

**SUBSTITUTE FOR
SENATE BILL NO. 608**

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

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

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PART 1

LINE-ITEM APPROPRIATIONS

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

APPROPRIATION SUMMARY

Senate Bill No. 608 as amended February 20, 2014

1	Full-time equated exempt positions.....	4.0	
2	GROSS APPROPRIATION.....		\$ < (173,265,600) >
3	Total interdepartmental grants and intradepartmental		
4	transfers		720,000
5	ADJUSTED GROSS APPROPRIATION.....		\$ < (173,985,600) >
6	Total federal revenues.....		(448,945,400)
7	Total local revenues.....		0
8	Total private revenues.....		3,017,100
9	Total other state restricted revenues.....		7,385,800
10	State general fund/general purpose.....		\$ <<264,556,900>>
11	Sec. 102. DEPARTMENT OF COMMUNITY HEALTH		
12	(1) APPROPRIATION SUMMARY		
13	GROSS APPROPRIATION.....		\$ < (389,187,800) >
14	Interdepartmental grant revenues:		
15	Total interdepartmental grants and intradepartmental		
16	transfers		0
17	ADJUSTED GROSS APPROPRIATION.....		\$ < (389,187,800) >
18	Federal revenues:		
19	Total federal revenues.....		(489,589,700)
20	Special revenue funds:		
21	Total local revenues.....		0
22	Total private revenues.....		0
23	Total other state restricted revenues.....		(113,291,000)
24	State general fund/general purpose.....		\$ <<213,692,900>>
25	(2) BEHAVIORAL HEALTH SERVICES		
26	Healthy Michigan plan - behavioral health.....		\$ (96,215,600)

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1	Medicaid adult benefits waiver.....	2,693,500
2	Community mental health non-Medicaid services.....	<u>75,977,000</u>
3	GROSS APPROPRIATION.....	\$ (17,545,100)
4	Appropriated from:	
5	Federal revenues:	
6	Total federal revenues.....	(96,215,600)
7	State general fund/general purpose.....	\$ 78,670,500
8	(3) MEDICAL SERVICES ADMINISTRATION	
9	Medical services administration.....	\$ (69,509,000)
10	Medical services administration.....	<u>109,509,000</u>
11	GROSS APPROPRIATION.....	\$ 40,000,000
12	Appropriated from:	
13	Federal revenues:	
14	Total federal revenues.....	40,000,000
15	State general fund/general purpose.....	\$ 0
16	(4) MEDICAL SERVICES	
17	Hospital services and therapy.....	\$ 19,000,000
18	Hospice services.....	<<2,200,000>>
19	Healthy Michigan plan.....	(459,197,700)
20	Plan first family planning waiver.....	357,400
21	Medicaid adult benefits waiver.....	6,008,000
22	Health plan services.....	19,989,600
23	Subtotal basic medical services program.....	< <u>(411,642,700)</u> >
24	GROSS APPROPRIATION.....	\$ < (411,642,700) >
25	Appropriated from:	
26	Federal revenues:	
27	Total federal revenues.....	(433,374,100)

1	Special revenue funds:	
2	Total other state restricted revenues	(113,291,000)
3	State general fund/general purpose	\$ <<135,022,400>>

<<Sec. 102a. CAPITAL OUTLAY

(1) APPROPRIATION SUMMARY

GROSS APPROPRIATION	\$	500
Interdepartmental grant revenues:		
Total interdepartmental grants and intradepartmental transfers		0
ADJUSTED GROSS APPROPRIATION	\$	500
Federal revenues:		
Total federal revenues		0
Special revenue funds:		
Total local revenues		0
Total private revenues		0
Total other state restricted revenues		0
State general fund/general purpose	\$	500

(2) STATE BUILDING AUTHORITY FINANCED

CONSTRUCTION AUTHORIZATIONS

Saginaw Valley State University - Wickes hall renovations (total authorized cost \$8,000,000; state building authority share \$5,999,800; Saginaw Valley State University share \$2,000,000; state general fund share \$200)	\$	100
Kalamazoo Valley Community College - Healthy Living Campus (total authorized cost \$25,625,200; state building authority share \$5,999,800; Kalamazoo Valley Community College share \$19,625,200; state general fund share \$200)		100
Macomb Community College - south campus C-building renovation (total authorized cost \$8,500,000; state building authority share \$4,249,800; Macomb Community College share \$4,250,000; state general fund share \$200)		100
Muskegon Community College - science laboratory center (total authorized cost \$9,600,000; state building authority share \$4,646,600; Muskegon Community College share \$4,953,200; state general fund share \$200)		100
Southwestern Michigan College - science and allied health labs (total authorized cost \$8,600,000; state building authority share \$3,749,800; Southwestern Michigan College share \$4,850,000; state general fund share \$200)		100
GROSS APPROPRIATION	\$	500

	Appropriated from:	
4	State general fund/general purpose	\$ 500>>
	Sec. 103. DEPARTMENT OF CORRECTIONS	
5	(1) APPROPRIATION SUMMARY	
6	GROSS APPROPRIATION	\$ 14,671,800
7	Interdepartmental grant revenues:	
8	Total interdepartmental grants and intradepartmental	
9	transfers	0
10	ADJUSTED GROSS APPROPRIATION	\$ 14,671,800
11	Federal revenues:	
12	Total federal revenues	0
13	Special revenue funds:	
14	Total local revenues	0
15	Total private revenues	0
16	Total other state restricted revenues	0
17	State general fund/general purpose	\$ 14,671,800
18	(2) PRISONER RE-ENTRY AND COMMUNITY SUPPORT	
19	Prisoner re-entry local service providers	\$ 125,700
20	Prisoner re-entry MDOC programs	<u>2,286,800</u>
21	GROSS APPROPRIATION	\$ 2,412,500
22	Appropriated from:	
23	State general fund/general purpose	\$ 2,412,500
24	(3) FIELD OPERATIONS ADMINISTRATION	
25	Substance abuse testing and treatment services	<u>\$ 8,066,100</u>
26	GROSS APPROPRIATION	\$ 8,066,100

