

FIRST CONFERENCE REPORT

The Committee of Conference on the matters of difference between the two Houses concerning

Senate Bill No. 133, entitled

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, 2016 and other fiscal years; to provide for certain conditions on appropriations; and to provide for the expenditure of the appropriations.

Recommends:

First: That the House recede from the Substitute of the House as passed by the House.

Second: That the Senate and House agree to the Substitute of the Senate as passed by the Senate, amended to read as follows:

(attached)

Third: That the Senate and House agree to the title of the bill to read as follows:

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, 2016 and other fiscal years; to provide for

certain conditions on appropriations; and to provide for the expenditure of the appropriations.

Dave Hildenbrand

Al Pscholka

Arlan B. Meekhof

Jon Bumstead

Vincent Gregory

Harvey Santana

Conferees for the Senate

Conferees for the House

SUBSTITUTE FOR
SENATE BILL NO. 133

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, 2016 and other fiscal years; to provide for certain conditions on appropriations; and to provide for the expenditure of the appropriations.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 ARTICLE I
2 DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT
3 PART 1
4 LINE-ITEM APPROPRIATIONS
5 Sec. 101. There is appropriated for the department of

1 agriculture and rural development for the fiscal year ending
 2 September 30, 2016, from the following funds:

3 **DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT**

4 APPROPRIATION SUMMARY

5	Full-time equated unclassified positions.....	6.0	
6	Full-time equated classified positions.....	454.0	
7	GROSS APPROPRIATION.....		\$ 86,594,000
8	Interdepartmental grant revenues:		
9	IDG from LARA (LCC), liquor quality testing fees		216,100
10	IDG from MDEQ, biosolids.....		101,200
11	Total interdepartmental grants and intradepartmental		
12	transfers		317,300
13	ADJUSTED GROSS APPROPRIATION.....		\$ 86,276,700
14	Federal revenues:		
15	Department of Interior.....		342,600
16	EPA, multiple grants.....		1,092,900
17	HHS-FDA.....		2,697,700
18	USDA, multiple grants.....		6,294,700
19	Total federal revenues.....		10,427,900
20	Special revenue funds:		
21	Private - commodity group revenue.....		107,300
22	Private - Slow-the-Spread Foundation.....		20,800
23	Total private revenues.....		128,100
24	Agricultural preservation fund.....		598,900
25	Agriculture equine industry development fund.....		4,277,500
26	Agriculture licensing and inspection fees.....		4,345,500
27	Animal welfare fund.....		217,100

1	Commodity inspection fees.....	508,600
2	Consumer and industry food safety education fund.....	348,800
3	Dairy and food safety fund.....	4,870,700
4	Feed control fund.....	971,000
5	Freshwater protection fund.....	6,316,600
6	Gasoline inspection and testing fund.....	2,618,700
7	Grain dealers fee fund.....	605,200
8	Horticulture fund.....	38,200
9	Industry support funds.....	426,700
10	Migratory labor housing fund.....	164,400
11	Nonretail liquor fees.....	839,900
12	Private forestland enhancement fund.....	284,900
13	Refined petroleum fund.....	3,874,600
14	Renewable fuels fund.....	51,800
15	Testing fees.....	287,600
16	Weights and measures regulations fees.....	1,000,400
17	Total other state restricted revenues.....	32,647,100
18	State general fund/general purpose.....	\$ 43,073,600
19	State general fund/general purpose schedule:	
20	Ongoing state general fund/general	
21	purpose	\$ 41,873,600
22	One-time state general fund/general	
23	purpose	\$ 1,200,000
24	Sec. 102. DEPARTMENTWIDE	
25	Full-time equated unclassified positions.....	6.0
26	Full-time equated classified positions.....	28.0
27	Commissions and boards.....	\$ 23,800

1	Unclassified positions--6.0 FTE positions	532,600
2	Executive direction--9.0 FTE positions	1,376,100
3	Operational services--15.0 FTE positions	1,736,700
4	Statistical reporting service--1.0 FTE position	150,400
5	Emergency management--3.0 FTE positions	600,300
6	Accounting service center	1,115,900
7	Building occupancy charges	<u>625,300</u>
8	GROSS APPROPRIATION	\$ 6,161,100
9	Appropriated from:	
10	Federal revenues:	
11	HHS-FDA	324,100
12	Special revenue funds:	
13	Private - commodity group revenue	77,400
14	Agricultural preservation fund	15,100
15	Agriculture licensing and inspection fees	293,200
16	Dairy and food safety fund	384,400
17	Freshwater protection fund	22,300
18	Gasoline inspection and testing fund	74,000
19	Grain dealers fee fund	7,300
20	Industry support funds	52,800
21	Migratory housing fund	26,200
22	Nonretail liquor fees	27,900
23	Refined petroleum fund	220,300
24	State general fund/general purpose	\$ 4,636,100
25	Sec. 103. INFORMATION AND TECHNOLOGY	
26	Information technology services and projects	\$ <u>1,372,500</u>
27	GROSS APPROPRIATION	\$ 1,372,500

1	Appropriated from:		
2	Interdepartmental grant revenues:		
3	IDG from LARA (LCC), liquor quality testing fees		3,200
4	Special revenue funds:		
5	Agricultural preservation fund		200
6	Agriculture licensing and inspection fees		32,400
7	Freshwater protection fund		100
8	Gasoline inspection and testing fund		31,400
9	Nonretail liquor fees		500
10	State general fund/general purpose	\$	1,304,700
11	Sec. 104. FOOD AND DAIRY		
12	Full-time equated classified positions	121.0	
13	Food safety and quality assurance--91.0 FTE positions	\$	13,537,800
14	Milk safety and quality assurance--30.0 FTE positions		<u>4,170,600</u>
15	GROSS APPROPRIATION	\$	17,708,400
16	Appropriated from:		
17	Federal revenues:		
18	HHS-FDA		1,172,000
19	USDA, multiple grants		133,800
20	Special revenue funds:		
21	Consumer and industry food safety education fund		348,800
22	Dairy and food safety fund		4,486,300
23	State general fund/general purpose	\$	11,567,500
24	Sec. 105. ANIMAL INDUSTRY		
25	Full-time equated classified positions	60.0	
26	Animal disease prevention and response--60.0 FTE		
27	positions	\$	8,881,000

1	Indemnification - livestock depredation.....	<u>50,000</u>
2	GROSS APPROPRIATION.....	\$ 8,931,000
3	Appropriated from:	
4	Federal revenues:	
5	HHS-FDA.....	65,600
6	USDA, multiple grants.....	518,600
7	Special revenue funds:	
8	Private commodity group revenue.....	29,900
9	Agriculture licensing and inspection fees.....	48,900
10	Animal welfare fund.....	217,100
11	State general fund/general purpose.....	\$ 8,050,900
12	Sec. 106. PESTICIDE AND PLANT PEST MANAGEMENT	
13	Full-time equated classified positions.....	85.0
14	Pesticide and plant pest management--80.0 FTE	
15	positions	\$ 13,271,100
16	Producer security/grain dealers--5.0 FTE positions ...	<u>643,800</u>
17	GROSS APPROPRIATION.....	\$ 13,914,900
18	Appropriated from:	
19	Federal revenues:	
20	Department of Interior.....	222,000
21	EPA, multiple grants.....	319,700
22	HHS-FDA.....	524,300
23	USDA, multiple grants.....	829,800
24	Special revenue funds:	
25	Private - Slow-the-Spread Foundation.....	20,800
26	Agriculture licensing and inspection fees.....	3,893,600
27	Commodity inspection fees.....	508,600

1	Feed control fund.....	971,000
2	Freshwater protection fund.....	151,400
3	Grain dealers fee fund.....	597,900
4	Horticulture fund.....	38,200
5	Industry support funds.....	242,300
6	State general fund/general purpose.....	\$ 5,595,300
7	Sec. 107. ENVIRONMENTAL STEWARDSHIP	
8	Full-time equated classified positions.....	55.0
9	Environmental stewardship - MAEAP--23.0 FTE positions	\$ 9,128,500
10	Farmland and open space preservation--7.0 FTE	
11	positions	905,200
12	Qualified forest program--9.0 FTE positions	2,682,500
13	Commercial forestry audit program.....	300,000
14	Migrant labor housing--9.0 FTE positions	1,186,600
15	Right-to-farm--3.0 FTE positions	567,900
16	Intercounty drain--4.0 FTE positions	<u>474,100</u>
17	GROSS APPROPRIATION.....	\$ 15,244,800
18	Appropriated from:	
19	Interdepartmental grant revenues:	
20	IDG from MDEQ, biosolids.....	101,200
21	Federal revenues:	
22	Department of Interior.....	120,600
23	EPA, multiple grants.....	604,700
24	USDA, multiple grants.....	916,700
25	Special revenue funds:	
26	Agricultural preservation fund.....	583,600
27	Freshwater protection fund.....	6,142,800

1	Migratory labor housing fund.....		138,200
2	Private forestland enhancement fund.....		284,900
3	State general fund/general purpose.....	\$	6,352,100
4	Sec. 108. LABORATORY PROGRAM		
5	Full-time equated classified positions.....	90.0	
6	Laboratory services--37.0 FTE positions.....	\$	5,322,000
7	USDA monitoring--13.0 FTE positions.....		1,596,700
8	Consumer protection program--40.0 FTE positions.....		<u>6,072,200</u>
9	GROSS APPROPRIATION.....	\$	12,990,900
10	Appropriated from:		
11	Interdepartmental grant revenues:		
12	IDG from LARA (LCC), liquor quality testing fees.....		212,900
13	Federal revenues:		
14	EPA, multiple grants.....		168,500
15	HHS-FDA.....		611,700
16	USDA, multiple grants.....		1,597,600
17	Special revenue funds:		
18	Agriculture equine industry development fund.....		610,300
19	Agriculture licensing and inspection fees.....		77,400
20	Gasoline inspection and testing fund.....		2,513,300
21	Refined petroleum fund.....		3,654,300
22	Renewable fuels fund.....		51,800
23	Testing fees.....		287,600
24	Weights and measures regulation fees.....		1,000,400
25	State general fund/general purpose.....	\$	2,205,100
26	Sec. 109. AGRICULTURE DEVELOPMENT		
27	Full-time equated classified positions.....	14.0	

1	Agriculture development--11.0 FTE positions	\$	3,576,700
2	Grape and wine program--3.0 FTE positions		856,500
3	Rural development value-added grants		<u>650,000</u>
4	GROSS APPROPRIATION	\$	5,083,200
5	Appropriated from:		
6	Federal revenues:		
7	USDA, multiple grants		2,298,200
8	Special revenue funds:		
9	Industry support funds		131,600
10	Nonretail liquor fees		811,500
11	State general fund/general purpose	\$	1,841,900
12	Sec. 110. FAIRS AND EXPOSITIONS		
13	Full-time equated classified positions..... 1.0		
14	Fairs and racing--1.0 FTE position	\$	256,600
15	Shows and expositions		20,000
16	County fairs capital improvement grants		300,000
17	Purses and supplements - fairs/licensed tracks		708,300
18	Licensed tracks - light horse racing		40,300
19	Light horse racing - breeders' awards		20,000
20	Standardbred purses and supplements - licensed tracks		671,800
21	Standardbred breeders' awards		345,900
22	Standardbred sire stakes		275,000
23	Thoroughbred supplements - licensed tracks		601,900
24	Thoroughbred breeders' awards		448,600
25	Thoroughbred sire stakes		<u>298,800</u>
26	GROSS APPROPRIATION	\$	3,987,200
27	Appropriated from:		

1	Special revenue funds:		
2	Agriculture equine industry development fund.....		3,667,200
3	State general fund/general purpose.....	\$	320,000
4	Sec. 111. ONE-TIME BASIS ONLY		
5	Rural development value-added grants.....	\$	550,000
6	Tree fruit research grants.....		500,000
7	Geagley laboratory.....		<u>150,000</u>
8	GROSS APPROPRIATION.....	\$	1,200,000
9	Appropriated from:		
10	State general fund/general purpose.....	\$	1,200,000

11 PART 2

12 PROVISIONS CONCERNING APPROPRIATIONS

13 FOR FISCAL YEAR 2015-2016

14 **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 2015-2016 is \$75,720,700.00 and state

18 spending from state resources to be paid to local units of

19 government for fiscal year 2015-2016 is \$4,750,000.00. The itemized

20 statement below identifies appropriations from which spending to

21 local units of government will occur:

22 DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT

23	MAEAP environmental stewardship.....	\$	3,250,000
24	Qualified forest program.....		<u>1,500,000</u>
25	TOTAL.....	\$	4,750,000

1 Sec. 202. The appropriations authorized under part 1 and this
2 part are subject to the management and budget act, 1984 PA 431, MCL
3 18.1101 to 18.1594.

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

5 (a) "Department" means the department of agriculture and rural
6 development.

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

8 (c) "EPA" means the United States Environmental Protection
9 Agency.

10 (d) "Fiscal agencies" means the Michigan house fiscal agency
11 and the Michigan senate fiscal agency.

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

13 (f) "HHS-FDA" means the United States Department of Health and
14 Human Services - Food and Drug Administration.

15 (g) "IDG" means interdepartmental grant.

16 (h) "LARA" means the Michigan department of licensing and
17 regulatory affairs.

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

19 (j) "MAEAP" means the Michigan agriculture environmental
20 assurance program.

21 (k) "MDEQ" means the Michigan department of environmental
22 quality.

23 (l) "MDNR" means the Michigan department of natural resources.

24 (m) "MOU" means memorandum of understanding.

25 (n) "Subcommittees" means all members of the subcommittees of
26 the house and senate appropriations committees with jurisdiction
27 over the budget for the department.

1 (o) "TB" means tuberculosis.

2 (p) "USDA" means the United States Department of Agriculture.

3 Sec. 205. In addition to the metrics required under section
4 447 of the management and budget act, 1984 PA 431, MCL 18.1447, for
5 each new program or program enhancement for which funds in excess
6 of \$500,000.00 are appropriated in part 1, the department shall
7 provide not later than November 1, 2015 a list of program-specific
8 metrics intended to measure its performance based on a return on
9 taxpayer investment. The department shall deliver the program-
10 specific metrics to members of the senate and house subcommittees
11 that have subject matter jurisdiction for this budget, fiscal
12 agencies, and the state budget director. The department shall
13 provide an update on its progress in tracking program-specific
14 metrics and the status of program success at an appropriations
15 subcommittee meeting called for by the subcommittee chair.

16 Sec. 206. (1) In addition to the funds appropriated in part 1,
17 there is appropriated an amount not to exceed \$5,000,000.00 for
18 federal 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 (2) In addition to the funds appropriated in part 1, there is
23 appropriated an amount not to exceed \$6,000,000.00 for state
24 restricted 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 (3) In addition to the funds appropriated in part 1, there is
2 appropriated an amount not to exceed \$100,000.00 for local
3 contingency funds. These funds are not available for expenditure
4 until they have been transferred to another line item in part 1
5 under section 393(2) of the management and budget act, 1984 PA 431,
6 MCL 18.1393.

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

13 Sec. 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:

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 departments and agencies receiving
26 appropriations in part 1 shall use the Internet to fulfill the
27 reporting requirements of this part. This requirement may include

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

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

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

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

26 Sec. 215. 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. 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 house and senate appropriations committees, the
10 house and senate 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 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. 228. Not later than November 30, the state budget office
19 shall prepare and transmit a report that provides for estimates of
20 the total general fund/general purpose appropriation lapses at the
21 close of the prior fiscal year. This report shall summarize the
22 projected year-end general fund/general purpose appropriation
23 lapses by major departmental program or program areas. The report
24 shall be transmitted to the chairpersons of the senate and house of
25 representatives standing committees on appropriations and the
26 senate and house fiscal agencies.

27 Sec. 229. Within 14 days after the release of the executive

1 budget recommendation, the department shall cooperate with the
2 state budget office to provide the senate and house appropriations
3 chairs, the senate and house appropriations subcommittees on
4 agriculture and rural development, respectively, and the senate and
5 house fiscal agencies with an annual report on estimated state
6 restricted fund balances, state restricted fund projected revenues,
7 and state restricted fund expenditures for the fiscal years ending
8 September 30, 2015 and September 30, 2016.

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

15 Sec. 231. 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 agency's performance.

19 Sec. 232. Total authorized appropriations from all sources
20 under part 1 for legacy costs for the fiscal year ending September
21 30, 2016 is \$12,751,500.00. From this amount, total agency
22 appropriations for pension-related legacy costs are estimated at
23 \$7,237,000.00. Total agency appropriations for retiree health care
24 legacy costs are estimated at \$5,513,800.00.

25 **DEPARTMENTWIDE**

26 Sec. 301. (1) Pursuant to the appropriations in part 1, the

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

5 (a) Management services publications.

6 (b) Management services audit and licensing functions.

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

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

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

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

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

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

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

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

27 (3) Annually, before February 1, the department shall provide

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

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

14 Sec. 303. It is the intent of the legislature that the
15 department use revenue from licensing and inspection fees to
16 increase the use of technology in licensing and inspection
17 activities to make licensing and inspection functions, including
18 reporting, more efficient. The department shall work to ensure that
19 all license and registration applications can be completed online
20 through a secure web portal.

21 **FOOD AND DAIRY**

22 Sec. 402. The department shall provide information on
23 significant food-borne outbreaks and emergencies, including any
24 enforcement actions taken related to food safety during the
25 immediately preceding fiscal year in the food and dairy annual
26 report and post that report on the department's website no later

1 than April 1. The department shall provide electronic notification
2 of where the report can be found on the department's website to the
3 appropriation subcommittees, fiscal agencies, and state budget
4 office.

5 **ANIMAL INDUSTRY**

6 Sec. 451. From the funds appropriated in part 1 for bovine
7 tuberculosis, the department shall pay for all whole herd testing
8 costs and individual animal testing costs in the modified
9 accredited zone to maintain split-state status requirements. These
10 costs include indemnity and compensation for injury causing death
11 or downer to animals.

12 Sec. 453. (1) Of the funds appropriated in part 1, the
13 department may provide for indemnity as provided for pursuant to
14 the animal industry act, 1988 PA 466, MCL 287.701 to 287.746, not
15 to exceed \$100,000.00 per order from any line item for the current
16 fiscal year. Before the department provides for an indemnification
17 under this section, the department shall report the reason for the
18 indemnification, the amount of the indemnification, and to whom the
19 indemnification is to be paid. The report shall be given to the
20 subcommittees and the fiscal agencies.

21 (2) The department of agriculture and rural development shall
22 make an indemnification payment for the fair market value of
23 livestock killed by a wolf, coyote, or cougar, if the kill is
24 verified by the department of natural resources. The fair market
25 value of the livestock shall be determined pursuant to the
26 indemnification procedures prescribed in the animal industry act,

1 1988 PA 466, MCL 287.701 to 287.746.

2 (3) The funds appropriated in part 1 for indemnification -
3 livestock depredation are appropriated for indemnification payments
4 and related department costs under subsection (2). On or before
5 March 1 of the current fiscal year, the department shall report to
6 the subcommittees and the fiscal agencies on costs incurred in the
7 previous 2 fiscal years for indemnification payments to producers
8 made under subsection (2) and related department costs.

9 Sec. 454. The department shall use its resources to
10 collaborate with the USDA to monitor bovine TB, consistent with the
11 May 2014 memorandum of understanding between the department and the
12 USDA.

13 Sec. 456. Of the funds appropriated in part 1, no funds shall
14 be used to enforce the mandatory electronic animal identification
15 program for any domestic animals other than cattle until specific
16 procedures and guidelines for electronic animal identification are
17 outlined in statute.

18 Sec. 457. On or before October 15 of the current fiscal year
19 and on a quarterly basis thereafter, the department shall report to
20 the senate and house agriculture committees, the subcommittees, and
21 the fiscal agencies on the department's progress toward meeting the
22 USDA requirements as outlined in the March 2007 bovine TB program
23 review. The report shall include, but is not limited to,
24 information and data on: wildlife risk mitigation plan
25 implementation in the modified accredited zone; implementation of a
26 movement certificate process; progress toward annual surveillance
27 test requirements set out in the June 2007 MOU; efforts to work

1 with slaughter facilities in Michigan, as well as those that
2 slaughter a significant number of animals from Michigan;
3 educational programs and information for Michigan's livestock
4 community; any other item the legislature should be aware of that
5 will promote or hinder efforts to achieve bovine TB-free status for
6 Michigan.

7 Sec. 458. From the funds appropriated in part 1 for animal
8 industry, the department shall provide inspection and testing of
9 aquaculture facilities and aquaculture researchers as provided
10 under section 7 of the Michigan aquaculture development act, 1996
11 PA 199, MCL 286.877. It is the intent of the legislature that the
12 department shall work with aquaculture facilities and aquaculture
13 researchers to identify, contain, and eradicate viral hemorrhagic
14 septicemia in this state.

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

24 **ENVIRONMENTAL STEWARDSHIP**

25 Sec. 601. The funds appropriated in part 1 for environmental
26 stewardship/MAEAP shall be used to support department agriculture

1 pollution prevention programs, including groundwater and freshwater
2 protection programs under part 87 of the Michigan natural resources
3 and environmental protection act, 1994 PA 451, MCL 324.8701 to
4 324.8717, and technical assistance in implementing conservation
5 grants available under the federal farm bill of 2014.

6 Sec. 604. (1) Federal revenues authorized by and available
7 from the federal government in excess of the appropriation in part
8 1 under section 107 are appropriated and may be received and
9 expended by the department for purposes authorized under state law
10 and subject to federal requirements.

11 (2) The department shall notify the subcommittees and fiscal
12 agencies prior to expending federal revenues received and
13 appropriated under subsection (1).

14 Sec. 608. (1) The appropriations in part 1 for qualified
15 forest affidavit program are for the purpose of increasing the
16 knowledge of nonindustrial private forestland owners of sound
17 forest management practices and increasing the amount of commercial
18 timber production from those lands.

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

23 Sec. 609. (1) From the appropriation in part 1 for commercial
24 forestry audit program, the department shall develop an analysis
25 and audit of forestry best management practices for water quality
26 and the related forest ecosystem, including native plant and animal
27 species and wildlife habitat. The analysis and audit shall have a

1 statewide perspective. The best management practices audit shall be
2 performed by an audit team composed of qualified professionals,
3 including, but not limited to, the department, the department of
4 environmental quality, university faculty, and conservation groups.

5 (2) At the close of the fiscal year, the unexpended portion of
6 the commercial forestry audit program is considered a work project
7 appropriation in accordance with section 451a of the management and
8 budget act, 1984 PA 431, MCL 18.1451a.

9 (3) At the completion of the analysis and audit, the
10 department shall provide a report to the house and senate
11 appropriations subcommittees on agriculture and rural development,
12 and the house and senate fiscal agencies, describing the results of
13 the analysis and audit.

14 Sec. 610. Of the amount appropriated in part 1 from the
15 freshwater protection fund, the department shall use not more than
16 \$500,000.00 for replacement of the data system for the MAEAP
17 program.

18 **AGRICULTURE DEVELOPMENT**

19 Sec. 701. (1) The department shall establish and administer a
20 rural development value-added grant program. The program shall
21 promote the expansion of value-added agricultural production,
22 processing, and access within the state.

23 (2) In addition to the funds appropriated in part 1, the
24 department of agriculture and rural development may receive and
25 expend funds received from outside sources for rural development
26 value-added grants.

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

9 (4) 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 (5) 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 (6) 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 (7) 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 Sec. 706. On or before April 1, the department shall report to
27 the house and senate appropriations subcommittees on agriculture

1 and rural development, and the house and senate fiscal agencies, on
2 the department's agriculture development and export market
3 development activities. The report shall include the following
4 information on agriculture industry, rural development, and
5 strategic growth grants awarded during the prior fiscal year:

6 (a) The name of the grantee.

7 (b) The amount of the grant.

8 (c) The purpose of the grant, including measurable outcomes.

9 (d) Additional state, federal, private, or local funds
10 contributed to the grant project.

11 (e) The completion date of grant-funded activities.

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

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

18 (a) Council activities and accomplishments for the previous
19 fiscal year.

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

23 (c) Grants awarded during the previous fiscal year and the
24 results of research grant projects completed during the previous
25 fiscal year.

26 **FAIRS AND EXPOSITIONS**

1 Sec. 801. All appropriations from the agriculture equine
2 industry development fund shall be spent on equine-related
3 purposes. No funds from the agriculture equine industry development
4 fund shall be expended for nonequine-related purposes without prior
5 approval of the legislature.

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

13 Sec. 804. It is the intent of the legislature that the
14 Michigan gaming control board shall use actual expenditure data in
15 determining the actual regulatory costs of conducting racing dates
16 and shall provide that data to the senate and house of
17 representatives appropriations subcommittees on agriculture and
18 rural development and general government and the fiscal agencies by
19 November 1 of the current fiscal year. The Michigan gaming control
20 board shall not be reimbursed for more than the actual regulatory
21 cost of conducting race dates. If a certified horsemen's
22 organization funds more than the actual regulatory cost, the
23 balance shall remain in the agriculture equine industry development
24 fund to be used to fund subsequent race dates conducted by race
25 meeting licensees with which the certified horsemen's organization
26 has contracts. If a certified horsemen's organization funds less
27 than the actual regulatory costs of the additional horse racing

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

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

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

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

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

26 (5) The unexpended portion of the county fairs capital
27 improvement grant program is considered a work project

1 appropriation in accordance with the management and budget act,
2 1984 PA 431, MCL 18.1101 to 18.1594.

3 (6) The department shall provide a year-end report no later
4 than December 1, 2016 to the subcommittees and the fiscal agencies,
5 including the grantees, award amount, match funding, and project
6 outcomes.

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

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

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

20 (4) The unexpended portion of the appropriation for shows and
21 expositions is considered a work project appropriation in
22 accordance with the management and budget act, 1984 PA 431, MCL
23 18.1101 to 18.1594.

24 (5) The department shall provide a year-end report no later
25 than December 1, 2016 to the subcommittees and the fiscal agencies,
26 including the grantees, award amount, match funding, and project
27 outcomes.

PART 2A

PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS

FOR FISCAL YEAR 2016-2017

GENERAL SECTIONS

Sec. 1201. It is the intent of the legislature to provide appropriations for the fiscal year ending on September 30, 2017 for the line items listed in part 1. The fiscal year 2016-2017 appropriations are anticipated to be the same as those for fiscal year 2015-2016, 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 2016 consensus revenue estimating conference.

