**

14 Sec. 404. (1) MCOLES shall maintain the staffing and resources
15 necessary to exercise the authority, powers, functions, and
16 responsibilities necessary to establish standards for the
17 selection, employment, training, education, licensing, and
18 revocation of all law enforcement officers and provide the basic
19 law enforcement training curriculum for law enforcement training
20 academy programs statewide, as provided under the following
21 authorities:

22 (a) The commission on law enforcement standards act, 1965 PA
23 203, MCL 28.601 to 28.616, and R 28.14101 to R 28.14702 of the
24 Michigan administrative code.

25 (b) 1982 PA 302, MCL 18.421 to 18.429, and R 28.14901 to R
26 28.14910 of the Michigan administrative code.

27 (c) Executive Reorganization Order No. 2001-2, as amended by

1 Executive Reorganization Order No. 2008-3, MCL 28.621.

2 (d) The railroad code of 1993, 1993 PA 354, MCL 462.101 to
3 462.451.

4 (e) The private security business and security alarm act, 1968
5 PA 330, MCL 338.1051 to 338.1092.

6 (f) Section 5v of 1927 PA 372, MCL 28.425v.

7 (g) 42 USC 3796gg and 28 CFR part 90, to the extent MCOLES
8 receives grant assistance from the DOJ.

9 (h) The public safety officers benefit act, 2004 PA 46, MCL
10 28.631 to 28.638, and R 28.14951 to R 28.14966 of the Michigan
11 administrative code.

12 (2) MCOLES shall provide information on the following at the
13 time it submits a report under section 7 of the commission on law
14 enforcement standards act, 1965 PA 203, MCL 28.607:

15 (a) The number of licensed police officers, by the type of law
16 enforcement agency.

17 (b) The number of new police officer licenses issued.

18 (c) The number of police officer license revocations.

19 (3) MCOLES shall provide biannual summary data on justice
20 training fund grants provided under section 3 of 1982 PA 302, MCL
21 18.423.

22 (4) MCOLES shall maintain staffing and resources necessary to
23 update law enforcement standards within 30 days of the effective
24 date of any new legislation.

25 **CRIMINAL JUSTICE INFORMATION SYSTEMS**

26 Sec. 405. (1) The department shall maintain criminal justice
27 information systems in the support of public safety and law

1 enforcement communities in this state. The department shall
2 maintain the staffing and resources necessary to exercise its
3 general authority, powers, functions, and responsibilities
4 concerning the maintenance of CJIS applications and databases in
5 accordance with the following program authorities:

6 (a) 1925 PA 289, MCL 28.241 to 28.248.

7 (b) The C.J.I.S. policy council act, 1974 PA 163, MCL 28.211
8 to 28.215.

9 (c) Executive Reorganization Order No. 2008-2, MCL 28.162.

10 (d) Executive Order No. 2011-7.

11 (e) R 28.5101 to R 28.5414 of the Michigan administrative
12 code.

13 (f) 1935 PA 86, MCL 28.261 to 28.262.

14 (g) 1935 PA 120, MCL 28.271 to 28.273.

15 (h) 1945 PA 294, MCL 28.411 to 28.413.

16 (i) To the extent federal grant assistance is received, the
17 national criminal history improvement program authorized under the
18 crime technology improvement act of 1998, 42 USC 3732, and related
19 statutes to improve the accuracy, quality, timeliness,
20 accessibility, and integration of its CJIS applications and
21 databases.

22 (2) The department shall prepare a report to the legislature
23 defining a list of options to reduce the LEIN budget without
24 adversely impacting services to customers.

25 (3) The department shall improve the accuracy, timeliness, and
26 completeness of criminal history information by conducting a
27 minimum of 30 outreach activities targeted to criminal justice

1 agencies.

2 (4) The department shall maintain the staffing and resources
3 necessary to exercise the authority, powers, functions, and
4 responsibilities concerning the uniform system of reporting crimes
5 and the compilation of crime statistics in accordance with the
6 following program authorities:

7 (a) 1968 PA 319, MCL 28.251 to 28.259.

8 (b) 28 USC 534, to the extent necessary to comply with the
9 federal-state uniform crime reporting (UCR) program and the
10 national incident-based report system (NIBRS) established by the
11 federal bureau of investigation pursuant to 28 CFR 0.85.

12 (5) The department shall publish annual Michigan crime
13 statistics consistent with the UCR and NIBRS programs and notify
14 the subcommittees when the data are published on the department's
15 website.

16 (6) The department shall process requests for public records
17 as provided under the freedom of information act, 1976 PA 442, MCL
18 15.231 to 15.246.

19 (7) By December 1, the department shall provide the following
20 information for the prior fiscal year:

21 (a) The number of public records requests received.

22 (b) The number of public records requests fulfilled.

23 (c) The number of public records requests denied.

24 (d) The total amount of fees received for fulfilled requests.

25 (8) The department shall exercise the authority, powers,
26 functions, and responsibilities concerning the compilation and
27 evaluation of traffic crash reports and the maintenance of the

1 state accident data collection system in accordance with the
2 following program authorities:

3 (a) Section 622 of the Michigan vehicle code, 1949 PA 300, MCL
4 257.622.

5 (b) Section 82132 of the natural resources and environmental
6 protection act, 1994 PA 451, MCL 324.82132.

7 (c) Section 81143 of the natural resources and environmental
8 protection act, 1994 PA 451, MCL 324.81143.

9 (d) The fatality analysis reporting system, as developed by
10 the national highway traffic safety administration.

11 (e) The federal moving ahead for progress in the 21st century
12 act, 23 USC 405, to the extent grant assistance is received to
13 improve the timeliness, accuracy, completeness, uniformity,
14 integration, and accessibility of state traffic safety data.

15 (9) The department shall provide data on the number of copies
16 of traffic crash reports (form UD-10) provided via the traffic
17 crash reporting system, as provided under section 219.

18 (10) The department shall make traffic crash information
19 available to the public at a reasonable cost. For bulk access to
20 the accident records in which the vehicle identification number has
21 been collected and computerized, the department shall make those
22 records available to the public at cost, provided that the name and
23 address have been excluded.

24 (11) The department shall maintain the staffing and resources
25 necessary to exercise the authority, powers, functions, and
26 responsibilities concerning the maintenance and dissemination of
27 criminal history records and juvenile records in accordance with

1 the following program authorities:

2 (a) 1925 PA 289, MCL 28.241 to 28.248.

3 (b) 1935 PA 120, MCL 28.271 to 28.273.

4 (c) 28 USC 534, to the extent necessary to exchange criminal
5 history records information for criminal justice purposes.

6 (d) 28 CFR part 20, to the extent necessary to exchange
7 criminal history records information with the federal bureau of
8 investigation and other states through the interstate
9 identification index, the national crime information center, and
10 other federal CJIS databases and indices.

11 (e) The criminal justice information security policy, as
12 developed and approved by the federal bureau of investigation and
13 the federal CJIS advisory policy board.

14 (f) Public Law 92-544, 28 USC 534 note, and Michigan statutes
15 approved under that act, to the extent necessary to exchange
16 criminal history records information for employment and licensing
17 purposes.

18 (g) The national crime prevention and compact act of 1998, 42
19 USC 14611 to 14616, 28 CFR chapter IX, and 2008 PA 493, MCL 3.1051
20 to 3.1053, to exchange criminal history records information for
21 non-criminal-justice purposes.

22 (12) The department shall provide information on the number of
23 fingerprint checks processed and background checks processed
24 through the Internet criminal history access tool (ICHAT) as
25 provided in section 219.

26 (13) The department shall maintain the staffing and resources
27 necessary to exercise the authority, powers, functions, and

1 responsibilities concerning the maintenance of records, including
2 criminal history records checks, regarding firearms licensure as
3 provided under the following program authorities:

4 (a) 1927 PA 372, MCL 28.421 to 28.435.

5 (b) The federal gun control act, 18 USC chapter 44.

6 (c) 28 CFR part 25, subpart A, to the extent necessary to
7 ensure compliance with the national instant criminal background
8 check system.

9 (14) The department shall provide to the legislature a report
10 not later than December 1, 2014 that includes all of the following:

11 (a) The department's actual revenue received from fees paid
12 for concealed pistol license (CPL) applications for fiscal year
13 2013-2014 and the uses of that revenue.

14 (b) The department's fiscal year 2013-2014 costs for
15 administering their responsibilities under sections 4, 5, 5a, 5b,
16 5c, 5d, 5e, 5m, 6, 6a, and 8 of 1927 PA 372, MCL 28.424, 28.425,
17 28.425a, 28.425b, 28.425c, 28.425d, 28.425e, 28.425m, 28.426,
18 28.426a, and 28.428, itemized under each section and not including
19 costs related to the administration of other sections of this
20 statute, other state statutes, or requirements of federal law.

21 (c) An itemization of the fiscal year 2013-2014 revenue,
22 source of revenue, expenditures, purpose of expenditures, and
23 amount remaining at the end of fiscal year 2013-2014 for the
24 concealed weapon enforcement fund created under section 5v of 1927
25 PA 372, MCL 28.425v.

26 (15) The department shall maintain the staffing and resources
27 necessary to exercise the authority, powers, functions, and

1 responsibilities concerning the registration of sex offenders in
2 accordance with the following program authorities:

3 (a) Sex offenders registration act, 1994 PA 295, MCL 28.721 to
4 28.736.

5 (b) The sex offender registration and notification act, 42 USC
6 16901 to 16962.

7 (c) 28 CFR part 72.

8 (d) Guidelines interpreting and implementing the sex offender
9 registration and notification act approved by the United States
10 attorney general pursuant to 42 USC 16912 on July 2, 2008 and
11 January 11, 2009.

12 (16) The department shall provide the following information as
13 provided in section 219:

14 (a) The total number of active registered sex offenders in the
15 law enforcement sex offender database, by offense tier level and
16 incarceration status.

17 (b) The total number of active registered sex offenders in the
18 public sex offender registry, by offense tier level and
19 incarceration status.

20 (17) The sex offender registry unit shall follow up on tips
21 assigned to law enforcement agencies within 10 working days.

22 **SCIENTIFIC ANALYSIS AND IDENTIFICATION - LABORATORY OPERATIONS**

23 Sec. 412. (1) The department shall maintain the staffing and
24 resources necessary to exercise the authority, powers, functions,
25 and responsibilities concerning the operation of the department's
26 forensic laboratories, including the examination and analysis of
27 drugs, latent prints, firearms, tool marks, explosives, questioned

1 documents, serological and toxicological samples, the processing of
2 major crime and disaster scenes, and the provision of expert
3 testimony in criminal court cases, to aid in criminal
4 investigations, as provided under the following program
5 authorities:

6 (a) The forensic laboratory funding act, 1994 PA 35, MCL
7 12.201 to 12.211.

8 (b) Section 625a of the Michigan vehicle code, 1949 PA 300,
9 MCL 257.625a, section 190 of 1945 PA 327, MCL 259.190, and R
10 325.2671 to R 325.2675 of the Michigan administrative code.

11 (c) The Paul Coverdell national sciences improvement act of
12 2000, 42 USC 3797j to 3797o, to the extent federal grant assistance
13 is received.

14 (2) The department shall ensure its ability to maintain
15 accreditation by the American society of crime laboratory
16 directors/laboratory accreditation board (ASCLD/LAB), or other
17 federally designated accrediting agency, as provided under 42 USC
18 14132.

19 (3) The department shall provide forensic science services
20 with an average turnaround time of 55 days, assuming an annual
21 caseload volume commensurate with that received in fiscal year
22 2012-2013, and shall achieve a goal of a 30-day average turnaround
23 time across all forensic science disciplines by December 31, 2016.

24 (4) The department shall provide the following data as
25 provided in section 219:

26 (a) The average turnaround time for processing forensic
27 evidence across all disciplines.

1 (b) Forensic laboratory staffing levels, including scientists
2 in training, and vacancies.

3 (c) The number of backlogged cases in each discipline.

4 (5) The department shall maintain the staffing and resources
5 necessary to provide lab operations services with a goal of
6 decreasing firearms backlog by 20% per year until eliminated,
7 assuming an annual caseload volume of 5,200 cases received.