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1	Appropriated from:	
2	State general fund/general purpose	\$ 8,066,100
3	(4) HEALTH CARE	
4	Prisoner health care services	\$ <u>4,193,200</u>
5	GROSS APPROPRIATION	\$ 4,193,200
6	Appropriated from:	
7	State general fund/general purpose	\$ 4,193,200
8	Sec. 104. DEPARTMENT OF EDUCATION	
9	(1) APPROPRIATION SUMMARY	
10	GROSS APPROPRIATION	\$ <<14,286,000>>
11	Interdepartmental grant revenues:	
12	Total interdepartmental grants and intradepartmental	
13	transfers	0
14	ADJUSTED GROSS APPROPRIATION	\$ <<14,286,000>>
15	Federal revenues:	
16	Total federal revenues	5,286,000
17	Special revenue funds:	
18	Total local revenues	0
19	Total private revenues	0
20	Total other state restricted revenues	0
21	State general fund/general purpose	\$ <<9,000,000>>
22	(2) MICHIGAN OFFICE OF GREAT START	
23	Child development care public assistance	\$ <u>5,286,000</u>
24	GROSS APPROPRIATION	\$ 5,286,000
25	Appropriated from:	
26	Federal revenues:	

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1	Federal revenues.....		5,286,000
2	State general fund/general purpose.....	\$	0
3	(3) STATE AID AND SCHOOL FINANCE SERVICES		
4	Dissolved school district costs.....	\$	<u>5,100,000</u>
5	GROSS APPROPRIATION.....	\$	5,100,000
6	Appropriated from:		
7	State general fund/general purpose.....	\$	5,100,000
8	(4) EDUCATIONAL IMPROVEMENT AND INNOVATION SERVICES		
9	Information technology education.....	\$	3,900,000
10	<<		>>
11	GROSS APPROPRIATION.....	\$	<<3,900,000>>
12	Appropriated from:		
13	State general fund/general purpose.....	\$	<<3,900,000>>
14	Sec. 105. DEPARTMENT OF ENVIRONMENTAL QUALITY		
15	(1) APPROPRIATION SUMMARY		
16	GROSS APPROPRIATION.....	\$	50,000
17	Interdepartmental grant revenues:		
18	Total interdepartmental grants and intradepartmental		
19	transfers		0
20	ADJUSTED GROSS APPROPRIATION.....	\$	50,000
21	Federal revenues:		
22	Total federal revenues.....		0
23	Special revenue funds:		
24	Total local revenues.....		0
25	Total private revenues.....		0
26	Total other state restricted revenues.....		0

1	State general fund/general purpose	\$	50,000
2	(2) WATER RESOURCE DIVISION		
3	Surface water	\$	<u>50,000</u>
4	GROSS APPROPRIATION	\$	50,000
5	Appropriated from:		
6	State general fund/general purpose	\$	50,000
7	Sec. 106. DEPARTMENT OF HUMAN SERVICES		
8	(1) APPROPRIATION SUMMARY		
9	GROSS APPROPRIATION	\$	30,612,300
10	Interdepartmental grant revenues:		
11	Total interdepartmental grants and intradepartmental		
12	transfers		0
13	ADJUSTED GROSS APPROPRIATION	\$	30,612,300
14	Federal revenues:		
15	Social security act, temporary assistance for needy		
16	families		600,000
17	Total federal revenues		19,875,200
18	Special revenue funds:		
19	Total local revenues		0
20	Total private revenues		2,937,100
21	Total other state restricted revenues		0
22	State general fund/general purpose	\$	7,200,000
23	(2) CHILD WELFARE SERVICES		
24	Youth in transition	\$	250,000
25	Youth in transition		(750,000)
26	Fostering futures scholarship program		750,000

1	Child care fund.....	(171,036,600)
2	Child care fund.....	173,536,600
3	Adoption support services.....	<u>200,000</u>
4	GROSS APPROPRIATION.....	\$ 2,950,000
5	Appropriated from:	
6	Federal revenues:	
7	Social security act, temporary assistance for needy	
8	families	600,000
9	Total federal revenues.....	(600,000)
10	State general fund/general purpose.....	\$ 2,950,000
11	(3) PUBLIC ASSISTANCE	
12	Multicultural integration funding.....	\$ 250,000
13	Low-income home energy assistance program.....	22,912,300
14	Deliverable fuels crisis assistance.....	<u>4,000,000</u>
15	GROSS APPROPRIATION.....	\$ 27,162,300
16	Appropriated from:	
17	Federal revenues:	
18	Total other federal revenues.....	19,975,200
19	Special revenue funds:	
20	Total private revenues.....	2,937,100
21	State general fund/general purpose.....	\$ 4,250,000
22	(4) DISABILITY DETERMINATION SERVICES	
23	Disability determination operations.....	\$ <u>500,000</u>
24	GROSS APPROPRIATION.....	\$ 500,000
25	Appropriated from:	
26	Federal revenues:	
27	Total other federal revenues.....	500,000