ARTICLE V

DEPARTMENT OF CORRECTIONS

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the department of corrections for the fiscal year ending September 30, 2016, from the following funds:

DEPARTMENT OF CORRECTIONS

APPROPRIATION SUMMARY

Average population	44,997
Full-time equated unclassified positions.....	16.0
Full-time equated classified positions.....	14,174.3

1	GROSS APPROPRIATION.....	\$ 1,962,226,000
2	Interdepartmental grant revenues:	
3	Total interdepartmental grants and intradepartmental	
4	transfers	225,000
5	ADJUSTED GROSS APPROPRIATION.....	\$ 1,962,001,000
6	Federal revenues:	
7	Total federal revenues.....	5,568,700
8	Special revenue funds:	
9	Total local revenues.....	8,533,200
10	Total private revenues.....	0
11	Total other state restricted revenues.....	43,950,700
12	State general fund/general purpose.....	\$ 1,903,948,400
13	Sec. 102. EXECUTIVE	
14	Full-time equated unclassified positions..... 16.0	
15	Full-time equated classified positions..... 20.0	
16	Unclassified positions--16.0 FTE positions.....	\$ 1,750,000
17	Executive direction--20.0 FTE positions.....	<u>4,127,100</u>
18	GROSS APPROPRIATION.....	\$ 5,877,100
19	Appropriated from:	
20	State general fund/general purpose.....	\$ 5,877,100
21	Sec. 103. PRISONER REENTRY AND COMMUNITY SUPPORT	
22	Full-time equated classified positions..... 339.4	
23	Prisoner reentry local service providers.....	\$ 13,208,600
24	Prisoner reentry MDOC programs.....	11,124,000
25	Prisoner reentry federal grants.....	250,000
26	Public safety initiative.....	4,500,000
27	Reentry services--67.0 FTE positions.....	14,391,700

1	Education program--272.4 FTE positions	35,852,400
2	Community corrections comprehensive plans and services	12,158,000
3	Felony drunk driver jail reduction and community	
4	treatment program	1,440,100
5	Residential services	15,475,500
6	Goodwill Flip the Script	<u>2,000,000</u>
7	GROSS APPROPRIATION	\$ 110,400,300
8	Appropriated from:	
9	Federal revenues:	
10	DOJ, prisoner reintegration	250,000
11	DED-vocational education equipment	152,200
12	DED-OESE, title I	899,400
13	DED-OVAE, adult education	353,400
14	DED-OSERS	115,200
15	DED, youthful offender/Specter grant	201,900
16	Special revenue funds:	
17	Program and special equipment fund	8,982,900
18	State general fund/general purpose	\$ 99,445,300
19	Sec. 104. BUDGET AND OPERATIONS ADMINISTRATION	
20	Full-time equated classified positions..... 172.0	
21	Budget and operations administration--172.0 FTE	
22	positions	\$ 21,946,100
23	New custody staff training	9,079,500
24	Compensatory buyout and union leave bank	100
25	Worker's compensation	14,149,000
26	Rent	2,349,100
27	Equipment and special maintenance	4,359,600

1	Administrative hearings officers.....	3,326,400
2	Judicial data warehouse user fees.....	50,000
3	Sheriffs' coordinating and training office.....	100,000
4	Prosecutorial and detainer expenses.....	5,001,000
5	County jail reimbursement program.....	<u>13,597,100</u>
6	GROSS APPROPRIATION.....	\$ 73,957,900
7	Appropriated from:	
8	Special revenue funds:	
9	Jail reimbursement program fund.....	5,900,000
10	Program and special equipment fund.....	2,800,000
11	Local corrections officer training fund.....	100,000
12	Correctional industries revolving fund.....	600,500
13	State general fund/general purpose.....	\$ 64,557,400
14	Sec. 105. FIELD OPERATIONS ADMINISTRATION	
15	Full-time equated classified positions.....	1,920.9
16	Field operations--1,887.9 FTE positions.....	\$ 209,458,800
17	Parole board operations--33.0 FTE positions.....	3,734,900
18	Parole/probation services.....	940,000
19	Parole sanction certainty pilot program.....	<u>500,000</u>
20	GROSS APPROPRIATION.....	\$ 214,633,700
21	Appropriated from:	
22	Special revenue funds:	
23	Local - community tether program reimbursement.....	200,900
24	Reentry center offender reimbursements.....	23,800
25	Parole and probation oversight fees.....	4,331,900
26	Parole and probation oversight fees set-aside.....	940,000
27	Tether program participant contributions.....	2,426,700

1	State general fund/general purpose.....	\$	206,710,400
2	Sec. 106. CORRECTIONAL FACILITIES ADMINISTRATION		
3	Full-time equated classified positions.....		469.0
4	Correctional facilities administration--22.0 FTE		
5	positions	\$	6,259,000
6	Prison food service.....		52,558,900
7	Transportation--208.0 FTE positions.....		23,752,200
8	Central records--53.0 FTE positions.....		5,591,800
9	Inmate legal services.....		790,900
10	Housing inmates in federal institutions.....		611,000
11	Prison store operations--63.0 FTE positions.....		5,649,200
12	Prison industries operations--123.0 FTE positions....		9,977,900
13	Federal school lunch program.....		812,800
14	Leased beds and alternatives to leased beds		5,250,000
15	Public works programs.....		1,000,000
16	Cost-effective housing initiative.....		100
17	Inmate housing fund.....		<u>100</u>
18	GROSS APPROPRIATION.....	\$	112,253,900
19	Appropriated from:		
20	Interdepartmental grant revenues:		
21	IDG-MDHHS, Maxey/Woodland Center food service		225,000
22	Federal revenues:		
23	DAG-FNS, national school lunch.....		812,800
24	DOJ-BOP, federal prisoner reimbursement		411,000
25	DOJ, prison rape elimination act grant		659,500
26	SSA-SSI, incentive payment		268,000
27	Special revenue funds:		

1	Correctional industries revolving fund.....	9,977,900
2	Public works user fees.....	1,000,000
3	Resident stores.....	5,649,200
4	State general fund/general purpose.....	\$ 93,250,500
5	Sec. 107. HEALTH CARE	
6	Full-time equated classified positions.....	1,484.9
7	Prisoner health care services.....	\$ 75,180,400
8	Vaccination program.....	691,200
9	Interdepartmental grant to health and human	
10	services, eligibility specialists.....	100,000
11	Healthy Michigan plan administration--12.0 FTE	
12	positions	1,076,000
13	Substance abuse testing and treatment services--11.0	
14	FTE positions	21,791,300
15	Clinical and mental health services and	
16	support--1,461.9 FTE positions.....	<u>195,566,900</u>
17	GROSS APPROPRIATION.....	\$ 294,405,800
18	Appropriated from:	
19	Federal revenues:	
20	DOJ, Office of Justice Programs, RSAT.....	185,400
21	Federal revenues and reimbursements.....	247,900
22	Special revenue funds:	
23	Prisoner health care copayments.....	252,700
24	State general fund/general purpose.....	\$ 293,719,800
25	Sec. 108. CORRECTIONAL FACILITIES	
26	Average population	44,997
27	Full-time equated classified positions.....	9,768.1

1	Alger Correctional Facility - Munising--260.2 FTE	
2	positions	\$ 29,943,600
3	Baraga Correctional Facility - Baraga--295.8 FTE	
4	positions	34,636,600
5	Bellamy Creek Correctional Facility - Ionia--389.2	
6	FTE positions	42,754,300
7	Earnest C. Brooks Correctional Facility -	
8	Muskegon--442.9 FTE positions.....	49,684,800
9	Carson City Correctional Facility - Carson	
10	City--424.4 FTE positions	47,371,800
11	Central Michigan Correctional Facility - St.	
12	Louis--391.6 FTE positions	45,566,600
13	Chippewa Correctional Facility - Kincheloe--435.1	
14	FTE positions	49,228,800
15	Cooper Street Correctional Facility - Jackson--260.1	
16	FTE positions	28,733,600
17	G. Robert Cotton Correctional Facility -	
18	Jackson--390.1 FTE positions	43,194,100
19	Detroit Detention Center--63.1 FTE positions	8,332,300
20	Detroit Reentry Center--215.6 FTE positions	26,772,500
21	Charles E. Egeler Correctional Facility -	
22	Jackson--373.7 FTE positions	43,926,700
23	Richard A. Handlon Correctional Facility -	
24	Ionia--251.7 FTE positions	29,037,900
25	Gus Harrison Correctional Facility - Adrian--441.6	
26	FTE positions	48,151,300
27	Ionia Correctional Facility - Ionia--285.8 FTE	

1	positions	32,910,300
2	Kinross Correctional Facility - Kincheloe--323.8 FTE	
3	positions	35,662,100
4	Lakeland Correctional Facility - Coldwater--280.5	
5	FTE positions	32,637,200
6	Macomb Correctional Facility - New Haven--294.8 FTE	
7	positions	33,853,600
8	Marquette Branch Prison - Marquette--321.7 FTE	
9	positions	38,368,400
10	Michigan Reformatory - Ionia--310.7 FTE positions	34,564,800
11	Muskegon Correctional Facility - Muskegon--205.0 FTE	
12	positions	24,325,000
13	Newberry Correctional Facility - Newberry--200.1 FTE	
14	positions	23,800,300
15	Oaks Correctional Facility - Eastlake--290.4 FTE	
16	positions	33,349,500
17	Ojibway Correctional Facility - Marenisco--203.1 FTE	
18	positions	22,938,500
19	Parnall Correctional Facility - Jackson--258.0 FTE	
20	positions	27,508,600
21	Pugsley Correctional Facility - Kingsley--209.9 FTE	
22	positions	24,354,900
23	Saginaw Correctional Facility - Freeland--274.9 FTE	
24	positions	32,184,500
25	Special alternative incarceration program - Cassidy	
26	Lake--119.0 FTE positions	13,431,500
27	St. Louis Correctional Facility - St. Louis--303.6	

1	FTE positions	35,827,900
2	Thumb Correctional Facility - Lapeer--284.4 FTE	
3	positions	32,340,300
4	Womens Huron Valley Correctional Complex -	
5	Ypsilanti--501.9 FTE positions.....	58,003,600
6	Woodland Correctional Facility - Whitmore	
7	Lake--285.4 FTE positions	32,617,900
8	Northern region administration and support--48.0 FTE	
9	positions	4,425,700
10	Southern region administration and support--132.0	
11	FTE positions	<u>24,857,000</u>
12	GROSS APPROPRIATION.....	\$ 1,125,296,500
13	Appropriated from:	
14	Federal revenues:	
15	DOJ, state criminal assistance program.....	1,012,000
16	Special revenue funds:	
17	Local revenues.....	8,332,300
18	State restricted fees, revenues and reimbursements ...	99,800
19	State general fund/general purpose.....	\$ 1,115,852,400
20	Sec. 109. INFORMATION TECHNOLOGY	
21	Information technology services and projects	\$ <u>25,400,800</u>
22	GROSS APPROPRIATION.....	\$ 25,400,800
23	Appropriated from:	
24	Special revenue funds:	
25	Correctional industries revolving fund.....	175,800
26	Parole and probation oversight fees set-aside	689,500
27	State general fund/general purpose.....	\$ 24,535,500

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2015-2016

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 2015-2016 is \$1,947,899,100.00 and state spending from state resources to be paid to local units of government for fiscal year 2015-2016 is \$114,323,600.00. 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	\$	60,402,900
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Community corrections comprehensive plans

and services		12,158,000
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Reentry services - intensive detention reentry program

1,500,000

Residential services.....

15,475,500

County jail reimbursement program.....

13,597,100

Felony drunk driver jail reduction and

community treatment program		1,440,100
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Leased beds and alternatives to leased beds.....

5,250,000

Public safety initiative.....

4,500,000

TOTAL.....	\$	114,323,600
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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.

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

2 (a) "Administrative segregation" means confinement for
3 maintenance of order or discipline to a cell or room apart from
4 accommodations provided for inmates who are participating in
5 programs of the facility.

6 (b) "Cost per prisoner" means the sum total of the funds
7 appropriated under part 1 for the following, divided by the
8 projected prisoner population in fiscal year 2015-2016:

9 (i) Correctional facilities.

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

11 (iii) Clinical and mental health services and support.

12 (iv) Prisoner health care services.

13 (v) Vaccination program.

14 (vi) Prison food service and federal school lunch program.

15 (vii) Transportation.

16 (viii) Inmate legal services.

17 (ix) Correctional facilities administration.

18 (x) Central records.

19 (xi) Worker's compensation.

20 (xii) New custody staff training.

21 (xiii) Prison store operations.

22 (xiv) 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) "EPIC program" means the department's effective process
11 improvement and communication program.

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

15 (o) "FTE" means full-time equated.

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

21 (q) "IDG" means interdepartmental grant.

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

25 (s) "MDHHS" means the Michigan department of health and human
26 services.

27 (t) "MDSP" means the Michigan department of state police.

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

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

10 (w) "OCC" means office of community corrections.

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

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

23 (z) "Offender target population" means felons or misdemeanants
24 who would likely be sentenced to imprisonment in a state
25 correctional facility or jail, who would not likely increase the
26 risk to the public safety based on an objective risk and needs
27 assessment that indicates that the offender can be safely treated

1 and supervised in the community.

2 (aa) "Offender who would likely be sentenced to imprisonment"
3 means either of the following:

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

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

12 (bb) "Programmatic success" means that the department program
13 or initiative has ensured that the offender has accomplished all of
14 the following:

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

18 (ii) Obtained housing.

19 (iii) Obtained a state identification card.

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

23 (dd) "RSAT" means residential substance abuse treatment.

24 (ee) "Serious emotional disturbance" means that term as
25 defined in section 100d(2) of the mental health code, 1974 PA 328,
26 MCL 330.1100d.

27 (ff) "Serious mental illness" means that term as defined in

1 section 100d(3) of the mental health code, 1974 PA 328, MCL
2 330.1100d.

3 (gg) "SSA" means the United States Social Security
4 Administration.

5 (hh) "SSA-SSI" means SSA supplemental security income.

6 Sec. 206. The department shall not take disciplinary action
7 against an employee or a prisoner for communicating with a member
8 of the legislature or his or her staff.

9 Sec. 208. The department shall use the Internet to fulfill the
10 reporting requirements of this part. This requirement may include
11 transmission of reports via electronic mail to the recipients
12 identified for each reporting requirement or it may include
13 placement of reports on an Internet or intranet site.

14 Sec. 209. 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 department may charge fees and collect revenues
25 in excess of appropriations in part 1 not to exceed the cost of
26 offender services and programming, employee meals, parolee loans,
27 academic/vocational services, custody escorts, compassionate

1 visits, union steward activities, and public works programs and
2 services provided to local units of government or private nonprofit
3 organizations. The revenues and fees collected are appropriated for
4 all expenses associated with these services and activities.

5 Sec. 212. On a quarterly basis, the department shall report on
6 the number of full-time equated positions in pay status by civil
7 service classification to the senate and house appropriations
8 subcommittees on corrections, the legislative corrections
9 ombudsman, and the senate and house fiscal agencies. This report
10 shall include a detailed accounting of the long-term vacancies that
11 exist within each department. As used in this subsection, "long-
12 term vacancy" means any full-time equated position that has not
13 been filled at any time during the past 24 calendar months.

14 Sec. 214. The department shall receive and retain copies of
15 all reports funded from appropriations in part 1. Federal and state
16 guidelines for short-term and long-term retention of records shall
17 be followed. The department may electronically retain copies of
18 reports unless otherwise required by federal and state guidelines.

19 Sec. 216. The department shall prepare a report on out-of-
20 state travel expenses not later than January 1 of each year. The
21 travel report shall be a listing of all travel by classified and
22 unclassified employees outside this state in the immediately
23 preceding fiscal year that was funded in whole or in part with
24 funds appropriated in the department's budget. The report shall be
25 submitted to the senate and house standing committees on
26 appropriations, the senate and house fiscal agencies, and the state
27 budget director. The report shall include the following

1 information:

2 (a) The dates of each travel occurrence.

3 (b) The total transportation and related costs of each travel
4 occurrence, including the proportion funded with state general
5 fund/general purpose revenues, the proportion funded with state
6 restricted revenues, the proportion funded with federal revenues,
7 and the proportion funded with other revenues.

8 Sec. 219. (1) Any contract for prisoner telephone services
9 entered into after the effective date of this section shall include
10 a condition that fee schedules for prisoner telephone calls,
11 including rates and any surcharges other than those necessary to
12 meet program and special equipment costs, be the same as fee
13 schedules for calls placed from outside of correctional facilities.

14 (2) Revenues appropriated and collected for program and
15 special equipment funds shall be considered state restricted
16 revenue. Funding shall be used for prisoner programming, special
17 equipment, and security projects. Unexpended funds remaining at the
18 close of the fiscal year shall not lapse to the general fund but
19 shall be carried forward and be available for appropriation in
20 subsequent fiscal years.

21 (3) The department shall submit a report to the senate and
22 house appropriations subcommittees on corrections, the senate and
23 house fiscal agencies, the legislative corrections ombudsman, and
24 the state budget director by February 1 outlining revenues and
25 expenditures from program and special equipment funds. The report
26 shall include all of the following:

27 (a) A list of all individual projects and purchases financed

1 with program and special equipment funds in the immediately
2 preceding fiscal year, the amounts expended on each project or
3 purchase, and the name of each vendor the products or services were
4 purchased from.

5 (b) A list of planned projects and purchases to be financed
6 with program and special equipment funds during the current fiscal
7 year, the amounts to be expended on each project or purchase, and
8 the name of each vendor for which the products or services were
9 purchased.

10 (c) A review of projects and purchases planned for future
11 fiscal years from program and special equipment funds.

12 Sec. 220. 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 fiscal year. This report shall summarize the projected
16 year-end general fund/general purpose appropriation lapses by major
17 departmental program or program areas. The report shall be
18 transmitted to the chairpersons of the senate and house of
19 representatives standing committees on appropriations and the
20 senate and house fiscal agencies.

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

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

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

27 (c) Fiscal year-to-date payments to a selected vendor,

1 including the vendor name, payment date, payment amount, and
2 payment description.

3 (d) The number of active department employees by job
4 classification.

5 (e) Job specifications and wage rates.

6 Sec. 223. (1) In addition to the funds appropriated in part 1,
7 there is appropriated an amount not to exceed \$10,000,000.00 for
8 federal contingency funds. These funds are not available for
9 expenditure until they have been transferred to another line item
10 in part 1 under section 393(2) of the management and budget act,
11 1984 PA 431, MCL 18.1393.

12 (2) In addition to the funds appropriated in part 1, there is
13 appropriated an amount not to exceed \$10,000,000.00 for state
14 restricted contingency funds. These funds are not available for
15 expenditure until they have been transferred to another line item
16 in part 1 under section 393(2) of the management and budget act,
17 1984 PA 431, MCL 18.1393.

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

24 (4) In addition to the funds appropriated in part 1, there is
25 appropriated an amount not to exceed \$2,000,000.00 for private
26 contingency funds. These funds are not available for expenditure
27 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. 229. Within 14 days after the release of the executive
4 budget recommendation, the department shall cooperate with the
5 state budget office to provide the chairpersons of the senate and
6 house appropriations committees, the chairpersons of the senate and
7 house appropriations subcommittees on corrections, and the senate
8 and house fiscal agencies with an annual report on estimated state
9 restricted fund balances, state restricted fund projected revenues,
10 and state restricted fund expenditures for the fiscal years ending
11 September 30, 2015 and September 30, 2016.

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

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

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

26 Sec. 246. Total authorized appropriations from all sources
27 under part 1 for legacy costs for the fiscal year ending September

1 30, 2016 are \$332,330,600.00. From this amount, total department
2 appropriations for pension-related legacy costs are estimated at
3 \$188,628,700.00. Total department appropriations for retiree health
4 care legacy costs are estimated at \$143,701,900.00.

5 Sec. 247. In addition to the metrics required under section
6 447 of the management and budget act, 1984 PA 431, MCL 18.1447, for
7 each new program or program enhancement for which funds in excess
8 of \$500,000.00 are appropriated in part 1, the department shall
9 provide not later than November 1 a list of program-specific
10 metrics intended to measure its performance based on a return on
11 taxpayer investment. The department shall deliver the program-
12 specific metrics to members of the senate and house subcommittees
13 that have subject matter jurisdiction for this budget, the senate
14 and house fiscal agencies, and the state budget director. The
15 department shall provide an update on its progress in tracking
16 program-specific metrics and the status of program success at an
17 appropriations subcommittee meeting called for by the subcommittee
18 chair.

19 **EXECUTIVE**

20 Sec. 301. For 3 years after a felony offender is released from
21 the department's jurisdiction, the department shall maintain the
22 offender's file on the offender tracking information system and
23 make it publicly accessible in the same manner as the file of the
24 current offender. However, the department shall immediately remove
25 the offender's file from the offender tracking information system
26 upon determination that the offender was wrongfully convicted and

1 the offender's file is not otherwise required to be maintained on
2 the offender tracking information system.

3 Sec. 304. The director of the department shall maintain a
4 staff savings initiative program to invite employees to submit
5 suggestions for saving costs for the department. The proposed
6 savings initiatives shall be accepted or rejected within 60
7 business days. By March 1, the department shall report to the
8 senate and house appropriations subcommittees on corrections, the
9 legislative corrections ombudsman, the senate and house fiscal
10 agencies, and the state budget director on any savings proposals,
11 the date implemented, the amount of the expected savings, and any
12 process improvements that can be implemented in other areas of the
13 department. The report shall also include any rejected savings
14 proposal and the reason that the proposal was refused.

15 **PRISONER REENTRY AND COMMUNITY SUPPORT**

16 Sec. 401. The department shall submit 3-year and 5-year prison
17 population projection updates concurrent with submission of the
18 executive budget to the senate and house appropriations
19 subcommittees on corrections, the legislative corrections
20 ombudsman, the senate and house fiscal agencies, and the state
21 budget director. The report shall include explanations of the
22 methodology and assumptions used in developing the projection
23 updates.

24 Sec. 402. By March 1, the department shall provide a report on
25 prisoner reentry expenditures and allocations to the members of the
26 senate and house appropriations subcommittees on corrections, the

1 legislative corrections ombudsman, the senate and house fiscal
2 agencies, and the state budget director. At a minimum, the report
3 shall include information on both of the following:

4 (a) Details on prior-year expenditures, including amounts
5 spent on each project funded, itemized by service provided and
6 service provider.

7 (b) Allocations and planned expenditures for each project
8 funded and for each project to be funded, itemized by service to be
9 provided and service provider. The department shall provide an
10 amended report quarterly, if any revisions to allocations or
11 planned expenditures occurred during that quarter.

12 Sec. 403. By February 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 department's EPIC
16 program. The report shall include the following: the exact scope
17 and purpose of the EPIC program, the areas of the department that
18 have received any EPIC resources, the line items in part 1 that are
19 expected to recognize savings due to the EPIC program, the
20 identified areas of the department where the EPIC program has
21 changed the department's policy, and the number of the full-time
22 equivalent positions in the department that are assigned to the
23 EPIC program during the prior fiscal year.

24 Sec. 405. By March 1, the department shall report to the
25 senate and house appropriations subcommittees on corrections, the
26 legislative corrections ombudsman, the senate and house fiscal
27 agencies, and the state budget director on substance abuse testing

1 and treatment program objectives, outcome measures, and results,
2 including program impact on offender success and programmatic
3 success.

4 Sec. 407. By June 30, the department shall place the
5 statistical report from the immediately preceding calendar year on
6 an Internet site. The statistical report shall include, but not be
7 limited to, the information as provided in the 2004 statistical
8 report.

9 Sec. 408. The department shall measure the recidivism rates of
10 offenders.

11 Sec. 409. (1) The department shall engage with the talent
12 investment agency within the department of talent and economic
13 development and local entities to design services and shall use
14 appropriations provided in part 1 for reentry and vocational
15 education programs. The department shall ensure that the
16 collaboration provides relevant professional development
17 opportunities to prisoners to ensure that the programs are high
18 quality, demand driven, locally receptive, and responsive to the
19 needs of communities where the prisoners are expected to reside
20 after their release from correctional facilities. The programs
21 shall begin upon the intake of the prisoner into a department
22 facility.

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

26 (3) By March 1, the department shall provide a report to the
27 senate and house appropriations subcommittees on corrections, the

1 legislative corrections ombudsman, and the senate and house fiscal
2 agencies detailing the results of the workforce development
3 program.

4 Sec. 410. (1) The funds included in part 1 for community
5 corrections comprehensive plans and services are to encourage the
6 development through technical assistance grants, implementation,
7 and operation of community corrections programs that enhance
8 offender success and that also may serve as an alternative to
9 incarceration in a state facility or jail. The comprehensive
10 corrections plans shall include an explanation of how the public
11 safety will be maintained, the goals for the local jurisdiction,
12 offender target populations intended to be affected, offender
13 eligibility criteria for purposes outlined in the plan, and how the
14 plans will meet the following objectives, consistent with section
15 8(4) of the community corrections act, 1988 PA 511, MCL 791.408:

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

18 (b) Improve the appropriate utilization of jail facilities,
19 the first priority of which is to open jail beds intended to house
20 otherwise prison-bound felons, and the second priority being to
21 appropriately utilize jail beds so that jail crowding does not
22 occur.

23 (c) Open jail beds through the increase of pretrial release
24 options.

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

26 (e) Reduce the admission or readmission to prison of
27 offenders, including probation violators and parole violators, for

1 substance abuse violations.

2 (f) Contribute to offender success.

3 (2) The award of community corrections comprehensive plans and
4 residential services funds shall be based on criteria that include,
5 but are not limited to, the prison commitment rate by category of
6 offenders, trends in prison commitment rates and jail utilization,
7 historical trends in community corrections program capacity and
8 program utilization, and the projected impact and outcome of annual
9 policies and procedures of programs on offender success, prison
10 commitment rates, and jail utilization.

11 (3) Funds awarded for residential services in part 1 shall
12 provide for a per diem reimbursement of not more than \$47.50 for
13 nonaccredited facilities, or of not more than \$48.50 for facilities
14 that have been accredited by the American Corrections Association
15 or a similar organization as approved by the department.

16 Sec. 411. The comprehensive corrections plans shall also
17 include, where appropriate, descriptive information on the full
18 range of sanctions and services that are available and utilized
19 within the local jurisdiction and an explanation of how jail beds,
20 residential services, the special alternative incarceration
21 program, probation detention centers, the electronic monitoring
22 program for probationers, and treatment and rehabilitative services
23 will be utilized to support the objectives and priorities of the
24 comprehensive corrections plans and the purposes and priorities of
25 section 8(4) of the community corrections act, 1988 PA 511, MCL
26 791.408, that contribute to the success of offenders. The plans
27 shall also include, where appropriate, provisions that detail how

1 the local communities plan to respond to sentencing guidelines
2 found in chapter XVII of the code of criminal procedure, 1927 PA
3 175, MCL 777.1 to 777.69, and use the county jail reimbursement
4 program under section 414. The state community corrections board
5 shall encourage local community corrections advisory boards to
6 include in their comprehensive corrections plans strategies to
7 collaborate with local alcohol and drug treatment agencies of the
8 MDHHS for the provision of alcohol and drug screening, assessment,
9 case management planning, and delivery of treatment to alcohol- and
10 drug-involved offenders.

11 Sec. 412. (1) As part of the March biannual report specified
12 in section 12(2) of the community corrections act, 1988 PA 511, MCL
13 791.412, that requires an analysis of the impact of that act on
14 prison admissions and jail utilization, the department shall submit
15 to the senate and house appropriations subcommittees on
16 corrections, the legislative corrections ombudsman, the senate and
17 house fiscal agencies, and the state budget director the following
18 information for each county and counties consolidated for
19 comprehensive corrections plans:

20 (a) Approved technical assistance grants and comprehensive
21 corrections plans including each program and level of funding, the
22 utilization level of each program, and profile information of
23 enrolled offenders.

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

27 (c) Status of the community corrections information system and

1 the jail population information system.