8 (6) The department shall maintain the staffing and resources
9 necessary to provide lab operations services with a goal of
10 decreasing toxicology backlog by 15% per year until eliminated,
11 assuming an annual caseload volume of 20,000 cases received.

12 **SCIENTIFIC ANALYSIS AND IDENTIFICATION - DNA ANALYSIS PROGRAM**

13 Sec. 413. (1) The department shall maintain the staffing and
14 resources necessary to exercise the authority, powers, functions,
15 and responsibilities concerning the forensic testing of DNA
16 evidence and samples to cooperate with all law enforcement agencies
17 within the state by providing analysis of DNA for criminal
18 investigations as provided under the following program authorities:

19 (a) The DNA identification profiling system act, 1990 PA 250,
20 MCL 28.171 to 28.176, and R 28.5051 to R 28.5059 of the Michigan
21 administrative code.

22 (b) The DNA identification act, 42 USC 14131 to 14137c.

23 (c) Any applicable grant requirements pursuant to the DNA
24 backlog reduction grant program established by the DOJ national
25 institute of justice, to the extent federal funding is received
26 under that program.

27 (d) 42 USC 3796gg and 28 CFR part 90, to the extent federal

1 funding is received for the forensic testing and profiling of DNA
2 evidence.

3 (2) If changes are made to the department's protocol for
4 retaining and purging DNA analysis samples and records, the
5 department shall post a copy of the protocol changes on the
6 department's website.

7 (3) The department shall maintain the staffing and resources
8 necessary to provide DNA analysis services with a goal of
9 decreasing backlogs by 15% per year until eliminated, assuming an
10 annual caseload volume of 10,500 cases received.

11 **SCIENTIFIC ANALYSIS AND IDENTIFICATION - BIOMETRICS AND**
12 **IDENTIFICATION**

13 Sec. 414. (1) The purpose of the biometrics and identification
14 division is to cooperate with all law enforcement agencies within
15 the state by providing services including the specialized use of
16 identification databases and technologies for the purpose of
17 identifying criminals. This includes the use of unique
18 physiological characteristics, such as fingerprints, palm prints,
19 and DNA. The biometrics and identification division shall house and
20 manage the automated fingerprint identification system (AFIS), the
21 statewide network of agency photographs, and combined offender DNA
22 index system (CODIS) biometric databases. The department shall
23 maintain the staffing and resources necessary to exercise the
24 authority, powers, functions, and responsibilities concerning
25 maintenance of biometrics and identification databases and
26 technologies in accordance with the following program authorities:

27 (a) 1925 PA 289, MCL 28.241 to 28.248.

1 (b) The C.J.I.S policy council act, 1974 PA 163, MCL 28.211 to
2 28.215.

3 (c) Executive Reorganization Order No. 2008-2, MCL 28.162.

4 (d) Executive Order No. 2011-7.

5 (e) R 28.5101 to R 28.5414 of the Michigan administrative
6 code.

7 (f) 28 USC 534 and 28 CFR part 20, to the extent necessary to
8 exchange criminal record information and fingerprint data through
9 the interstate identification index and the national fingerprint
10 file.

11 (g) The DNA identification profiling system act, 1990 PA 250,
12 MCL 28.171 to 28.176, and R 28.5051 to R 28.5059 of the Michigan
13 administrative code.

14 (h) The DNA identification act, 42 USC 14131 to 14137c.

15 (2) The department shall provide data on the number of 10-
16 print and palm-print submissions to the AFIS database, with a goal
17 of at least 97% of submissions provided electronically as provided
18 in section 219.

19 (3) The department shall maintain the staffing and resources
20 necessary to have a 28-day average wait time for scheduling a
21 polygraph examination, assuming an annual caseload received
22 commensurate with fiscal year 2012-2013, with a goal of achieving a
23 15-day average wait time.

24 **FIELD SERVICES**

25 **GENERAL LAW ENFORCEMENT AND TRAFFIC SAFETY**

26 Sec. 501. (1) The department shall maintain the staffing and

1 resources necessary to exercise the authority, powers, functions,
2 and responsibilities in enforcing the criminal and civil laws of
3 this state, including the enforcement of traffic laws, as provided
4 under 1935 PA 59, MCL 28.1 to 28.16.

5 (2) The department, in keeping with its role as the general
6 law enforcement agency of the state and as the law enforcement
7 agency of last resort for communities that are either without local
8 law enforcement resources or seriously underserved by local law
9 enforcement resources, shall provide general law enforcement
10 assistance to those communities until adequate law enforcement
11 services can be provided to those communities by other means.

12 (3) Department enlisted personnel who are employed to enforce
13 traffic laws as provided in section 629e of the Michigan vehicle
14 code, 1949 PA 300, MCL 257.629e, shall not be prohibited from
15 responding to crimes in progress or other emergency situations and
16 are responsible for protecting every citizen of this state from
17 harm.

18 (4) The department shall maintain the staffing and resources
19 necessary to make traffic contacts per patrol hours commensurate
20 with the service level and contact areas exhibited in fiscal year
21 2010-2011. There shall be no degradation of road patrol services to
22 any region of this state.

23 (5) The department shall maintain the staffing and resources
24 necessary to continually work to enhance traffic safety throughout
25 the state and shall dedicate a minimum of 315,000 hours to
26 statewide patrol, of which a minimum of 24,000 shall be committed
27 to distressed cities in this state, and 4,000 shall be committed to

1 Belle Isle.

2 (6) The department shall maintain the staffing and resources
3 necessary to perform activities to maintain a 93% compliance rate
4 for reporting by registered sex offenders.

5 (7) The department shall submit a report on or before December
6 1 to the subcommittees and the senate and house fiscal agencies
7 regarding the secure cities initiative during the prior fiscal
8 year. The report shall include, but is not limited to, statistics
9 regarding criminal activity, including the number of arrests made
10 by troopers assigned to the cities in distress, the number of
11 traffic stops made by troopers assigned to cities in distress, the
12 number of parole or probation violators arrested by troopers
13 assigned to cities in distress, the number of violent and
14 assaultive crimes committed in the cities in distress, the number
15 of illegal drug and narcotic crimes committed in the cities in
16 distress, and the number of property crimes committed in the cities
17 in distress, and statistics regarding the number of local law
18 enforcement officers employed by the cities in distress.

19 **SECURITY AT EVENTS**

20 Sec. 502. The department shall respond to potential and
21 imminent threats to this state's facilities, systems, and property,
22 and large-scale recreational and major public events.

23 **CRIMINAL INVESTIGATIONS**

24 Sec. 503. (1) The department shall maintain the staffing and
25 resources necessary to identify and apprehend criminals through
26 criminal investigations in this state, as provided by law,
27 including the following authorities:

1 (a) 1935 PA 59, MCL 28.1 to 28.16.

2 (b) The Michigan gaming control and revenue act, 1996 IL 1,
3 MCL 432.201 to 432.226.

4 (2) The department shall maintain the staffing and resources
5 necessary to provide a comparable number of hours investigating
6 crimes as those performed in fiscal year 2012-2013.

7 (3) The department shall maintain the staffing and resources
8 necessary to annually meet or exceed a case clearance rate of 56%,
9 with the goal of achieving a 60% clearance rate by September 30,
10 2015.

11 (4) The department shall annually provide 4 training
12 opportunities to local law enforcement partners with the goal of
13 increasing their knowledge of gambling laws, trends, and legal
14 issues.

15 **CRIMINAL INVESTIGATIONS - TOBACCO TAX FRAUD INVESTIGATIONS**

16 Sec. 504. (1) The department shall provide protection to this
17 state, its economy, welfare, and vital state-sponsored programs
18 through the prevention and suppression of organized smuggling of
19 untaxed tobacco products in the state, through enforcement of the
20 tobacco products tax act, 1993 PA 327, MCL 205.421 to 205.436, and
21 other laws pertaining to combating criminal activity in this state,
22 by maintaining a tobacco tax enforcement unit.

23 (2) The department shall submit an annual report on December 1
24 to the subcommittees, the senate and house appropriations
25 subcommittees on general government, and the senate and house
26 fiscal agencies that details expenditures and activities related to
27 tobacco tax enforcement for the prior fiscal year.

1 (3) The tobacco tax enforcement unit shall dedicate a minimum
2 of 16,600 hours to tobacco tax enforcement.

3 **CRIMINAL INVESTIGATIONS - FIRE INVESTIGATIONS**

4 Sec. 505. (1) The department shall maintain the staffing and
5 resources necessary to provide fire investigation services to
6 citizens of this state through investigative assistance to local
7 law enforcement agencies as provided under the fire investigation
8 and criminal enforcement provisions under sections 6 and 7 of the
9 fire prevention code, 1941 PA 207, MCL 29.6 and 29.7.

10 (2) The department shall maintain the staffing and resources
11 necessary to maintain readiness to respond appropriately to at
12 least the number of requests for fire investigation services that
13 occurred in fiscal year 2010-2011 and shall be available for call
14 out statewide 100% of the time.

15 **SPECIALIZED SERVICES**

16 **SPECIAL OPERATIONS**

17 Sec. 601. (1) The department shall provide specialized
18 services in support of, and to enhance, local, state, and federal
19 law enforcement operations within this state in accordance with all
20 applicable state and federal laws and regulations.

21 (2) The department shall operate the Michigan intelligence
22 operation center for homeland security as the state's primary
23 federally designated fusion center to receive, analyze, gather, and
24 disseminate threat-related information among federal, state, local,
25 tribal, and private sector partners, as provided under Executive
26 Order No. 2012-5.

1 (3) Money privately donated to the department is appropriated
2 under part 1 to be used for the purposes designated by the donor of
3 the money, if specified.

4 (4) The department shall ensure public safety by providing
5 public and private sector partners with timely and accurate
6 information regarding critical information key resource threats as
7 reported to or discovered by the Michigan intelligence operations
8 center for homeland security and shall increase public awareness on
9 how to report suspicious activity through website or telephone
10 communications. The department shall seek to increase the number of
11 public and private sector contacts which receive vital homeland
12 security information and intelligence in order to enhance the
13 safety and security for citizens of this state.

14 (5) The department shall maintain the staffing and resources
15 necessary to provide training to maintain readiness to respond
16 appropriately to at least the number of requests for specialty
17 services which occurred in fiscal year 2010-2011.

18 (6) The canine unit shall be available for call out statewide
19 100% of the time.

20 (7) The bomb squad unit shall be available for call out
21 statewide 100% of the time.

22 (8) The emergency support teams shall be available for call
23 out statewide 100% of the time.

24 (9) The underwater recovery unit shall be available for call
25 out statewide 100% of the time.

26 (10) Aviation services shall be available for call out
27 statewide 100% of the time, unless prohibited by weather or

1 unexpected mechanical breakdowns.

2 **COMMERCIAL VEHICLE ENFORCEMENT**

3 Sec. 602. (1) The department shall maintain the staffing and
4 resources necessary to exercise the authority, powers, functions,
5 and responsibilities concerning motor carrier safety as provided
6 under the following program authorities:

7 (a) Section 6d of 1935 PA 59, MCL 28.6d.

8 (b) Executive Reorganization Order No. 1982-1, MCL 28.21.

9 (c) The vehicle size, weight, and load requirements under
10 sections 716 to 750 of the Michigan vehicle code, 1949 PA 300, MCL
11 257.716 to 257.750, and 23 USC 127, 49 USC 31111, 49 USC 31113, and
12 23 CFR part 658.

13 (d) The size and weight enforcement certification requirements
14 under 23 USC 141 and 23 CFR part 657.

15 (e) The operating authority provisions of the motor carrier
16 act, 1933 PA 254, MCL 475.1 to 479.43, and R 460.18101 to R
17 460.19301 of the Michigan administrative code.

18 (f) The unified carrier registration provisions under section
19 7 of article IV of the motor carrier act, 1933 PA 254, MCL 487.7,
20 the unified carrier registration act of 2005, 49 USC 14504a, and 49
21 CFR 367.30.

22 (g) The motor carrier fuel tax act, 1980 PA 119, MCL 207.211
23 to 207.234.

24 (h) The international fuel tax agreement entered into by the
25 state under section 2a of the motor carrier fuel tax act, 1980 PA
26 119, MCL 207.212a.