1	State general fund/general purpose	\$	0
2	Sec. 107. JUDICIARY		
3	(1) APPROPRIATION SUMMARY		
4	Full-time equated exempted positions.....	4.0	
5	GROSS APPROPRIATION.....	\$	1,400,000
6	Interdepartmental grant revenues:		
7	Total interdepartmental grants and intradepartmental		
8	transfers		0
9	ADJUSTED GROSS APPROPRIATION.....	\$	1,400,000
10	Federal revenues:		
11	Total federal revenues.....		650,000
12	Special revenue funds:		
13	Total local revenues.....		0
14	Total private revenues.....		0
15	Total other state restricted revenues.....		0
16	State general fund/general purpose	\$	750,000
17	(2) SUPREME COURT		
18	Full-time equated exempted positions.....	4.0	
19	Indigent defense commission--4.0 FTE positions	\$	750,000
20	Drug treatment courts.....		650,000
21	GROSS APPROPRIATION.....	\$	1,400,000
22	Appropriated from:		
23	Federal revenues:		
24	DOT, national highway traffic safety administration..		650,000
25	State general fund/general purpose	\$	750,000

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1 **Sec. 108. DEPARTMENT OF LICENSING AND REGULATORY**
 2 **AFFAIRS**

3 **(1) APPROPRIATION SUMMARY**

4	GROSS APPROPRIATION.....	\$	0
5	Interdepartmental grant revenues:		
6	Total interdepartmental grants and intradepartmental		
7	transfers		0
8	ADJUSTED GROSS APPROPRIATION.....	\$	0
9	Federal revenues:		
10	Total federal revenues.....		0
11	Special revenue funds:		
12	Total local revenues.....		0
13	Total private revenues.....		0
14	Total other state restricted revenues.....		0
15	State general fund/general purpose.....	\$	0

16 **(2) DEPARTMENT GRANTS**

17	Medical marihuana operation and oversight grants	\$	(3,000,000)
18	Medical marihuana operation and oversight grants		<u>3,000,000</u>
19	GROSS APPROPRIATION.....	\$	0
20	Appropriated from:		
21	State general fund/general purpose.....	\$	0

22 **Sec. 109. DEPARTMENT OF MILITARY AND VETERANS AFFAIRS**

23 **(1) APPROPRIATION SUMMARY**

24	GROSS APPROPRIATION.....	\$	<<19,560,000>>
25	Interdepartmental grant revenues:		
26	Total interdepartmental grants and intradepartmental		

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1	transfers	0
2	ADJUSTED GROSS APPROPRIATION.....	\$ <<19,560,000>>
3	Federal revenues:	
4	Total federal revenues.....	0
5	Special revenue funds:	
6	Total local revenues.....	0
7	Total private revenues.....	0
8	Total other state restricted revenues.....	0
9	State general fund/general purpose.....	\$ <<19,560,000>>
10	(2) CAPITAL OUTLAY	
11	Special maintenance - veterans' homes.....	\$ 1,200,000
12	Special maintenance - headquarters and armories.....	<u>15,800,000</u>
13	GROSS APPROPRIATION.....	\$ 17,000,000
14	Appropriated from:	
15	State general fund/general purpose.....	\$ 17,000,000
16	(3) MICHIGAN VETERANS AFFAIRS AGENCY	
17	Michigan veterans affairs agency.....	\$ <u>560,000</u>
18	GROSS APPROPRIATION.....	\$ 560,000
19	Appropriated from:	
20	State general fund/general purpose.....	\$ 560,000
21	Schedule of programs:	
22	Veterans advice, advocacy, and assistance grants.....	560,000
	<<(4) ONE-TIME APPROPRIATIONS	
	Veterans service delivery initiative.....	2,000,000
	GROSS APPROPRIATION.....	2,000,000
	Appropriated from:	
	State general fund/general purpose.....	2,000,000>>
23	Sec. 110. DEPARTMENT OF NATURAL RESOURCES	
24	(1) APPROPRIATION SUMMARY	
25	GROSS APPROPRIATION.....	\$ 6,460,000
26	Interdepartmental grant revenues:	

1	Total interdepartmental grants and intradepartmental		
2	transfers		0
3	ADJUSTED GROSS APPROPRIATION.....	\$	6,460,000
4	Federal revenues:		
5	Total federal revenues.....		1,500,000
6	Special revenue funds:		
7	Total local revenues.....		0
8	Total private revenues.....		80,000
9	Total other state restricted revenues.....		330,000
10	State general fund/general purpose.....	\$	4,550,000
11	(2) CAPITAL OUTLAY - WATERWAYS BOATING PROGRAM		
12	Infrastructure improvements - local projects.....	\$	330,000
13	Munising, Alger County, east breakwall extension,		
14	L-dock expansion, revetment wall, and floating		
15	pier with finger slips (total authorized cost is		
16	increased from \$874,800 to \$2,894,800; federal		
17	share is increased from \$0 to \$1,500,000; state		
18	share \$437,400; local share is increased from		
19	\$437,400 to \$957,400)		1,500,000
20	South Higgins state park, Roscommon County, new		
21	entrance, launch ramp, maneuver area, boat wash		
22	station, and parking lot/traffic flow		
23	configurations (total authorized cost is increased		
24	from \$1,000,000 to \$1,080,000; private share is		
25	increased from \$0 to \$80,000; state share		
26	\$1,000,000)		<u>80,000</u>
27	GROSS APPROPRIATION.....	\$	1,910,000

1	Appropriated from:		
2	Federal revenues:		
3	Federal funds.....		1,500,000
4	Special revenue funds:		
5	Private funds.....		80,000
6	Michigan state waterways fund.....		330,000
7	State general fund/general purpose.....	\$	0
8	(3) GRANTS		
9	Cascades falls restoration and renovation.....	\$	2,000,000
10	Fort Holmes on Mackinac Island restoration.....		250,000
11	Kawkawlin dredging project.....		<u>2,300,000</u>
12	GROSS APPROPRIATION.....	\$	4,550,000
13	Appropriated from:		
14	State general fund/general purpose.....	\$	4,550,000
15	Sec. 111. DEPARTMENT OF STATE		
16	(1) APPROPRIATION SUMMARY		
17	GROSS APPROPRIATION.....	\$	617,000
18	Interdepartmental grant revenues:		
19	Total interdepartmental grants and intradepartmental		
20	transfers		0
21	ADJUSTED GROSS APPROPRIATION.....	\$	617,000
22	Federal revenues:		
23	Total federal revenues.....		0
24	Special revenue funds:		
25	Total local revenues.....		0
26	Total private revenues.....		0