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

5 (e) Offender disposition data by sentencing guideline range,
6 by disposition type, by prior record variable score, by number and
7 percent statewide and by county, current year, and comparisons to
8 the previous 3 years.

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

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

14 Sec. 413. (1) The department shall identify and coordinate
15 information regarding the availability of and the demand for
16 community corrections programs, jail-based community corrections
17 programs, jail-based probation violation sanctions, and all state-
18 required jail data.

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

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

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

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

5 (a) The felon's sentencing guidelines recommended range upper
6 limit is more than 18 months, the felon's sentencing guidelines
7 recommended range lower limit is 12 months or less, the felon's
8 prior record variable score is 35 or more points, and the felon's
9 sentence is not for commission of a crime in crime class G or crime
10 class H or a nonperson crime in crime class F under chapter XVII of
11 the code of criminal procedure, 1927 PA 175, MCL 777.1 to 777.69.

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

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

20 (3) State reimbursement under this subsection shall be \$60.00
21 per diem per diverted offender for offenders with a presumptive
22 prison guideline score, \$50.00 per diem per diverted offender for
23 offenders with a straddle cell guideline for a group 1 crime, and
24 \$35.00 per diem per diverted offender for offenders with a straddle
25 cell guideline for a group 2 crime. Reimbursements shall be paid
26 for sentences up to a 1-year total.

27 (4) As used in this subsection:

1 (a) "Group 1 crime" means a crime in 1 or more of the
2 following offense categories: arson, assault, assaultive other,
3 burglary, criminal sexual conduct, homicide or resulting in death,
4 other sex offenses, robbery, and weapon possession as determined by
5 the department of corrections based on specific crimes for which
6 counties received reimbursement under the county jail reimbursement
7 program in fiscal year 2007 and fiscal year 2008, and listed in the
8 county jail reimbursement program document titled "FY 2007 and FY
9 2008 Group One Crimes Reimbursed", dated March 31, 2009.

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

14 (c) "In the custody of the sheriff" means that the convicted
15 felon has been sentenced to the county jail and is either housed in
16 the county jail or has been released from jail and is being
17 monitored through the use of the sheriff's electronic monitoring
18 system.

19 (5) County jail reimbursement program expenditures shall not
20 exceed the amount appropriated in part 1 for the county jail
21 reimbursement program. Payments to counties under the county jail
22 reimbursement program shall be made in the order in which properly
23 documented requests for reimbursements are received. A request
24 shall be considered to be properly documented if it meets MDOC
25 requirements for documentation. By October 15, the department shall
26 distribute the documentation requirements to all counties.

27 (6) Any county that receives funding under this section for

1 the purpose of housing in jails certain felons who otherwise would
2 have been sentenced to prison shall, as a condition of receiving
3 the funding, report by September 30 an annual average jail capacity
4 and annual average jail occupancy for the immediately preceding
5 fiscal year.

6 Sec. 416. Allowable uses of felony drunk driver jail reduction
7 and community treatment program funding shall include reimbursing
8 counties for transportation, treatment costs, and housing felony
9 drunk drivers during a period of assessment for treatment and case
10 planning. Reimbursements for housing during the assessment process
11 shall be at the rate of \$43.50 per day per offender, up to a
12 maximum of 5 days per offender.

13 Sec. 417. (1) By March 1, the department shall report to the
14 members of the senate and house appropriations subcommittees on
15 corrections, the legislative corrections ombudsman, the senate and
16 house fiscal agencies, and the state budget director on each of the
17 following programs from the previous fiscal year:

18 (a) The county jail reimbursement program.

19 (b) The felony drunk driver jail reduction and community
20 treatment program.

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

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

25 (a) Program objectives and outcome measures, including, but
26 not limited to, the number of offenders who successfully completed
27 the program, and the number of offenders who successfully remained

1 in the community during the 3 years following termination from the
2 program.

3 (b) Expenditures by location.

4 (c) The impact on jail utilization.

5 (d) The impact on prison admissions.

6 (e) Other information relevant to an evaluation of the
7 program.

8 Sec. 418. (1) The department shall collaborate with the state
9 court administrative office on facilitating changes to Michigan
10 court rules that would require the court to collect at the time of
11 sentencing the state operator's license, state identification card,
12 or other documentation used to establish the identity of the
13 individual to be admitted to the department. The department shall
14 maintain those documents in the prisoner's personal file.

15 (2) The department shall cooperate with MDHHS to create and
16 maintain a process by which prisoners can obtain their Michigan
17 birth certificates if necessary. The department shall describe a
18 process for obtaining birth certificates from other states, and in
19 situations where the prisoner's effort fails, the department shall
20 assist in obtaining the birth certificate.

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

25 Sec. 419. (1) The department shall provide weekly electronic
26 mail reports to the senate and house appropriations subcommittees
27 on corrections, the legislative corrections ombudsman, the senate

1 and house fiscal agencies, and the state budget director on
2 prisoner populations by security levels by facility, prison
3 facility capacities, and parolee and probationer populations.

4 (2) The department shall provide monthly electronic mail
5 reports to the senate and house appropriations subcommittees on
6 corrections, the legislative corrections ombudsman, the senate and
7 house fiscal agencies, and the state budget director. The reports
8 shall include information on end-of-month prisoner populations in
9 county jails, the net operating capacity according to the most
10 recent certification report, identified by date, and end-of-month
11 data, year-to-date data, and comparisons to the prior year for the
12 following:

13 (a) Community residential program populations, separated by
14 centers and electronic monitoring.

15 (b) Parole populations.

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

18 (d) Prison and camp populations, with separate identification
19 of the number in special alternative incarceration and the number
20 of lifers.

21 (e) Prisoners classified as past their earliest release date.

22 (f) Parole board activity, including the numbers and
23 percentages of parole grants and parole denials.

24 (g) Prisoner exits, identifying transfers to community
25 placement, paroles from prisons and camps, paroles from community
26 placement, total movements to parole, prison intake, prisoner
27 deaths, prisoners discharging on the maximum sentence, and other

1 prisoner exits.

2 (h) Prison intake and returns, including probation violators,
3 new court commitments, violators with new sentences, escaper new
4 sentences, total prison intake, returns from court with additional
5 sentences, community placement returns, technical parole violator
6 returns, and total returns to prison and camp.

7 Sec. 421. (1) Funds appropriated in part 1 for the parole
8 sanction certainty pilot program shall be distributed to an
9 American Correctional Association accredited rehabilitation
10 organization operating in any of the following counties: Berrien,
11 Calhoun, Kalamazoo, Macomb, Muskegon, Oakland, and Wayne for
12 operations and administration of the pilot program. The pilot
13 program may be utilized as a condition of parole for technical
14 parole violators to ensure public safety and justice through a
15 program based on evidence-based tactics and programs.

16 (2) The program or programs selected shall report by March 30
17 to the department, the senate and house appropriations
18 subcommittees on corrections, the senate and house fiscal agencies,
19 the legislative corrections ombudsman, and the state budget
20 director. The report shall include program performance
21 measurements, the number of individuals who participate in the
22 pilot program, the number of individuals who return to prison after
23 participating, and outcomes of participants who complete the
24 program.

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

1 Sec. 437. (1) Funds appropriated in part 1 for Goodwill Flip
2 the Script shall be distributed to a Michigan-chartered 501(c)(3)
3 nonprofit corporation operating in a county with greater than
4 1,500,000 people for administration and expansion of a program
5 which serves a population of persons aged 16 to 29. The program
6 shall target those who are entering the criminal justice system for
7 the first or second time and shall assist those individuals through
8 the following program types:

9 (a) Alternative sentencing programs in partnership with a
10 local district or circuit court.

11 (b) Educational recovery for special adult populations with
12 high rates of illiteracy.

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

14 (2) The program selected shall report by March 30 to the
15 department, the senate and house appropriations subcommittees on
16 corrections, the senate and house fiscal agencies, the legislative
17 corrections ombudsman, and the state budget director. The report
18 shall include program performance measurements, the number of
19 individuals diverted from incarceration, the number of individuals
20 served, and outcomes of participants who complete the program.

21 **BUDGET AND OPERATIONS ADMINISTRATION**

22 Sec. 501. From the funds appropriated in part 1 for
23 prosecutorial and detainer expenses, the department shall reimburse
24 counties for housing and custody of parole violators and offenders
25 being returned by the department from community placement who are
26 available for return to institutional status and for prisoners who

1 volunteer for placement in a county jail.

2 Sec. 502. Funds included in part 1 for the sheriffs'
3 coordinating and training office are appropriated for and may be
4 expended to defray costs of continuing education, certification,
5 recertification, decertification, and training of local corrections
6 officers, the personnel and administrative costs of the sheriffs'
7 coordinating and training office, the local corrections officers
8 advisory board, and the sheriffs' coordinating and training council
9 under the local corrections officers training act, 2003 PA 125, MCL
10 791.531 to 791.546.

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

16 Sec. 508. The department shall issue a report for all
17 correctional facilities to the senate and house appropriations
18 subcommittees on corrections, the senate and house fiscal agencies,
19 and the legislative corrections ombudsman by October 1 setting
20 forth the following information for each facility: its name, street
21 address, and date of construction; its current maintenance costs;
22 any maintenance planned; its current utility costs; its expected
23 future capital improvement costs; and its expected future useful
24 life.

25 Sec. 509. (1) The department shall conduct a study on the
26 Michigan state industries program. The study shall focus on
27 determining which industries within the 10 identified prosperity

1 regions in this state have the maximum benefit to the prisoner
2 population in providing marketable skills and leading to employable
3 outcomes after release of the prisoner from a department facility.
4 The report shall also include data on the current labor force
5 trends in the prosperity regions of this state and how the
6 operations of Michigan state industries can work in coordination
7 with local communities to determine the industries that would
8 produce the greatest number of employable prisoners upon release.

9 (2) By December 1, the department shall provide a report to
10 the senate and house appropriations subcommittees on corrections,
11 the senate and house fiscal agencies, and the legislative
12 corrections ombudsman detailing the results and recommendations
13 from the study on Michigan state industries described in subsection
14 (1).

15 Sec. 511. (1) By February 1, the department shall provide a
16 report to the senate and house appropriations subcommittees on
17 corrections, the senate and house fiscal agencies, the legislative
18 corrections ombudsman, and the state budget director which details
19 the strategic plan of the department. The report shall contain
20 strategies to decrease the overall recidivism rate, measurable
21 plans to increase the rehabilitative function of correctional
22 facilities, metrics to track and ensure prisoner readiness to re-
23 enter society, and constructive actions for providing prisoners
24 with life skills development.

25 (2) The intent of this report is to express that the mission
26 of the department is to provide an action plan before reentry to
27 society that ensures prisoners' readiness for meeting parole

1 requirements and ensures a reduction in the total number of
2 released inmates who reenter the criminal justice system.

3 **FIELD OPERATIONS ADMINISTRATION**

4 Sec. 601. (1) From the funds appropriated in part 1, the
5 department shall conduct a statewide caseload audit of field
6 agents. The audit shall address public protection issues and assess
7 the ability of the field agents to complete their professional
8 duties. The complete audit shall be submitted to the senate and
9 house appropriations subcommittees on corrections, the legislative
10 corrections ombudsman, the senate and house fiscal agencies, and
11 the state budget office by March 1.

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

15 Sec. 603. (1) All prisoners, probationers, and parolees
16 involved with the curfew monitoring program shall reimburse the
17 department for costs associated with their participation in the
18 program. The department may require community service work
19 reimbursement as a means of payment for those able-bodied
20 individuals unable to pay for the costs of the equipment.

21 (2) Program participant contributions and local program
22 reimbursement for the curfew monitoring program appropriated in
23 part 1 are related to program expenditures and may be used to
24 offset expenditures for this purpose.

25 (3) Included in the appropriation in part 1 is adequate
26 funding to implement the curfew monitoring program to be

1 administered by the department. The curfew monitoring program is
2 intended to provide sentencing judges and county sheriffs in
3 coordination with local community corrections advisory boards
4 access to the state's curfew monitoring program to reduce prison
5 admissions and improve local jail utilization. The department shall
6 determine the appropriate distribution of the curfew monitor units
7 throughout the state based upon locally developed comprehensive
8 corrections plans under the community corrections act, 1988 PA 511,
9 MCL 791.401 to 791.414.

10 (4) For a fee determined by the department, the department
11 shall provide counties with the curfew monitor equipment,
12 replacement parts, administrative oversight of the equipment's
13 operation, notification of violators, and periodic reports
14 regarding county program participants. Counties are responsible for
15 curfew monitor equipment installation and service. For an
16 additional fee as determined by the department, the department
17 shall provide staff to install and service the equipment. Counties
18 are responsible for the coordination and apprehension of program
19 violators.

20 (5) Any county with curfew monitor charges outstanding over 60
21 days shall be considered in violation of the community curfew
22 monitor program agreement and lose access to the program.

23 Sec. 611. The department shall prepare by March 1 individual
24 reports for the community reentry program, the electronic
25 monitoring program, and the special alternative to incarceration
26 program. The reports shall be submitted to the senate and house
27 appropriations subcommittees on corrections, the legislative

1 corrections ombudsman, the senate and house fiscal agencies, and
2 the state budget director. Each program's report shall include
3 information on all of the following:

4 (a) Monthly new participants by type of offender. Community
5 reentry program participants shall be categorized by reason for
6 placement. For technical rule violators, the report shall sort
7 offenders by length of time since release from prison, by the most
8 recent violation, and by the number of violations occurring since
9 release from prison.

10 (b) Monthly participant unsuccessful terminations, including
11 cause.

12 (c) Number of successful terminations.

13 (d) End month population by facility/program.

14 (e) Average length of placement.

15 (f) Return to prison statistics.

16 (g) Description of each program location or locations,
17 capacity, and staffing.

18 (h) Sentencing guideline scores and actual sentence statistics
19 for participants, if applicable.

20 (i) Comparison with prior year statistics.

21 (j) Analysis of the impact on prison admissions and jail
22 utilization and the cost effectiveness of the program.

23 Sec. 612. (1) The department shall review and revise as
24 necessary policy proposals that provide alternatives to prison for
25 offenders being sentenced to prison as a result of technical
26 probation violations and technical parole violations. To the extent
27 the department has insufficient policies or resources to affect the

1 continued increase in prison commitments among these offender
2 populations, the department shall explore other policy options to
3 allow for program alternatives, including department or OCC-funded
4 programs, local level programs, and programs available through
5 private agencies that may be used as prison alternatives for these
6 offenders.

7 (2) By April 1, the department shall provide a report to the
8 senate and house appropriations subcommittees on corrections, the
9 legislative corrections ombudsman, the senate and house fiscal
10 agencies, and the state budget director on the number of all
11 parolees returned to prison and probationers sentenced to prison
12 for either a technical violation or new sentence during the
13 preceding fiscal year. The report shall include the following
14 information for probationers, for parolees after their first
15 parole, and for parolees who have been paroled more than once:

16 (a) The numbers of parole and probation violators returned to
17 or sent to prison for a new crime with a comparison of original
18 versus new offenses by major offense type: assaultive,
19 nonassaultive, drug, and sex.

20 (b) The numbers of parole and probation violators returned to
21 or sent to prison for a technical violation and the type of
22 violation, including, but not limited to, zero gun tolerance and
23 substance abuse violations. For parole technical rule violators,
24 the report shall list violations by type, by length of time since
25 release from prison, by the most recent violation, and by the
26 number of violations occurring since release from prison.

27 (c) The educational history of those offenders, including how

1 many had a high school equivalency or high school diploma prior to
2 incarceration in prison, how many received a high school
3 equivalency while in prison, and how many received a vocational
4 certificate while in prison.

5 (d) The number of offenders who participated in the reentry
6 program versus the number of those who did not.

7 (e) The unduplicated number of offenders who participated in
8 substance abuse treatment programs, mental health treatment
9 programs, or both, while in prison, itemized by diagnosis.

10 Sec. 615. The department shall submit a report containing a
11 list detailing the number of prisoners who have received life
12 imprisonment sentences with the possibility of parole and who are
13 currently eligible for parole to the senate and house
14 appropriations subcommittees on corrections, the senate and house
15 fiscal agencies, the legislative corrections ombudsman, and the
16 state budget director by January 1.

17 Sec. 616. The parole board shall review its policies related
18 to the review and parole of those offenders serving a parolable
19 life sentence with consideration given to those that do not pose an
20 ongoing risk to society.

21 HEALTH CARE

22 Sec. 802. As a condition of expenditure of the funds
23 appropriated in part 1, the department shall provide the senate and
24 house of representatives appropriations subcommittees on
25 corrections, the legislative corrections ombudsman, the senate and
26 house fiscal agencies, and the state budget director with quarterly

1 reports on physical and mental health care detailing quarterly and
2 fiscal year-to-date expenditures itemized by vendor, allocations,
3 status of payments from contractors to vendors, and projected year-
4 end expenditures from accounts for prisoner health care, mental
5 health care, pharmaceutical services, and durable medical
6 equipment.

7 Sec. 803. (1) The department shall assure that all prisoners,
8 upon any health care treatment, are given the opportunity to sign a
9 release of information form designating a family member or other
10 individual to whom the department shall release records information
11 regarding a prisoner. A release of information form signed by a
12 prisoner shall remain in effect for 1 year, and the prisoner may
13 elect to withdraw or amend the release form at any time.

14 (2) The department shall assure that any such signed release
15 forms follow a prisoner upon transfer to another department
16 facility or to the supervision of a parole officer.

17 (3) The form shall be placed on an online, public website
18 managed by the department.

19 Sec. 804. The department shall report quarterly to the senate
20 and house appropriations subcommittees on corrections, the
21 legislative corrections ombudsman, the senate and house fiscal
22 agencies, and the state budget director on prisoner health care
23 utilization. The report shall include the number of inpatient
24 hospital days, outpatient visits, emergency room visits, and
25 prisoners receiving off-site inpatient medical care in the previous
26 quarter, by facility.

27 Sec. 805. If a prisoner aged 26 years or under is determined

1 not to be eligible for Medicaid, the department shall determine
2 whether the prisoner is eligible for dependent health insurance
3 coverage.

4 Sec. 812. (1) The department shall provide the department of
5 health and human services with a monthly list of prisoners newly
6 committed to the department of corrections. The department and the
7 department of health and human services shall enter into an
8 interagency agreement under which the department of health and
9 human services provides the department of corrections with monthly
10 lists of newly committed prisoners who are eligible for Medicaid
11 benefits in order to maintain the process by which Medicaid
12 benefits are suspended rather than terminated. The department shall
13 assist prisoners who may be eligible for Medicaid benefits after
14 release from prison with the Medicaid enrollment process prior to
15 release from prison.

16 (2) The department shall provide the senate and house
17 appropriations subcommittees on corrections, the legislative
18 corrections ombudsman, the senate and house fiscal agencies, and
19 the state budget director with quarterly updates on the utilization
20 of Medicaid benefits for prisoners.

21 Sec. 814. The department shall assure that psychotropic
22 medications are available, when deemed medically necessary by a
23 licensed medical service provider, to prisoners who have mental
24 illness diagnoses but are not enrolled in corrections mental health
25 services.

26 Sec. 816. By April 1, the department shall provide the members
27 of the senate and house appropriations subcommittees on

1 corrections, the senate and house fiscal agencies, the state budget
2 director, and the legislative corrections ombudsman with a report
3 on pharmaceutical expenditures and prescribing practices. In
4 particular, the report shall provide the following information:

5 (a) A detailed accounting of expenditures on antipsychotic
6 medications.

7 (b) Any changes that have been made to the prescription drug
8 formularies.

9 **CORRECTIONAL FACILITIES ADMINISTRATION**

10 Sec. 904. The department shall calculate the per prisoner/per
11 day cost for each prisoner security custody level. This calculation
12 shall include all actual direct and indirect costs for the previous
13 fiscal year, including, but not limited to, the value of services
14 provided to the department by other state agencies and the
15 allocation of statewide legacy costs. To calculate the per
16 prisoner/per day costs, the department shall divide these direct
17 and indirect costs by the average daily population for each custody
18 level. For multilevel facilities, the indirect costs that cannot be
19 accurately allocated to each custody level can be included in the
20 calculation on a per-prisoner basis for each facility. Marginal
21 cost per prisoner by age cohort shall be calculated under the
22 assumptions made by the department under prior marginal cost
23 analysis. A report summarizing these calculations and the direct
24 and indirect costs included in them shall be submitted to the
25 senate and house appropriations subcommittees on corrections, the
26 legislative corrections ombudsman, the senate and house fiscal

1 agencies, and 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 high school
2 equivalency.

3 (e) An explanation of the value and purpose of each program,
4 for example, to improve employability, reduce recidivism, reduce
5 prisoner idleness, or some combination of these and other factors.

6 (f) An identification of program outcomes for each academic
7 and vocational program.

8 (g) An explanation of the department's plans for academic and
9 vocational programs, including plans to contract with intermediate
10 school districts for high school equivalency and high school
11 diploma programs.

12 (h) The number of prisoners not paroled at their earliest
13 release date due to lack of a high school equivalency, and the
14 reason those prisoners have not obtained a high school equivalency.

15 Sec. 910. The department shall allow the Michigan Braille
16 transcribing fund program to operate at its current location. The
17 donation of the building by the Michigan Braille transcribing fund
18 at the G. Robert Cotton Correctional Facility in Jackson is
19 acknowledged and appreciated. The department shall continue to
20 encourage the Michigan Braille transcribing fund program to produce
21 high-quality materials for use by the visually impaired.

22 Sec. 911. By March 1, the department shall report to the
23 senate and house appropriations subcommittees on corrections, the
24 senate and house fiscal agencies, the legislative corrections
25 ombudsman, and the state budget director the number of critical
26 incidents occurring each month by type and the number and severity
27 of assaults, escape attempts, suicides, and attempted suicides

1 occurring each month at each facility during the immediately
2 preceding calendar year.

3 Sec. 912. The department shall report to the senate and house
4 appropriations subcommittees on corrections, the legislative
5 corrections ombudsman, the senate and house fiscal agencies, and
6 the state budget director by March 1 on the ratio of correctional
7 officers to prisoners for each correctional institution, the ratio
8 of shift command staff to line custody staff, and the ratio of
9 noncustody institutional staff to prisoners for each correctional
10 institution.

11 Sec. 913. (1) It is the intent of the legislature that any
12 prisoner required to complete a violence prevention program, sexual
13 offender program, or other program as a condition of parole shall
14 be transferred to a facility where that program is available in
15 order to accomplish timely completion of that program prior to the
16 expiration of his or her minimum sentence and eligibility for
17 parole. Nothing in this section should be deemed to make parole
18 denial appealable in court.

19 (2) The department shall submit a quarterly report to the
20 members of the senate and house appropriations subcommittees on
21 corrections, the senate and house fiscal agencies, the state budget
22 director, and the legislative corrections ombudsman detailing
23 enrollment in sex offender programming, assaultive offender
24 programming, violent offender programming, and thinking for change.
25 At a minimum, the report shall include the following:

26 (a) A full accounting of the number of individuals who are
27 required to complete the programming, but have not yet done so.

1 (b) The number of individuals who have reached their earliest
2 release date, but who have not completed required programming.

3 (c) A plan of action for addressing any waiting lists or
4 backlogs for programming that may exist.

5 Sec. 924. The department shall evaluate all prisoners at
6 intake for substance abuse disorders, serious developmental
7 disorders, serious mental illness, and other mental health
8 disorders. Prisoners with serious mental illness or serious
9 developmental disorders shall not be removed from the general
10 population as a punitive response to behavior caused by their
11 serious mental illness or serious developmental disorder. Due to
12 persistent high violence risk or severe disruptive behavior that is
13 unresponsive to treatment, prisoners with serious mental illness or
14 serious developmental disorders may be placed in secure residential
15 housing programs that will facilitate access to institutional
16 programming and ongoing mental health services. A prisoner with
17 serious mental illness or serious developmental disorder who is
18 confined in these specialized housing programs shall be evaluated
19 or monitored by a medical professional at a frequency of not less
20 than every 12 hours.

21 Sec. 925. By March 1, the department shall report to the
22 senate and house appropriations subcommittees on corrections, the
23 senate and house fiscal agencies, the legislative corrections
24 ombudsman, and the state budget director on the annual number of
25 prisoners in administrative segregation between October 1, 2014 and
26 September 30, 2015, and the annual number of prisoners in
27 administrative segregation between October 1, 2014 and September

1 30, 2015 who at any time during the current or prior prison term
2 were diagnosed with serious mental illness or have a developmental
3 disorder and the number of days each of the prisoners with serious
4 mental illness or a developmental disorder have been confined to
5 administrative segregation.

6 Sec. 929. From the funds appropriated in part 1, the
7 department shall do all of the following:

8 (a) Ensure that any inmate care and control staff in contact
9 with prisoners less than 18 years of age are adequately trained
10 with regard to the developmental and mental health needs of
11 prisoners less than 18 years of age. By April 1, the department
12 shall report to the senate and house appropriations subcommittees
13 on corrections, the senate and house fiscal agencies, and the state
14 budget director on the training curriculum used and the number and
15 types of staff receiving annual training under that curriculum.

16 (b) Provide appropriate placement for prisoners less than 18
17 years of age who have serious mental illness, serious emotional
18 disturbance, or a serious developmental disorder and need to be
19 housed separately from the general population. Prisoners less than
20 18 years of age who have serious mental illness, serious emotional
21 disturbance, or a serious developmental disorder shall not be
22 removed from an existing placement as a punitive response to
23 behavior caused by their serious mental illness, serious emotional
24 disturbance, or a serious developmental disorder. Due to persistent
25 high violence risk or severe disruptive behavior that is
26 unresponsive to treatment, prisoners less than 18 years of age with
27 serious emotional disturbance, serious mental illness, or serious

1 developmental disorders may be placed in secure residential housing
2 programs that will facilitate access to institutional programming
3 and ongoing mental health services. A prisoner less than 18 years
4 of age with serious mental illness, serious emotional disturbance,
5 or a serious developmental disorder who is confined in these
6 specialized housing programs shall be evaluated or monitored by a
7 medical professional at a frequency of not less than every 12
8 hours.

9 (c) Implement a specialized reentry program that recognizes
10 the needs of prisoners less than 18 years old for supervised
11 reentry.

12 Sec. 937. The department shall not issue a request for
13 proposal (RFP) for a contract in excess of \$5,000,000.00, unless
14 the department has first considered issuing a request for
15 information (RFI) or a request for qualification (RFQ) relative to
16 that contract to better enable the department to learn more about
17 the market for the products or services that are the subject of the
18 future RFP. The department shall notify the department of
19 technology, management, and budget of the evaluation process used
20 to determine if an RFI or RFQ was not necessary prior to issuing
21 the RFP.

22 Sec. 940. (1) Any lease, rental, contract, or other legal
23 agreement that includes a provision allowing a private person or
24 entity to use state-owned facilities or other property to conduct a
25 for-profit business enterprise shall require the lessee to pay fair
26 market value for the use of the state-owned property.

27 (2) The lease, rental, contract, or other legal agreement

1 shall also require the party using the property to make a payment
2 in lieu of taxes to the local jurisdictions that would otherwise
3 receive property tax revenue, as if the property were not owned by
4 the state.