27 (i) The motor fuel tax act, 2000 PA 403, MCL 207.1001 to

1 207.1170.

2 (j) The vehicle registration provisions of chapters II and VII
3 of the Michigan vehicle code, 1949 PA 300, MCL 257.201 to 257.259
4 and 257.801 to 257.821.

5 (k) The international registration plan entered into by the
6 state under section 801g of the Michigan vehicle code, 1949 PA 300,
7 MCL 257.801g.

8 (l) The motor carrier safety act, 1963 PA 181, MCL 480.11 to
9 480.25, as well as applicable federal motor carrier safety
10 regulations adopted by the federal motor carrier safety
11 administration and applicable hazardous materials regulations
12 adopted by the federal pipeline and hazardous materials safety
13 administration.

14 (m) The commercial driver's license provisions of chapter III
15 of the Michigan vehicle code, 1949 PA 300, MCL 257.301 to 257.329,
16 and 49 USC 31311, 49 CFR part 383, and 49 CFR part 384.

17 (n) Section 25 of 1951 PA 51, MCL 247.675.

18 (2) The department shall provide the following information, as
19 provided in section 219:

20 (a) The number of oversize violations.

21 (b) The number of overweight violations.

22 (c) The number of vehicles weighed by scale type.

23 (d) The number of citations and the estimated amount of civil
24 fines by type of overweight violation.

25 (3) The department shall maintain the staffing and resources
26 necessary to exercise the authority, powers, functions, and
27 responsibilities concerning commercial motor vehicle safety

1 inspections to the extent the department receives funding through
2 the following federal programs:

3 (a) The federal motor carrier safety assistance program, as
4 authorized under 49 USC 31102 and 49 CFR part 350.

5 (b) The border enforcement grant program established under 49
6 USC 31107.

7 (c) The new entrant safety assurance program established under
8 section 32102 of the moving ahead for progress in the 21st century
9 act, 49 USC 31144(g), 49 CFR 350.21, and 49 CFR part 385 subpart D.

10 (4) The department shall provide the following information as
11 provided under section 219:

12 (a) The number of completed inspections supported with border
13 enforcement grant funds.

14 (b) The number of new entrant safety audits completed.

15 (5) The department shall maintain the staffing and resources
16 necessary to annually inspect at least 57,000 commercial vehicles.

17 (6) The department shall maintain the staffing and resources
18 necessary to exercise the authority, powers, functions, and
19 responsibilities concerning the inspection of school buses as
20 provided under the pupil transportation act, 1990 PA 187, MCL
21 257.1801 to 257.1877.

22 (7) The department shall annually provide the subcommittees
23 and the senate and house fiscal agencies with the following
24 information for each public and nonpublic school concerning the
25 inspection of school buses:

26 (a) The total number of school buses inspected.

27 (b) The number of inspected school buses receiving a passing

1 sticker.

2 (c) The number of inspected school buses receiving a yellow
3 sticker.

4 (d) The number of inspected school buses receiving a red
5 sticker.

6 **EMERGENCY MANAGEMENT AND HOMELAND SECURITY**

7 Sec. 606. (1) The department shall coordinate the mitigation,
8 preparation, response, and recovery activities of municipal,
9 county, state, and federal governments, and other governmental
10 entities, for all hazards, disasters, and emergencies, as provided
11 under the following authorities:

12 (a) The emergency management act, 1976 PA 390, MCL 30.401 to
13 30.421, and Executive Reorganization Order No. 1993-15, MCL 28.702.

14 (b) The Robert T. Stafford disaster relief and emergency
15 assistance act, 42 USC chapter 68, and applicable regulations
16 provided in title 44, chapter 1 of the code of federal regulations.

17 (c) Flood mitigation planning and activities, as provided
18 under 42 USC 4104c, 44 CFR part 78, and 44 CFR part 79.

19 (d) Section 101 of the implementing recommendations of the
20 9/11 commission act of 2007, 6 USC 605.

21 (e) 1945 PA 302, MCL 10.31 to 10.33.

22 (f) The emergency planning and community right-to-know act, 42
23 USC 11001 to 11050.

24 (g) 10 CFR part 50, Appendix E.

25 (h) 44 CFR part 350.

26 (2) The state director of emergency management may expend
27 money appropriated under part 1 to call upon any agency or

1 department of the state or any resource of the state to protect
2 life or property or to provide for the health or safety of the
3 population in any area of the state in which the governor proclaims
4 a state of emergency or state of disaster under 1945 PA 302, MCL
5 10.31 to 10.33, or under the emergency management act, 1976 PA 390,
6 MCL 30.401 to 30.421. The state director of emergency management
7 may expend the amounts the director considers necessary to
8 accomplish these purposes. The director shall submit to the state
9 budget director as soon as possible a complete report of all
10 actions taken under the authority of this section. The report shall
11 contain, as a separate item, a statement of all money expended that
12 is not reimbursable from federal money. The state budget director
13 shall review the expenditures and submit recommendations to the
14 legislature in regard to any possible need for a supplemental
15 appropriation.

16 (3) In addition to the money appropriated in part 1, the
17 department may receive and expend money from local, private,
18 federal, or state sources for the purpose of providing emergency
19 management training to local or private interests and for the
20 purpose of supporting emergency preparedness, response, recovery,
21 and mitigation activity. If additional expenditure authorization in
22 the Michigan administrative information network is approved by the
23 state budget office under this section, the department and the
24 state budget office shall notify the subcommittees and the senate
25 and house fiscal agencies within 10 days after the approval. The
26 notification shall include the amount and source and the additional
27 authorization, the date of its approval, and the projected use of

1 funds to be expended under the authorization.

2 (4) The department shall foster, promote, and maintain
3 partnerships to protect this state and homeland from all hazards.

4 (5) The department shall maintain the staffing and resources
5 necessary to do all of the following:

6 (a) Serve approximately 105 local emergency management
7 preparedness programs and 88 local emergency planning committees in
8 this state.

9 (b) Operate and maintain the state's emergency operations
10 center and provide command and control in support of emergency
11 response services.

12 (c) Maintain readiness, including training and equipment to
13 respond to civil disorders and natural disasters commensurate with
14 the capabilities of fiscal year 2010-2011.

15 (d) Perform hazardous materials response training.

16 (6) The department shall conduct a minimum of 3 training
17 sessions to enhance safe response in the event of natural or
18 manmade incidents, emergencies, or disasters.

19 (7) In addition to the funds appropriated in part 1, there is
20 appropriated from the disaster and emergency contingency fund up to
21 \$800,000.00 to cover costs related to any disaster or emergency as
22 defined in the emergency management act, 1976 PA 390, MCL 30.401 to
23 30.421. Funds shall be expended as provided under sections 18 and
24 19 of the emergency management act, 1976 PA 390, MCL 30.418 and
25 30.419, and R 30.51 to R 30.61 of the Michigan administrative code.

26 (8) Funds in the disaster and emergency contingency fund shall
27 not be expended unless the state budget director approves the

1 expenditure and the department and the state budget office notify
2 the senate and house appropriations committees. No later than
3 December 1, the department shall provide an annual report to the
4 senate and house appropriations committees, the senate and house
5 fiscal agencies, and the state budget office on the use of the
6 disaster and emergency contingency fund during the prior fiscal
7 year.

8 (9) From the funds appropriated in part 1 for emergency
9 management and homeland security, \$500,000.00 shall be expended to
10 support the urban search and rescue task force. In distributing
11 funds under this subsection, the department shall require the task
12 force to provide to the department the following information:

13 (a) A final year-end report providing information on all
14 revenue received by source and expenditures by categories, with the
15 funds distributed to the task force under section 703(9) of article
16 XVI of 2013 PA 59 discretely presented.

17 (b) Detail on the proposed expenditure of the funds
18 distributed under this subsection.

19 (c) A final year-end report providing information on all
20 revenue received by source and expenditures by categories, with the
21 funds distributed under this subsection discretely presented.

22 **HIGHWAY SAFETY PLANNING**

23 Sec. 608. (1) The department shall exercise the authority,
24 powers, functions, and responsibilities concerning the planning,
25 administration, and implementation of highway traffic safety
26 programs to save lives and reduce injuries on Michigan roads
27 through leadership, innovation, facilitation, and program support

1 in partnership with other public and private organizations as
2 provided under the following program authorities:

3 (a) 23 USC chapter 4 and 23 CFR part 1200.

4 (b) 1967 PA 213, MCL 247.841, 1941 PA 188, MCL 256.561 to
5 256.563, and Executive Reorganization Order No. 1969-1, MCL 28.61.

6 (c) Executive Reorganization Order No. 2002-5, MCL 256.571.

7 (d) The strategic highway safety plan provisions of 23 USC 148
8 and 23 CFR part 924.

9 (e) Section 25 of 1951 PA 51, MCL 247.675.

10 (2) The department shall provide for the publication of annual
11 traffic crash data and notify the subcommittees and the senate and
12 house fiscal agencies when such data are published.

13 **HIGHWAY SAFETY PLANNING - SECONDARY ROAD PATROL PROGRAM**

14 Sec. 610. (1) The department shall exercise the authority,
15 functions, powers, and responsibilities concerning the secondary
16 road patrol program to provide funding to county sheriff
17 departments to patrol secondary roads as provided in the following
18 program authorities:

19 (a) Sections 76 and 77 of 1846 RS 14, MCL 51.76 and 51.77.

20 (b) Executive Reorganization Order No. 1989-1, MCL 28.31.

21 (2) The sheriffs' duties under the secondary road patrol
22 program, as outlined in section 76(2) of 1846 RS 14, MCL 51.76, are
23 to patrol and monitor traffic violations; to enforce the criminal
24 laws of this state, violations of which are observed by or brought
25 to the attention of the sheriff's department while patrolling and
26 monitoring secondary roads; to investigate accidents involving
27 motor vehicles; and to provide emergency assistance to persons on

1 or near a highway or road the sheriff is patrolling and monitoring.

2 (3) The department shall provide the following information on
3 secondary road patrol activities supported by appropriations in
4 part 1, as provided in section 219:

5 (a) The number of full-time equivalent county sheriff
6 secondary road patrol deputies.

7 (b) The number of hours dedicated to patrol under the
8 secondary road patrol program, with an annual goal of at least
9 178,000 hours.

10 (4) The information required to be reported under subsection
11 (3) shall be reported for each quarter of the fiscal year. However,
12 the department may submit this information on a semiannual basis.

13 **ONE-TIME APPROPRIATIONS**

14 Sec. 701. The department shall maintain the staffing and
15 resources necessary to train at least 100 Michigan state police
16 trooper recruits.

17 Sec. 702. From the 1-time appropriation in part 1 for the
18 emergency response team vehicle replacement, the department shall
19 purchase 1 vehicle to support the emergency response team.

20 Sec. 703. The department shall maintain the staffing and
21 resources necessary to train at least 31 Michigan state police
22 motor carrier officer recruits.

23 Sec. 704. The 1-time appropriation in part 1 for aviation
24 support - helicopter purchase shall be used to provide patrol
25 segments in the area of the city of Detroit 5 times per week,
26 allowing existing secondary department helicopters to provide

1 similar patrol service to areas that may include the cities of
2 Flint, Pontiac, and Saginaw and to reduce the annual number of
3 occasions when requests for helicopter support were unable to be
4 met from the number of 72 in fiscal year 2012-2013.

5 Sec. 705. The 1-time appropriation in part 1 for LEIN language
6 conversion shall be used to update the language currently used by
7 LEIN to XML to allow LEIN messages to be in a more common language
8 that can be used to share information more easily with other
9 criminal justice partners.

10 Sec. 706. The 1-time appropriation in part 1 for electronic
11 warrant system shall be to provide for a statewide information
12 exchange system to eliminate the redundant entry of information
13 required to request, approve, and issue warrants for arrest,
14 including information exchanged with prosecutors, courts, LEIN,
15 criminal history databases, the state forensic laboratory, and the
16 state court administrative office, designed to save the time and
17 effort of law enforcement personnel as compared to current
18 procedures.