1	Total other state restricted revenues		0
2	State general fund/general purpose	\$	617,000
3	(2) EXECUTIVE DIRECTION		
4	Operations	\$	<u>300,000</u>
5	GROSS APPROPRIATION	\$	300,000
6	Appropriated from:		
7	State general fund/general purpose	\$	300,000
8	(3) LEGAL SERVICES		
9	Operations	\$	<u>200,000</u>
10	GROSS APPROPRIATION	\$	200,000
11	Appropriated from:		
12	State general fund/general purpose	\$	200,000
13	(4) ELECTION REGULATION		
14	Election administration and services	\$	<u>117,000</u>
15	GROSS APPROPRIATION	\$	117,000
16	Appropriated from:		
17	State general fund/general purpose	\$	117,000
18	Sec. 112. DEPARTMENT OF STATE POLICE		
19	(1) APPROPRIATION SUMMARY		
20	GROSS APPROPRIATION	\$	7,660,000
21	Interdepartmental grant revenues:		
22	Total interdepartmental grants and intradepartmental		
23	transfers		0
24	ADJUSTED GROSS APPROPRIATION	\$	7,660,000
25	Federal revenues:		
26	Total federal revenues		3,350,000

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1	Special revenue funds:	
2	Total local revenues.....	0
3	Total private revenues.....	0
4	Total other state restricted revenues.....	2,000,000
5	State general fund/general purpose.....	\$ 2,310,000
6	(2) SUPPORT SERVICES	
7	Support services.....	\$ <u>7,660,000</u>
8	GROSS APPROPRIATION.....	\$ 7,660,000
9	Appropriated from:	
10	Federal revenues	
11	Federal revenues.....	3,350,000
12	Special revenue funds:	
13	Roads and risks reserve fund.....	2,000,000
14	State general fund/general purpose.....	\$ 2,310,000
15	Schedule of programs:	
16	State emergency center operations and preparedness ...	4,310,000
17	Support services.....	3,350,000
18	Sec. 113. DEPARTMENT OF TECHNOLOGY, MANAGEMENT, AND	
19	BUDGET	
20	(1) APPROPRIATION SUMMARY	
21	Full-time equated classified positions..... (4.0)	
22	GROSS APPROPRIATION.....	\$ <(23,514,400)>
23	Interdepartmental grant revenues:	
24	Total interdepartmental grants and intradepartmental	
25	transfers	720,000
26	ADJUSTED GROSS APPROPRIATION.....	\$ <(24,234,400)>

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1	Federal revenues:		
2	Total federal revenues.....		0
3	Special revenue funds:		
4	Total local revenues.....		0
5	Total private revenues.....		0
6	Total other state restricted revenues.....		(699,100)
7	State general fund/general purpose.....	\$	<(23,535,300)>
8	(2) DEPARTMENT SERVICES		
9	Full-time equated classified positions..... (4.0)		
10	Business support services--(4.0) FTE positions.....	\$	(675,000)
11	Building occupancy charges, rent, and utilities.....		(13,400)
12	Information technology services and projects.....		<u>(10,700)</u>
13	GROSS APPROPRIATION.....	\$	(699,100)
14	Appropriated from:		
15	Special revenue funds:		
16	State building authority revenue.....		(699,100)
17	State general fund/general purpose.....	\$	0
18	(3) SPECIAL PROGRAMS		
19	Retirement services.....	\$	<u>400,000</u>
20	GROSS APPROPRIATION.....	\$	400,000
21	Appropriated from:		
22	State general fund/general purpose.....	\$	400,000
23	(4) STATEWIDE APPROPRIATIONS		
24	Professional development fund - UAW.....	\$	<u>720,000</u>
25	GROSS APPROPRIATION.....	\$	720,000
26	Appropriated from:		
27	Interdepartmental grant revenues:		

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1	IDG from employer contributions	720,000
2	State general fund/general purpose	\$ 0
3	(5) STATE BUILDING AUTHORITY RENT	
4	State building authority rent - state agencies	\$ (22,700,000)
5	State building authority rent - department of	
6	corrections	(10,600,000)
7	State building authority rent - universities	<<6,200,000>>
8	State building authority rent - community colleges ...	<< <u>3,164,700</u> >>
9	GROSS APPROPRIATION	\$ <(23,935,300)>
10	Appropriated from:	
11	State general fund/general purpose	\$ <(23,935,300)>
12	Sec. 114. STATE TRANSPORTATION DEPARTMENT	
13	(1) APPROPRIATION SUMMARY	
14	GROSS APPROPRIATION	\$ 118,328,900
15	Interdepartmental grant revenues:	
16	Total interdepartmental grants and intradepartmental	
17	transfers	0
18	ADJUSTED GROSS APPROPRIATION	\$ 118,328,900
19	Federal revenues:	
20	Total federal revenues	9,383,100
21	Special revenue funds:	
22	Total local revenues	0
23	Total private revenues	0
24	Total other state restricted revenues	102,345,800
25	State general fund/general purpose	\$ 6,600,000
26	(2) TRANSPORTATION ECONOMIC DEVELOPMENT	