5 Sec. 942. The department shall ensure that any contract with a
6 public or private party to operate a facility to house state
7 prisoners includes a provision to allow access by both the office
8 of the legislative auditor general and the office of the
9 legislative corrections ombudsman to the facility and to
10 appropriate records and documents related to the operation of the
11 facility. These access rights for both offices shall be the same
12 for the contracted facility as for a general state-operated
13 correctional facility.

14 Sec. 945. The department shall investigate options for
15 increasing the visiting capacity at Central Michigan Correctional
16 Facility - St. Louis in order to ease visiting room overcrowding.
17 The department shall submit a report by April 1 to the senate and
18 house of representatives appropriations subcommittees on
19 corrections, the senate and house fiscal agencies, the legislative
20 corrections ombudsman, and the state budget director on progress
21 being made to address visiting room overcrowding.

22 **MISCELLANEOUS**

23 Sec. 1009. The department shall make an information packet for
24 the families of incoming prisoners available on the department's
25 website. The information packet shall be updated by February 1 of
26 each year thereafter. The packet shall provide information on

12 Sec. 1011. The department may accept in-kind services and
13 equipment donations to facilitate the addition of a cable network
14 that provides programming that will address the religious needs of
15 incarcerated individuals. This network may be a cable television
16 network that presently reaches the majority of households in the
17 United States. A bilingual channel affiliated with this network may
18 also be added to department programming to assist the religious
19 needs of Spanish-speaking inmates. The addition of these channels
20 shall be of no additional cost to this state.

25 PART 2A

PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS
FOR FISCAL YEAR 2016-2017

GENERAL SECTIONS

Sec. 1201. It is the intent of the legislature to provide appropriations for the fiscal year ending on September 30, 2017 for the line items listed in part 1. The fiscal year 2016-2017 appropriations are anticipated to be the same as those for fiscal year 2015-2016, 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 2016 consensus revenue estimating conference.

ARTICLE VI

DEPARTMENT OF EDUCATION

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the department of education for the fiscal year ending September 30, 2016, from the following funds:

DEPARTMENT OF EDUCATION

APPROPRIATION SUMMARY

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

Full-time equated classified positions..... 588.5

GROSS APPROPRIATION..... \$ 305,876,200

Interdepartmental grant revenues:

1	Total interdepartmental grants and intradepartmental	
2	transfers	0
3	ADJUSTED GROSS APPROPRIATION.....	\$ 305,876,200
4	Federal revenues:	
5	Total federal revenues.....	215,640,900
6	Special revenue funds:	
7	Total local revenues.....	5,633,700
8	Total private revenues.....	2,033,300
9	Total other state restricted revenues.....	7,669,600
10	State general fund/general purpose.....	\$ 74,898,700
11	Sec. 102. STATE BOARD OF EDUCATION/OFFICE OF THE	
12	SUPERINTENDENT	
13	Full-time equated unclassified positions.....	6.0
14	Full-time equated classified positions.....	11.0
15	State board of education, per diem payments.....	\$ 24,400
16	Unclassified positions--6.0 FTE positions.....	807,000
17	State board/superintendent operations--11.0 FTE	
18	positions	<u>2,092,100</u>
19	GROSS APPROPRIATION.....	\$ 2,923,500
20	Appropriated from:	
21	Federal revenues:	
22	Federal revenues.....	222,100
23	Special revenue funds:	
24	Private foundations.....	28,100
25	Certification fees.....	856,500
26	State general fund/general purpose.....	\$ 1,816,800
27	Sec. 103. CENTRAL SUPPORT	

1	Full-time equated classified positions.....	23.6	
2	Central support operations--23.6 FTE positions		\$ 3,614,900
3	Worker's compensation.....		28,700
4	Building occupancy charges - property management		
5	services		3,110,100
6	Training and orientation workshops		150,000
7	Terminal leave payments.....		<u>554,700</u>
8	GROSS APPROPRIATION.....		\$ 7,458,400
9	Appropriated from:		
10	Federal revenues:		
11	Federal revenues.....		1,659,900
12	Federal indirect funds.....		2,545,500
13	Special revenue funds:		
14	Certification fees.....		405,500
15	Teacher testing fees.....		3,900
16	Training and orientation workshop fees		150,000
17	State general fund/general purpose		\$ 2,693,600
18	Sec. 104. INFORMATION TECHNOLOGY SERVICES		
19	Information technology operations.....		\$ <u>4,179,800</u>
20	GROSS APPROPRIATION.....		\$ 4,179,800
21	Appropriated from:		
22	Federal revenues:		
23	Federal revenues.....		604,000
24	Federal indirect funds.....		1,784,500
25	Special revenue funds:		
26	Local cost sharing (schools for deaf/blind)		76,500
27	Certification fees.....		389,200

1	State general fund/general purpose.....	\$	1,325,600
2	Sec. 105. SPECIAL EDUCATION SERVICES		
3	Full-time equated classified positions.....		47.0
4	Special education operations--47.0 FTE positions.....	\$	<u>8,920,000</u>
5	GROSS APPROPRIATION.....	\$	8,920,000
6	Appropriated from:		
7	Federal revenues:		
8	Federal revenues.....		8,440,900
9	Special revenue funds:		
10	Private foundations.....		110,100
11	Certification fees.....		44,000
12	State general fund/general purpose.....	\$	325,000
13	Sec. 106. MICHIGAN SCHOOLS FOR THE DEAF AND BLIND		
14	Full-time equated classified positions.....		77.0
15	Michigan schools for the deaf and blind operations--		
16	76.0 FTE positions	\$	12,651,600
17	Camp Tuhsmeheeta--1.0 FTE position.....		295,100
18	Private gifts - blind.....		200,000
19	Private gifts - deaf.....		<u>150,000</u>
20	GROSS APPROPRIATION.....	\$	13,296,700
21	Appropriated from:		
22	Federal revenues:		
23	Federal revenues.....		6,887,500
24	Special revenue funds:		
25	Local cost sharing (schools for deaf/blind)		5,233,000
26	Local school district service fees.....		312,500
27	Gifts, bequests, and donations.....		645,100

1	Student insurance revenue.....	218,600
2	State general fund/general purpose.....	\$ 0
3	Sec. 107. PROFESSIONAL PREPARATION SERVICES	
4	Full-time equated classified positions.....	34.0
5	Professional preparation operations--34.0 FTE	
6	positions	\$ <u>5,662,600</u>
7	GROSS APPROPRIATION.....	\$ 5,662,600
8	Appropriated from:	
9	Federal revenues:	
10	Federal revenues.....	1,442,100
11	Special revenue funds:	
12	Certification fees.....	3,586,300
13	Teacher college review fees.....	55,300
14	Teacher testing fees.....	358,600
15	State general fund/general purpose.....	\$ 220,300
16	Sec. 108. MICHIGAN OFFICE OF GREAT START	
17	Full-time equated classified positions.....	65.0
18	Office of great start operations--64.0 FTE positions .	\$ 22,808,600
19	Child development and care external support	26,896,500
20	Head start collaboration office--1.0 FTE position....	307,400
21	Child development and care public assistance	<u>124,200,000</u>
22	GROSS APPROPRIATION.....	\$ 174,212,500
23	Appropriated from:	
24	Federal revenues:	
25	Federal revenues.....	136,543,300
26	Special revenue funds:	
27	Private foundations.....	250,000

1	Certification fees.....		64,100
2	State general fund/general purpose.....	\$	37,355,100
3	Sec. 109. STATE AID AND SCHOOL FINANCE SERVICES		
4	Full-time equated classified positions.....	11.5	
5	State aid and school finance operations--9.5 FTE		
6	positions	\$	1,358,500
7	Financial independence team operations--2.0 FTE		
8	positions		<u>499,500</u>
9	GROSS APPROPRIATION.....	\$	1,858,000
10	Appropriated from:		
11	State general fund/general purpose.....	\$	1,858,000
12	Sec. 110. AUDIT SERVICES		
13	Full-time equated classified positions.....	4.5	
14	Audit operations--4.5 FTE positions.....	\$	<u>601,800</u>
15	GROSS APPROPRIATION.....	\$	601,800
16	Appropriated from:		
17	Federal revenues:		
18	Federal indirect funds.....		478,300
19	Special revenue funds:		
20	Certification fees.....		61,200
21	State general fund/general purpose.....	\$	62,300
22	Sec. 111. ADMINISTRATIVE LAW SERVICES		
23	Full-time equated classified positions.....	2.0	
24	Administrative law operations--2.0 FTE positions.....	\$	<u>1,332,000</u>
25	GROSS APPROPRIATION.....	\$	1,332,000
26	Appropriated from:		
27	Federal revenues:		

1	Federal revenues.....	550,300
2	Special revenue funds:	
3	Certification fees.....	685,200
4	State general fund/general purpose.....	\$ 96,500
5	Sec. 112. ACCOUNTABILITY SERVICES	
6	Full-time equated classified positions.....	65.6
7	Accountability services operations--65.6 FTE positions	\$ <u>14,616,400</u>
8	GROSS APPROPRIATION.....	\$ 14,616,400
9	Appropriated from:	
10	Federal revenues:	
11	Federal revenues.....	13,441,100
12	State general fund/general purpose.....	\$ 1,175,300
13	Sec. 113. SCHOOL SUPPORT SERVICES	
14	Full-time equated classified positions.....	82.6
15	School support services operations--82.6 FTE positions	\$ 15,087,200
16	Federal and private grants.....	<u>3,000,000</u>
17	GROSS APPROPRIATION.....	\$ 18,087,200
18	Appropriated from:	
19	Federal revenues:	
20	Federal revenues.....	16,240,500
21	Special revenue funds:	
22	Local school district service fees.....	11,700
23	Private foundations.....	1,000,000
24	Certification fees.....	85,600
25	Commodity distribution fees.....	71,700
26	State general fund/general purpose.....	\$ 677,700
27	Sec. 114. FIELD SERVICES	

1	Full-time equated classified positions.....	45.0	
2	Field services operations--45.0 FTE positions		\$ <u>9,174,400</u>
3	GROSS APPROPRIATION.....		\$ 9,174,400
4	Appropriated from:		
5	Federal revenues:		
6	Federal revenues.....		8,874,900
7	Special revenue funds:		
8	Certification fees.....		77,000
9	State general fund/general purpose.....		\$ 222,500
10	Sec. 115. EDUCATIONAL IMPROVEMENT AND INNOVATION		
11	SERVICES		
12	Full-time equated classified positions.....	59.7	
13	Educational improvement and innovation operations--		
14	59.7 FTE positions		\$ 9,362,500
15	Educator evaluations and assessments.....		<u>2,500,000</u>
16	GROSS APPROPRIATION.....		\$ 11,862,500
17	Appropriated from:		
18	Federal revenues:		
19	Federal revenues.....		6,500,600
20	Special revenue funds:		
21	Certification fees.....		556,900
22	State general fund/general purpose.....		\$ 4,805,000
23	Sec. 116. CAREER AND TECHNICAL EDUCATION		
24	Full-time equated classified positions.....	27.0	
25	Career and technical education operations--27.0 FTE		
26	positions		\$ <u>4,748,800</u>
27	GROSS APPROPRIATION.....		\$ 4,748,800

1 Appropriated from:

2 Federal revenues:

3 Federal revenues..... 3,818,600

4 State general fund/general purpose..... \$ 930,200

5 **Sec. 117. LIBRARY OF MICHIGAN**

6 Full-time equated classified positions..... 33.0

7 Library of Michigan operations--32.0 FTE positions... \$ 4,408,800

8 Library services and technology program--1.0 FTE
9 position 5,606,800

10 State aid to libraries..... 9,876,000

11 Michigan eLibrary..... 1,750,000

12 Renaissance zone reimbursements..... 5,300,000

13 GROSS APPROPRIATION..... \$ 26,941,600

14 Appropriated from:

15 Federal revenues:

16 IMLS, library services and technology act..... 5,606,800

17 State general fund/general purpose..... \$ 21,334,800

18 **PART 1B**

19 **SUPPLEMENTAL LINE-ITEM APPROPRIATIONS**

20 Sec. 151. There is appropriated for the department of
21 education for the fiscal year ending September 30, 2015, from the
22 following funds:

23 **DEPARTMENT OF EDUCATION**

24 **APPROPRIATION SUMMARY**

25 GROSS APPROPRIATION..... \$ (2,703,500)

1	Interdepartmental grant revenues:	
2	Total interdepartmental grants and intradepartmental	
3	transfers	0
4	ADJUSTED GROSS APPROPRIATION.....	\$ (2,703,500)
5	Federal revenues:	
6	Total federal revenues.....	0
7	Special revenue funds:	
8	Total local revenues.....	0
9	Total private revenues.....	0
10	Total other state restricted revenues.....	0
11	State general fund/general purpose.....	\$ (2,703,500)
12	Sec. 152. MICHIGAN OFFICE OF GREAT START	
13	Child development and care public assistance.....	\$ <u>(2,703,500)</u>
14	GROSS APPROPRIATION.....	\$ (2,703,500)
15	Appropriated from:	
16	State general fund/general purpose.....	\$ (2,703,500)

17 PART 2

18 PROVISIONS CONCERNING APPROPRIATIONS

19 FOR FISCAL YEAR 2015-2016

20 **GENERAL SECTIONS**

21 Sec. 201. Pursuant to section 30 of article IX of the state
 22 constitution of 1963, total state spending from state resources
 23 under part 1 for the fiscal year ending September 30, 2016 is
 24 \$82,568,300.00 and state spending from state resources to be paid
 25 to local units of government for the fiscal year ending September

30, 2016 is \$15,176,000.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF EDUCATION

State aid to libraries.....	\$	9,876,000
Renaissance zone reimbursements.....		<u>5,300,000</u>
Total department of education.....	\$	15,176,000

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) "Department" means the Michigan department of education.

(b) "District" means a local school district as defined in section 6 of the revised school code, 1976 PA 451, MCL 380.6, or a public school academy as defined in section 5 of the revised school code, 1976 PA 451, MCL 380.5.

(c) "FTE" means full-time equated.

(d) "IMLS" means Institute of Museum and Library Services.

(e) "Fund-raising activity" means an ongoing fund-raising activity that is scheduled to take place at more than 1 time during a school day or throughout the school day.

Sec. 204. The state superintendent of public instruction shall take all reasonable steps to ensure businesses in deprived and depressed communities compete for and perform contracts to provide services or supplies, or both. The state superintendent of public instruction shall strongly encourage firms with which the 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 receiving
3 appropriations under part 1 shall use the Internet to fulfill the
4 reporting requirements of this part. This requirement may include
5 transmission of reports via electronic mail to the recipients
6 identified for each reporting requirement, or it may include
7 placement of reports on an Internet or Intranet site.

8 Sec. 206. The department shall provide through the Internet
9 the state board of education agenda and all supporting documents,
10 and shall notify the state budget director and the senate and house
11 fiscal agencies that the agenda and supporting documents are
12 available on the Internet, at the time the agenda and supporting
13 documents are provided to state board of education members.

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 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. 208. The department shall require all districts and
27 intermediate school districts to maintain complete records within

1 the personnel file of a teacher or school employee of any
2 disciplinary actions taken by the governing board against the
3 teacher or employee for sexual misconduct. The records shall not be
4 destroyed or removed from the teacher's or employee's personnel
5 file except as required by a court order.

6 Sec. 211. To the extent the state continues to identify
7 schools as meeting proficiency targets, before publishing a list of
8 schools or districts determined to have failed to make adequate
9 yearly progress as required by the no child left behind act of
10 2001, Public Law 107-110, the department shall allow a school or
11 district to appeal that determination. Those appeals shall be
12 addressed before designation may be published.

13 Sec. 212. 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 comparable quality American goods or
16 services, or both, are available. Preference shall be given to
17 goods or services, or both, manufactured or provided by Michigan
18 businesses if they are competitively priced and of comparable
19 quality. In addition, preference should be given to goods or
20 services, or both, manufactured or provided by Michigan businesses
21 owned and operated by veterans if they are competitively priced and
22 of comparable quality.

23 Sec. 214. The department and agencies receiving appropriations
24 in part 1 shall prepare a report on out-of-state travel expenses
25 not later than January 1 of each year. The travel report shall be a
26 listing of all travel by classified and unclassified employees
27 outside this state in the immediately preceding fiscal year that

1 was funded in whole or in part with funds appropriated in the
2 department's budget. The report shall be submitted to the senate
3 and house appropriations committees, the house and senate fiscal
4 agencies, and the state budget director. The report must include
5 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. 216. The department shall not take disciplinary action
13 against an employee who communicates truthfully and factually with
14 a member of the legislature or his or her staff.

15 Sec. 218. 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. 219. (1) In addition to the funds appropriated in part 1,
22 there is appropriated an amount not to exceed \$5,000,000.00 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 \$700,000.00 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 \$250,000.00 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 \$3,000,000.00 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. 220. (1) The department shall provide data requested by a
19 member of the legislature, his or her staff, or the house and
20 senate fiscal agencies in a timely manner. If the department fails
21 to provide reasonably requested data within 30 days after the
22 request, the state money appropriated in part 1 for state
23 board/superintendent operations shall be reduced by 1%.

24 (2) If the department fails to provide to the legislature
25 reports and other data required by boilerplate or statute within 30
26 days after the date the information is due, the state money
27 appropriated in part 1 for state board/superintendent operations

1 shall be reduced by 1%.

2 Sec. 221. Funds appropriated in part 1 shall not be used by a
3 principal executive department, state agency, or authority to hire
4 a person to provide legal services that are the responsibility of
5 the attorney general. This prohibition does not apply to legal
6 services for bonding activities and for those activities that the
7 attorney general authorizes.

8 Sec. 222. The department shall maintain, on a publicly
9 accessible website, a department scorecard that identifies, tracks,
10 and regularly updates key metrics that are used to monitor and
11 improve the agency's performance.

12 Sec. 226. 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 fiscal year. This report shall summarize the projected
16 year-end general fund/general purpose appropriation lapses by major
17 departmental program or program areas. The report shall be
18 transmitted to the office of the state budget, the chairpersons of
19 the senate and house appropriations committees, and the senate and
20 house fiscal agencies.

21 Sec. 227. Within 14 days after the release of the executive
22 budget recommendation, the department shall cooperate with the
23 state budget office to provide the senate and house appropriations
24 chairs, the senate and house appropriations subcommittees
25 responsible for the department budget, respectively, and the senate
26 and house fiscal agencies with an annual report on estimated state
27 restricted fund balances, state restricted fund projected revenues,

1 and state restricted fund expenditures for the fiscal years ending
2 September 30, 2015 and September 30, 2016.

3 Sec. 230. The department may assist the department of health
4 and human services, other departments, and local school districts
5 to secure reimbursement for eligible services provided in Michigan
6 schools from the federal Medicaid program. The department may
7 submit reports of direct expenses related to this effort to the
8 department of health and human services for reimbursement.

9 Sec. 231. Total authorized appropriations from all sources
10 under part 1 for legacy costs for the fiscal year ending September
11 30, 2016 is estimated at \$15,492,600.00. Total agency
12 appropriations for pension-related legacy costs are estimated at
13 \$8,793,500.00. Total agency appropriations for retiree health care
14 legacy costs are estimated at \$6,699,100.00.

15 Sec. 233. No state department or agency shall issue a request
16 for proposal (RFP) for a contract in excess of \$1,000,000.00,
17 unless the department or agency has first considered issuing a
18 request for information (RFI) or a request for qualification (RFQ)
19 relative to that contract to better enable the department or agency
20 to learn more about the market for the products or services that
21 are the subject of the future RFP. The department or agency shall
22 notify the department of technology, management, and budget of the
23 evaluation process used to determine if an RFI or RFQ was not
24 necessary prior to issuing the RFP.

25 Sec. 234. In addition to the metrics required under section
26 447 of the management and budget act, 1984 PA 431, MCL 18.1447, for
27 each new program or program enhancement for which funds in excess

1 of \$500,000.00 are appropriated in part 1, the department shall
2 provide not later than November 1, 2015 a list of program-specific
3 metrics intended to measure its performance based on a return on
4 taxpayer investment. The department shall deliver the program-
5 specific metrics to members of the senate and house subcommittees
6 that have subject matter jurisdiction for this budget, fiscal
7 agencies, and the state budget director. The department shall
8 provide an update on its progress in tracking program-specific
9 metrics and the status of program success at an appropriations
10 subcommittee meeting called for by the subcommittee chair.

11 Sec. 235. The department shall not enter into a contract
12 funded under part 1 that exceeds \$1,000,000.00 or seek a federal
13 waiver from the no child left behind act of 2001, Public Law 107-
14 110, or an amendment to the federal waiver, until after
15 notification of the content to both the house and senate
16 appropriations committees.

17 Sec. 236. From the funds appropriated in part 1, the
18 department shall compile a report that identifies the mandates
19 required of nonpublic schools. In compiling the report, the
20 department may consult with relevant statewide education
21 associations in Michigan. The report compiled by the department
22 shall indicate the type of mandate, including, but not limited to,
23 student health, student or building safety, accountability, and
24 educational requirements, and shall indicate whether a school has
25 to report on the specified mandates. The report required under this
26 section shall be completed by April 1, 2016 and transmitted to the
27 state budget director, the house and senate appropriations

1 subcommittees responsible for the department of education, and the
2 senate and house fiscal agencies not later than April 15, 2016.

3 Sec. 237. From the funds appropriated in part 1, the
4 department shall take all necessary steps to ensure maximum state
5 and local control over the implementation of school meal programs
6 established under section 1272a of the revised school code, 1976 PA
7 451, MCL 380.1272a. This shall include, but is not limited to,
8 establishing an upper limit on the number and frequency of fund-
9 raising activities that may take place in a public school during
10 school hours that allow the sale of food and beverage items that do
11 not meet the nutritional standards. The department shall ensure
12 that this upper limit is not less than 2 fund-raising activities
13 per week.

14 **STATE BOARD/OFFICE OF THE SUPERINTENDENT**

15 Sec. 301. (1) The appropriations in part 1 may be used for per
16 diem payments to the state board for meetings at which a quorum is
17 present or for performing official business authorized by the state
18 board. The per diem payments shall be at a rate as follows:

19 (a) State board of education - president - \$110.00 per day.

20 (b) State board of education - member other than president -
21 \$100.00 per day.

22 (2) A state board of education member shall not be paid a per
23 diem for more than 30 days per year.

24 Sec. 302. From the amount appropriated in part 1 to the state
25 board of education, not more than \$35,000.00 for the fiscal year
26 ending September 30, 2016 shall be expended for in-state travel and

1 out-of-state travel directly related to the duties of the state
2 board of education.

3 **MICHIGAN SCHOOLS FOR THE DEAF AND BLIND**

4 Sec. 401. The employees at the Michigan schools for the deaf
5 and blind who work on a school year basis are considered annual
6 employees for purposes of service credits, retirement, and
7 insurance benefits.

8 Sec. 402. For each student enrolled at the Michigan schools
9 for the deaf and blind, the department shall assess the
10 intermediate school district of residence 100% of the cost of
11 operating the student's instructional program. The amount shall
12 exclude room and board related costs and the cost of weekend
13 transportation between the school and the student's home.

14 Sec. 406. (1) The Michigan schools for the deaf and blind may
15 promote its residential program as a possible appropriate option
16 for children who are deaf or hard of hearing or who are blind or
17 visually impaired. The Michigan schools for the deaf and blind
18 shall distribute information detailing its services to all
19 intermediate school districts in the state.

20 (2) Upon knowledge of or recognition by an intermediate school
21 district that a child in the district is deaf or hard of hearing or
22 blind or visually impaired, the intermediate school district shall
23 provide to the parents of the child the literature distributed by
24 the Michigan schools for the deaf and blind to intermediate school
25 districts under subsection (1).

26 (3) Parents will continue to have a choice regarding the

1 educational placement of their deaf or hard-of-hearing children.

2 Sec. 407. Revenue received by the Michigan schools for the
3 deaf and blind from gifts, bequests, donations, and local district
4 service fees that is unexpended at the end of the state fiscal year
5 may be carried over to the succeeding fiscal year and shall not
6 revert to the general fund.

7 Sec. 408. In addition to the funds appropriated in part 1, the
8 funds collected by the Michigan schools for the deaf and the low
9 incidence outreach program for document reproduction and services;
10 conferences, workshops, and training classes; and the use of
11 specialized equipment, facilities, and software are appropriated
12 for all expenses necessary to provide the required services. These
13 funds are available for expenditure when they are received and may
14 be carried forward into the next succeeding fiscal year.

15 **PROFESSIONAL PREPARATION SERVICES**

16 Sec. 501. From the funds appropriated in part 1 for
17 professional preparation services, the department shall maintain
18 certificate revocation/felony conviction files for educational
19 personnel.

20 Sec. 502. The department shall authorize teacher preparation
21 institutions to provide an alternative program by which up to 1/2
22 of the required student internship or student teaching credits may
23 be earned through substitute teaching. The department shall require
24 that teacher preparation institutions collaborate with school
25 districts to ensure that the quality of instruction provided to
26 student teachers is comparable to that required in a traditional

1 student teaching program.

2 Sec. 506. Revenue received from teacher testing fees that is
3 unexpended at the end of the state fiscal year may be carried over
4 to the succeeding fiscal year and shall not revert to the general
5 fund.

6 **STATE AID AND SCHOOL FINANCE SERVICES**

7 Sec. 601. Funds appropriated in part 1 for the financial
8 independence team shall be expended for the purpose of implementing
9 an early warning system to identify districts and intermediate
10 school districts that are in need of financial attention. The
11 financial independence team shall provide expertise, technical
12 assistance, and the resources necessary to address the financial
13 needs for those identified distressed districts and intermediate
14 school districts.

15 **LIBRARY OF MICHIGAN**

16 Sec. 801. In addition to the funds appropriated in part 1, the
17 funds collected by the department for document reproduction and
18 services; conferences, workshops, and training classes; and the use
19 of specialized equipment, facilities, and software are appropriated
20 for all expenses necessary to provide the required services. These
21 funds are available for expenditure when they are received and may
22 be carried forward into the next succeeding fiscal year.

23 Sec. 803. It is the intent of the legislature that the library
24 of Michigan and the component programs currently within the library
25 of Michigan with the exception of the genealogical collections

1 shall be kept together in a state department.

2 Sec. 804. (1) The funds appropriated in part 1 for renaissance
3 zone reimbursements shall be used to reimburse public libraries
4 under section 12 of the Michigan renaissance zone act, 1996 PA 376,
5 MCL 125.2692, for taxes levied in 2015. The allocations shall be
6 made not later than 60 days after the department of treasury
7 certifies to the department and to the state budget director that
8 the department of treasury has received all necessary information
9 to properly determine the amounts due to each eligible recipient.

10 (2) If the amount appropriated under this section is not
11 sufficient to fully pay obligations under this section, payments
12 shall be prorated on an equal basis among all eligible public
13 libraries.

14 Sec. 806. From the increased funds appropriated in part 1 for
15 state aid to public libraries, it is the intent of the legislature
16 that the department shall increase the state aid grants to
17 libraries to support local library operations and programs
18 including those that develop and improve early literacy skills by
19 highlighting early literacy resources for emerging readers. The
20 intent of the increase is to increase the number of children who
21 are reading at grade level by the end of third grade.