19 Sec. 707. The department shall provide traffic control for
20 events at Michigan international speedway.

21 Sec. 708. (1) The 1-time appropriation in part 1 for local
22 public safety initiative shall be used for local public safety
23 technology and equipment grants with a focus on school safety,
24 distributed as follows:

25 (a) Eighty percent of the 1-time appropriation in part 1 for
26 local public safety initiative shall be disbursed in the form of
27 competitive grants to K-12 schools, without bias toward public or

1 private educational institutions. The grants shall support the
2 purchase and implementation of safety-related acquisitions such as
3 enhanced 9-1-1 abilities, malicious call tracing, physical
4 deterrents, real-time location systems, emergency alert software,
5 other technologies, equipment, school building security
6 enhancements, or employee training.

7 (b) Twenty percent of the 1-time appropriation in part 1 for
8 local public safety initiative shall be disbursed in the form of
9 competitive grants to county sheriff departments for the purchase
10 of equipment, technologies, or officer training that would enhance
11 K-12 school safety and the departments' ability to effectively
12 coordinate their response to safety-related incidents at schools.

13 (2) The governor's council on law enforcement and reinvention
14 shall review applications and make award recommendations to the
15 department.

16 (3) The department shall report to the subcommittees any grant
17 award determinations made under this appropriation prior to their
18 issuance.

19 Sec. 709. The 1-time funds appropriated in part 1 for rent and
20 building occupancy charges - Marshall post shall be expended to buy
21 down a portion of the department's share of construction and
22 operating costs for the Marshall regional law enforcement center.
23 Lease terms shall be subject to a market analysis performed by the
24 department of technology, management, and budget to substantiate
25 the rental amount.

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PART 2A

PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS
FOR FISCAL YEAR 2015-2016**GENERAL SECTIONS**

Sec. 1201. It is the intent of the legislature to provide appropriations for the fiscal year ending on September 30, 2016 for the line items listed in part 1. The fiscal year 2015-2016 appropriations are anticipated to be the same as those for fiscal year 2014-2015, excluding appropriations designated as 1-time appropriations and adjusting for changes in caseload and related costs, federal fund match rates, economic factors, and available revenue. These adjustments will be determined after the January 2015 consensus revenue estimating conference.

Sec. 1202. It is the intent of the legislature that, with the resources provided within appropriations for fiscal year 2014-2015 and fiscal year 2015-2016, the following shall be achieved:

(a) State police trooper patrol hours shall increase by no less than 9% from fiscal year 2014-2015 to fiscal year 2015-2016.

(b) Aviation patrol hours shall increase by 30% and the helicopter acquired under fiscal year 2014-2015 appropriations shall be used to provide patrol segments in the city of Detroit 5 times per week, allowing existing secondary department-owned helicopters to provide similar patrol service to areas that may include the cities of Flint, Pontiac, and Saginaw and shall reduce the number of occasions when requests for helicopter support were unable to be met from the number of 72 in fiscal year 2012-2013 to lower than 50 for fiscal year 2015-2016.

1 (c) Motor carrier officer vehicle inspections shall increase
2 by no less than 12%.

3 (d) The conversion of LEIN language to XML shall result in an
4 increase in ease in the number of law enforcement partners that the
5 department communicates with and to maintain the ability to
6 exchange law enforcement information with the international justice
7 and public safety network.

8 (e) The establishment and use of the electronic warrant system
9 shall further increase the time and effort saved by the department
10 and other law enforcement agencies by eliminating the redundant
11 entry of information required to request, approve, and issue
12 warrants for arrest, including information exchanged with
13 prosecutor, courts, LEIN, criminal history databases, the state
14 forensic laboratory, and the state court administrative office.

15 ARTICLE XVII

16 STATE TRANSPORTATION DEPARTMENT

17 PART 1

18 LINE-ITEM APPROPRIATIONS

19 Sec. 101. There is appropriated for the state transportation
20 department for the fiscal year ending September 30, 2015, from the
21 following funds:

22 **STATE TRANSPORTATION DEPARTMENT**

23 APPROPRIATION SUMMARY

24	Full-time equated unclassified positions.....	6.0
25	Full-time equated classified positions.....	2,912.3

1	GROSS APPROPRIATION.....	\$ 3,701,098,600
2	Total interdepartmental grants and intradepartmental	
3	transfers	3,786,900
4	ADJUSTED GROSS APPROPRIATION.....	\$ 3,697,311,700
5	Federal revenues:	
6	Federal aid - transportation programs	1,205,885,500
7	Total federal revenues.....	1,205,885,500
8	Special revenue funds:	
9	Local revenues.....	50,177,100
10	Private revenues.....	100,000
11	Total local and private revenues.....	50,277,100
12	Blue Water Bridge fund.....	37,759,800
13	Comprehensive transportation fund.....	280,104,200
14	Economic development fund.....	53,597,000
15	IRS debt service rebate.....	6,981,700
16	Intercity bus equipment fund.....	140,000
17	Local bridge fund.....	28,884,100
18	Michigan transportation fund.....	1,017,972,100
19	Rail freight fund.....	6,000,000
20	State aeronautics fund.....	15,006,600
21	State trunkline fund.....	708,555,700
22	Total other state restricted revenues.....	2,155,001,200
23	State general fund/general purpose.....	\$ 286,147,900
24	State general fund/general purpose schedule:	
25	Ongoing state general fund/general	
26	purpose	0
27	One-time state general fund/general	

1	purpose	286,147,900	
2	Sec. 102. DEBT SERVICE		
3	State trunkline.....		\$ 198,076,600
4	Economic development.....		11,665,300
5	Local bridge fund.....		2,406,700
6	Blue Water Bridge fund.....		6,962,000
7	Airport safety and protection plan.....		4,992,200
8	Comprehensive transportation.....		<u>18,215,500</u>
9	GROSS APPROPRIATION.....		\$ 242,318,300
10	Appropriated from:		
11	Federal revenues:		
12	Federal aid - transportation programs.....		45,726,400
13	Special revenue funds:		
14	Blue Water Bridge fund.....		6,962,000
15	Comprehensive transportation fund.....		18,215,500
16	Economic development fund.....		11,665,300
17	Local bridge fund.....		2,406,700
18	IRS debt service rebate.....		6,981,700
19	State aeronautics fund.....		4,992,200
20	State trunkline fund.....		145,368,500
21	State general fund/general purpose.....		\$ 0
22	Sec. 103. COLLECTION, ENFORCEMENT, AND OTHER AGENCY		
23	SUPPORT SERVICES		
24	MTF grant to department of environmental quality.....		\$ 1,312,800
25	MTF grant to department of state for collection of		
26	revenue and fees		20,000,000
27	MTF grant to department of treasury.....		2,700,000

1	MTF grant to legislative auditor general	303,500
2	STF grant to department of attorney general	2,387,000
3	STF grant to civil service commission	5,697,000
4	STF grant to department of technology, management, and	
5	budget	1,296,300
6	STF grant to department of state police	11,433,400
7	STF grant to department of treasury	129,900
8	STF grant to legislative auditor general	704,900
9	SAF grant to department of attorney general	174,400
10	SAF grant to civil service commission	150,000
11	SAF grant to department of technology, management, and	
12	budget	38,600
13	SAF grant to department of treasury	74,300
14	SAF grant to legislative auditor general	29,100
15	CTF grant to department of attorney general	200,900
16	CTF grant to civil service commission	200,000
17	CTF grant to department of technology, management, and	
18	budget	47,000
19	CTF grant to department of treasury	16,400
20	CTF grant to legislative auditor general	<u>37,300</u>
21	GROSS APPROPRIATION	\$ 46,932,800
22	Appropriated from:	
23	Special revenue funds:	
24	Comprehensive transportation fund	501,600
25	Michigan transportation fund	24,316,300
26	State aeronautics fund	466,400
27	State trunkline fund	21,648,500

1	State general fund/general purpose.....	\$	0
2	Sec. 104. EXECUTIVE DIRECTION		
3	Full-time equated unclassified positions.....	6.0	
4	Full-time equated classified positions.....	29.3	
5	Unclassified salaries.....	\$	724,700
6	Asset management council.....		1,626,400
7	Commission audit--29.3 FTE positions.....		<u>3,356,700</u>
8	GROSS APPROPRIATION.....	\$	5,707,800
9	Appropriated from:		
10	Special revenue funds:		
11	Michigan transportation fund.....		1,626,400
12	State trunkline fund.....		4,081,400
13	State general fund/general purpose.....	\$	0
14	Sec. 105. BUSINESS SUPPORT		
15	Full-time equated classified positions.....	53.0	
16	Business support services--44.0 FTE positions.....	\$	6,662,100
17	Economic development and enhancement programs--9.0 FTE		
18	positions		1,452,600
19	Property management.....		8,066,500
20	Worker's compensation.....		<u>2,237,800</u>
21	GROSS APPROPRIATION.....	\$	18,419,000
22	Appropriated from:		
23	Special revenue funds:		
24	Comprehensive transportation fund.....		1,550,700
25	Economic development fund.....		378,700
26	Michigan transportation fund.....		779,600
27	State aeronautics fund.....		634,600

1	State trunkline fund.....	15,075,400
2	State general fund/general purpose.....	\$ 0
3	Sec. 106. INFORMATION TECHNOLOGY	
4	Information technology services and projects.....	\$ <u>31,473,500</u>
5	GROSS APPROPRIATION.....	\$ 31,473,500
6	Appropriated from:	
7	Federal revenues:	
8	Federal aid - transportation programs.....	520,500
9	Special revenue funds:	
10	Blue Water Bridge fund.....	53,700
11	Comprehensive transportation fund.....	218,100
12	Economic development fund.....	37,200
13	Michigan transportation fund.....	288,000
14	State aeronautics fund.....	170,200
15	State trunkline fund.....	30,185,800
16	State general fund/general purpose.....	\$ 0
17	Sec. 107. FINANCE, CONTRACTS, AND SUPPORT SERVICES	
18	Full-time equated classified positions.....	185.0
19	Finance, contracts, and support services.....	\$ <u>21,311,000</u>
20	GROSS APPROPRIATION.....	\$ 21,311,000
21	Appropriated from:	
22	Interdepartmental grant revenues:	
23	IDG for accounting service center user charges.....	3,786,900
24	Special revenue funds:	
25	Michigan transportation fund.....	1,553,400
26	State trunkline fund.....	15,970,700
27	State general fund/general purpose.....	\$ 0

1 **Sec. 108. TRANSPORTATION PLANNING**

2	Full-time equated classified positions.....	141.0	
3	Transportation planning--141.0 FTE positions.....		\$ 38,271,800
4	Grants to regional planning councils.....		<u> 488,800</u>
5	GROSS APPROPRIATION.....		\$ 38,760,600

6 Appropriated from:

7 Federal revenues:

8	Federal aid - transportation programs.....		20,000,000
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9 Special revenue funds:

10	Comprehensive transportation fund.....		610,500
11	Michigan transportation fund.....		8,649,200
12	State aeronautics fund.....		15,000
13	State trunkline fund.....		9,485,900
14	State general fund/general purpose.....		\$ 0

15 **Sec. 109. DESIGN AND ENGINEERING SERVICES**

16	Full-time equated classified positions.....	1,586.3	
17	Engineering services--427.6 FTE positions.....		\$ 50,761,600
18	Program services--1,108.7 FTE positions.....		104,867,000
19	Welcome center operations--50.0 FTE positions.....		<u> 4,460,000</u>
20	GROSS APPROPRIATION.....		\$ 160,088,600

21 Appropriated from:

22 Federal revenues:

23	Federal aid - transportation programs.....		23,529,800
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24 Special revenue funds:

25	Michigan transportation fund.....		11,946,200
26	State trunkline fund.....		124,612,600
27	State general fund/general purpose.....		\$ 0

1 **Sec. 110. HIGHWAY MAINTENANCE**

2 Full-time equated classified positions..... 747.7
 3 State trunkline operations--747.7 FTE positions \$ 310,440,500
 4 GROSS APPROPRIATION..... \$ 310,440,500