1	Regional transportation administration -	
2	administrative costs	\$ <u>2,000,000</u>
3	GROSS APPROPRIATION.....	\$ 2,000,000
4	Appropriated from:	
5	State general fund/general purpose	\$ 2,000,000
6	(3) AERONAUTICS SERVICES	
7	Terminal development and improvement	\$ <u>1,300,000</u>
8	GROSS APPROPRIATION.....	\$ 1,300,000
9	Appropriated from:	
10	State general fund/general purpose	\$ 1,300,000
11	(4) INTERCITY PASSENGER AND FREIGHT	
12	Rail operations and infrastructure	\$ 11,728,900
13	High-speed rail crossing signals	3,000,000
14	Beaver Island transportation authority	<u>300,000</u>
15	GROSS APPROPRIATION.....	\$ 15,028,900
16	Appropriated from:	
17	Federal revenues:	
18	DOT, federal railroad administration	9,383,100
19	Special revenue funds:	
20	Comprehensive transportation fund	2,345,800
21	State general fund/general purpose	\$ 3,300,000
22	(5) ONE-TIME BASIS ONLY	
23	Special winter road maintenance	\$ <u>100,000,000</u>
24	GROSS APPROPRIATION.....	\$ 100,000,000
25	Appropriated from:	
26	Special revenue funds:	
27	Roads and risks reserve fund	100,000,000

1	State general fund/general purpose	\$	0
2	Sec. 115. DEPARTMENT OF TREASURY		
3	(1) APPROPRIATION SUMMARY		
4	Full-time equated classified positions.....	4.0	
5	GROSS APPROPRIATION.....	\$	25,790,100
6	Interdepartmental grant revenues:		
7	Total interdepartmental grants and intradepartmental		
8	transfers		0
9	ADJUSTED GROSS APPROPRIATION.....	\$	25,790,100
10	Federal revenues:		
11	Total federal revenues.....		0
12	Special revenue funds:		
13	Total local revenues.....		0
14	Total private revenues.....		0
15	Total other state restricted revenues.....		16,700,100
16	State general fund/general purpose	\$	9,090,000
17	(2) MICHIGAN STRATEGIC FUND - MICHIGAN STATE		
18	HOUSING DEVELOPMENT AUTHORITY		
19	Blight elimination.....	\$	3,700,000
20	Home affordable refinance program.....		801,000
21	Land bank fast track authority.....		<u>1,750,000</u>
22	GROSS APPROPRIATION.....	\$	6,251,000
23	Appropriated from:		
24	Special revenue funds		
25	Homeowner protection fund.....		4,501,000
26	State general fund/general purpose	\$	1,750,000

1 **(3) STATE BUILDING AUTHORITY**

2	Full-time equated classified positions.....	4.0	
3	State building authority--4.0 FTE positions		\$ <u>699,100</u>
4	GROSS APPROPRIATION.....		\$ 699,100
5	Appropriated from:		
6	Special revenue funds:		
7	State building authority revenue.....		699,100
8	State general fund/general purpose.....		\$ 0

9 **(4) MICHIGAN STRATEGIC FUND**

10	Precollege engineering.....		\$ 340,000
11	Pyramid P20 education hub.....		<u>5,500,000</u>
12	GROSS APPROPRIATION.....		\$ 5,840,000
13	Appropriated from:		
14	State general fund/general purpose.....		\$ 5,840,000

15 **(5) BANKING AND MANAGEMENT SERVICES**

16	Collections.....		\$ <u>1,500,000</u>
17	GROSS APPROPRIATION.....		\$ 1,500,000
18	Appropriated from:		
19	State general fund/general purpose.....		\$ 1,500,000

20 **(6) GRANTS**

21	Convention facility development distribution.....		\$ <u>11,500,000</u>
22	GROSS APPROPRIATION.....		\$ 11,500,000
23	Appropriated from:		
24	Special revenue funds:		
25	Convention facility development fund.....		11,500,000
26	State general fund/general purpose.....		\$ 0

	<<(7) REVENUE SHARING		
	County incentive program.....		\$ (22,652,000)
	County incentive program.....		22,652,000
	Economic vitality incentive program.....		(226,340,000)
	Economic vitality incentive program.....		226,340,000
	GROSS APPROPRIATION.....		\$ 0
	Appropriated from:		

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(2 of 2)

Special revenue funds:

Sales tax		0
State general fund/general purpose.....	\$	0

(8) ONE-TIME BASIS ONLY APPROPRIATIONS

County incentive program.....	\$	(6,500,000)
County incentive program.....		6,500,000
Economic vitality incentive program.....		(9,500,000)
Economic vitality incentive program.....		9,500,000
GROSS APPROPRIATION.....	\$	0

Appropriated from:

Special revenue funds:

Sales tax		0
State general fund/general purpose.....	\$	0>>

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PART 2

PROVISIONS CONCERNING APPROPRIATIONS

GENERAL SECTIONS

Sec. 201. In accordance with the provisions of section 30 of article IX of the state constitution of 1963, total state spending from state resources in this appropriation act for the fiscal year ending September 30, 2014 is <<\$271,942,700.00>> and state appropriations paid to local units of government are \$87,887,000.00. The itemized statement below identifies appropriations from which spending to local units will occur:

DEPARTMENT OF COMMUNITY HEALTH

Community mental health non-Medicaid..... \$ 75,977,000

DEPARTMENT OF EDUCATION

Dissolved school districts costs..... \$ 5,100,000

DEPARTMENT OF HUMAN SERVICES

Child care fund..... 2,500,000

DEPARTMENT OF STATE POLICE

Support services..... 4,310,000

TOTAL PAYMENTS TO LOCAL UNITS OF GOVERNMENT..... \$ 87,887,000

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

<<CAPITAL OUTLAY

Sec. 281. For the state building authority financed construction authorizations in part 1, the legislature hereby determines that the leasing of the facilities from the authority is for a public purpose as authorized by the state building authority act, 1964 PA 183, MCL 830.411 to 830.425. The legislature approves and authorizes the lease and conveyance of the properties to the state building authority, the state building authority acquiring the facilities and leasing them to the state

and the educational institutions, as applicable, and the governor and secretary of state executing the leases for and on behalf of the state pursuant to the requirements of the state building authority act, 1964 PA 183, MCL 830.411 to 830.425. Per the requirements of the leases, it is the intent of the legislature to annually appropriate sufficient amounts to pay the rent as obligated pursuant to the leases.