22 **SCHOOL SUPPORT SERVICES**

23 Sec. 901. Within 10 days of the receipt of a grant
24 appropriated in the federal and private grants line item in part 1,
25 the department shall notify the house and senate chairpersons of
26 the appropriations subcommittees responsible for the department

1 budget, the house and senate fiscal agencies, and the state budget
2 director of the receipt of the grant, including the funding source,
3 purpose, and amount of the grant.

4 **MICHIGAN OFFICE OF GREAT START**

5 Sec. 1001. By November 1, 2015, the department shall submit a
6 report to the house and senate appropriations subcommittees on the
7 department of education budget and the house and senate fiscal
8 agencies on the number of eligible child care providers by type
9 receiving payment for child care services from the department on
10 October 1, 2015.

11 Sec. 1003. (1) The department shall provide the house and
12 senate appropriations subcommittees on the department budget with
13 an annual report on all funding appropriated to the Early Childhood
14 Investment Corporation (ECIC) by the state for fiscal year 2014-
15 2015. The report is due by February 15 and shall contain at least
16 the following information:

17 (a) Total funding appropriated to the Early Childhood
18 Investment Corporation by the state for fiscal year 2014-2015.

19 (b) The amount of funding for each grant awarded.

20 (c) The grant recipients.

21 (d) The activities funded by each grant.

22 (e) An analysis of each grant recipient's success in
23 addressing the development of a comprehensive system of early
24 childhood services and supports.

25 (2) All department contracts for early childhood comprehensive
26 systems planning shall be bid out through a statewide request-for-

1 proposal process.

2 Sec. 1004. From the increased funds appropriated in part 1 for
3 child development and care public assistance, the department shall
4 expand the child development and care program in the current fiscal
5 year. The purpose of this program expansion is to increase the
6 number of low-income children in high-quality early learning
7 programs, to increase the number of children ready for school at
8 kindergarten entry, and to increase the number of children who are
9 reading at grade level by the end of third grade.

10 Sec. 1005. From the funds appropriated in part 1, the
11 department shall ensure that the kindergarten entry assessment
12 includes a method for information to be provided regarding a
13 child's participation in the great start readiness program.

14 Sec. 1006. The department shall post on its website a link to
15 the federal Institute of Education Sciences' What Works
16 Clearinghouse. The department also shall work to disseminate
17 knowledge about the What Works Clearinghouse to districts and
18 intermediate districts so that it may be used to improve reading
19 proficiency for pupils in grades K to 3.

20 Sec. 1007. (1) From the increased funds appropriated in part 1
21 for child development and care - external support, the department
22 shall create progress reports that shall include, but are not
23 limited to, the following:

24 (a) Both the on-site and off-site activities that are intended
25 to improve child care provider quality and the number of times
26 those activities are performed by the licensing consultants.

27 (b) How many on-site visits a single licensing consultant has

1 made since the start of the 2015-2016 fiscal year.

2 (c) The types of on-site visits and the number of visits for
3 each type that a single consultant has made since the start of
4 fiscal year 2015-2016.

5 (d) The number of providers that have improved their quality
6 rating since the start of fiscal year 2015-2016 compared to the
7 same time period in fiscal year 2014-2015.

8 (e) The types of activities that are intended to improve
9 licensing consultant performance and child care provider quality
10 and the number of times those activities are performed by the
11 managers and administrators.

12 (2) The progress reports shall be sent to the state budget
13 director, the house and senate subcommittees that oversee the
14 department of education, and the house and senate fiscal agencies
15 by April 1, 2016 and September 30, 2016.

16 PART 2A

17 PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS

18 FOR FISCAL YEAR 2016-2017

19 GENERAL SECTIONS

20 Sec. 1201. It is the intent of the legislature to provide
21 appropriations for the fiscal year ending on September 30, 2017 for
22 the line items listed in part 1. The fiscal year 2016-2017
23 appropriations are anticipated to be the same as those for fiscal
24 year 2015-2016, except that the line items will be adjusted for
25 changes in caseload and related costs, federal fund match rates,

1 economic factors, and available revenue. These adjustments will be
2 determined after the January 2016 consensus revenue estimating
3 conference.

4 PART 2B

5 PROVISIONS CONCERNING APPROPRIATIONS

6 FOR FISCAL YEAR 2014-2015

7 GENERAL SECTIONS

8 Sec. 2201. Pursuant to section 30 of article IX of the state
9 constitution of 1963, total state spending from state resources
10 under part 1B for fiscal year 2014-2015 is (\$2,703,500.00) and
11 state spending from state resources to be paid to local units of
12 government for fiscal year 2014-2015 is \$0.00.

13 Sec. 2202. The appropriations authorized under this part and
14 part 1B are subject to the management and budget act, 1984 PA 431,
15 MCL 18.1101 to 18.1594.

16 ARTICLE VII

17 DEPARTMENT OF ENVIRONMENTAL QUALITY

18 PART 1

19 LINE-ITEM APPROPRIATIONS

20 Sec. 101. There is appropriated for the department of
21 environmental quality for the fiscal year ending September 30,
22 2016, from the following funds:

23 **DEPARTMENT OF ENVIRONMENTAL QUALITY**

1	APPROPRIATION SUMMARY		
2	Full-time equated unclassified positions.....	6.0	
3	Full-time equated classified positions.....	1,218.0	
4	GROSS APPROPRIATION.....		\$ 486,909,300
5	Interdepartmental grant revenues:		
6	Total interdepartmental grants and intradepartmental		
7	transfers		9,115,300
8	ADJUSTED GROSS APPROPRIATION.....		\$ 477,794,000
9	Federal revenues:		
10	Federal funds.....		138,079,100
11	Special revenue funds:		
12	Private funds.....		546,000
13	Total other state restricted revenues.....		304,341,200
14	State general fund/general purpose.....		\$ 34,827,700
15	State general fund/general purpose schedule:		
16	Ongoing state general fund/general		
17	purpose	34,827,700	
18	One-time state general fund/general		
19	purpose	0	
20	FUND SOURCE SUMMARY		
21	Full-time equated unclassified positions.....	6.0	
22	Full-time equated classified positions.....	1,218.0	
23	GROSS APPROPRIATION.....		\$ 486,909,300
24	Interdepartmental grant revenues:		
25	IDG, MDOT - Michigan transportation fund.....		1,310,500
26	IDG, MDSP.....		1,720,100
27	IDT, interdivisional charges.....		2,053,400

1	IDT, laboratory services.....	4,031,300
2	Total interdepartmental grants and intradepartmental	
3	transfers	9,115,300
4	ADJUSTED GROSS APPROPRIATION.....	\$ 477,794,000
5	Federal revenues:	
6	Federal funds.....	138,079,100
7	Special revenue funds:	
8	Private funds.....	546,000
9	Air emissions fees.....	11,910,500
10	Aquatic nuisance control fund.....	897,800
11	Campground fund.....	309,300
12	Clean Michigan initiative - response activities	1,500,000
13	Clean Michigan initiative - clean water fund.....	2,617,100
14	Clean Michigan initiative - contaminated sediments ...	1,565,000
15	Clean Michigan initiative - nonpoint source	2,000,000
16	Cleanup and redevelopment fund.....	19,105,000
17	Community pollution prevention fund.....	250,000
18	Electronic waste recycling fund.....	320,700
19	Environmental education fund.....	164,000
20	Environmental pollution prevention fund.....	7,824,700
21	Environmental protection bond fund.....	126,800
22	Environmental protection fund.....	2,379,800
23	Environmental response fund.....	3,719,000
24	Fees and collections.....	421,500
25	Financial instruments.....	9,347,200
26	Great Lakes protection fund.....	234,800
27	Groundwater discharge permit fees	1,719,500

1	Infrastructure construction fund.....	50,000
2	Land and water permit fees.....	3,150,700
3	Landfill maintenance trust fund.....	30,300
4	Medical waste emergency response fund.....	325,100
5	Metallic mining surveillance fee revenue.....	98,900
6	Mineral well regulatory fee revenue.....	217,200
7	Nonferrous metallic mineral surveillance.....	353,600
8	NPDES fees.....	4,459,100
9	Oil and gas regulatory fund.....	10,349,200
10	Orphan well fund.....	2,372,300
11	Public swimming pool fund.....	638,500
12	Public utility assessments.....	257,400
13	Public water supply fees.....	4,861,300
14	Refined petroleum fund.....	40,685,600
15	Revitalization revolving loan fund.....	100,700
16	Revolving loan revenue bonds.....	11,400,000
17	Sand extraction fee revenue.....	91,100
18	Scrap tire regulatory fund.....	5,066,600
19	Septage waste contingency fund.....	18,100
20	Septage waste program fund.....	520,400
21	Settlement funds.....	419,000
22	Sewage sludge land application fees.....	1,114,800
23	Small business pollution prevention revolving loan	
24	fund	162,600
25	Soil erosion and sedimentation control training fund.	167,000
26	Solid waste management fund - staff account.....	4,956,400
27	Stormwater permit fees.....	3,059,700

1	Strategic water quality initiatives fund.....	116,173,600
2	Underground storage tank cleanup fund.....	20,000,000
3	Wastewater operator training fees.....	579,300
4	Water analysis fees.....	2,204,200
5	Water pollution control revolving fund.....	3,667,500
6	Water quality protection fund.....	100,000
7	Water use reporting fees.....	278,300
8	Total other state restricted revenues.....	304,341,200
9	State general fund/general purpose.....	\$ 34,827,700
10	Sec. 102. EXECUTIVE OPERATIONS	
11	Full-time equated unclassified positions..... 6.0	
12	Full-time equated classified positions..... 13.0	
13	Unclassified salaries--6.0 FTE positions.....	\$ 735,600
14	Executive direction--13.0 FTE positions.....	<u>2,058,000</u>
15	GROSS APPROPRIATION.....	\$ 2,793,600
16	Appropriated from:	
17	Federal revenues:	
18	Federal funds.....	27,100
19	Special revenue funds:	
20	Environmental protection fund.....	298,100
21	Environmental response fund.....	169,300
22	Oil and gas regulatory fund.....	221,800
23	Refined petroleum fund.....	590,900
24	Settlement funds.....	11,400
25	State general fund/general purpose.....	\$ 1,475,000
26	Sec. 103. OFFICE OF THE GREAT LAKES	
27	Full-time equated classified positions..... 12.0	

1	Office of the Great Lakes--12.0 FTE positions	\$	2,141,200
2	Coastal management grants		<u>1,250,000</u>
3	GROSS APPROPRIATION	\$	3,391,200
4	Appropriated from:		
5	Federal revenues:		
6	Federal funds		2,176,300
7	Special revenue funds:		
8	Great Lakes protection fund		213,500
9	Settlement funds		111,900
10	State general fund/general purpose	\$	889,500
11	Sec. 104. GREAT LAKES RESTORATION INITIATIVE		
12	Full-time equated classified positions	6.0	
13	Great Lakes restoration initiative--6.0 FTE positions	\$	<u>15,046,100</u>
14	GROSS APPROPRIATION	\$	15,046,100
15	Appropriated from:		
16	Federal revenues:		
17	Federal funds		15,046,100
18	Special revenue funds:		
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	\$	4,073,300
23	Accounting service center		1,362,200
24	Administrative hearings		372,200
25	Automated data processing		2,053,400
26	Building occupancy charges		4,438,600
27	Environmental support projects		5,000,000

1	Rent - privately owned property.....	<u>2,281,200</u>
2	GROSS APPROPRIATION.....	\$ 19,580,900
3	Appropriated from:	
4	Interdepartmental grant revenues:	
5	IDG, MDSP.....	59,100
6	IDT, interdivisional charges.....	2,053,400
7	IDT, laboratory services.....	150,200
8	Special revenue funds:	
9	Air emissions fees.....	1,230,600
10	Campground fund.....	13,900
11	Cleanup and redevelopment fund.....	1,408,500
12	Electronic waste recycling fund.....	15,000
13	Environmental pollution prevention fund.....	759,700
14	Environmental response fund.....	213,400
15	Fees and collections.....	26,100
16	Financial instruments.....	7,218,700
17	Great Lakes protection fund.....	13,800
18	Groundwater discharge permit fees.....	178,900
19	Land and water permit fees.....	515,600
20	Medical waste emergency response fund.....	15,600
21	Metallic mining surveillance fee revenue.....	4,400
22	Mineral well regulatory fee revenue.....	7,800
23	Nonferrous metallic mineral surveillance.....	800
24	NPDES fees.....	217,700
25	Oil and gas regulatory fund.....	593,400
26	Orphan well fund.....	45,900
27	Public swimming pool fund.....	23,800

1	Public utility assessments.....	19,900
2	Public water supply fees.....	168,800
3	Refined petroleum fund.....	1,611,500
4	Sand extraction fee revenue.....	3,700
5	Scrap tire regulatory fund.....	154,000
6	Septage waste program fund.....	17,500
7	Settlement funds.....	36,500
8	Sewage sludge land application fees.....	117,600
9	Small business pollution prevention revolving loan	
10	fund	16,900
11	Soil erosion and sedimentation control training fund.	16,500
12	Solid waste management fund - staff account.....	298,300
13	Stormwater permit fees.....	111,600
14	Wastewater operator training fees.....	30,000
15	Water analysis fees.....	134,300
16	Water use reporting fees.....	21,500
17	State general fund/general purpose.....	\$ 2,056,000
18	Sec. 106. OFFICE OF ENVIRONMENTAL ASSISTANCE	
19	Full-time equated classified positions.....	38.0
20	Office of environmental assistance--38.0 FTE positions	\$ 6,179,400
21	Pollution prevention local grants.....	<u>250,000</u>
22	GROSS APPROPRIATION.....	\$ 6,429,400
23	Appropriated from:	
24	Federal revenues:	
25	Federal funds.....	695,100
26	Special revenue funds:	
27	Private funds.....	359,200

1	Air emissions fees.....	134,600
2	Community pollution prevention fund.....	250,000
3	Environmental education fund.....	164,000
4	Environmental pollution prevention fund.....	1,481,700
5	Fees and collections.....	118,500
6	Settlement funds.....	259,200
7	Small business pollution prevention revolving loan	
8	fund	132,500
9	State general fund/general purpose.....	\$ 2,834,600
10	Sec. 107. WATER RESOURCE DIVISION	
11	Full-time equated classified positions.....	316.0
12	Land and water interface permit programs--82.0 FTE	
13	positions	\$ 11,439,100
14	Program direction and project assistance--27.0 FTE	
15	positions	2,972,900
16	Water withdrawal assessment program--4.0 FTE positions	611,900
17	Water quality and use initiative/general--5.0 FTE	
18	positions	1,624,000
19	Real-time beach monitoring program.....	500,000
20	Wetlands program.....	1,000,000
21	Aquatic nuisance control program--6.0 FTE positions ..	897,800
22	Expedited water/wastewater permits--1.0 FTE position .	50,000
23	Fish contaminant monitoring.....	316,100
24	Groundwater discharge--22.0 FTE positions.....	3,157,800
25	NPDES nonstormwater program--83.0 FTE positions	12,777,900
26	Surface water--86.0 FTE positions.....	15,638,200
27	Federal - Great Lakes remedial action plan grants	583,800

1	Federal - nonpoint source water pollution grants	4,083,300
2	Contaminated lake and river sediment cleanup program .	1,565,000
3	Nonpoint source pollution prevention and control	
4	project program	2,000,000
5	Wetland mitigation banking grants and loans	3,000,000
6	Water quality protection grants	<u>100,000</u>
7	GROSS APPROPRIATION.....	\$ 62,317,800
8	Appropriated from:	
9	Interdepartmental grant revenues:	
10	IDG, MDOT - Michigan transportation fund.....	1,225,400
11	Federal revenues:	
12	Federal funds.....	19,233,000
13	Special revenue funds:	
14	Aquatic nuisance control fund.....	897,800
15	Clean Michigan initiative - clean water fund.....	2,617,100
16	Clean Michigan initiative - contaminated sediments ...	1,565,000
17	Clean Michigan initiative - nonpoint source	2,000,000
18	Environmental response fund.....	201,600
19	Groundwater discharge permit fees.....	1,446,200
20	Infrastructure construction fund.....	50,000
21	Land and water permit fees.....	2,295,900
22	NPDES fees.....	4,070,300
23	Refined petroleum fund.....	440,600
24	Sewage sludge land application fees.....	936,200
25	Soil erosion and sedimentation control training fund .	137,600
26	Stormwater permit fees.....	2,860,700
27	Strategic water quality initiatives fund.....	3,000,000

1	Wastewater operator training fees.....	276,600
2	Water pollution control revolving fund.....	809,500
3	Water quality protection fund.....	100,000
4	Water use reporting fees.....	240,500
5	State general fund/general purpose.....	\$ 17,913,800
6	Sec. 108. LAW ENFORCEMENT DIVISION	
7	Full-time equated classified positions.....	14.0
8	Environmental investigations--14.0 FTE positions.....	\$ <u>2,809,200</u>
9	GROSS APPROPRIATION.....	\$ 2,809,200
10	Appropriated from:	
11	Interdepartmental grant revenues:	
12	IDT, laboratory services.....	15,700
13	Federal revenues:	
14	Federal funds.....	569,500
15	Special revenue funds:	
16	Air emissions fees.....	55,900
17	Campground fund.....	2,100
18	Cleanup and redevelopment fund.....	185,500
19	Electronic waste recycling fund.....	1,600
20	Environmental pollution prevention fund.....	106,200
21	Environmental response fund.....	40,000
22	Fees and collections.....	4,100
23	Financial instruments.....	513,600
24	Great Lakes protection fund.....	1,500
25	Groundwater discharge permit fees.....	18,700
26	Land and water permit fees.....	76,900
27	Medical waste emergency response fund.....	2,400

1	Metallic mining surveillance fee revenue	700
2	Mineral well regulatory fee revenue	1,200
3	NPDES fees	31,900
4	Oil and gas regulatory fund	85,700
5	Orphan well fund	7,100
6	Public swimming pool fund	3,700
7	Public utility assessments	2,000
8	Public water supply fees	26,200
9	Refined petroleum fund	360,900
10	Sand extraction fee revenue	600
11	Scrap tire regulatory fund	28,900
12	Septage waste program fund	2,700
13	Sewage sludge land application fees	12,100
14	Small business pollution prevention revolving loan	
15	fund	2,600
16	Soil erosion and sedimentation control training fund .	2,600
17	Solid waste management fund - staff account	40,400
18	Stormwater permit fees	17,400
19	Wastewater operator training fees	4,600
20	Water analysis fees	18,100
21	Water use reporting fees	3,100
22	State general fund/general purpose	\$ 563,000
23	Sec. 109. AIR QUALITY DIVISION	
24	Full-time equated classified positions	188.0
25	Air quality programs--188.0 FTE positions	\$ <u>26,768,000</u>
26	GROSS APPROPRIATION	\$ 26,768,000
27	Appropriated from:	

1	Federal revenues:	
2	Federal funds.....	7,322,000
3	Special revenue funds:	
4	Air emissions fees.....	9,831,400
5	Environmental pollution prevention fund.....	1,337,000
6	Fees and collections.....	222,400
7	Oil and gas regulatory fund.....	134,600
8	Refined petroleum fund.....	3,589,900
9	State general fund/general purpose.....	\$ 4,330,700
10	Sec. 110. RESOURCE MANAGEMENT DIVISION	
11	Full-time equated classified positions.....	305.0
12	Drinking water and environmental health--106.0 FTE	
13	positions	\$ 14,655,000
14	Hazardous waste management program--45.0 FTE positions	6,795,500
15	Low-level radioactive waste authority--2.0 FTE	
16	positions	227,700
17	Medical waste program--2.0 FTE positions	297,200
18	Municipal assistance--29.0 FTE positions	4,724,600
19	Radiological protection program--12.0 FTE positions ..	1,939,200
20	Scrap tire regulatory program--10.0 FTE positions	1,320,200
21	Oil, gas, and mineral services--59.0 FTE positions ...	12,012,800
22	Recycling initiative--3.0 FTE positions	999,100
23	Solid waste management program--37.0 FTE positions ...	4,925,900
24	Drinking water program grants	830,000
25	Noncommunity water grants	2,000,000
26	Septage waste compliance grants	275,000
27	Strategic water quality initiative grants and loans ..	97,000,000

1	Water pollution control and drinking water revolving	
2	fund	84,993,000
3	Scrap tire grants.....	<u>3,500,000</u>
4	GROSS APPROPRIATION.....	\$ 236,495,200
5	Appropriated from:	
6	Interdepartmental grant revenues:	
7	IDG, MDSP.....	1,635,600
8	Federal revenues:	
9	Federal funds.....	85,785,900
10	Special revenue funds:	
11	Campground fund.....	285,000
12	Electronic waste recycling fund.....	297,700
13	Environmental pollution prevention fund.....	3,686,500
14	Fees and collections.....	34,000
15	Medical waste emergency response fund.....	297,200
16	Metallic mining surveillance fee revenue.....	91,100
17	Mineral well regulatory fee revenue.....	203,300
18	Nonferrous metallic mineral surveillance.....	352,500
19	Oil and gas regulatory fund.....	8,991,200
20	Orphan well fund.....	2,290,200
21	Public swimming pool fund.....	596,000
22	Public utility assessments.....	227,700
23	Public water supply fees.....	4,217,400
24	Refined petroleum fund.....	670,300
25	Revolving loan revenue bonds.....	11,400,000
26	Sand extraction fee revenue.....	84,500
27	Scrap tire regulatory fund.....	4,820,200

1	Septage waste contingency fund.....	18,100
2	Septage waste program fund.....	489,000
3	Solid waste management fund - staff account.....	4,448,700
4	Strategic water quality initiatives fund.....	98,173,600
5	Wastewater operator training fees.....	249,200
6	Water pollution control revolving fund.....	2,814,900
7	State general fund/general purpose.....	\$ 4,335,400
8	Sec. 111. REMEDIATION AND REDEVELOPMENT DIVISION	
9	Full-time equated classified positions.....	291.0
10	Contaminated site investigations, cleanup and	
11	revitalization--202.0 FTE positions.....	\$ 24,329,900
12	Federal cleanup project management--50.0 FTE positions	8,858,900
13	Laboratory services--39.0 FTE positions.....	6,082,600
14	Environmental bond site reclamation program.....	126,800
15	Brownfield grants.....	1,500,000
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.....	20,000,000
20	Superfund cleanup.....	<u>1,000,000</u>
21	GROSS APPROPRIATION.....	\$ 82,738,200
22	Appropriated from:	
23	Interdepartmental grant revenues:	
24	IDT, laboratory services.....	3,801,400
25	Federal revenues:	
26	Federal funds.....	6,248,100
27	Special revenue funds:	

1	Private funds.....	186,800
2	Clean Michigan initiative - response activities	1,500,000
3	Cleanup and redevelopment fund.....	16,758,900
4	Environmental protection bond fund.....	126,800
5	Environmental protection fund.....	1,995,400
6	Environmental response fund.....	2,931,200
7	Landfill maintenance trust fund.....	30,300
8	Public water supply fees.....	302,800
9	Refined petroleum fund.....	31,777,400
10	Revitalization revolving loan fund.....	100,700
11	Strategic water quality initiatives fund.....	15,000,000
12	Water analysis fees.....	1,978,400
13	State general fund/general purpose.....	\$ 0
14	Sec. 112. UNDERGROUND STORAGE TANK AUTHORITY	
15	Full-time equated classified positions.....	1.0
16	Underground storage tank cleanup	
17	program--1.0 FTE position	\$ <u>20,000,000</u>
18	GROSS APPROPRIATION.....	\$ 20,000,000
19	Appropriated from:	
20	Special revenue funds:	
21	Underground storage tank cleanup fund.....	20,000,000
22	State general fund/general purpose.....	\$ 0
23	Sec. 113. INFORMATION TECHNOLOGY	
24	Information technology services and projects	\$ <u>8,539,700</u>
25	GROSS APPROPRIATION.....	\$ 8,539,700
26	Appropriated from:	
27	Interdepartmental grant revenues:	

1	IDG, MDOT - Michigan transportation fund.....	85,100
2	IDG, MDSP.....	25,400
3	IDT, laboratory services.....	64,000
4	Federal revenues:	
5	Federal funds.....	976,000
6	Special revenue funds:	
7	Air emissions fees.....	658,000
8	Campground fund.....	8,300
9	Cleanup and redevelopment fund.....	752,100
10	Electronic waste recycling fund.....	6,400
11	Environmental pollution prevention fund.....	453,600
12	Environmental protection fund.....	86,300
13	Environmental response fund.....	163,500
14	Fees and collections.....	16,400
15	Financial instruments.....	1,614,900
16	Great Lakes protection fund.....	6,000
17	Groundwater discharge permit fees.....	75,700
18	Land and water permit fees.....	262,300
19	Medical waste emergency response fund.....	9,900
20	Metallic mining surveillance fee revenue.....	2,700
21	Mineral well regulatory fee revenue.....	4,900
22	Nonferrous metallic mineral surveillance.....	300
23	NPDES fees.....	139,200
24	Oil and gas regulatory fund.....	322,500
25	Orphan well fund.....	29,100
26	Public swimming pool fund.....	15,000
27	Public utility assessments.....	7,800

1	Public water supply fees.....	146,100
2	Refined petroleum fund.....	1,644,100
3	Sand extraction fee revenue.....	2,300
4	Scrap tire regulatory fund.....	63,500
5	Septage waste program fund.....	11,200
6	Sewage sludge land application fees.....	48,900
7	Small business pollution prevention revolving loan	
8	fund	10,600
9	Soil erosion and sedimentation control training fund.	10,300
10	Solid waste management fund - staff account	169,000
11	Stormwater permit fees.....	70,000
12	Wastewater operator training fees.....	18,900
13	Water analysis fees.....	73,400
14	Water pollution control revolving fund.....	43,100
15	Water use reporting fees.....	13,200
16	State general fund/general purpose..... \$	429,700

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2015-2016

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 2015-2016 is \$339,168,900.00 and state spending from state resources to be paid to local units of government for fiscal year 2015-2016 is \$3,648,500.00. The itemized

statement below identifies appropriations from which spending to local units of government will occur:

GRANTS

Drinking water and environmental health.....	\$	1,800,000
Surface water quality program.....		500,000
Waste management programs.....		1,073,500
Septage waste compliance program.....		<u>275,000</u>
TOTAL.....	\$	3,648,500

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 environmental quality.

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

(c) "FTE" means full-time equated.

(d) "IDG" means interdepartmental grant.

(e) "IDT" means intradepartmental transfer.

(f) "MDOT" means the state transportation department.

(g) "MDSP" means the department of state police.

(h) "NPDES" means national pollution discharge elimination system.

Sec. 204. In addition to the metrics required under section 447 of the management and budget act, 1984 PA 431, MCL 18.1447, for each new program or program enhancement for which funds in excess of \$500,000.00 are appropriated in part 1, the department shall provide not later than November 1, 2015 a list of program-specific

1 metrics intended to measure its performance based on a return on
2 taxpayer investment. The department shall deliver the program-
3 specific metrics to members of the senate and house subcommittees
4 that have subject matter jurisdiction for this budget, fiscal
5 agencies, and the state budget director. The department shall
6 provide an update on its progress in tracking program-specific
7 metrics and the status of program success at an appropriations
8 subcommittee meeting called for by the subcommittee chair.