5 Appropriated from:

6 Special revenue funds:

7 State trunkline fund..... 310,440,500
 8 State general fund/general purpose \$ 0

9 **Sec. 111. ROAD AND BRIDGE PROGRAMS**

10 State trunkline federal aid and road and bridge
 11 construction \$ 824,646,200
 12 Local federal aid and road and bridge construction... 240,443,000
 13 Grants to local programs..... 33,000,000
 14 Rail grade crossing..... 3,000,000
 15 Local bridge program..... 26,477,400
 16 County road commissions..... 597,608,200
 17 Cities and villages..... 333,193,300
 18 GROSS APPROPRIATION..... \$ 2,058,368,100

19 Appropriated from:

20 Federal revenues:

21 Federal aid - transportation programs 982,720,800

22 Special revenue funds:

23 Local funds..... 30,000,000
 24 Blue Water Bridge fund..... 24,391,900
 25 Local bridge fund..... 26,477,400
 26 Michigan transportation fund..... 966,801,500
 27 State trunkline fund..... 27,976,500

1	State general fund/general purpose		0
2	Sec. 112. BLUE WATER BRIDGE		
3	Full-time equated classified positions.....	41.0	
4	Blue Water Bridge operations--41.0 FTE positions		\$ <u>6,352,200</u>
5	GROSS APPROPRIATION.....		\$ 6,352,200
6	Appropriated from:		
7	Special revenue funds:		
8	Blue Water Bridge fund.....		6,352,200
9	State general fund/general purpose		\$ 0
10	Sec. 113. TRANSPORTATION ECONOMIC DEVELOPMENT		
11	Forest roads.....		\$ 5,000,000
12	Rural county urban system.....		2,500,000
13	Target industries/economic redevelopment		18,757,800
14	Urban county congestion.....		7,629,000
15	Rural county primary.....		<u>7,629,000</u>
16	GROSS APPROPRIATION.....		\$ 41,515,800
17	Appropriated from:		
18	Special revenue funds:		
19	Economic development fund.....		41,515,800
20	State general fund/general purpose		\$ 0
21	Sec. 114. AERONAUTICS SERVICES		
22	Full-time equated classified positions.....	54.0	
23	Aviation services--54.0 FTE positions		\$ 7,430,600
24	Air service program.....		<u>289,700</u>
25	GROSS APPROPRIATION.....		\$ 7,720,300
26	Appropriated from:		
27	Special revenue funds:		

1	State aeronautics fund.....		7,720,300
2	State general fund/general purpose.....	\$	0
3	Sec. 115. PUBLIC TRANSPORTATION SERVICES		
4	Full-time equated classified positions.....	36.0	
5	Passenger transportation services--36.0 FTE positions	\$	<u>5,699,500</u>
6	GROSS APPROPRIATION.....	\$	5,699,500
7	Appropriated from:		
8	Federal revenues:		
9	Federal aid - transportation programs.....		972,100
10	Special revenue funds:		
11	Comprehensive transportation fund.....		4,727,400
12	State general fund/general purpose.....	\$	0
13	Sec. 116. BUS TRANSIT DIVISION: STATUTORY OPERATING		
14	Local bus operating.....	\$	167,400,000
15	Nonurban operating/capital.....		<u>25,187,900</u>
16	GROSS APPROPRIATION.....	\$	192,587,900
17	Appropriated from:		
18	Federal revenues:		
19	Federal aid - transportation programs.....		23,187,900
20	Special revenue funds:		
21	Comprehensive transportation fund.....		167,400,000
22	Local funds.....		2,000,000
23	State general fund/general purpose.....	\$	0
24	Sec. 117. INTERCITY PASSENGER		
25	Full-time equated classified positions.....	39.0	
26	Office of rail--39.0 FTE positions.....	\$	6,368,200
27	Freight property management.....		1,000,000

1	Detroit/Wayne County port authority.....	468,200
2	Intercity services.....	5,690,000
3	Rail operations and infrastructure.....	57,022,400
4	Marine passenger service.....	400,000
5	Terminal development.....	<u>150,000</u>
6	GROSS APPROPRIATION.....	\$ 71,098,800
7	Appropriated from:	
8	Federal revenues:	
9	Federal aid - transportation programs.....	14,600,000
10	Special revenue funds:	
11	Local funds.....	150,000
12	Private funds.....	100,000
13	Comprehensive transportation fund.....	47,388,900
14	Intercity bus equipment fund.....	140,000
15	Rail freight fund.....	6,000,000
16	Michigan transportation fund.....	2,011,500
17	State trunkline fund.....	708,400
18	State general fund/general purpose.....	\$ 0
19	Sec. 118. PUBLIC TRANSPORTATION DEVELOPMENT	
20	Specialized services.....	\$ 17,938,900
21	Municipal credit program.....	2,000,000
22	Transit capital.....	32,145,300
23	Van pooling.....	195,000
24	Service initiatives.....	4,197,300
25	Transportation to work.....	<u>4,700,000</u>
26	GROSS APPROPRIATION.....	\$ 61,176,500
27	Appropriated from:	

1	Federal revenues:	
2	Federal aid - transportation programs	16,050,000
3	Special revenue funds:	
4	Local funds.....	5,635,000
5	Comprehensive transportation fund.....	39,491,500
6	State general fund/general purpose.....	\$ 0
7	Sec. 119. CAPITAL OUTLAY	
8	(1) BUILDINGS AND FACILITIES	
9	Special maintenance, remodeling, and additions	\$ <u>3,001,500</u>
10	GROSS APPROPRIATION.....	\$ 3,001,500
11	Appropriated from:	
12	Special revenue funds:	
13	State trunkline fund.....	3,001,500
14	State general fund/general purpose.....	\$ 0
15	(2) AIRPORT IMPROVEMENT PROGRAMS	
16	Airport safety, protection, and improvement program..	\$ <u>91,978,000</u>
17	GROSS APPROPRIATION.....	\$ 91,978,000
18	Appropriated from:	
19	Federal revenues:	
20	Federal aid - transportation programs	78,578,000
21	Special revenue funds:	
22	Local funds.....	12,392,100
23	State aeronautics fund.....	1,007,900
24	State general fund/general purpose.....	\$ 0
25	Sec. 120. ONE-TIME BASIS ONLY	
26	State trunkline federal aid and road and bridge	
27	construction	\$ 127,000,000

1	State and local road and bridge programs	144,500,000
2	Transit capital and rail infrastructure	10,000,000
3	High-speed rail crossing pilot program	1,500,000
4	Regional transit authority	1,100,000
5	Airport safety, protection, and improvement program ..	<u>2,047,900</u>
6	GROSS APPROPRIATION	\$ 286,147,900
7	Appropriated from:	
8	State general fund/general purpose	\$ 286,147,900

9 PART 2

10 PROVISIONS CONCERNING APPROPRIATIONS

11 FOR FISCAL YEAR 2014-2015

12 **GENERAL SECTIONS**

13 Sec. 201. Pursuant to section 30 of article IX of the state
 14 constitution of 1963, total state spending from state resources
 15 under part 1 for fiscal year 2014-2015 is \$2,441,149,100.00 and
 16 state spending from state resources to be paid to local units of
 17 government for fiscal year 2014-2015 is \$1,316,686,400.00. The
 18 itemized statement below identifies appropriations from which
 19 spending to local units of government will occur:

20 DEPARTMENT OF TRANSPORTATION

21	Grants to regional planning councils	\$ 488,800
22	Grants to local programs	33,000,000
23	Rail grade crossing	3,000,000
24	Local bridge program	26,477,400
25	Grants to county road commissions	597,608,200

1	Grants to cities and villages.....	333,193,300
2	Economic development fund.....	22,758,000
3	Air service program.....	289,700
4	Local bus operating.....	167,400,000
5	Detroit/Wayne County port authority.....	468,200
6	Marine passenger service.....	400,000
7	Terminal development.....	150,000
8	Specialized services.....	3,853,900
9	Municipal credit program.....	2,000,000
10	Transit capital.....	25,895,300
11	Service initiatives.....	2,847,300
12	Transportation to work.....	4,700,000
13	Airport safety, protection, and improvement	
14	program.....	1,007,900
15	One-time state and local road and bridge programs	88,000,500
16	One-time regional transit authority.....	1,100,000
17	One-time airport safety, protection, and improvement	
18	program.....	<u>2,047,900</u>
19	Total payments to local units of government.....	\$ 1,316,686,400

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

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

24 (a) "Amtrak" means the national railroad passenger
25 corporation.

26 (b) "CTF" means comprehensive transportation fund.

27 (c) "Department" means the state transportation department.

1 (d) "DOT" means the United States department of
2 transportation.

3 (e) "DOT-FHWA" means DOT, federal highway administration.

4 (f) "FTE" means full-time equated.

5 (g) "IRS" means the internal revenue service.

6 (h) "MTF" means Michigan transportation fund.

7 (i) "SAF" means state aeronautics fund.

8 (j) "STF" means state trunkline fund.

9 Sec. 204. (1) For each new program or program expansion for
10 which funds in excess of \$500,000.00 are appropriated in part 1,
11 the department shall identify specific benchmarks intended to
12 measure the performance or return on taxpayer investment of the
13 program and its associated expenditures. Not later than November 1,
14 2014, the department shall report the proposed benchmarks to the
15 house and senate appropriations subcommittees for that department,
16 the house and senate fiscal agencies, and the state budget
17 director. The department shall provide an update on its progress in
18 achieving those benchmarks at an appropriations subcommittee
19 meeting called for the purpose of discussing benchmarks and their
20 status.

21 (2) It is the intent of the legislature that, beginning with
22 the budget for the fiscal year ending September 30, 2016, any
23 proposal for a new program or an expansion of an existing program
24 in excess of \$500,000.00 initiated by the executive branch or the
25 legislature shall include, as part of the original proposal or
26 budget request, a list of benchmarks intended to measure the
27 performance or return on taxpayer investment of the program or

1 spending increase.

2 Sec. 206. (1) In addition to the funds appropriated in part 1,
3 there is appropriated an amount not to exceed \$200,000,000.00 for
4 federal contingency funds. These funds are not available for
5 expenditure until they have been transferred to another line item
6 in part 1 pursuant to section 393(2) of the management and budget
7 act, 1984 PA 431, MCL 18.1393.

8 (2) In addition to the funds appropriated in part 1, there is
9 appropriated an amount not to exceed \$40,000,000.00 for state
10 restricted contingency funds. These funds are not available for
11 expenditure until they have been transferred to another line item
12 in part 1 pursuant to section 393(2) of the management and budget
13 act, 1984 PA 431, MCL 18.1393.

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

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

26 Sec. 207. The department shall cooperate with the department
27 of technology, management, and budget to maintain a searchable

1 website accessible by the public at no cost that includes, but is
2 not limited to, all of the following:

3 (a) Fiscal year-to-date expenditures by category.

4 (b) Fiscal year-to-date expenditures by appropriation unit.

5 (c) Fiscal year-to-date payments to a selected vendor,
6 including the vendor name, payment date, payment amount, and
7 payment description.

8 (d) The number of active department employees by job
9 classification.

10 (e) Job specifications and wage rates.

11 Sec. 208. The departments and agencies receiving
12 appropriations in part 1 shall use the Internet to fulfill the
13 reporting requirements of this part. This requirement may include
14 transmission of reports via electronic mail to the recipients
15 identified for each reporting requirement, or it may include
16 placement of reports on an Internet or Intranet site.

17 Sec. 209. Funds appropriated in part 1 shall not be used for
18 the purchase of foreign goods or services, or both, if
19 competitively priced and of comparable quality American goods or
20 services, or both, are available. Preference shall be given to
21 goods or services, or both, manufactured or provided by Michigan
22 businesses, if they are competitively priced and of comparable
23 quality. In addition, preference shall be given to goods or
24 services, or both, that are manufactured or provided by Michigan
25 businesses owned and operated by veterans, if they are
26 competitively priced and of comparable quality.

27 Sec. 210. The director shall take all reasonable steps to

1 ensure businesses in deprived and depressed communities compete for
2 and perform contracts to provide services or supplies, or both.

3 Each director shall strongly encourage firms with which the
4 department contracts to subcontract with certified businesses in
5 depressed and deprived communities for services, supplies, or both.

6 Sec. 212. The department and agencies receiving appropriations
7 in part 1 shall receive and retain copies of all reports funded
8 from appropriations in part 1. Federal and state guidelines for
9 short-term and long-term retention of records shall be followed.
10 The department may electronically retain copies of reports unless
11 otherwise required by federal and state guidelines.