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

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

25 DEPARTMENT OF COMMUNITY HEALTH

1 Sec. 301. From the funds appropriated in part 1 for health
2 plan services, the department shall make a disproportionate share
3 payment of \$19,989,600.00 for continued support to a hospital
4 dedicated to infant mortality prevention that is a national
5 institutes of health perinatology research branch designee.

6 Sec. 302. The department of community health shall report by
7 April 1, 2014 to the senate and house appropriations committees and
8 the state budget director on the estimated amount of funding
9 necessary for community mental health services programs to continue
10 the identical level of service to non-Medicaid eligible individuals
11 that was provided prior to the expansion of the Medicaid program
12 under 2013 PA 107.

13 Sec. 303. From the funds appropriated in part 1 for medical
14 services administration, the department of community health shall
15 not spend any funds on outreach or education for the healthy
16 Michigan plan.

17 **DEPARTMENT OF EDUCATION**

18 Sec. 351. (1) From the funds appropriated in part 1 for
19 dissolved school district costs, \$5,100,000.00 shall be allocated
20 for reimbursements to receiving school districts, or to the
21 intermediate school district in which a dissolved school district
22 was located, for costs incurred by a receiving school district or
23 by the intermediate school district in which the dissolved school
24 district was located, associated with the transfer of property from
25 a dissolved school district to a receiving school district.

26 (2) The department shall develop a reimbursement application

1 process and a reimbursement distribution process. Reimbursable
2 costs shall include, but are not limited to, the costs of
3 maintenance, utilities, buses, legal fees, records management and
4 storage, distribution and inventory of assets, associated staff
5 costs at the intermediate school district, security, or insurance
6 associated with, or the demolition of, buildings transferred from a
7 dissolved school district. However, the reimbursements made to
8 receiving school districts or to the intermediate school district
9 in which a dissolved district was located shall not exceed the sum
10 of \$2,550,000.00 for all of the buildings transferred from a single
11 dissolved school district.

12 (3) As used in this section, "dissolved school district" means
13 a school district that has been declared dissolved under section 12
14 of the revised school code, 1976 PA 451, MCL 380.12.

15 (4) As used in this section, "receiving school district" means
16 that term as defined in section 12 of the revised school code, 1976
17 PA 451, MCL 380.12.

18 (5) The unexpended funds appropriated for dissolved school
19 district costs are considered work project appropriations, and any
20 unencumbered or unallotted funds are carried over into the
21 succeeding fiscal year. The following is in compliance with section
22 451a(1) of the management and budget act, 1984 PA 431, MCL
23 18.1451a:

24 (a) The purpose of the project is to reimburse receiving
25 school districts or the intermediate school district in which the
26 dissolved district was located for the costs incurred for
27 maintenance, utilities, buses, legal fees, records management and

1 storage, distribution and inventory of assets, associated staff
2 costs at the intermediate school district, security, insurance, or
3 demolition of buildings transferred from a dissolved school
4 district.

5 (b) These projects will be accomplished by grants to local
6 units of government.

7 (c) The total estimated cost of these projects is
8 \$5,100,000.00.

9 (d) The tentative estimated completion date for these projects
10 is September 30, 2015.

11 Sec. 352. (1) From the funds appropriated in part 1 for
12 information technology education, there is an amount allocated not
13 to exceed \$3,900,000.00 for a public-private partnership with a
14 single provider to provide information technology education
15 opportunities to high school, career academy, and community college
16 students. This partnership should allow participating students and
17 faculties to secure broad-based information technology
18 certifications and college credit. The department of education
19 shall utilize a competitive request for proposals process to form
20 the partnership and make available, through the intermediate school
21 districts, school districts, high schools, career academies,
22 community colleges, and universities, instruction on information
23 technology skills and competencies that are essential for the
24 workplace and that are requested by employers. The request for
25 proposals shall at least include the following components:

26 (a) A research-based, information technology, skill-
27 development-based curriculum.

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1 (b) Online access to the curriculum.

2 (c) Instructional software for classroom and student use.

3 (d) Certification of skills and competencies in a broad base
4 of information technology-related skill areas.

5 (e) Professional development for faculty.

6 (f) Deployment and program support, including, but not limited
7 to, integration with current curriculum standards.

8 (g) Methods for students to earn college credit.

9 (2) The unexpended funds appropriated for information
10 technology education are considered work project appropriations,
11 and any unencumbered or unallotted funds are carried over into
12 succeeding fiscal years. The following is in compliance with
13 section 451a(1) of the management and budget act, 1984 PA 431, MCL
14 18.1451a:

15 (a) The purpose of the project is for a public-private
16 partnership with a single provider to provide information
17 technology education opportunities to high school, career academy,
18 and community college students for 3 years.

19 (b) These projects will be accomplished by a contract with a
20 private vendor.

21 (c) The total estimated cost of these projects is
22 \$3,900,000.00.

23 (d) The tentative estimated completion date for these projects
24 is September 30, 2017.