9 Sec. 205. The departments and agencies receiving
10 appropriations in part 1 shall use the Internet to fulfill the
11 reporting requirements of this part. This requirement may include
12 transmission of reports via electronic mail to the recipients
13 identified for each reporting requirement, or it may include
14 placement of reports on an Internet or intranet site.

15 Sec. 207. The departments and agencies receiving
16 appropriations in part 1 shall receive and retain copies of all
17 reports funded from appropriations in part 1. Federal and state
18 guidelines for short-term and long-term retention of records shall
19 be followed. The department may electronically retain copies of
20 reports unless 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 2003 PA 173, 2005 PA 109, 2006 PA 343, 2011 PA 63, and
14 2012 PA 236 are appropriated for expenditure for any site listed in
15 this part and part 1 and any site listed in the public acts
16 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, 2013 PA 59, and 2014 PA 252 are
21 appropriated for expenditure for any site listed in this part and
22 part 1 and any site listed in the public acts referenced in this
23 section.

24 (4) Unexpended and unencumbered amounts remaining from
25 appropriations from the refined petroleum fund activities contained
26 in 2007 PA 121, 2008 PA 247, 2009 PA 118, 2010 PA 189, 2011 PA 63,
27 2012 PA 200, 2013 PA 59, and 2014 PA 252 are appropriated for

1 expenditure for any site listed in this part and part 1 and any
2 site listed in the public acts referenced in this section.

3 (5) Unexpended and unencumbered amounts remaining from the
4 appropriations from the strategic water quality initiatives fund
5 contained in 2011 PA 50, 2011 PA 63, 2012 PA 200, 2013 PA 59, and
6 2014 PA 252 are appropriated for expenditure for any site listed in
7 this part and part 1 and any site listed in the public acts
8 referenced in this section.

9 Sec. 219. Unexpended settlement revenues at the end of the
10 fiscal year may be carried forward into the settlement fund in the
11 succeeding fiscal year up to a maximum carryforward of
12 \$2,500,000.00.

13 Sec. 221. 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 prior fiscal year. This report shall summarize the
17 projected year-end general fund/general purpose appropriation
18 lapses by major departmental program or program areas. The report
19 shall be transmitted to the chairpersons of the senate and house
20 appropriations committees and the senate and house fiscal agencies.

21 Sec. 222. Within 14 days after the release of the executive
22 budget recommendation, the department shall cooperate with the
23 state budget office to provide the senate and house appropriations
24 chairs, the senate and house appropriations subcommittee chairs,
25 and the senate and house fiscal agencies with an annual report on
26 estimated state restricted fund balances, state restricted fund
27 projected revenues, and state restricted fund expenditures for the

1 fiscal years ending September 30, 2015 and September 30, 2016.

2 Sec. 223. Part 1 provides authorizations to fund classified
3 positions during the fiscal year ending September 30, 2016. Line-
4 item appropriations include limitations on the number of payroll
5 hours to be funded, on the basis of 2,088 hours per each FTE
6 position. The department shall report the number of funded FTE
7 positions within 15 days after the effective date of this part. The
8 number of classified employees compensated through each line item
9 is limited by the authorized FTE positions indicated in part 1, as
10 adjusted for the number of reported funded FTE positions. The
11 report shall be provided to the house and senate appropriations
12 subcommittees on environmental quality and the house and senate
13 fiscal agencies.

14 Sec. 225. 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. 231. The department shall maintain, on a publicly
27 accessible website, a department scorecard that identifies, tracks,

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

3 Sec. 234. Total authorized appropriations from all sources
4 under part 1 for legacy costs for the fiscal year ending September
5 30, 2016 are \$32,301,900.00. From this amount, total agency
6 appropriations for pension-related legacy costs are estimated at
7 \$18,340,800.00. Total agency appropriations for retiree health care
8 legacy costs are estimated at \$13,961,100.00.

9 **REMEDICATION DIVISION**

10 Sec. 301. Revenues remaining in the interdepartmental
11 transfers, laboratory services at the end of the fiscal year shall
12 carry forward into the succeeding fiscal year.

13 Sec. 302. The unexpended funds appropriated in part 1 for
14 emergency cleanup actions, the environmental cleanup and
15 redevelopment program, and the refined petroleum product cleanup
16 program are considered work project appropriations and any
17 unencumbered or unallotted funds are carried forward into the
18 succeeding 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 projects to be carried forward is to
22 provide contaminated site cleanup.

23 (b) The projects will be accomplished by contract.

24 (c) The total estimated cost of all projects is identified in
25 each line-item appropriation.

26 (d) The tentative completion date is September 30, 2020.

1 Sec. 303. Effective October 1, 2015, surplus funds not to
 2 exceed \$1,000,000.00 in the cleanup and redevelopment trust fund
 3 are appropriated to the environmental protection fund created in
 4 section 503a of the natural resources and environmental protection
 5 act, 1994 PA 451, MCL 324.503a.

6 Sec. 304. Effective October 1, 2015, surplus funds not to
 7 exceed \$1,000,000.00 in the community pollution prevention fund
 8 created in section 3f of 1976 IL 1, MCL 445.573f, are appropriated
 9 to the environmental protection fund created in section 503a of the
 10 natural resources and environmental protection act, 1994 PA 451,
 11 MCL 324.503a.

12 Sec. 305. It is the intent of the legislature to repay the
 13 refined petroleum fund for the \$70,000,000.00 that was transferred
 14 to the environmental protection fund created in section 503a of the
 15 natural resources and environmental protection act, 1994 PA 451,
 16 MCL 324.503a, as part of the resolution for the fiscal year 2006-
 17 2007 budget.

18 Sec. 306. (1) The funds appropriated in part 1 for the refined
 19 petroleum product cleanup program shall be used to fund cleanup
 20 activities on the following sites:

21 Site Name	County
22 Long Lake Super Market	Alpena
23 11192 S M-43	Barry
24 Mel's Service	Bay
25 American Laundry - Benton Harbor	Berrien
26 Spencer's Cleaners	Berrien
27 Baker Oil (W. Dickman)	Calhoun

1	USA MiniMart in Sault Ste. Marie	Chippewa
2	VanSloten Shell in Rudyard	Chippewa
3	City of Davison-Mill St	Genesee
4	Flint FD Fleet Admin	Genesee
5	Flint Water Department Service Center	Genesee
6	Howard Jameson A+H Racing	Gladwin
7	Clark #1501	Jackson
8	1201 Wealthy	Kent
9	1603 Diamond	Kent
10	2555 Oak Industrial Drive	Kent
11	501 Leonard	Kent
12	857 Wealthy	Kent
13	Market 103	Lapeer
14	Clark 1457 Adrian	Lenawee
15	Blanchard Grocery	Montcalm

16 (2) The department shall provide a report to the legislature
 17 on the amount actually spent at each site listed in subsection (1)
 18 and give a detailed account of the work actually performed at each
 19 site.

20 Sec. 309. The unexpended funds appropriated in part 1 for the
 21 brownfield grant program are considered work project appropriations
 22 and any unencumbered or unallotted funds are carried forward into
 23 the succeeding fiscal year. The following is in compliance with
 24 section 451a(1) of the management and budget act, 1984 PA 431, MCL
 25 18.1451a:

26 (a) The purpose of the projects to be carried forward is to
 27 provide contaminated site cleanup.

1 (b) The projects will be accomplished by contract.

2 (c) The total estimated cost of all projects is \$1,500,000.00.

3 (d) The tentative completion date is September 30, 2020.

4 Sec. 310. (1) Upon approval by the state budget director, the
5 department may expend from the general fund of the state an amount
6 to meet the cash-flow requirements of projects funded under any of
7 the following that are financed from bond proceeds and for which
8 bonds have been authorized but not yet issued:

9 (a) Part 52 of the natural resources and environmental
10 protection act, 1994 PA 451, MCL 324.5201 to 324.5206.

11 (b) Part 193 of the natural resources and environmental
12 protection act, 1994 PA 451, MCL 324.19301 to 324.19306.

13 (c) Part 196 of the natural resources and environmental
14 protection act, 1994 PA 451, MCL 324.19601 to 324.19616.

15 (2) Upon the sale of bonds for projects described in
16 subsection (1), the department shall credit the general fund of the
17 state an amount equal to that expended from the general fund.

18 Sec. 311. Not later than June 1, 2016, the department shall
19 provide a report to the house committee on natural resources, the
20 house appropriations subcommittee on environmental quality, the
21 senate committee on natural resources, and the senate
22 appropriations subcommittee on environmental quality detailing the
23 remediation and redevelopment actions funded by the May 12, 2015
24 Calhoun County circuit court settlement between the State of
25 Michigan and Enbridge Energy related to the July 2010 oil spill in
26 Talmadge Creek and the Kalamazoo River.

WATER RESOURCES DIVISION

Sec. 402. From the funds appropriated in part 1 for the water quality and use initiative/general line item, the department shall update a report detailing a comprehensive plan for the use of the water quality and use initiative funding appropriated in part 1 and identifying the amount of expenditures for specific programs made from the water quality and use initiative/general line item, the real-time beach monitoring program line item, and the wetlands program line item. The report shall be submitted to the chairpersons of the senate and house of representatives appropriations subcommittees on environmental quality and the senate and house fiscal agencies by September 30, 2016.

Sec. 405. If a certified health department does not exist in a city, county, or district or does not fulfill its responsibilities under part 117 of the natural resources and environmental protection act, 1994 PA 451, MCL 324.11701 to 324.11720, then the department may spend funds appropriated in part 1 under the septage waste compliance program in accordance with section 11716 of the natural resources and environmental protection act, 1994 PA 451, MCL 324.11716.

Sec. 406. The department shall work with stakeholders to revise the groundwater discharge permit fee structure in section 3122 prior to September 30, 2016.

AIR QUALITY DIVISION

Sec. 501. (1) From the increased funds appropriated in part 1 for the air quality program, the department shall increase the

1 funding available for compliance assistance, permitting,
2 inspections, monitoring, and enforcement of facilities that are
3 major sources of air pollution. The funding shall be used to assist
4 with assuring that this state meets national ambient air quality
5 standards and that this state is in compliance with the clean air
6 act, 42 USC 7401 to 7671q.

7 (2) From the funds appropriated in part 1 for the additional
8 air emission fee revenue enacted by the legislature for fiscal year
9 2015-2016, the department shall hire 1 FTE dedicated to oversight
10 of the air quality programs for the Upper Peninsula.

11 Sec. 502. The department shall not assess additional penalties
12 under part 55 of the natural resources and environmental protection
13 act, 1994 PA 451, MCL 324.5501 to 324.5542, for violations that
14 occurred under a previous owner unless compelled by a consent order
15 or judgment, or other legal requirement.

16 **RESOURCE MANAGEMENT DIVISION**

17 Sec. 603. From the funds appropriated in part 1, by December
18 31, 2015, the department shall compile and make available to the
19 public on a publicly accessible website a report containing a
20 summary document of each completed asset management plan for any
21 stormwater, asset management, or wastewater grant awarded to a
22 local unit of government to fund the development of a plan. As a
23 condition of receiving a stormwater, asset management, or
24 wastewater grant, a local unit of government shall make its asset
25 management plan available to the department upon request when
26 completed and shall retain copies of the plan that can be made

1 available to the public for a minimum of 15 years. The department
2 shall make available a summary document of each plan on a publicly
3 accessible website by September 30 of the year it was completed.
4 The summary document shall include a summary of the plan, the
5 plan's major identified assets, and contact information for the
6 local unit of government.

7 **UNDERGROUND STORAGE TANK AUTHORITY**

8 Sec. 701. The unexpended funds appropriated in part 1 for the
9 underground storage tank cleanup program are considered work
10 project appropriations, and any unencumbered or unallotted funds
11 are carried forward into the succeeding fiscal year. The following
12 is in compliance with section 451a(1) of the management and budget
13 act, 1984 PA 431, MCL 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
18 \$20,000,000.00.

19 (d) The tentative completion date is September 30, 2020.

20 PART 2A

21 PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS
22 FOR FISCAL YEAR 2016-2017

23 **GENERAL SECTIONS**

24 Sec. 2001. It is the intent of the legislature to provide

1 appropriations for the fiscal year ending on September 30, 2017 for
 2 the line items listed in part 1. The fiscal year 2016-2017
 3 appropriations are anticipated to be the same as those for fiscal
 4 year 2015-2016, except that the line items will be adjusted for
 5 changes in caseload and related costs, federal fund match rates,
 6 economic factors, and available revenue. These adjustments will be
 7 determined after the January 2016 consensus revenue estimating
 8 conference.

9 ARTICLE VIII

10 GENERAL GOVERNMENT

11 PART 1

12 LINE-ITEM APPROPRIATIONS

13 Sec. 101. There is appropriated for the legislature, the
 14 executive, the department of attorney general, the department of
 15 state, the department of treasury, the department of technology,
 16 management, and budget, the department of talent and economic
 17 development, the department of civil rights, and certain state
 18 purposes related thereto, for the fiscal year ending September 30,
 19 2016, from the following funds:

20 **TOTAL GENERAL GOVERNMENT**

21 APPROPRIATION SUMMARY

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

23 Full-time equated classified positions..... 8,667.2

24 GROSS APPROPRIATION..... \$ 4,859,628,300

25 Interdepartmental grant revenues:

1	Total interdepartmental grants and intradepartmental	
2	transfers	742,192,600
3	ADJUSTED GROSS APPROPRIATION.....	\$ 4,117,435,700
4	Federal revenues:	
5	Total federal revenues.....	825,221,900
6	Special revenue funds:	
7	Total local revenues.....	17,050,900
8	Total private revenues.....	6,253,300
9	Total other state restricted revenues.....	2,092,887,000
10	State general fund/general purpose.....	\$ 1,176,022,600
11	State general fund/general purpose schedule:	
12	Ongoing state general fund/general	
13	purpose	1,094,067,600
14	One-time state general fund/general	
15	purpose	81,955,000
16	Sec. 102. DEPARTMENT OF ATTORNEY GENERAL	
17	(1) APPROPRIATION SUMMARY	
18	Full-time equated unclassified positions.....	6.0
19	Full-time equated classified positions.....	518.5
20	GROSS APPROPRIATION.....	\$ 92,107,600
21	Interdepartmental grant revenues:	
22	Total interdepartmental grants and intradepartmental	
23	transfers	28,533,900
24	ADJUSTED GROSS APPROPRIATION.....	\$ 63,573,700
25	Federal revenues:	
26	Total federal revenues.....	9,278,600

1	Special revenue funds:	
2	Total local revenues.....	0
3	Total private revenues.....	0
4	Total other state restricted revenues.....	17,281,700
5	State general fund/general purpose.....	\$ 37,013,400
6	State general fund/general purpose schedule:	
7	Ongoing state general fund/general	
8	purpose	37,013,400
9	One-time state general fund/general	
10	purpose	0
11	(2) ATTORNEY GENERAL OPERATIONS	
12	Full-time equated unclassified positions.....	6.0
13	Full-time equated classified positions.....	518.5
14	Attorney general.....	\$ 112,500
15	Unclassified positions--5.0 FTE positions.....	735,600
16	Attorney general operations--475.5 FTE positions.....	81,501,200
17	Child support enforcement--25.0 FTE positions.....	3,434,300
18	Prosecuting attorneys coordinating council--12.0 FTE	
19	positions	2,265,500
20	Public safety initiative--1.0 FTE position.....	904,100
21	Sexual assault law enforcement--5.0 FTE positions....	<u>1,700,000</u>
22	GROSS APPROPRIATION.....	\$ 90,653,200
23	Appropriated from:	
24	Interdepartmental grant revenues:	
25	IDG from MDHHS, health policy.....	202,500
26	IDG from MDHHS, medical services administration.....	676,400
27	IDG from MDHHS, WIC.....	149,300

1	IDG from department of corrections.....	646,400
2	IDG from MDE.....	583,000
3	IDG from MDEQ.....	1,966,100
4	IDG from MDHHS, human services.....	5,806,000
5	IDG from MSF, workforce development agency.....	87,700
6	IDG from MDIFS, financial and insurance services.....	1,187,100
7	IDG from MDLARA, fireworks safety fund.....	81,200
8	IDG from MDLARA, health professions.....	2,972,600
9	IDG from MDLARA, licensing and regulation fees.....	328,500
10	IDG from MDLARA, Michigan occupational safety and	
11	health administration	105,400
12	IDG from MDLARA, remonumentation fees.....	103,900
13	IDG from MDLARA, securities fees.....	184,300
14	IDG from MDLARA, unlicensed builders.....	327,600
15	IDG from MDTMB.....	453,900
16	IDG from MDTMB, civil service commission.....	299,400
17	IDG from MDTMB, risk management revolving fund.....	1,437,000
18	IDG from MDMVA.....	161,300
19	IDG from MDOS, children's protection registry.....	44,100
20	IDG from MDOT, comprehensive transportation fund.....	200,100
21	IDG from MDOT, state aeronautics fund.....	173,800
22	IDG from MDOT, state trunkline fund.....	2,377,300
23	IDG from MDSP, Michigan justice training fund.....	162,400
24	IDG from MDSP.....	251,800
25	IDG from Michigan state housing development authority	662,200
26	IDG from treasury.....	6,727,400
27	IDG from treasury, strategic fund.....	175,200

1	Federal revenues:	
2	DAG, state administrative match grant/food stamps	134,000
3	Federal funds.....	3,081,700
4	HHS, medical assistance, medigant.....	376,700
5	HHS-OS, state Medicaid fraud control units.....	5,567,300
6	National criminal history improvement program.....	118,900
7	Special revenue funds:	
8	Antitrust enforcement collections.....	746,400
9	Attorney general's operations fund.....	1,207,900
10	Auto repair facilities fees.....	320,500
11	Franchise fees.....	374,300
12	Game and fish protection fund.....	735,100
13	Liquor purchase revolving fund.....	1,428,300
14	Manufactured housing fees.....	245,300
15	Merit award trust fund.....	485,200
16	Michigan employment security act - administrative fund	2,193,700
17	Prisoner reimbursement.....	611,900
18	Prosecuting attorneys training fees.....	404,000
19	Public utility assessments.....	2,033,100
20	Real estate enforcement fund.....	98,600
21	Reinstatement fees.....	252,200
22	Retirement funds.....	1,020,000
23	Second injury fund.....	804,200
24	Self-insurers security fund.....	559,100
25	Silicosis and dust disease fund.....	220,800
26	State building authority revenue.....	118,300
27	State casino gaming fund.....	1,822,100

1	State hospital authority.....	337,800
2	Utility consumers fund.....	764,200
3	Waterways fund.....	137,000
4	Worker's compensation administrative revolving fund..	361,700
5	State general fund/general purpose.....	\$ 35,559,000
6	(3) INFORMATION TECHNOLOGY	
7	Information technology services and projects.....	\$ <u>1,454,400</u>
8	GROSS APPROPRIATION.....	\$ 1,454,400
9	Appropriated from:	
10	State general fund/general purpose.....	\$ 1,454,400
11	Sec. 103. DEPARTMENT OF CIVIL RIGHTS	
12	(1) APPROPRIATION SUMMARY	
13	Full-time equated unclassified positions.....	6.0
14	Full-time equated classified positions.....	129.0
15	GROSS APPROPRIATION.....	\$ 16,128,700
16	Interdepartmental grant revenues:	
17	Total interdepartmental grants and intradepartmental	
18	transfers	286,700
19	ADJUSTED GROSS APPROPRIATION.....	\$ 15,842,000
20	Federal revenues:	
21	Total federal revenues.....	2,721,700
22	Special revenue funds:	
23	Total local revenues.....	0
24	Total private revenues.....	18,700
25	Total other state restricted revenues.....	151,900
26	State general fund/general purpose.....	\$ 12,949,700

1	State general fund/general purpose schedule:	
2	Ongoing state general fund/general	
3	purpose	12,949,700
4	One-time state general fund/general	
5	purpose	0
6	(2) CIVIL RIGHTS OPERATIONS	
7	Full-time equated unclassified positions.....	6.0
8	Full-time equated classified positions.....	129.0
9	Unclassified positions--6.0 FTE positions	\$ 644,200
10	Civil rights operations--121.0 FTE positions	13,660,000
11	Division on deaf and hard of hearing--6.0 FTE	
12	positions	784,300
13	Hispanic/Latino commission of Michigan--1.0 FTE	
14	position	254,800
15	Asian Pacific American affairs commission--1.0 FTE	
16	position	<u>110,900</u>
17	GROSS APPROPRIATION.....	\$ 15,454,200
18	Appropriated from:	
19	Interdepartmental grant revenues:	
20	IDG from DTMB.....	286,700
21	Federal revenues:	
22	EEOC, state and local antidiscrimination agency	
23	contracts	1,192,300
24	HUD, grant.....	1,514,400
25	Special revenue funds:	
26	Private revenues.....	18,700
27	Division on deafness fund.....	93,400

1	State restricted revenues	58,500
2	State general fund/general purpose	\$ 12,290,200
3	(3) INFORMATION TECHNOLOGY	
4	Information technology services and projects	\$ <u>674,500</u>
5	GROSS APPROPRIATION	\$ 674,500
6	Appropriated from:	
7	Federal revenues:	
8	EEOC, state and local antidiscrimination agency	
9	contracts	15,000
10	State general fund/general purpose	\$ 659,500
11	Sec. 104. EXECUTIVE OFFICE	
12	(1) APPROPRIATION SUMMARY	
13	Full-time equated unclassified positions	10.0
14	Full-time equated classified positions	74.2
15	GROSS APPROPRIATION	\$ 5,531,100
16	Interdepartmental grant revenues:	
17	Total interdepartmental grants and intradepartmental	
18	transfers	0
19	ADJUSTED GROSS APPROPRIATION	\$ 5,531,100
20	Federal revenues:	
21	Total federal revenues	0
22	Special revenue funds:	
23	Total local revenues	0
24	Total private revenues	0
25	Total other state restricted revenues	0
26	State general fund/general purpose	\$ 5,531,100

1	State general fund/general purpose schedule:		
2	Ongoing state general fund/general		
3	purpose	5,531,100	
4	One-time state general fund/general		
5	purpose	0	
6	(2) EXECUTIVE OFFICE OPERATIONS		
7	Full-time equated unclassified positions.....	10.0	
8	Full-time equated classified positions.....	74.2	
9	Governor.....	\$	159,300
10	Lieutenant governor.....		111,600
11	Executive office--74.2 FTE positions.....		4,002,900
12	Unclassified positions--8.0 FTE positions.....		<u>1,257,300</u>
13	GROSS APPROPRIATION.....	\$	5,531,100
14	Appropriated from:		
15	State general fund/general purpose.....	\$	5,531,100
16	Sec. 105. LEGISLATURE		
17	(1) APPROPRIATION SUMMARY		
18	GROSS APPROPRIATION.....	\$	159,304,800
19	Interdepartmental grant revenues:		
20	Total interdepartmental grants and intradepartmental		
21	transfers		5,392,800
22	ADJUSTED GROSS APPROPRIATION.....	\$	153,912,000
23	Federal revenues:		
24	Total federal revenues.....		0
25	Special revenue funds:		
26	Total local revenues.....		0

1	Total private revenues.....	400,000
2	Total other state restricted revenues.....	6,179,600
3	State general fund/general purpose.....	\$ 147,332,400
4	State general fund/general purpose schedule:	
5	Ongoing state general fund/general	
6	purpose	147,332,400
7	One-time state general fund/general	
8	purpose	0
9	(2) LEGISLATURE	
10	Senate.....	\$ 33,275,900
11	Senate automated data processing.....	2,592,400
12	Senate fiscal agency.....	3,705,500
13	House of representatives.....	51,176,800
14	House automated data processing.....	2,058,200
15	House fiscal agency.....	<u>3,705,500</u>
16	GROSS APPROPRIATION.....	\$ 96,514,300
17	Appropriated from:	
18	State general fund/general purpose.....	\$ 96,514,300
19	(3) LEGISLATIVE COUNCIL	
20	Legislative council.....	\$ 11,396,300
21	Legislative service bureau automated data processing .	1,398,600
22	Worker's compensation.....	148,400
23	National association dues.....	445,800
24	Legislative corrections ombudsman.....	<u>714,900</u>
25	GROSS APPROPRIATION.....	\$ 14,104,000
26	Appropriated from:	
27	Special revenue funds:	

1	Private - gifts and bequests revenues	400,000
2	State general fund/general purpose	\$ 13,704,000
3	(4) LEGISLATIVE RETIREMENT SYSTEM	
4	General nonretirement expenses	\$ <u>4,865,500</u>
5	GROSS APPROPRIATION	\$ 4,865,500
6	Appropriated from:	
7	Special revenue funds:	
8	Court fees	1,132,000
9	State general fund/general purpose	\$ 3,733,500
10	(5) PROPERTY MANAGEMENT	
11	Cora Anderson building	\$ 11,040,300
12	Farnum building and other properties	<u>2,755,400</u>
13	GROSS APPROPRIATION	\$ 13,795,700
14	Appropriated from:	
15	State general fund/general purpose	\$ 13,795,700
16	(6) STATE CAPITOL HISTORIC SITE	
17	General operations	\$ 4,124,800
18	Restoration, renewal and maintenance	<u>3,060,000</u>
19	GROSS APPROPRIATION	\$ 7,184,800
20	Appropriated from:	
21	Special revenue funds:	
22	Capitol historic site fund	3,060,000
23	State general fund/general purpose	\$ 4,124,800
24	(7) OFFICE OF THE AUDITOR GENERAL	
25	Unclassified positions	\$ 329,400
26	Field operations	<u>22,511,100</u>
27	GROSS APPROPRIATION	\$ 22,840,500

1	Appropriated from:	
2	Interdepartmental grant revenues:	
3	IDG from MDHHS, human services.....	30,000
4	IDG from MDOT, comprehensive transportation fund.....	38,200
5	IDG from MDOT, Michigan transportation fund.....	309,600
6	IDG from MDOT, state aeronautics fund.....	29,700
7	IDG from MDOT, state trunkline fund.....	719,100
8	IDG, single audit act.....	2,856,000
9	IDG, commercial mobile radio system emergency	
10	telephone fund	36,100
11	IDG, contract audit administration fees.....	40,600
12	IDG, deferred compensation funds.....	53,300
13	IDG, Michigan finance authority.....	324,300
14	IDG, Michigan economic development corporation.....	94,400
15	IDG, Michigan education trust fund.....	69,400
16	IDG, Michigan justice training commission fund.....	40,100
17	IDG, Michigan strategic fund.....	165,800
18	IDG, office of retirement services.....	214,100
19	IDG, other restricted funding sources.....	372,100
20	Special revenue funds:	
21	21st century jobs fund.....	94,400
22	Brownfield development fund.....	27,600
23	Clean Michigan initiative implementation bond fund...	53,400
24	Game and fish protection fund.....	30,700
25	Legislative retirement system.....	28,600
26	MDTMB, civil service commission.....	162,900
27	MDLARA, liquor purchase revolving fund.....	28,100