12 Sec. 215. A department shall not take disciplinary action
13 against an employee for communicating with a member of the
14 legislature or his or her staff.

15 Sec. 228. Not later than November 30, the state budget office
16 shall prepare and transmit a report that provides for estimates of
17 the total general fund/general purpose appropriation lapses at the
18 close of the prior fiscal year. This report shall summarize the
19 projected year-end general fund/general purpose appropriation
20 lapses by major departmental program or program areas. The report
21 shall be transmitted to the office of the state budget, the
22 chairpersons of the senate and house of representatives standing
23 committees on appropriations, and the senate and house fiscal
24 agencies.

25 Sec. 229. Within 14 days after the release of the executive
26 budget recommendation, the department shall cooperate with the
27 state budget office to provide the state budget director, the

1 senate and house appropriations chairs, the senate and house
2 appropriations subcommittees on transportation, respectively, and
3 the senate and house fiscal agencies with an annual report on
4 estimated state restricted fund balances, state restricted fund
5 projected revenues, and state restricted fund expenditures for the
6 fiscal years ending September 30, 2014 and September 30, 2015.

7 Sec. 233. Not later than April 1, the department shall prepare
8 and transmit a report that provides detail regarding the
9 department's expenditures for administration and planning
10 associated with local units of government. The report shall list
11 the portion of all the expenditures from part 1 that are allocated
12 for administration and planning that are associated with the
13 disbursement of all local funds. The report shall be transmitted to
14 the office of the state budget, the senate and house appropriations
15 chairs, the senate and house appropriations subcommittees on
16 transportation, respectively, and the senate and house fiscal
17 agencies.

18 Sec. 235. The department shall maintain, on a publicly
19 accessible website, a department scorecard that identifies, tracks,
20 and regularly updates key metrics that are used to monitor and
21 improve the agency's performance.

22 Sec. 260. The departments and agencies receiving
23 appropriations in part 1 shall prepare a report on out-of-state
24 travel expenses not later than January 1 of each year. The travel
25 report shall be a listing of all travel by classified and
26 unclassified employees outside this state in the immediately
27 preceding fiscal year that was funded in whole or in part with

1 funds appropriated in the department's budget. The report shall be
2 submitted to the senate and house appropriations committees, the
3 house and senate fiscal agencies, and the state budget director.

4 The report shall include the following information:

5 (a) The dates of each travel occurrence.

6 (b) The transportation and related costs of each travel
7 occurrence, including the proportion funded with state general
8 fund/general purpose revenues, the proportion funded with state
9 restricted revenues, the proportion funded with federal revenues,
10 and the proportion funded with other revenues.

11 Sec. 262. Funds appropriated in part 1 shall not be used by a
12 principal executive department, state agency, or authority to hire
13 a person to provide legal services that are the responsibility of
14 the attorney general. This prohibition does not apply to legal
15 services for bonding activities and for those activities that the
16 attorney general authorizes.

17 Sec. 263. (1) The department shall report no later than April
18 1, 2015 on each specific policy change made to implement a public
19 act affecting the department that took effect during the prior
20 calendar year to the house and senate appropriations subcommittees
21 on the budget for the department, the joint committee on
22 administrative rules, and the senate and house fiscal agencies.

23 (2) Funds appropriated in part 1 shall not be used by the
24 department to adopt a rule that will apply to a small business and
25 that will have a disproportionate economic impact on small
26 businesses because of the size of those businesses if the
27 department fails to reduce the disproportionate economic impact of

1 the rule on small businesses as provided under section 40 of the
2 administrative procedures act of 1969, 1969 PA 306, MCL 24.240.

3 (3) As used in this section:

4 (a) "Rule" means that term as defined under section 7 of the
5 administrative procedures act of 1969, 1969 PA 306, MCL 24.207.

6 (b) "Small business" means that term as defined under section
7 7a of the administrative procedures act of 1969, 1969 PA 306, MCL
8 24.207a.

9 Sec. 270. In order to reduce costs and maintain quality, it is
10 the intent of the legislature that, excluding the fleet of motor
11 vehicles for the department of state police, the department will
12 prioritize the utilization of remanufactured parts as the primary
13 means of maintenance and repair for the state of Michigan's fleet
14 of motor vehicles.

15 Sec. 271. Total authorized appropriations from all sources
16 under part 1 for legacy costs for the fiscal year ending September
17 30, 2015 are \$75,324,500.00. From this amount, total agency
18 appropriations for pension-related legacy costs are estimated at
19 \$42,130,400.00. Total agency appropriations for retiree health care
20 legacy costs are estimated at \$33,194,100.00.

21 DEPARTMENTAL SECTIONS

22 Sec. 301. (1) The department may establish a fee schedule and
23 collect fees sufficient to cover the costs to issue the permits
24 that the department is authorized by law to issue upon request,
25 unless otherwise stipulated by law. All permit fees are
26 nonrefundable application fees and shall be credited to the

1 appropriate fund to recover the direct and indirect costs of
2 receiving, reviewing, and processing the requests.

3 (2) A bridge authority shall hold 3 public hearings on an
4 increase in any toll charged by the authority at least 30 days
5 before the toll change will become effective. Two of the hearings
6 shall be held within 5 miles of the bridge over which the bridge
7 authority has jurisdiction. One hearing shall be held in Lansing.
8 Public hearings held under this section shall be conducted in
9 accordance with the open meetings act, 1976 PA 267, MCL 15.261 to
10 15.275, and shall be conducted so as to provide a reasonable
11 opportunity for public comment, including both spoken and written
12 comments.

13 Sec. 303. On request, the department shall provide to a
14 legislator, in writing, a report on the amount of money to be
15 received by each city and village and the county road commission of
16 each county, that is included in whole or in part within the
17 legislator's legislative district.

18 Sec. 304. If, as a requirement of bidding on a highway
19 project, the department requires a contractor to submit financial
20 or proprietary documentation as to how the bid was calculated, that
21 bid documentation shall be kept confidential and shall not be
22 disclosed other than to a department representative without the
23 contractor's written consent. The department may disclose the bid
24 documentation if necessary to address or defend a claim by a
25 contractor.

26 Sec. 305. (1) The department may permit space on public
27 passenger transportation properties to be occupied by public or

1 private tenants on a competitive market rate basis. The department
2 shall require that revenue from the tenants be placed in an account
3 to be used to pay the costs to maintain and improve the property.

4 (2) The department shall charge public transit agencies and
5 intercity bus carriers equal rates per square foot for leasing
6 space in state-owned intermodal facilities.

7 Sec. 306. (1) The amounts appropriated in part 1 to support
8 tax and fee collection, law enforcement, and other program services
9 provided to the department and to transportation funds by other
10 state departments shall be expended from transportation funds
11 pursuant to annual contracts between the department and those other
12 state departments. The contracts shall be executed prior to the
13 expenditure or obligation of those funds. The contracts shall
14 provide, but are not limited to, the following data applicable to
15 each state department:

16 (a) Estimated costs to be recovered from transportation funds.

17 (b) Description of services provided to the department and/or
18 transportation funds and financed with transportation funds.

19 (c) Detailed cost allocation methods appropriate to the type
20 of services being provided and the activities financed with
21 transportation funds.

22 (2) Not later than 2 months after publication of the state of
23 Michigan comprehensive annual financial report, each state
24 department receiving funding pursuant to an interdepartment
25 contract with the department shall submit a written report to the
26 department, the state budget director, and the house and senate
27 fiscal agencies stating by spending authorization account the

1 amount of estimated funds contracted with the department, the
2 amount of funds expended, the amount of funds returned to the
3 transportation funds, and any unreimbursed transportation-related
4 costs incurred but not billed to transportation funds. A copy of
5 the report shall be submitted to the auditor general, and the
6 report shall be subject to audit by the auditor general as provided
7 in subsection (3).

8 (3) Biennially, in each even-numbered fiscal year, the auditor
9 general shall conduct an audit of charges to transportation funds
10 by state departments for the 2 preceding fiscal years. The audit
11 shall include both charges governed by interdepartmental contracts
12 as well as miscellaneous charges from other state departments not
13 governed by contracts. The auditor general shall prepare a detailed
14 report, with recommendations and conclusions, including a summary
15 of charges and related services to transportation funds by
16 department, the appropriateness of those charges, the cost
17 allocation methodologies used in determining the level of funding,
18 and any unreimbursed transportation-related costs, if any. The
19 report shall be provided to the senate and house of representatives
20 committees on appropriations, the senate and house fiscal agencies,
21 and the state budget director 9 months after publication of the
22 state of Michigan comprehensive annual financial report.

23 Sec. 307. Before March 1 of each year, the department will
24 provide to the legislature, the state budget office, and the house
25 and senate fiscal agencies its rolling 5-year plan listing by
26 county or by county road commission all highway construction
27 projects for the fiscal year and all expected projects for the

1 ensuing fiscal years.

2 Sec. 308. (1) As prescribed in subsection (2), the department
3 shall submit reports to the state budget director, the house and
4 senate appropriations subcommittees on transportation, and the
5 house and senate fiscal agencies on department activities related
6 to the prequalification of construction contractors under 1933 PA
7 170, MCL 123.501 to 123.508, and related administrative rules. The
8 report shall be submitted on or before March 1, 2015.

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

10 (a) A description of the department's processes and procedures
11 for evaluating construction contractor performance on capital
12 construction projects administered by the department including
13 state trunkline projects, rail infrastructure projects, local
14 agency federal-aid highway projects, and airport improvement
15 projects.

16 (b) Criteria that would cause the department to rate
17 contractor performance as unsatisfactory.

18 (c) The impact, if any, on a contractor's prequalification if
19 given an unsatisfactory performance rating by the department.

20 (d) A description of all department actions related to
21 unsatisfactory contractor performance ratings and restrictions on
22 contractor prequalification during the fiscal year ending September
23 30, 2014.

24 Sec. 310. The department shall provide in a timely manner
25 copies of the agenda and approved minutes of monthly transportation
26 commission meetings to the members of the house and senate
27 appropriations subcommittees on transportation, the house and

1 senate fiscal agencies, and the state budget director.

2 Sec. 311. From the funds appropriated in part 1, the
3 department shall conduct a study of the feasibility of constructing
4 a pedestrian-only crossing over Bear River in Petoskey that would
5 run parallel to the existing US Highway 31 crossing over Bear
6 River.

7 Sec. 312. (1) The department shall conduct a workgroup in
8 conjunction with the department of community health, the department
9 of human services, the department of corrections, the strategic
10 fund in the department of treasury, and 1 member from both the
11 senate and the house of representatives to determine how the state
12 can maximize its services and funding for transportation for low-
13 income, elderly, and disabled individuals through consolidating all
14 of the current transportation services for these populations under
15 1 department.

16 (2) The department shall submit to the senate and house
17 appropriations subcommittees on the department budget, the senate
18 and house fiscal agencies, the senate and house policy offices, and
19 the state budget office by March 1 of the current fiscal year a
20 report on the findings of the workgroup on the items described in
21 subsection (1).

22 Sec. 313. (1) From funds appropriated in part 1, the
23 department may increase a state infrastructure bank program and
24 grant or loan funds in accordance with regulations of the state
25 infrastructure bank program of the United States department of
26 transportation. The state infrastructure bank is to be administered
27 by the department for the purpose of providing a revolving, self-

1 sustaining resource for financing transportation infrastructure
2 projects.

3 (2) In addition to funds provided in subsection (1), money
4 received by the state as federal grants, repayment of state
5 infrastructure bank loans, or other reimbursement or revenue
6 received by the state as a result of projects funded by the program
7 and interest earned on that money shall be deposited in the
8 revolving state infrastructure bank fund and shall be available for
9 transportation infrastructure projects. At the close of the fiscal
10 year, any unencumbered funds remaining in the state infrastructure
11 bank fund shall remain in the fund and be carried forward into the
12 succeeding fiscal year.