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12 **DEPARTMENT OF HUMAN SERVICES**

13 Sec. 401. (1) From the funds appropriated in part 1 for youth
14 in transition, the department shall allocate \$250,000.00 to enter
15 into a 3-year contract to establish a pilot program to serve 25
16 youths who are aging out of the foster care system and who did not
17 succeed in achieving viable educational goals while in foster care
18 with a Detroit-based nonprofit agency that has experience working
19 with at-risk, homeless, and foster care youths. The first year of
20 the pilot shall include needs assessment, physical and mental
21 health services, and life skills training.

22 (2) No later than September 30, 2014, the department shall
23 provide a report on the progress of the pilot program to the senate
24 and house appropriations subcommittees on human services, the
25 senate and house fiscal agencies and policy offices, and the state
26 budget director.

1 Sec. 402. (1) From the funds appropriated in part 1 for the
2 fostering futures scholarship program, the department of human
3 services shall allocate \$750,000.00 for college scholarships
4 through the fostering futures scholarship in the Michigan education
5 trust to youths who were in foster care because of abuse or neglect
6 and are attending a college located in this state. Of the funds
7 appropriated, 100% shall be used to fund scholarships for the
8 youths described in this section.

9 (2) Not later than September 1, 2014, the department of human
10 services shall provide a report to the chairs of the appropriations
11 subcommittee on human services that includes the number of youths
12 who received scholarships and the amount of each scholarship, and
13 the total amount of funds spent or encumbered in the current fiscal
14 year.

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

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

27 (2) It is the intent of the legislature that these funds are

1 provided on a 1-time basis only.

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

8 Sec. 406. (1) From the funds appropriated in part 1 for
9 deliverable fuels crisis assistance, the department shall use 100%
10 of the funds for deliverable fuels crisis assistance payments that
11 accrue beginning January 1, 2014 and ending March 31, 2014.
12 Assistance under this section shall be capped at \$850.00 and shall
13 be restricted to eligible applicants whose income is between 150%
14 of the federal poverty level and 60% of the state median income
15 level.

16 (2) Assistance as described under subsection (1) for
17 deliverable fuels crisis assistance shall be made available to
18 recipients either as reimbursements for accrued expenditures or as
19 prospective payments based on stated need. Reimbursements for
20 accrued expenditures shall require proof of purchase of a
21 deliverable fuel source between January 1, 2014 and March 31, 2014
22 and the total cost of the purchase. Payments for accrued
23 expenditures shall be distributed directly to the applicant.
24 Prospective payments for a stated need for deliverable fuel energy
25 shall include proof of need as described in the current state plan
26 for the low-income home energy assistance program. Prospective
27 payments shall be distributed directly to the vendor and shall not

1 be added to Michigan bridge cards.

2 **DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS**

3 Sec. 501. (1) Not later than January 31, 2014, the department
4 shall prepare a report that provides the number of registry
5 identification cards issued to or renewed for patients residing in
6 each county during the previous fiscal year, as of September 30,
7 2013, under the Michigan medical marihuana act, 2008 IL 1, MCL
8 333.26421 to 333.26430. The department shall submit this report to
9 the state budget director, the subcommittees, and the fiscal
10 agencies.

11 (2) The department shall expend the funds appropriated in part
12 1 for medical marihuana operation and oversight grants to county
13 law enforcement departments for the operation and oversight of the
14 Michigan medical marihuana program pursuant to section 6(1) of the
15 Michigan medical marihuana act, 2008 IL 1, MCL 333.26426. These
16 grants shall be distributed proportionately based on the number of
17 registry identification cards issued to or renewed for the
18 residents of each county whose county law enforcement department
19 applied for a grant under subsection (3). For the purposes of this
20 subsection, operation and oversight grants are grants for education
21 for law enforcement and the public, enforcement, and
22 communications.

23 (3) In order to be eligible to receive a grant under this
24 subsection, a county law enforcement department shall apply no
25 later than January 1, 2014 and agree to report how the grant was
26 expended and provide that report to the department no later than

1 September 15, 2014. The department shall submit a report no later
2 than October 15, 2014 to the state budget director, the
3 subcommittees, and the fiscal agencies detailing the amounts by
4 recipient and the reported uses of the grants.

5 (4) County law enforcement departments may distribute
6 discretionary grants made under subsection (2) to municipal law
7 enforcement agencies for the operation and oversight, education,
8 enforcement, and communications of the Michigan medical marihuana
9 program pursuant to section 6(1) of the Michigan medical marihuana
10 act, 2008 IL 1, MCL 333.26426. If a county law enforcement
11 department distributes a discretionary grant in this manner, that
12 county law enforcement department shall require the receiving
13 agency to provide a report on how that grant was spent. Reports
14 from municipal law enforcement agencies shall be included as part
15 of the report submitted to the department as required in subsection
16 (3).

17 (5) No later than January 1, 2014, the department shall post a
18 listing of potential grant money available to each county law
19 enforcement agency on its website. A county law enforcement agency
20 requesting a grant shall apply on a form developed by the
21 department and available on the website. The form shall contain the
22 county law enforcement agency's specific projected plan for use of
23 the money and its agreement to maintain all records and to submit
24 documentation to the department to support the use of the grant
25 money.

26 **DEPARTMENT OF VETERANS AND MILITARY AFFAIRS**

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1 Sec. 551. The appropriations in part 1 for the Michigan
2 veterans affairs agency shall be used for the expansion of the
3 veterans services delivery initiative and to increase direct
4 advocacy to veterans in the state.

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

5 DEPARTMENT OF NATURAL RESOURCES

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

12 DEPARTMENT OF STATE POLICE

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

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

21 (b) The project will be accomplished by state employees and
22 contracts.

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

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

25 Sec. 652. From the funds appropriated in part 1 for support

1 services, \$2,000,000.00 shall be allocated to municipalities to
2 mitigate tree-related damage and debris due to the ice storm of
3 December 22 and 23, 2013.