1	Michigan state housing development authority fees	111,300
2	Michigan veterans' trust fund.....	34,800
3	Motor transport revolving fund.....	7,300
4	Office services revolving fund.....	9,800
5	State disbursement unit, office of child support	56,300
6	State services fee fund.....	1,331,300
7	Waterways fund.....	11,100
8	State general fund/general purpose..... \$	15,460,100
9	Sec. 106. DEPARTMENT OF STATE	
10	(1) APPROPRIATION SUMMARY	
11	Full-time equated unclassified positions..... 6.0	
12	Full-time equated classified positions..... 1,587.0	
13	GROSS APPROPRIATION..... \$	225,256,700
14	Interdepartmental grant revenues:	
15	Total interdepartmental grants and intradepartmental	
16	transfers	20,000,000
17	ADJUSTED GROSS APPROPRIATION..... \$	205,256,700
18	Federal revenues:	
19	Total federal revenues.....	1,460,000
20	Special revenue funds:	
21	Total local revenues.....	0
22	Total private revenues.....	100
23	Total other state restricted revenues.....	186,635,100
24	State general fund/general purpose..... \$	17,161,500
25	State general fund/general purpose schedule:	
26	Ongoing state general fund/general	

1	purpose	17,161,500	
2	One-time state general fund/general		
3	purpose	0	
4	(2) EXECUTIVE DIRECTION		
5	Full-time equated classified positions.....	30.0	
6	Secretary of state.....	\$	112,500
7	Unclassified positions--5.0 FTE positions.....		613,500
8	Operations--30.0 FTE positions.....		<u>4,547,100</u>
9	GROSS APPROPRIATION.....	\$	5,273,100
10	Appropriated from:		
11	Special revenue funds:		
12	Auto repair facilities fees.....		68,700
13	Children's protection registry fund.....		270,700
14	Driver fees.....		276,000
15	Enhanced driver license and enhanced official state		
16	personal identification card fund.....		211,400
17	Expedient service fees.....		66,300
18	Parking ticket court fines.....		9,200
19	Personal identification card fees.....		32,100
20	Reinstatement fees - operator licenses.....		248,900
21	Transportation administration collection fund.....		2,488,800
22	Vehicle theft prevention fees.....		40,400
23	State general fund/general purpose.....	\$	1,560,600
24	(3) DEPARTMENT SERVICES		
25	Full-time equated classified positions.....	156.0	
26	Operations--156.0 FTE positions.....	\$	<u>29,562,200</u>
27	GROSS APPROPRIATION.....	\$	29,562,200

1	Appropriated from:	
2	Special revenue funds:	
3	Abandoned vehicle fees.....	481,100
4	Auto repair facilities fees.....	1,605,800
5	Driver fees.....	1,575,900
6	Driver improvement course fund.....	308,600
7	Enhanced driver license and enhanced official state	
8	personal identification card fund.....	545,200
9	Expedient service fees.....	273,600
10	Marine safety fund.....	84,200
11	Personal identification card fees.....	191,300
12	Reinstatement fees - operator licenses.....	1,287,700
13	Scrap tire fund.....	77,200
14	Transportation administration collection fund.....	21,437,500
15	Vehicle theft prevention fees.....	628,800
16	State general fund/general purpose.....	\$ 1,065,300
17	(4) LEGAL SERVICES	
18	Full-time equated classified positions.....	39.0
19	Operations--39.0 FTE positions.....	\$ <u>8,983,000</u>
20	GROSS APPROPRIATION.....	\$ 8,983,000
21	Appropriated from:	
22	Special revenue funds:	
23	Auto repair facilities fees.....	1,444,200
24	Driver education provider and instructor fund.....	25,400
25	Driver fees.....	931,700
26	Driver responsibility fees.....	1,000,000
27	Enhanced driver license and enhanced official state	

1	personal identification card fund.....		90,500
2	Personal identification card fees.....		60,800
3	Reinstatement fees - operator licenses.....		713,900
4	Transportation administration collection fund.....		4,240,900
5	Vehicle theft prevention fees.....		463,800
6	State general fund/general purpose.....	\$	11,800
7	(5) CUSTOMER DELIVERY SERVICES		
8	Full-time equated classified positions.....	1,317.0	
9	Branch operations--922.0 FTE positions.....	\$	83,462,100
10	Central operations--376.0 FTE positions.....		47,916,300
11	Commemorative license plates--14.0 FTE positions.....		1,897,300
12	Motorcycle safety education administration--2.0 FTE		
13	positions		329,200
14	Motorcycle safety education grants.....		1,800,000
15	Credit and debit assessment services.....		6,000,000
16	Specialty license plates--3.0 FTE positions.....		750,000
17	Organ donor program.....		<u>129,100</u>
18	GROSS APPROPRIATION.....	\$	142,284,000
19	Appropriated from:		
20	Interdepartmental grant revenues:		
21	IDG from MDOT, Michigan transportation fund.....		20,000,000
22	Federal revenues:		
23	Federal funds.....		1,460,000
24	Special revenue funds:		
25	Private funds.....		100
26	Abandoned vehicle fees.....		204,500
27	Auto repair facilities fees.....		1,731,600

1	Child support clearance fees.....	363,600
2	Credit and debit assessment service fees.....	6,000,000
3	Driver education provider and instructor fund.....	49,600
4	Driver fees.....	25,772,300
5	Driver improvement course fund.....	1,246,200
6	Enhanced driver license and enhanced official state	
7	personal identification card fund.....	7,679,100
8	Expedient service fees.....	2,603,600
9	Marine safety fund.....	1,392,300
10	Michigan state police auto theft fund.....	123,700
11	Mobile home commission fees.....	507,500
12	Motorcycle safety fund.....	1,829,200
13	Off-road vehicle title fees.....	167,000
14	Parking ticket court fines.....	1,629,800
15	Personal identification card fees.....	2,274,700
16	Recreation passport fee.....	1,000,000
17	Reinstatement fees - operator licenses.....	2,358,000
18	Snowmobile registration fee revenue.....	390,000
19	Thomas Daley gift of life fund.....	50,000
20	Transportation administration collection fund.....	59,296,800
21	Vehicle theft prevention fees.....	742,200
22	State general fund/general purpose.....	\$ 3,412,200
23	(6) ELECTION REGULATION	
24	Full-time equated classified positions.....	45.0
25	Election administration and services--45.0 FTE	
26	positions	\$ 7,062,200
27	County clerk education and training fund.....	100,000

1	Fees to local units.....		<u>109,800</u>
2	GROSS APPROPRIATION.....	\$	7,272,000
3	Appropriated from:		
4	Special revenue funds:		
5	Notary education and training fund.....		100,000
6	Notary fee fund.....		343,500
7	State general fund/general purpose.....	\$	6,828,500
8	(7) DEPARTMENTWIDE APPROPRIATIONS		
9	Building occupancy charges/rent.....	\$	9,540,700
10	Worker's compensation.....		<u>396,400</u>
11	GROSS APPROPRIATION.....	\$	9,937,100
12	Appropriated from:		
13	Special revenue funds:		
14	Auto repair facilities fees.....		133,200
15	Driver fees.....		727,400
16	Enhanced driver license and enhanced official state		
17	personal identification card fund.....		26,000
18	Parking ticket court fines.....		441,500
19	Transportation administration collection fund.....		5,890,500
20	State general fund/general purpose.....	\$	2,718,500
21	(8) INFORMATION TECHNOLOGY		
22	Information technology services and projects.....	\$	<u>21,945,300</u>
23	GROSS APPROPRIATION.....	\$	21,945,300
24	Appropriated from:		
25	Special revenue funds:		
26	Administrative order processing fee.....		11,700
27	Auto repair facilities fees.....		190,000

1	Driver fees.....	787,400
2	Enhanced driver license and enhanced official state	
3	personal identification card fund.....	269,500
4	Expedient service fees.....	1,085,100
5	Parking ticket court fines.....	87,600
6	Personal identification card fees.....	171,700
7	Reinstatement fees - operator licenses.....	592,300
8	Transportation administration collection fund.....	17,004,400
9	Vehicle theft prevention fees.....	181,000
10	State general fund/general purpose.....	\$ 1,564,600

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

12 **BUDGET**

13 **(1) APPROPRIATION SUMMARY**

14	Full-time equated unclassified positions.....	6.0
15	Full-time equated classified positions.....	2,844.0
16	GROSS APPROPRIATION.....	\$ 1,263,223,700
17	Interdepartmental grant revenues:	
18	Total interdepartmental grants and intradepartmental	
19	transfers	678,478,500
20	ADJUSTED GROSS APPROPRIATION.....	\$ 584,745,200
21	Federal revenues:	
22	Total federal revenues.....	7,997,300
23	Special revenue funds:	
24	Total local revenues.....	3,587,700
25	Total private revenues.....	190,100
26	Total other state restricted revenues.....	95,771,900

1	State general fund/general purpose	\$	477,198,200
2	State general fund/general purpose schedule:		
3	Ongoing state general fund/general		
4	purpose	472,593,200	
5	One-time state general fund/general		
6	purpose	4,605,000	
7	(2) EXECUTIVE DIRECTION		
8	Full-time equated unclassified positions.....	6.0	
9	Full-time equated classified positions.....	12.0	
10	Unclassified positions--6.0 FTE positions	\$	977,000
11	Executive operations--12.0 FTE positions		<u>2,316,500</u>
12	GROSS APPROPRIATION.....	\$	3,293,500
13	Appropriated from:		
14	Interdepartmental grant revenues:		
15	IDG from building occupancy and parking charges		218,900
16	IDG from technology user fees		1,965,500
17	Special revenue funds:		
18	Special revenue, internal service, and pension trust		
19	funds		292,900
20	State general fund/general purpose	\$	816,200
21	(3) DEPARTMENT SERVICES		
22	Full-time equated classified positions.....	714.5	
23	Administrative services--132.5 FTE positions	\$	17,362,900
24	Budget and financial management--135.0 FTE positions .		17,620,800
25	Office of the state employer--23.0 FTE positions		3,362,400
26	Design and construction services--40.0 FTE positions .		6,375,600
27	Business support services--97.0 FTE positions		11,276,700

1	Building operation services--210.0 FTE positions	91,946,300
2	Building occupancy charges, rent, and utilities	7,627,000
3	Motor vehicle fleet--35.0 FTE positions	74,181,300
4	Information technology services and projects	29,613,800
5	Bureau of labor market information and	
6	strategies--42.0 FTE positions.....	<u>5,376,400</u>
7	GROSS APPROPRIATION.....	\$ 264,743,200
8	Appropriated from:	
9	Interdepartmental grant revenues:	
10	IDG from accounting service centers user charges	2,671,400
11	IDG from building occupancy and parking charges	94,034,600
12	IDG from MDLARA.....	100,000
13	IDG from motor transport fund.....	74,181,300
14	IDG from MDHHS, community health.....	481,900
15	IDG from MDHHS, human services.....	212,600
16	IDG from user fees.....	6,695,100
17	IDG from technology user fees.....	7,429,200
18	Federal revenues:	
19	Federal funds.....	4,934,700
20	Special revenue funds:	
21	Local - MPSCS subscriber and maintenance fees	60,100
22	Deferred compensation.....	2,600
23	Health management funds.....	2,219,200
24	MAIN user charges.....	4,434,900
25	Pension trust funds.....	7,413,800
26	Special revenue, internal service, and pension trust	
27	funds	17,115,100

1	State restricted indirect funds	3,392,200
2	State general fund/general purpose	\$ 39,364,500
3	(4) TECHNOLOGY SERVICES	
4	Full-time equated classified positions.....	1,479.5
5	Education services--29.0 FTE positions	\$ 4,100,200
6	Health and human services--617.5 FTE positions	282,038,800
7	Public protection--154.5 FTE positions	51,772,600
8	Resources services--146.5 FTE positions	19,694,900
9	Transportation services--89.5 FTE positions	30,831,400
10	General services--329.5 FTE positions	93,717,000
11	Enterprisewide information technology investment	
12	projects	11,672,400
13	General government and public safety information	
14	technology investment projects.....	13,683,400
15	Health and human services information technology	
16	investment projects	5,033,900
17	MAIN system replacement information technology	
18	investment projects	32,610,300
19	Cyber security information technology investment	
20	projects	2,000,000
21	Homeland security initiative/cyber security--13.0	
22	FTE positions	9,063,500
23	Michigan public safety communications system--100.0	
24	FTE positions	<u>39,842,400</u>
25	GROSS APPROPRIATION.....	\$ 596,060,800
26	Appropriated from:	
27	Interdepartmental grant revenues:	

1	IDG from technology user fees	482,154,900
2	Special revenue funds:	
3	Local - MPSCS subscriber and maintenance fees	2,209,900
4	State general fund/general purpose	\$ 111,696,000
5	(5) STATEWIDE APPROPRIATIONS	
6	Professional development fund - MPE, SEIU,	
7	scientific and engineering unit	\$ 150,000
8	Professional development fund - NERES	250,000
9	Professional development fund - UAW	<u>702,600</u>
10	GROSS APPROPRIATION	\$ 1,102,600
11	Appropriated from:	
12	Interdepartmental grant revenues:	
13	IDG from employer contributions	1,102,600
14	State general fund/general purpose	\$ 0
15	(6) SPECIAL PROGRAMS	
16	Full-time equated classified positions	192.0
17	Building occupancy charges - property management	
18	services for executive/legislative building	
19	occupancy	\$ 1,096,700
20	Retirement services--162.0 FTE positions	27,209,000
21	Office of children's ombudsman--14.0 FTE positions ...	1,767,300
22	Public private partnership	1,500,000
23	Regional prosperity grants	2,500,000
24	Office of urban initiatives--5.0 FTE positions	2,500,000
25	School reform office operations--11.0 FTE positions ..	<u>2,280,900</u>
26	GROSS APPROPRIATION	\$ 38,853,900
27	Appropriated from:	

1	Special revenue funds:		
2	Deferred compensation.....		2,800,000
3	Pension trust funds.....		19,164,200
4	Public private partnership investment fund.....		1,500,000
5	State general fund/general purpose.....	\$	15,389,700
6	(7) STATE BUILDING AUTHORITY RENT		
7	State building authority rent - state agencies.....	\$	52,265,800
8	State building authority rent - department of		
9	corrections		36,829,900
10	State building authority rent - universities.....		135,995,300
11	State building authority rent - community colleges ...		<u>29,479,600</u>
12	GROSS APPROPRIATION.....	\$	254,570,600
13	Appropriated from:		
14	State general fund/general purpose.....	\$	254,570,600
15	(8) CIVIL SERVICE COMMISSION		
16	Full-time equated classified positions.....	446.0	
17	Agency services--74.0 FTE positions.....	\$	11,975,900
18	Executive direction--40.0 FTE positions.....		9,778,700
19	Employee benefits--16.0 FTE positions.....		5,667,300
20	Training.....		1,300,000
21	Human resources operations--316.0 FTE positions.....		35,878,600
22	Information technology services and projects.....		<u>3,293,600</u>
23	GROSS APPROPRIATION.....	\$	67,894,100
24	Appropriated from:		
25	Interdepartmental grant revenues:		
26	IDG, training charges.....		1,300,000
27	IDG, 1% special funds.....		3,330,500

1	Federal revenues:		
2	Federal funds 1%.....		3,062,600
3	Special revenue funds:		
4	Local funds 1%.....		1,317,700
5	Private funds 1%.....		190,100
6	State restricted funds 1%.....		21,197,900
7	State restricted indirect funds.....		7,681,300
8	State sponsored group insurance.....		2,737,200
9	State sponsored group insurance, flexible spending		
10	accounts and COBRA		5,820,600
11	State general fund/general purpose.....	\$	21,256,200
12	(9) CAPITAL OUTLAY		
13	Major special maintenance, remodeling, and additions		
14	for state agencies	\$	2,000,000
15	Enterprisewide special maintenance for state		
16	facilities		<u>29,500,000</u>
17	GROSS APPROPRIATION.....	\$	31,500,000
18	Appropriated from:		
19	Interdepartmental grant revenues:		
20	IDG from building occupancy charges.....		2,000,000
21	State general fund/general purpose.....	\$	29,500,000
22	(10) ONE-TIME BASIS ONLY APPROPRIATIONS		
23	Legal services.....	\$	1,000,000
24	Technology services funding.....		600,000
25	Treasury - technology services.....		3,000,000
26	Cost study of 2014 PA 555.....		500,000
27	Special projects.....		<u>105,000</u>

1	GROSS APPROPRIATION.....	\$	5,205,000
2	Appropriated from:		
3	Interdepartmental grant revenues:		
4	Interdepartmental grant revenues.....		600,000
5	State general fund/general purpose.....	\$	4,605,000
6	Sec. 108. DEPARTMENT OF TREASURY		
7	(1) APPROPRIATION SUMMARY		
8	Full-time equated unclassified positions.....	10.0	
9	Full-time equated classified positions.....	1,901.5	
10	GROSS APPROPRIATION.....	\$	1,945,052,200
11	Interdepartmental grant revenues:		
12	Total interdepartmental grants and intradepartmental		
13	transfers		9,500,700
14	ADJUSTED GROSS APPROPRIATION.....	\$	1,935,551,500
15	Federal revenues:		
16	Total federal revenue.....		39,661,500
17	Special revenue funds:		
18	Total local revenues.....		9,029,700
19	Total private revenues.....		25,400
20	Total other state restricted revenues.....		1,606,455,600
21	State general fund/general purpose.....	\$	280,379,300
22	State general fund/general purpose schedule:		
23	Ongoing state general fund/general		
24	purpose		250,479,300
25	One-time state general fund/general		
26	purpose		29,900,000

1	(2) EXECUTIVE DIRECTION		
2	Full-time equated unclassified positions.....	10.0	
3	Full-time equated classified positions.....	24.0	
4	Unclassified positions--10.0 FTE positions.....	\$	971,200
5	Executive direction and operations--24.0 FTE positions		<u>4,863,900</u>
6	GROSS APPROPRIATION.....	\$	5,835,100
7	Appropriated from:		
8	Federal revenues:		
9	DED-OPSE, federal lenders allowance.....		20,000
10	DED-OPSE, higher education act of 1965, insured loans		45,000
11	Special revenue funds:		
12	Delinquent tax collection revenue.....		1,318,200
13	State lottery fund.....		282,500
14	State services fee fund.....		321,000
15	State general fund/general purpose.....	\$	3,848,400
16	(3) LOCAL GOVERNMENT PROGRAMS		
17	Full-time equated classified positions.....	113.0	
18	Supervision of the general property tax law--88.0		
19	FTE positions	\$	14,899,500
20	Property tax assessor training--4.0 FTE positions....		1,031,100
21	Local finance--21.0 FTE positions.....		<u>2,565,100</u>
22	GROSS APPROPRIATION.....	\$	18,495,700
23	Appropriated from:		
24	Special revenue funds:		
25	Local - assessor training fees.....		1,031,100
26	Local - audit charges.....		808,600
27	Local - equalization study chargebacks.....		40,000

1	Local - revenue from local government	100,000
2	Delinquent tax collection revenue	1,493,200
3	Land reutilization fund	1,996,200
4	Municipal finance fees	533,600
5	State general fund/general purpose	\$ 12,493,000
6	(4) DEPARTMENTWIDE APPROPRIATIONS	
7	Rent and building occupancy charges - property	
8	management services	\$ 5,937,600
9	Worker's compensation insurance premium	<u>36,500</u>
10	GROSS APPROPRIATION	\$ 5,974,100
11	Appropriated from:	
12	Special revenue funds:	
13	Delinquent tax collection revenue	2,848,200
14	State general fund/general purpose	\$ 3,125,900
15	(5) TAX PROGRAMS	
16	Full-time equated classified positions	793.0
17	Tax compliance--345.0 FTE positions	\$ 44,826,700
18	Tax and economic policy--85.0 FTE positions	13,442,900
19	Tax processing--335.0 FTE positions	36,880,300
20	Health insurance claims fund--15.0 FTE positions	2,029,200
21	Home heating assistance	3,019,000
22	Bottle act implementation	250,000
23	Tobacco tax enforcement--13.0 FTE positions	<u>1,475,600</u>
24	GROSS APPROPRIATION	\$ 101,923,700
25	Appropriated from:	
26	Interdepartmental grant revenues:	
27	IDG from MDOT, Michigan transportation fund	2,300,000

1	IDG from MDOT, state aeronautics fund.....		70,900
2	Federal revenues:		
3	HHS-SSA, low-income energy assistance.....		3,019,000
4	Special revenue funds:		
5	Bottle deposit fund.....		250,000
6	Delinquent tax collection revenue.....		70,135,700
7	Emergency 911 fund.....		155,600
8	Health insurance claims assessment fund.....		2,029,200
9	Tobacco tax revenue.....		4,023,100
10	Waterways fund.....		105,000
11	State general fund/general purpose.....	\$	19,835,200
12	(6) FINANCIAL AND ADMINISTRATIVE SERVICES		
13	Full-time equated classified positions.....	383.0	
14	Departmental services--89.0 FTE positions.....	\$	9,015,800
15	Unclaimed property--29.0 FTE positions.....		4,765,800
16	Office of collections--203.0 FTE positions.....		26,084,500
17	Office of accounting services--24.0 FTE positions....		2,434,800
18	Office of financial services--38.0 FTE positions.....		<u>4,386,300</u>
19	GROSS APPROPRIATION.....	\$	46,687,200
20	Appropriated from:		
21	Interdepartmental grant revenues:		
22	IDG from accounting service center user charges.....		482,900
23	IDG from MDHHS, title IV-D.....		763,900
24	IDG, levy/warrant cost assessment fees.....		2,000,000
25	IDG, state agency collection fees.....		2,946,900
26	IDG, data/collection services fees.....		330,300
27	Special revenue funds:		

1	Delinquent tax collection revenue.....		26,990,700
2	Escheats revenue.....		4,765,800
3	Garnishment fees.....		2,484,000
4	Justice system fund.....		418,300
5	State restricted indirect funds.....		272,200
6	Treasury fees.....		46,100
7	State general fund/general purpose.....	\$	5,186,100
8	(7) FINANCIAL PROGRAMS		
9	Full-time equated classified positions.....	210.5	
10	Investments--82.0 FTE positions.....	\$	20,270,400
11	John R. Justice grant program.....		287,700
12	Common cash and debt management--21.5 FTE positions ..		1,629,300
13	Dual enrollment payments.....		1,505,100
14	Student financial assistance programs--25.5 FTE		
15	positions		2,687,100
16	Michigan finance authority - bond finance		
17	programs--72.5 FTE positions		38,686,200
18	Financial independence team--9.0 FTE positions		<u>3,694,100</u>
19	GROSS APPROPRIATION.....	\$	68,759,900
20	Appropriated from:		
21	Interdepartmental grant revenues:		
22	IDG, fiscal agent service fees.....		205,800
23	Federal revenues:		
24	DED-OPSE, federal lenders allowance.....		10,615,200
25	DED-OPSE, higher education act of 1965, insured loans		25,055,800
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	3,015,200
3	Michigan merit award trust fund	1,139,800
4	Retirement funds	18,717,000
5	School bond fees	835,400
6	Treasury fees	1,665,000
7	State general fund/general purpose	\$ 7,123,000
8	(8) DEBT SERVICE	
9	Quality of life bond	\$ 75,959,000
10	Clean Michigan initiative	63,961,000
11	Great Lakes water quality bond	<u>16,529,000</u>
12	GROSS APPROPRIATION	\$ 156,449,000
13	Appropriated from:	
14	Special revenue funds:	
15	State general fund/general purpose	\$ 156,449,000
16	(9) GRANTS	
17	Convention facility development distribution	\$ 90,950,000
18	Senior citizen cooperative housing tax exemption	
19	program	10,520,000
20	Emergency 911 payments	27,000,000
21	Health and safety fund grants	9,000,000
22	Chaldean community foundation	250,000
23	Urban search and rescue taskforce	<u>300,000</u>
24	GROSS APPROPRIATION	\$ 138,020,000
25	Appropriated from:	
26	Special revenue funds:	
27	Emergency 911 fund	27,000,000

1	Convention facility development fund.....	90,950,000
2	Health and safety fund.....	9,000,000
3	State general fund/general purpose.....	\$ 11,070,000
4	(10) BUREAU OF STATE LOTTERY	
5	Full-time equated classified positions.....	183.0
6	Lottery operations--183.0 FTE positions.....	\$ 24,323,400
7	Lottery information technology services and projects .	<u>5,205,500</u>
8	GROSS APPROPRIATION.....	\$ 29,528,900
9	Appropriated from:	
10	Special revenue funds:	
11	State lottery fund.....	29,528,900
12	State general fund/general purpose.....	\$ 0
13	(11) CASINO GAMING	
14	Full-time equated classified positions.....	141.0
15	Michigan gaming control board.....	\$ 50,000
16	Casino gaming control administration--131.0 FTE	
17	positions	25,750,800
18	Casino gaming information technology services and	
19	projects	1,979,500
20	Racing commission--10.0 FTE positions.....	<u>1,677,300</u>
21	GROSS APPROPRIATION.....	\$ 29,457,600
22	Appropriated from:	
23	Special revenue funds:	
24	Casino gambling agreements.....	804,100
25	Equine development fund.....	1,800,000
26	Laboratory fees.....	700,000
27	State services fee fund.....	26,153,500

1	State general fund/general purpose.....	\$	0
2	(12) PAYMENTS IN LIEU OF TAXES		
3	Commercial forest reserve.....	\$	3,207,700
4	Purchased lands.....		8,023,900
5	Swamp and tax reverted lands.....		<u>14,862,500</u>
6	GROSS APPROPRIATION.....	\$	26,094,100
7	Appropriated from:		
8	Special revenue funds:		
9	Private funds.....		25,400
10	Game and fish protection fund.....		2,780,700
11	Michigan natural resources trust fund.....		1,909,100
12	Michigan state waterways fund.....		241,100
13	State general fund/general purpose.....	\$	21,137,800
14	(13) REVENUE SHARING		
15	Constitutional state general revenue sharing grants ..	\$	783,866,100
16	City, village, and township revenue sharing.....		243,040,000
17	County incentive program.....		42,940,000
18	County revenue sharing.....		171,760,000
19	Financially distressed cities, villages, or townships		<u>5,000,000</u>
20	GROSS APPROPRIATION.....	\$	1,246,606,100
21	Appropriated from:		
22	Sales tax.....		1,246,606,100
23	State general fund/general purpose.....	\$	0
24	(14) STATE BUILDING AUTHORITY		
25	Full-time equated classified positions.....	4.0	
26	State building authority--4.0 FTE positions	\$	<u>711,100</u>
27	GROSS APPROPRIATION.....	\$	711,100

1	Appropriated from:	
2	Special revenue funds:	
3	State building authority revenue	711,100
4	State general fund/general purpose	\$ 0
5	(15) CITY INCOME TAX ADMINISTRATION PROGRAM	
6	Full-time equated classified positions.....	50.0
7	City income tax administration--50.0 FTE positions ...	\$ <u>5,850,000</u>
8	GROSS APPROPRIATION.....	\$ 5,850,000
9	Appropriated from:	
10	Special revenue funds:	
11	Local - city income tax fund.....	5,850,000
12	State general fund/general purpose	\$ 0
13	(16) INFORMATION TECHNOLOGY	
14	Treasury operations information technology services	
15	and projects	\$ <u>28,959,700</u>
16	GROSS APPROPRIATION.....	\$ 28,959,700
17	Appropriated from:	
18	Interdepartmental grant revenues:	
19	IDG from MDOT, Michigan transportation fund.....	400,000
20	Federal revenues:	
21	DED-OPSE, federal lenders allowance	618,800
22	Special revenue funds:	
23	Local - city income tax fund.....	1,200,000
24	Delinquent tax collection revenue	15,644,900
25	Tobacco tax revenue.....	127,500
26	Retirement funds.....	757,600
27	State general fund/general purpose	\$ 10,210,900