13 (3) The department shall submit a report to the state budget
14 director, the house and senate appropriations subcommittees on
15 transportation, and the house and senate fiscal agencies on the
16 status of the state infrastructure bank. The report shall be
17 submitted on or before December 1, 2014. The report shall include
18 all of the following:

19 (a) The balance in the state infrastructure bank at September
20 30, 2014, including a breakdown of the balance by cash and cash
21 equivalents, outstanding loans, and balance available for loan to
22 local agencies.

23 (b) A breakdown of the state infrastructure loan balance by
24 amounts designated as originating from federal sources and the
25 amounts originating from nonfederal sources.

26 (c) A list of outstanding loans by agency, original loan
27 amount, project description, loan term, and amount outstanding.

1 Sec. 319. The department shall post signs at each rest area to
2 identify the agency or contractor responsible for maintenance of
3 the rest area. The signs shall include a department telephone
4 number and shall indicate that unsafe or unclean conditions at the
5 rest area may be reported to that telephone number.

6 Sec. 353. The department shall review its contractor payment
7 process and ensure that all prime contractors are paid promptly.
8 The department shall ensure that prime contractors are in
9 compliance with special provision 109.10 regarding the prompt
10 payment of subcontractors.

11 Sec. 357. When presented with complete local federal aid
12 project submittals, the department shall complete all necessary
13 reviews and inspections required to let local federal aid projects
14 within 120 days of receipt. The department shall implement a system
15 for monitoring the local federal aid project review process.

16 Sec. 375. The department is prohibited from reimbursing
17 contractors or consultants for costs associated with groundbreaking
18 ceremonies, receptions, open houses, or press conferences related
19 to transportation projects funded, in whole or in part, by revenue
20 appropriated in part 1.

21 Sec. 381. The department shall require as a condition of each
22 contract or subcontract for construction, maintenance, or
23 engineering services that the prequalified contractor or
24 prequalified subcontractor agree to use the E-Verify system to
25 verify that all persons hired during the contract term by the
26 contractor or subcontractor are legally present and authorized to
27 work in the United States. The department may verify this

1 information directly or may require contractors and subcontractors
2 to verify the information and submit a certification to the
3 department. The department shall report to the house and senate
4 appropriations committees and the house and senate fiscal agencies
5 by March 1, 2015 describing the processes it has developed and
6 implemented under provisions of this section. As used in this
7 section, "E-Verify" means an Internet-based system operated by the
8 department of homeland security, U.S. citizenship and immigration
9 services in partnership with the social security administration.

10 Sec. 382. In administering a contract with a county road
11 commission, city, or village that allocates costs of construction
12 or reconstruction of highways, roads, and streets as provided in
13 section 18d of 1951 PA 51, MCL 247.668d, the department shall
14 submit the final cost-sharing bill to the county road commission,
15 city, or village not later than 2 years after the date of the final
16 contract payment to the construction contractor.

17 Sec. 383. (1) The department shall prepare a report on use of
18 department-owned aircraft during the fiscal year ending September
19 30, 2014. With respect to each department-owned aircraft, the
20 report shall include all of the following:

21 (a) Total hours of usage.

22 (b) Description of specific flights including dates of travel,
23 names of passengers including state agency, university, or local
24 government affiliation, travel origin and destination, purpose of
25 travel, and total estimated costs associated with the air travel.

26 (2) The report shall be submitted to the senate and house
27 appropriations subcommittees on transportation and the house and

1 senate fiscal agencies no later than February 1, 2015.

2 (3) The department shall maintain a system for recovering the
3 cost of operating department-owned aircraft through charges to
4 aircraft users.

5 (4) From the funds appropriated in part 1, the department is
6 prohibited from transporting legislators or legislative staff on
7 state-owned aircraft without prior approval from the senate
8 majority leader or the speaker of the house of representatives and
9 only when the aircraft is already scheduled by state agencies on
10 related official state business.

11 (5) It is the intent of the legislature that the department
12 work with the Michigan state police to establish a reciprocal
13 agreement on employing fixed-wing aircraft with specifically
14 designed equipment for use by the Michigan state police when
15 conducting operations.

16 Sec. 384. (1) Except as otherwise provided in subsection (2),
17 the department shall not obligate the state to expend any state
18 transportation revenue for construction planning or construction of
19 the Detroit River International Crossing or a renamed successor. In
20 addition, except as provided in subsection (2), the department
21 shall not commit the state to any new contract related to the
22 construction planning or construction of the Detroit River
23 International Crossing or a renamed successor that would obligate
24 the state to expend any state transportation revenue. An
25 expenditure for staff resources used in connection with project
26 activities, which expenditure is subject to full and prompt
27 reimbursement from Canada, shall not be considered an expenditure

1 of state transportation revenue.

2 (2) If the legislature enacts specific enabling legislation
3 for the construction of the Detroit River International Crossing or
4 a renamed successor, subsection (1) does not apply once the
5 enabling legislation goes into effect.

6 Sec. 385. (1) The department shall submit reports to the state
7 budget director, the speaker of the house, the house minority
8 leader, the senate majority leader, the senate minority leader, the
9 house and senate appropriations subcommittees on transportation,
10 and the house and senate fiscal agencies on department activities
11 related to all nonconstruction or construction planning activities
12 related to the Detroit River International Crossing or a renamed
13 successor. The initial report shall be submitted on or before
14 December 1, 2014 and shall cover the fiscal year ending September
15 30, 2014.

16 (2) The initial report shall include, at a minimum, all of the
17 following:

18 (a) Department costs incurred in the fiscal year ending
19 September 30, 2014, including employee salaries, wages, benefits,
20 travel, and contractual services, and what activities those costs
21 were related to.

22 (b) Costs of other executive branch agencies incurred in the
23 fiscal year ending September 30, 2014, including employee salaries,
24 wages, benefits, travel, and contractual services, and what
25 activities those costs were related to.

26 (c) A breakdown of the source of funds used for the activities
27 described in subdivisions (a) and (b).

1 (d) A breakdown of reimbursements made by Canada under section
2 384(1) to the state for expenditures for staff resources used in
3 connection with project activities.

4 (e) A narrative description of the status of the Detroit River
5 International Crossing or a renamed successor, including efforts
6 undertaken to implement provisions of the crossing agreement
7 executed June 15, 2012 by representatives of the Canadian
8 government and this state.

9 (3) After submission of the initial report, a subsequent
10 report shall be submitted on March 1, 2015, June 1, 2015, and
11 September 1, 2015 and shall include the same information described
12 in subsection (2) for the applicable previous fiscal quarter.

13 Sec. 393. (1) The department shall promote best practices for
14 public transportation services in this state, including, but not
15 limited to, the following:

16 (a) Transit vehicle rehabilitation to reduce life-cycle cost
17 of public transportation through midlife rehabilitation of transit
18 buses.

19 (b) Cooperation between entities using transit, including
20 school districts, cities, townships, and counties with a view to
21 promoting cost savings through joint purchasing of fuel and other
22 procurements.

23 (c) Coordination of transportation dollars among state
24 departments which provide transit-related services, including the
25 department of human services and the department of community
26 health. Priority should be given to use of public transportation
27 services where available.

1 (d) Promotion of intelligent transportation services for buses
2 that incorporate computer and navigation technology to make transit
3 systems more efficient, including stoplight coordinating, vehicle
4 tracking, data tracking, and computerized scheduling.

5 (2) The department shall report on efforts taken to implement
6 this section as well as section 393 of article XVII of 2011 PA 63.
7 The department shall complete and submit the report to the state
8 budget director, the house and senate appropriations subcommittees
9 on transportation, and the house and senate fiscal agencies on or
10 before March 1, 2015.

11 Sec. 394. The department and local road agencies shall make
12 the preservation of their existing road networks a funding
13 priority.

14 **FEDERAL**

15 Sec. 401. Within 30 days of receiving the applicable fiscal
16 year authorization from the federal government to commit
17 transportation funds, the department shall notify local agency
18 representatives, the senate and house of representatives
19 appropriations transportation subcommittees, the senate and house
20 fiscal agencies, and the state budget director regarding the amount
21 of federal aid for categorical allocations to state and local
22 agency programs not specifically allocated in either federal or
23 state law.

24 Sec. 402. A portion of the federal DOT-FHWA highway research,
25 planning, and construction funds made available to this state shall
26 be allocated to transportation programs administered by local

1 jurisdictions in accordance with section 10o of 1951 PA 51, MCL
2 247.660o. A local road agency, with respect to a project approved
3 for federal aid funding in a state transportation improvement
4 program, may enter into a voluntary buyout agreement with the
5 department or with another local road agency to exchange the
6 federal aid with state restricted transportation funds as agreed to
7 by the respective parties. The state restricted transportation
8 funds received in exchange for federal aid funds shall be used for
9 the same purpose as the federal aid funds were originally intended.

10 **MICHIGAN TRANSPORTATION FUND**

11 Sec. 501. The money received under the motor carrier act, 1933
12 PA 254, MCL 475.1 to 479.43, and not appropriated to the department
13 of licensing and regulatory affairs or the department of state
14 police is deposited in the Michigan transportation fund.

15 Sec. 503. (1) The funds appropriated in part 1 for the
16 economic development and local bridge programs shall not lapse at
17 the end of the fiscal year but shall carry forward each fiscal year
18 for the purposes for which appropriated in accordance with 1987 PA
19 231, MCL 247.901 to 247.913, and section 10(5) of 1951 PA 51, MCL
20 247.660.

21 (2) Interest earned in the department of transportation
22 economic development fund and local bridge fund shall remain in the
23 respective funds and shall be allocated to the respective programs
24 based on actual interest earned at the end of each fiscal year.

25 (3) In addition to the funds appropriated in part 1, the
26 department of transportation economic development fund and local

1 bridge fund may receive federal, local, or private funds or
2 restricted source funds such as interest earnings. These funds are
3 appropriated for projects that are consistent with the purposes of
4 the respective funds.

5 (4) None of the funds statutorily dedicated to the
6 transportation economic development fund and local bridge fund
7 shall be diverted to other projects.

8 Sec. 504. Funds from the Michigan transportation fund shall be
9 distributed to the comprehensive transportation fund, the economic
10 development fund, the recreation improvement fund, and the state
11 trunkline fund, in accordance with this part and part 1 and part
12 711 of the natural resources and environmental protection act, 1994
13 PA 451, MCL 324.71101 to 324.71108, and may only be used as
14 specified in this part and part 1, 1951 PA 51, MCL 247.651 to
15 247.675, and part 711 of the natural resources and environmental
16 protection act, 1994 PA 451, MCL 324.71101 to 324.71108.

17 **STATE TRUNKLINE FUND**

18 Sec. 601. The department shall work with the road construction
19 industry and engineering consulting community to develop
20 performance and road construction warranties for construction
21 contracts. The development of warranties shall include warranties
22 on materials, workmanship, performance criteria, and design/build
23 projects. The department will report by September 30 of each
24 calendar year to the house of representatives and senate
25 appropriations subcommittees on transportation, the state budget
26 director, and the house and senate fiscal agencies on the status of

1 efforts to develop performance and road construction warranties.
2 The department shall report to the legislature on policy options to
3 strengthen and expand the use of road construction warranties or
4 other measures to increase accountability related to the
5 performance of construction projects on both state and local roads.
6 The department shall complete and submit the report to the state
7 budget director, the house and senate appropriations subcommittees
8 on transportation, and the house and senate fiscal agencies on or
9 before November 1, 2014.

10 Sec. 603. The department shall use traffic congestion as 1 of
11 the criteria in determining the priorities for designating which
12 roads shall be remediated in its 5-year road plan, which must be
13 submitted on or before March 1 of each year. Criteria for
14 evaluating traffic congestion shall include, but not be limited to,
15 coordination with local, county, and regional planning, improvement
16 in traffic operations, improvement in physical roadway conditions,
17 accident reduction, and coordination with area public
18 transportation planning.

19 Sec. 604. At the close of the fiscal year, any unencumbered
20 and unexpended balance in the state trunkline fund shall remain in
21 the state trunkline fund and shall carry forward and is
22 appropriated for federal aid road and bridge programs for projects
23 contained in the annual state transportation program.

24 Sec. 610. The department shall have as a priority the removal
25 of dead deer and other large animal remains from the traveled
26 portion and shoulder of state highways. The department, and
27 counties that perform state highway maintenance under contract,

1 shall remove animal remains, wherever practicable and when funds
2 are available, away from the traveled portion and shoulder of state
3 highways.