4 **STATE TRANSPORTATION DEPARTMENT**

5 Sec. 701. From the funds appropriated in part 1 for high-speed
6 rail crossing signals, \$3,000,000.00 shall be allocated to expand
7 an existing project to enhance rail grade crossing safety systems
8 which utilizes modularly designed retractable negative and positive
9 resistance traffic devices to test traffic control systems at
10 accelerated-speed rail grade crossings on railroad tracks that are
11 federally designated as a high-speed rail corridor under 49 USC
12 26106. To ensure proper management of the project results and
13 timely inspection and maintenance of the equipment, the traffic
14 control system manufacturer shall be a Michigan-based company. If
15 federal funds, or any other funds, are not matched for this use,
16 the state portion shall be repurposed for other uses within the
17 department.

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

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

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

12 **DEPARTMENT OF TREASURY**

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

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

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

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

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

24 Sec. 802. (1) State building authority funding to finance
25 construction or renovation of a facility that collects revenue in
26 excess of money required for the operation of that facility shall
27 not be released to a university or community college unless the

1 institution agrees to reimburse that excess revenue to the state
2 building authority. The excess revenue shall be credited to the
3 general fund to offset rent obligations associated with the
4 retirement of bonds issued for that facility. The auditor general
5 shall annually identify and present an audit of those facilities
6 that are subject to this section. Costs associated with the
7 administration of the audit shall be charged against money
8 recovered pursuant to this section.

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

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

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

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

25 (c) A list of all projects authorized for construction or
26 identified in an appropriations act for which approval of
27 schematic/preliminary plans or total authorized cost is pending

1 that have state building authority bonds identified as a source of
2 financing.

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

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

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

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

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

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

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

22 Sec. 806. The appropriations in part 1 for blight elimination
23 and home affordable refinance program are contingent upon action by
24 the state budget director to issue a directive to lapse the AY 2012
25 work project originally appropriated in 2012 PA 296 for the home
26 affordable refinance program. The directive shall be issued in
27 accord with, and subject to the provisions of, section 451a(2) of

1 the management and budget act, 1984 PA 431, MCL 18.1451a.

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

5 (a) The purpose of the projects to be carried forward is to
6 support individuals and communities impacted by the foreclosure
7 crisis.

8 (b) The projects will be accomplished by state employees and
9 by contract.

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

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

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

<<Sec. 808. (1) The funds appropriated in part 1 for the economic vitality incentive program are to be used for grants to cities, villages, and townships such that, subject to fulfilling the requirements under subsection (3), (4), or (5), or any combination of those subsections, each city, village, or township that received a payment under section 950(2) of 2009 PA 128 greater than \$4,500.00 is eligible to receive a maximum of 76.18459% of its total payment received under section 950(2) of 2009 PA 128, rounded to the nearest dollar. For the purposes of this subsection, any city or village that according to the 2010 federal decennial census is determined to have population in more than 1 county will be treated as a single entity when determining the payment received under section 950(2) of 2009 PA 128.126

(2) The funds appropriated in part 1 for the county incentive program are to be used for grants to counties such that each county is eligible to receive an amount equal to the amount by which the balance in its revenue sharing reserve fund under section 44a of the general property tax act, 1893 PA 206, MCL 211.44a, for the county's most recent fiscal year that ends prior to the January 1 of the state's fiscal year is less than the amount calculated under section 44a(13) of the general property tax act, 1893 PA 206, MCL 211.44a, for the county fiscal year that begins in the state's fiscal year. The amount calculated under this subsection shall be adjusted as necessary to

reflect partial county fiscal years and prorated based on the total amount appropriated for distribution to all eligible counties. Payments under this subsection will be distributed to an eligible county subject to the county's fulfilling the requirements under subsection (3), (4), or (5), or any combination of those subsections. Cities, villages, townships, and counties eligible to receive a potential payment from the allocation under this subsection or subsection (1) may qualify to receive payments under 1 or more of the 3 categories described under subsections (3), (4), and (5).

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

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

(a) For a city, village, township, or county that is submitting a consolidation plan for the first time, the plan shall include, but not be limited to, a listing of any previous service cooperations, collaborations, consolidations, innovations, or privatizations with an estimated cost savings amount for each cooperation, collaboration, consolidation, innovation, or privatization. In addition, the plan shall include, but not be limited to, 1 or more new proposals to increase its existing level of cooperation, collaboration, consolidation, innovation, or privatization either within the

jurisdiction or with other jurisdictions, an estimate of the potential savings amount, and an estimated timeline for implementing the new proposal.

(b) For a city, village, township, or county that submitted a consolidation plan in the previous fiscal year, the plan shall include, but not be limited to, an update on the status of all new proposals that were in the previous years' consolidation plans, including whether or not the previously proposed plans have been fully implemented, a listing of the barriers experienced in implementing the proposals, and an estimated timeline of the steps to accomplish the proposed plans. In addition, the plan shall include, but not be limited to, 1 or more new proposals to increase its existing level of cooperation, collaboration, consolidation, innovation, or privatization either within the jurisdiction or with other jurisdictions, or a detailed explanation of why increasing its existing level of cooperation, collaboration, consolidation, innovation, or privatization is not feasible. The new proposal shall include but not be limited to, an estimate of the potential savings amount and an estimated timeline for implementing the new proposals.

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

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

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

counties to follow.

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

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

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

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

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

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

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

after June 1, but prior to August 1, the city, village, or township shall receive 1/6 of its available distribution on the last business day of August.

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

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

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

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

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

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

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

17 **REPEALERS**

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

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

22 Enacting section 3. Section 728 of article XIII of 2013 PA 59
23 is repealed.

<<Enacting section 4. Section 952 of article VIII of 2013 PA 59 is repealed.>>