4 Sec. 612. The department shall establish guidelines governing
5 incentives and disincentives provided under contracts for state
6 trunkline projects. The guidelines shall include specific financial
7 information concerning incentives and disincentives. On or before
8 January 1 of each year, the department shall prepare a report for
9 the immediately preceding fiscal year regarding contract incentives
10 and disincentives. This report shall include a list, by project, of
11 the contractors that received contract incentives and/or
12 disincentives, the amount of the incentives and/or disincentives,
13 and the number of days that each project was completed either ahead
14 or past the contracted completion date. This report shall be
15 provided to the senate and house appropriations subcommittees on
16 transportation, the senate and house standing committees on
17 transportation, and the senate and house fiscal agencies.

18 Sec. 660. (1) The legislature encourages the department to
19 examine the use of alternative road surface materials, including
20 recycled materials, and to develop criteria and specifications for
21 their use in both department-managed and contracted projects.

22 (2) The department shall evaluate the use of a bituminous mix
23 which incorporates crumb rubber from scrap tires.

24 (3) The department shall report on efforts taken to implement
25 this section. The report shall include descriptions of specific
26 materials evaluated, evaluation methods, and results of specific
27 field or laboratory tests. The department shall complete and submit

1 the report to the state budget director, the house and senate
2 appropriations subcommittees on transportation, and the house and
3 senate fiscal agencies on or before March 1, 2015.

4 **TRANSIT AND RAIL RELATED FUNDS**

5 Sec. 701. The department shall establish an intercity bus
6 equipment and facility fund as a subsidiary fund within the
7 comprehensive transportation fund created under section 10b of 1951
8 PA 51, MCL 247.660b. Proceeds received by this state from the sale
9 of state-owned intercity bus equipment shall be credited to the
10 intercity bus equipment facility fund for the purchase and repair
11 of intercity bus equipment, as appropriated. Security deposits not
12 returned to a lessee of state-owned intercity bus equipment under
13 terms of the lease agreement shall be credited to the intercity bus
14 equipment fund for the repair of intercity bus equipment, as
15 appropriated. Money received by the department from lease payments
16 for state-owned intercity bus equipment, and facility maintenance
17 charges under terms of leases of state-owned intercity facilities,
18 shall be credited to the intercity bus equipment facility fund for
19 the purchase and repair of intercity bus equipment or for the
20 maintenance and rehabilitation of state-owned intercity facilities,
21 as appropriated. At the close of the fiscal year, any funds
22 remaining in the intercity bus equipment facility fund shall remain
23 in the fund and be carried forward into the succeeding fiscal year.

24 Sec. 702. Money that is received by this state as repayment
25 for loans made for rail or water freight capital projects, and as a
26 result of the sale of property or equipment used or projected to be

1 used for rail or water freight projects shall be deposited in the
2 rail freight fund created by section 17 of the state transportation
3 preservation act of 1976, 1976 PA 295, MCL 474.67. At the close of
4 the fiscal year, any funds remaining in the rail freight fund shall
5 remain in the fund and be carried forward into the succeeding
6 fiscal year.

7 Sec. 703. After receiving notification from a railroad company
8 pursuant to section 8 of the state transportation preservation act
9 of 1976, 1976 PA 295, MCL 474.58, the department shall immediately
10 notify the house of representatives and senate appropriations
11 subcommittees on transportation and the state budget office that
12 the railroad company has filed with the appropriate governmental
13 agencies for abandonment of a line.

14 Sec. 706. The Detroit/Wayne County port authority shall issue
15 a complete operations assessment and a financial disclosure
16 statement. The operations assessment shall include operational
17 goals for the next 5 years and recommendations to improve land
18 acquisition and development efficiency. The report shall be
19 completed and submitted to the house of representatives and senate
20 appropriations subcommittees on transportation, the state budget
21 director, and the house and senate fiscal agencies by February 15
22 of each fiscal year for the prior fiscal year.

23 Sec. 711. (1) As prescribed in subsection (2), the department
24 shall submit reports to the state budget director, the house and
25 senate appropriations subcommittees on transportation, and the
26 house and senate fiscal agencies on rail passenger service provided
27 by Amtrak under a contractual agreement with the department. The

1 report shall be submitted on or before May 1, 2015.

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

3 (a) Passenger counts for the preceding fiscal year for each of
4 the 3 Amtrak routes in Michigan.

5 (b) Revenue and operating expenses by Amtrak route.

6 (c) Total state operating payments to Amtrak in the preceding
7 fiscal year by Amtrak route.

8 (d) A discussion of major factors affecting route costs and
9 revenue and net state costs in the preceding fiscal year, and
10 factors affecting route costs and revenue and net state costs
11 anticipated in the current and future fiscal years.

12 Sec. 712. From the funds appropriated in part 1, the
13 department shall conduct a study of the feasibility of rail
14 passenger service on the rail corridor between Holland and Detroit,
15 via Grand Rapids and Lansing. The study shall include ridership
16 projections within the corridor, estimated rail passenger service
17 capital and operating costs, and revenue estimates. The department
18 shall complete and submit the report to the state budget director,
19 the house and senate appropriations subcommittees on
20 transportation, and the house and senate fiscal agencies on or
21 before May 1, 2015.

22 Sec. 735. For the fiscal year ending September 30, 2015, the
23 appropriation to a street railway pursuant to section 10e(22) of
24 1951 PA 51, MCL 247.660e, is \$0.

25 Sec. 740. The department shall report by March 1 of each year
26 to the house of representatives and senate appropriations
27 subcommittees on transportation, the house and senate fiscal

1 agencies, and the state budget director the encumbered and
2 unencumbered balances of the comprehensive transportation fund.

3 Sec. 741. By December 1, 2014, the department shall submit a
4 report to the senate and house appropriations subcommittees on
5 transportation and the senate and house fiscal agencies on the
6 need, feasibility, and cost of increasing the safety standard for
7 transit buses procured by Michigan transit agencies by requiring a
8 federally approved rollover test standard.

9 **AERONAUTICS FUND**

10 Sec. 801. Except as otherwise provided in section 903 for
11 capital outlay, at the close of the fiscal year, any unobligated
12 and unexpended balance in the state aeronautics fund created in the
13 aeronautics code of the state of Michigan, 1945 PA 327, MCL 259.1
14 to 259.208, shall lapse to the state aeronautics fund and be
15 appropriated by the legislature in the immediately succeeding
16 fiscal year.

17 Sec. 802. The legislature encourages the department to find
18 private entities or local public agencies to assume ownership and
19 operating responsibility for airports currently owned by the
20 department.

21 **CAPITAL OUTLAY**

22 Sec. 901. (1) From federal-state-local project appropriations
23 contained in part 1 for the purpose of assisting political entities
24 and subdivisions of this state in the construction and improvement
25 of publicly used airports and landing fields within this state, the

1 state transportation department may permit the award of contracts
2 on behalf of units of local government for the authorized locations
3 not to exceed the indicated amounts, of which the state allocated
4 portion shall not exceed the amount appropriated in part 1.

5 (2) Political entities and subdivisions shall provide not less
6 than 5% of the cost of any project under this section, unless a
7 total nonfederal share greater than 10% is otherwise specified in
8 federal law. State money shall not be allocated until local money
9 is allocated. State money for any 1 project shall not exceed 1/3 of
10 the total appropriation in part 1 from state funds for airport
11 improvement programs.

12 (3) The Michigan aeronautics commission may take those steps
13 necessary to match federal money available for airport construction
14 and improvement within this state and to meet the matching
15 requirements of the federal government. Whether acting alone or
16 jointly with another political subdivision or public agency or with
17 this state, a political subdivision or public agency of this state
18 shall not submit to any agency of the federal government a project
19 application for airport planning or development unless it is
20 authorized in this part and part 1 and the project application is
21 approved by the governing body of each political subdivision or
22 public agency making the application and by the Michigan
23 aeronautics commission.

24 Sec. 902. Before the end of each fiscal year, the state
25 transportation department shall report to the house and senate
26 appropriations subcommittees on transportation and the house and
27 senate fiscal agencies on the status of airport improvement

1 projects funded in part 1 with the estimated dollars allocated for
2 each project. If there has to be a delay in reporting, the state
3 transportation department shall notify the house and senate
4 appropriations subcommittees on transportation in writing of the
5 date the report will be received.

6 Sec. 903. The appropriations in part 1 for capital outlay
7 shall be carried forward at the end of the fiscal year consistent
8 with the provisions of section 248 of the management and budget
9 act, 1984 PA 431, MCL 18.1248.

10 **ONE-TIME APPROPRIATIONS**

11 Sec. 1001. The 1-time appropriation in part 1 of
12 \$127,000,000.00 from the state general fund is appropriated to the
13 state trunkline federal aid and road and bridge construction
14 program and is intended to ensure that the state is able to match
15 all available federal-aid highway funds.

16 Sec. 1002. The appropriation in part 1 of \$144,500,000.00 from
17 the state general fund for state and local road and bridge programs
18 shall be distributed to the state trunk line fund, county road
19 commissions, and cities and villages, in the same percentages
20 described in section 10(1)(j) of 1951 PA 51, MCL 247.660. Funds
21 distributed to county road commissions under this section shall be
22 distributed among the county road commissions in accordance with
23 section 12 of 1951 PA 51, MCL 247.662. Funds distributed to cities
24 and villages under this section shall be distributed among cities
25 and villages in accordance with section 13 of 1951 PA 51, MCL
26 247.663.

1 Sec. 1003. By December 1, 2015, the department shall report to
2 the house and senate appropriations subcommittees on
3 transportation, and the house and senate fiscal agencies, on the
4 use of 1-time general fund/general purpose funds appropriated in
5 part 1 for transit capital and rail infrastructure. The report
6 shall include a summary of funds expended, encumbered, and lapsed
7 for both transit capital and rail infrastructure. With regard to
8 transit capital projects, the report shall include grantees, grant
9 amounts, project description, and project completion dates. With
10 regard to rail infrastructure projects, the report shall include
11 grant amounts, project description, and project completion dates.

12 Sec. 1004. The part 1 appropriation, high-speed rail crossing
13 pilot program, shall be allocated for a pilot project to test
14 traffic control devices at rail grade crossings on railroad tracks
15 that are federally designated as a high-speed rail corridor under
16 49 USC 26106. Any pilot project entered into under this section
17 shall be done using a competitive bidding process.

18 Sec. 1005. (1) The part 1 appropriation line item, regional
19 transit authority, shall be expended for the purpose of funding
20 staff and other administrative costs associated with the initial
21 organization and operation of the authority created under the
22 regional transit authority act, 2012 PA 387, MCL 124.541 to
23 124.558. These funds shall not be used for the ongoing operation of
24 transit services.

25 (2) It is the intent of the legislature that in developing a
26 public transit plan for the region, as required by section 7(3) of
27 the regional transit authority act, 2012 PA 387, MCL 124.547, the

1 authority develop a plan for the authority to exercise direct
2 control and authority over any existing transit services, whether
3 through acquisition of existing transit service providers or
4 alternate means.

5 (3) The authority shall include in its report to the
6 legislature, as required under section 6(8) of the regional transit
7 authority act, 2012 PA 387, MCL 124.546, a description of its
8 activities under subsection (2).

9 Sec. 1006. (1) From the funds appropriated in part 1, there is
10 appropriated to the department \$10,000,000.00 for the purposes of
11 facilitating the construction of a new rail tunnel crossing of the
12 Detroit River between the city of Detroit and Windsor, Ontario,
13 Canada, referenced in the balance of this section as "the project".

14 (2) The department shall not expend any funds from the
15 appropriation in subsection (1) until the following conditions are
16 met:

17 (a) The project has obtained all necessary environmental and
18 cross-border crossing permits from the governments of Canada and
19 the United States.

20 (b) The project is included in the long-range transportation
21 plan of the southeast Michigan council of governments.

22 (c) The department is satisfied that the project will
23 accommodate not fewer than 400,000 rail cars per year.

24 (d) The department is satisfied that the project will be
25 available for use by all rail companies.

26 (e) The department is satisfied that all approvals necessary
27 for the completion of the project have been secured.