1 **(17) ONE-TIME BASIS ONLY APPROPRIATIONS**

2	City, village, and township revenue sharing.....	\$	5,800,000
3	Personal property tax reform.....		19,300,000
4	Online business portal.....		600,000
5	Presidential primary.....		<u>10,000,000</u>
6	GROSS APPROPRIATION.....	\$	35,700,000
7	Appropriated from:		
8	Special revenue funds:		
9	Sales tax.....		5,800,000
10	State general fund/general purpose.....	\$	29,900,000

11 **Sec. 109. DEPARTMENT OF TALENT AND ECONOMIC**

12 **DEVELOPMENT**

13 **(1) APPROPRIATION SUMMARY**

14	Full-time equated unclassified positions.....	6.0
15	Full-time equated classified positions.....	1,613.0
16	GROSS APPROPRIATION.....	\$ 1,153,023,500
17	Interdepartmental grant revenues:	
18	Total interdepartmental grants and intradepartmental	
19	transfers	0
20	ADJUSTED GROSS APPROPRIATION.....	\$ 1,153,023,500
21	Federal revenues:	
22	Total federal revenues.....	764,102,800
23	Special revenue funds:	
24	Total local revenues.....	4,433,500
25	Total private revenues.....	5,619,000
26	Total other state restricted revenues.....	180,411,200

1	State general fund/general purpose	\$	198,457,000
2	State general fund/general purpose schedule:		
3	Ongoing state general fund/general		
4	purpose	151,007,000	
5	One-time state general fund/general		
6	purpose	47,450,000	
7	(2) EXECUTIVE DIRECTION		
8	Full-time equated unclassified positions.....	6.0	
9	Full-time equated classified positions.....	1.0	
10	Unclassified positions--6.0 FTE positions	\$	875,500
11	Executive direction and operations--1.0 FTE position .		<u>795,700</u>
12	GROSS APPROPRIATION.....	\$	1,671,200
13	Appropriated from:		
14	Federal revenues:		
15	DOL, federal funds.....		247,600
16	DOL-ETA, unemployment insurance.....		931,600
17	Special revenue funds:		
18	Michigan state housing development authority fees		
19	and charges		394,200
20	State general fund/general purpose	\$	97,800
21	(3) MICHIGAN STRATEGIC FUND		
22	Full-time equated classified positions.....	172.0	
23	Administrative services--34.0 FTE positions	\$	5,692,500
24	Job creation services--125.0 FTE positions		17,080,500
25	Pure Michigan.....		33,000,000
26	Entrepreneurship eco-system.....		21,400,000
27	Business attraction and community revitalization		96,700,000

1	Community ventures--7.0 FTE positions	9,800,000
2	Michigan film office--6.0 FTE positions	653,800
3	Community development block grants	47,000,000
4	Arts and cultural program	10,150,000
5	Community college skilled trades equipment program ...	4,600,000
6	Facility for rare isotope beams	<u>7,300,000</u>
7	GROSS APPROPRIATION	\$ 253,376,800
8	Appropriated from:	
9	Federal revenues:	
10	DOL-ETA, unemployment insurance	287,000
11	DOL, federal funds	2,326,300
12	NFAH-NEA, promotion of the arts, partnership	
13	agreements	1,050,000
14	HUD-CPD, community development block grant	49,773,300
15	Special revenue funds:	
16	Private - special project advances	250,000
17	Private - Michigan council for the arts fund	100,000
18	Industry support fees	5,500
19	Michigan film promotion fund	653,800
20	MSHDA fees and charges	52,300
21	21st century jobs trust fund	75,000,000
22	State general fund/general purpose	\$ 123,878,600
23	(4) TALENT INVESTMENT AGENCY	
24	Full-time equated classified positions..... 1,087.0	
25	Executive direction--7.0 FTE positions	\$ 1,157,400
26	Workforce program administration--225.0 FTE positions	33,074,300
27	Workforce development programs	391,196,400

1	Skilled trades training program.....	25,600,000
2	Unemployment insurance agency--855.0 FTE positions ...	139,604,900
3	Information technology services and projects	<u>22,363,000</u>
4	GROSS APPROPRIATION.....	\$ 612,996,000
5	Appropriated from:	
6	Federal revenues:	
7	DOL-ETA unemployment insurance.....	140,045,800
8	DAG, employment and training.....	3,499,400
9	DED-OESE, GEAR-UP.....	4,730,700
10	DED-OVAE, adult education.....	20,000,000
11	DED-OVAE, basic grants to states.....	19,000,000
12	DOL-ETA, workforce investment act.....	173,988,600
13	DOL, federal funds.....	109,523,500
14	Federal funds.....	5,940,200
15	Social security act, temporary assistance to needy	
16	families	64,898,800
17	Special revenue funds:	
18	Local revenues.....	4,433,500
19	Private funds.....	5,269,000
20	Contingent fund, penalty and interest.....	38,436,100
21	Default loan collection.....	149,800
22	State general fund/general purpose.....	\$ 23,080,600
23	(5) LAND BANK FAST TRACK AUTHORITY	
24	Full-time equated classified positions..... 6.0	
25	Land bank fast track authority--6.0 FTE positions	\$ <u>5,247,800</u>
26	GROSS APPROPRIATION.....	\$ 5,247,800
27	Appropriated from:	

1	Federal revenues:	
2	Federal funds.....	1,000,000
3	Special revenue funds:	
4	Land bank fast track fund.....	297,800
5	State general fund/general purpose.....	\$ 3,950,000
6	(6) MICHIGAN STATE HOUSING DEVELOPMENT AUTHORITY	
7	Full-time equated classified positions.....	347.0
8	Payments on behalf of tenants.....	\$ 166,860,000
9	Housing and rental assistance--347.0 FTE positions ...	57,709,600
10	Lighthouse preservation program.....	307,500
11	Rent and administrative support.....	3,847,900
12	Michigan state housing development authority	
13	technology services and projects.....	<u>3,556,700</u>
14	GROSS APPROPRIATION.....	\$ 232,281,700
15	Appropriated from:	
16	Federal revenues:	
17	HUD, lower income housing assistance.....	166,860,000
18	Special revenue funds:	
19	Michigan state housing development authority fees	
20	and charges	65,114,200
21	Michigan lighthouse preservation fund.....	307,500
22	State general fund/general purpose.....	\$ 0
23	(7) ONE-TIME BASIS ONLY APPROPRIATIONS	
24	Film incentives.....	\$ 25,000,000
25	Business attraction and community revitalization	17,300,000
26	Special grants.....	<u>5,150,000</u>
27	GROSS APPROPRIATION.....	\$ 47,450,000

1 Appropriated from:

2 State general fund/general purpose \$ 47,450,000

3 PART 2

4 PROVISIONS CONCERNING APPROPRIATIONS

5 FOR FISCAL YEAR 2015-2016

6 **GENERAL SECTIONS**

7 Sec. 201. (1) Pursuant to section 30 of article IX of the
 8 state constitution of 1963, total state spending from state
 9 resources under part 1 for fiscal year 2015-2016 is
 10 \$3,268,909,600.00 and state spending from state resources to be
 11 paid to local units of government for fiscal year 2015-2016 is
 12 \$1,474,560,300.00. The itemized statement below identifies
 13 appropriations from which spending to local units of government
 14 will occur:

15 DEPARTMENT OF STATE

16	Fees to local units.....	\$	109,800
17	Motorcycle safety grants.....		<u>1,162,300</u>
18	Subtotal.....	\$	1,272,100

19 DEPARTMENT OF TREASURY

20	Senior citizen cooperative housing tax exemption.....	\$	10,520,000
21	Health and safety fund grants.....		9,000,000
22	Constitutional state general revenue sharing grants..		783,866,100
23	City, village, and township revenue sharing.....		248,840,000
24	Convention facility development fund distribution....		90,950,000
25	Emergency 9-1-1 payments.....		24,700,000

1	Financially distressed cities, villages, or townships	5,000,000
2	County incentive program.....	42,940,000
3	County revenue sharing payments.....	171,760,000
4	Airport parking distribution pursuant to section 909.	19,093,200
5	Payments in lieu of taxes.....	26,094,100
6	Personal property tax reform.....	19,300,000
7	Presidential primary.....	<u>10,000,000</u>
8	Subtotal.....	\$ 1,462,063,400
9	DEPARTMENT OF TALENT AND ECONOMIC DEVELOPMENT	
10	Welfare-to-work programs.....	\$ <u>11,224,800</u>
11	Subtotal.....	\$ <u>11,224,800</u>
12	TOTAL GENERAL GOVERNMENT.....	\$ 1,474,560,300

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 2015-2016 is estimated at \$29,942,670,500.00 in the
16 2015-2016 appropriations acts and total state spending from state
17 sources paid to local units of government for fiscal year 2015-2016
18 is estimated at \$16,692,508,200.00. The state-local proportion is
19 estimated at 55.7% 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 2015-2016 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 2015-2016 to the senate and house of representatives standing
26 committees on appropriations within 30 days after the final book-
27 closing for fiscal year 2015-2016.

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) "ATM" means automated teller machine.

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

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

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

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

12 (f) "DED-OPSE" means the DED Office of Postsecondary
13 Education.

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

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

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

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

21 (k) "EEOC" means the United States Equal Employment
22 Opportunity Commission.

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

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

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

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

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

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

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

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

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

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

10 (v) "IDG" means interdepartmental grant.

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

12 (x) "MAIN" means the Michigan administrative information
13 network.

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

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

16 (aa) "MDLARA" means the Michigan department of licensing and
17 regulatory affairs.

18 (bb) "MDEQ" means the Michigan department of environmental
19 quality.

20 (cc) "MDHHS" means the Michigan department of health and human
21 services.

22 (dd) "MDMVA" means the Michigan department of military and
23 veterans affairs.

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

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

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

1 (hh) "MEDC" means the Michigan economic development
2 corporation, which is the public body corporate created under
3 section 28 of article VII of the state constitution of 1963 and the
4 urban cooperation act of 1967, 1967 (Ex Sess) PA 7, MCL 124.501 to
5 124.512, by contractual interlocal agreement effective April 5,
6 1999, between local participating economic development corporations
7 formed under the economic development corporations act, 1974 PA
8 338, MCL 125.1601 to 125.1636, and the Michigan strategic fund.

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

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

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

12 (ll) "MSHDA" means the Michigan state housing development
13 authority.

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

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

17 (oo) "PA" means public act.

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

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

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

21 (ss) "WDA" means the workforce development agency.

22 (tt) "WIC" means women, infants, and children.

23 Sec. 206. The departments and agencies receiving
24 appropriations in part 1 shall cooperate with the department of
25 technology, management, and budget to maintain a searchable website
26 that is updated at least quarterly and that is accessible by the
27 public at no cost that includes, but is not limited to, all of the

1 following for each department or agency:

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. 207. In addition to the metrics required under section
11 447 of the management and budget act, 1984 PA 431, MCL 18.1447, for
12 each new program or program enhancement for which funds in excess
13 of \$500,000.00 are appropriated in part 1, the department shall
14 provide not later than November 1, 2015 a list of program-specific
15 metrics intended to measure its performance based on a return on
16 taxpayer investment. The department shall deliver the program-
17 specific metrics to members of the senate and house subcommittees
18 that have subject matter jurisdiction for this budget, fiscal
19 agencies, and the state budget director. The department shall
20 provide an update on its progress in tracking program-specific
21 metrics and the status of program success at an appropriations
22 subcommittee meeting called for by the subcommittee chair.

23 Sec. 208. The departments and agencies receiving
24 appropriations in part 1 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. 210. The director of each department and agency receiving
13 appropriations in part 1 shall take all reasonable steps to ensure
14 businesses in deprived and depressed communities compete for and
15 perform contracts to provide services or supplies, or both. Each
16 director shall strongly encourage firms with which the department
17 contracts to subcontract with certified businesses in depressed and
18 deprived communities for services, supplies, or both.

19 Sec. 211. (1) Pursuant to section 352 of the management and
20 budget act, 1984 PA 431, MCL 18.1352, which provides for a transfer
21 of state general fund revenue into or out of the countercyclical
22 budget and economic stabilization fund, the calculations required
23 by section 352 of the management and budget act, 1984 PA 431, MCL
24 18.1352, are determined as follows:

	<u>2014</u>	<u>2015</u>	<u>2016</u>
25 Michigan personal income (millions).	\$401,901	\$420,388	\$438,886
26 less: transfer payments.....	<u>87,481</u>	<u>92,555</u>	<u>96,998</u>

1	Subtotal	\$314,420	\$327,833	\$341,888
2	Divided by: Detroit Consumer Price			
3	Index for 12 months ending June 30	2.210	2.206	2.230
4	Equals: real adjusted Michigan			
5	personal income.....	\$142,247	\$148,583	\$153,343
6	Percentage change.....	N/A	4.5%	3.2%
7	Growth rate in excess of 2%?.....	N/A	2.5%	1.2%
8	Equals: countercyclical budget and			
9	economic stabilization fund pay-in			
10	calculation for the fiscal year ending			
11	September 30, 2016 (millions).....	N/A	\$243.1	N/A
12	Growth rate less than 0%?.....	N/A	NO	NO
13	Equals: countercyclical budget and			
14	economic stabilization fund pay-out			
15	calculation for the fiscal year ending			
16	September 30, 2016 (millions).....	N/A	N/A	\$0.0

17 (2) Notwithstanding subsection (1), there is appropriated for
 18 the fiscal year ending September 30, 2016, from GF/GP revenue for
 19 deposit into the countercyclical budget and economic stabilization
 20 fund the sum of \$95,000,000.00.

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

27 Sec. 213. Funds appropriated in part 1 shall not be used by

1 this state, a department, an agency, or an authority of this state
2 to purchase an ownership interest in a casino enterprise or a
3 gambling operation as those terms are defined in the Michigan
4 gaming control and revenue act, 1996 IL 1, MCL 432.201 to 432.226.

5 Sec. 215. A department or state agency shall not take
6 disciplinary action against an employee for communicating with a
7 member of the legislature or his or her staff.

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

19 (a) The dates of each travel occurrence.

20 (b) The total transportation and related costs of each travel
21 occurrence, including the proportion funded with state GF/GP
22 revenues, the proportion funded with state restricted revenues, the
23 proportion funded with federal revenues, and the proportion funded
24 with other revenues.

25 Sec. 219. The departments and agencies receiving
26 appropriations in part 1 shall maintain, on a publicly accessible
27 website, a department or agency scorecard that identifies, tracks,

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

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

10 Sec. 226. 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 activities that the
15 attorney general authorizes.

16 Sec. 227. Within 14 days after the release of the executive
17 budget recommendation, the departments and agencies receiving
18 appropriations in part 1 shall cooperate with the state budget
19 director to provide the chairs of the senate and house of
20 representatives standing committees on appropriations, the chairs
21 of the senate and house of representatives standing committees on
22 appropriations subcommittees on general government, and the senate
23 and 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, 2015 and September 30, 2016.

27 Sec. 228. Not later than November 30, the state budget office

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

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

20 Sec. 233. In addition to the GF/GP appropriations for special
21 maintenance, remodeling, and addition - state facilities in part 1,
22 there is also appropriated related federal and state restricted
23 funds up to the amounts that will be earned based upon the
24 initiatives undertaken with the funds in part 1. The state budget
25 director shall determine and authorize the appropriate manner for
26 implementing this section.

27 Sec. 234. In addition to the GF/GP appropriations for

1 enterprisewide information technology investments in part 1, there
2 is also appropriated related federal and state restricted funds up
3 to the amounts that will be earned based upon the initiatives
4 undertaken with the funds in part 1. The state budget director
5 shall determine and authorize the appropriate manner for
6 implementing this section.

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

14 **DEPARTMENT OF ATTORNEY GENERAL**

15 Sec. 301. (1) In addition to the funds appropriated in part 1,
16 there is appropriated an amount not to exceed \$1,500,000.00 for
17 federal contingency funds. These funds are not available for
18 expenditure until they have been transferred to another line item
19 in part 1 under section 393(2) of the management and budget act,
20 1984 PA 431, MCL 18.1393.

21 (2) In addition to the funds appropriated in part 1, there is
22 appropriated an amount not to exceed \$1,500,000.00 for state
23 restricted contingency funds. These funds are not available for
24 expenditure until they have been transferred to another line item
25 in part 1 under section 393(2) of the management and budget act,
26 1984 PA 431, MCL 18.1393.

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

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

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

20 (2) The attorney general shall defend judges of all state
21 courts if a claim is made or a civil action is commenced for
22 injuries to persons or property caused by the judge through the
23 performance of the judge's duties while acting within the scope of
24 his or her authority as a judge.

25 (3) The attorney general shall perform the duties specified in
26 1846 RS 12, MCL 14.28 to 14.35, and 1919 PA 232, MCL 14.101 to
27 14.102, and as otherwise provided by law.

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

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

16 Sec. 305. In addition to the funds appropriated in part 1, not
17 more than \$400,000.00 shall be reimbursed per fiscal year for food
18 stamp fraud cases heard by the third circuit court of Wayne County
19 that were initiated by the department of attorney general pursuant
20 to the existing contract between the department of human services,
21 the Prosecuting Attorneys Association of Michigan, and the
22 department of attorney general. The source of this funding is money
23 earned by the department of attorney general under the agreement
24 after the allowance for reimbursement to the department of attorney
25 general for costs associated with the prosecution of food stamp
26 fraud cases. It is recognized that the federal funds are earned by
27 the department of attorney general for its documented progress on

1 the prosecution of food stamp fraud cases according to the United
2 States Department of Agriculture regulations and that, once earned
3 by this state, the funds become state funds.

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

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

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

19 Sec. 308. (1) In addition to the funds appropriated in part 1,
20 there is appropriated up to \$500,000.00 from litigation expense
21 reimbursements awarded to the state.

22 (2) The funds may be expended for the payment of court
23 judgments, settlements, arbitration awards or other administrative
24 and litigation decisions, attorney fees, and litigation costs,
25 assessed against the office of the governor, the department of the
26 attorney general, the governor, or the attorney general when acting
27 in an official capacity as the named party in litigation against

1 the state. The funds may also be expended for the payment of state
2 costs incurred under section 16 of chapter X of the code of
3 criminal procedure, 1927 PA 175, MCL 770.16.

4 (3) Unexpended funds at the end of the fiscal year may be
5 carried forward for expenditure in the following year, up to a
6 maximum authorization of \$500,000.00.

7 Sec. 309. From the prisoner reimbursement funds appropriated
8 in part 1, the department may spend up to \$611,900.00 on activities
9 related to the state correctional facility reimbursement act, 1935
10 PA 253, MCL 800.401 to 800.406. In addition to the funds
11 appropriated in part 1, if the department collects in excess of
12 \$1,131,000.00 in gross annual prisoner reimbursement receipts
13 provided to the general fund, the excess, up to a maximum of
14 \$1,000,000.00, is appropriated to the department of attorney
15 general and may be spent on the representation of the department of
16 corrections and its officers, employees, and agents, including, but
17 not limited to, the defense of litigation against the state, its
18 departments, officers, employees, or agents in civil actions filed
19 by prisoners.

20 Sec. 310. (1) For the purposes of providing title IV-D child
21 support enforcement funding, the department of health and human
22 services, as the state IV-D agency, shall maintain a cooperative
23 agreement with the attorney general for federal IV-D funding to
24 support the child support enforcement activities within the office
25 of the attorney general.

26 (2) The attorney general or his or her designee shall, to the
27 extent allowable under federal law, have access to any information

1 used by the state to locate parents who fail to pay court-ordered
2 child support.

3 Sec. 312. The department of attorney general shall not receive
4 and expend funds in addition to those authorized in part 1 for
5 legal services provided specifically to other state departments or
6 agencies except for costs for expert witnesses, court costs, or
7 other nonsalary litigation expenses associated with a pending legal
8 action.

9 Sec. 315. Total authorized appropriations from all sources
10 under part 1 for legacy costs for the fiscal year ending September
11 30, 2016 are \$17,778,100.00. From this amount, total agency
12 appropriations for pension-related legacy costs are estimated at
13 \$10,007,000.00. Total agency appropriations for retiree health care
14 legacy costs are estimated at \$7,771,100.00.

15 Sec. 316. (1) From the funds appropriated in part 1 for sexual
16 assault law enforcement efforts, the department shall use the funds
17 for testing of backlogged sexual assault kits across the state. The
18 funding provided in part 1 shall be distributed in the following
19 order of priority:

20 (a) To eliminate all county sexual assault kit backlogs
21 outside of Wayne County.

22 (b) To assist local prosecutors with investigations and
23 prosecutions of viable cases.

24 (c) To provide victim services.

25 (2) The department of attorney general shall provide a
26 detailed work and spending plan outlining anticipated litigation
27 action and expenditures resulting from findings of the sexual

1 assault kit testing. The spending plan shall be transmitted to the
2 state budget office, the senate and house fiscal agencies, and the
3 senate and house of representatives standing committees on
4 appropriations subcommittees on general government. The
5 appropriation shall not be available for expenditure until the work
6 plan is approved by the state budget director. The state budget
7 office shall notify the senate and house of representatives
8 standing committees on appropriations subcommittees on general
9 government at least 15 days prior to release of the funds.

10 **DEPARTMENT OF CIVIL RIGHTS**

11 Sec. 401. (1) In addition to the funds appropriated in part 1,
12 there is appropriated an amount not to exceed \$2,000,000.00 for
13 federal contingency funds. These funds are not available for
14 expenditure until they have been transferred to another line item
15 in part 1 under section 393(2) of the management and budget act,
16 1984 PA 431, MCL 18.1393.

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

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

26 (a) Developing and presenting training for employers on equal

1 employment opportunity law and procedures.

2 (b) The publication and sale of civil rights related
3 informational material.

4 (c) The provision of copy material made available under
5 freedom of information requests.

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

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

9 (f) Workshops, seminars, and recognition or award programs
10 consistent with the programmatic mission of the individual unit
11 sponsoring or coordinating the programs.

12 (g) Staffing costs for all activities included in this
13 subsection.

14 (2) The department of civil rights shall annually report to
15 the state budget director, the senate and house of representatives
16 standing committees on appropriations, and the senate and house
17 fiscal agencies the amount of funds received and expended for
18 purposes authorized under this section.

19 Sec. 403. The department of civil rights may contract with
20 local units of government to review equal employment opportunity
21 compliance of potential contractors and may charge for and expend
22 amounts received from local units of government for the purpose of
23 developing and providing these contractual services.

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

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

1 (b) A detailed description of all subunits within the
2 department, including FTE positions associated with each subunit,
3 responsibilities of each subunit, and all revenues and expenditures
4 for each subunit.

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

6 (d) The average cost of, and time expended, investigating
7 complaints.

8 (e) The percentage of complaints that are meritorious and
9 worthy of investigation or settlement and the percentage of
10 complaints that have no merit.

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

12 (g) Expenditures associated with complaint investigation and
13 enforcement.

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

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

18 (j) Productivity projections for the current fiscal year,
19 including investigations closed per FTE, complaint evaluations
20 completed per FTE, and average time expended investigating
21 complaints.

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

1 Sec. 405. The department of civil rights shall notify the
2 office of the state budget, senate and house of representatives
3 standing committees on appropriations, and senate and house fiscal
4 agencies prior to submitting a report or complaint to the United
5 States Commission on Civil Rights or other federal departments.

6 Sec. 410. Total authorized appropriations from all sources
7 under part 1 for legacy costs for the fiscal year ending September
8 30, 2016 are \$2,997,500.00. From this amount, total agency
9 appropriations for pension-related legacy costs are estimated at
10 \$1,701,400.00. Total agency appropriations for retiree health care
11 legacy costs are estimated at \$1,296,100.00.

12 LEGISLATURE

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

16 Sec. 601. (1) Funds appropriated in part 1 to an entity within
17 the legislative branch shall not be expended or transferred to
18 another account without written approval of the authorized agent of
19 the legislative entity. If the authorized agent of the legislative
20 entity notifies the state budget director of its approval of an
21 expenditure or transfer before the year-end book-closing date for
22 that legislative entity, the state budget director shall
23 immediately make the expenditure or transfer. The authorized
24 legislative entity agency shall be designated by the speaker of the
25 house of representatives for house entities, the senate majority
26 leader for senate entities, and the legislative council for

1 legislative council entities.

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

6 Sec. 602. The senate may charge rent and assess charges for
7 utility costs. The amounts received for rent charges and utility
8 assessments are appropriated to the senate for the renovation,
9 operation, and maintenance of the Farnum Building and other
10 properties.

11 Sec. 603. The appropriation contained in part 1 for national
12 association dues is to be distributed by the legislative council.

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

18 (2) The Michigan state capitol commission shall collect a fee
19 from state employees and the general public using certain
20 legislative parking facilities. The revenues received from the
21 parking fees shall be allocated by the Michigan state capitol
22 commission.

23 Sec. 605. The appropriation in part 1 to the legislative
24 council for publication of the Michigan manual is a work project
25 account. The unexpended portion remaining on September 30 shall not
26 lapse and shall be carried forward into the subsequent fiscal year
27 for use in paying the associated biennial costs of publication of

1 the Michigan manual.

2 Sec. 606. The appropriations in part 1 to the legislative
3 branch, for property management, shall be used to purchase
4 equipment and services for building maintenance in order to ensure
5 a safe and productive work environment. These funds are designated
6 as work project appropriations and shall not lapse at the end of
7 the fiscal year, and shall continue to be available for expenditure
8 until the project has been completed. The total cost is estimated
9 at \$500,000.00, and the tentative completion date is September 30,
10 2020.

11 Sec. 607. The appropriations in part 1 to the legislative
12 branch, for automated data processing, shall be used to purchase
13 equipment, software, and services in order to support and implement
14 data processing requirements and technology improvements. These
15 funds are designated as work project appropriations in accordance
16 with section 451a of the management and budget act, 1984 PA 431,
17 MCL 18.1451a, and shall not lapse at the end of the fiscal year,
18 and shall continue to be available for expenditure until the
19 project has been completed. The total cost is estimated at
20 \$500,000.00, and the tentative completion date is September 30,
21 2020.

22 Sec. 608. In addition to funds appropriated in part 1, the
23 Michigan capitol committee publications save the flags fund account
24 may accept contributions, gifts, bequests, devises, grants, and
25 donations. Those funds that are not expended in the fiscal year
26 ending September 30 shall not lapse at the close of the fiscal
27 year, and shall be carried forward for expenditure in the following

1 fiscal years.

2 Sec. 615. Total authorized appropriations from all sources
3 under part 1 for legacy costs for the fiscal year ending September
4 30, 2016 are \$28,034,000.00. From this amount, total agency
5 appropriations for pension-related legacy costs are estimated at
6 \$15,465,300.00. Total agency appropriations for retiree health care
7 legacy costs are estimated at \$12,568,700.00.

8 Sec. 618. It is the intent of the legislature that all
9 administrative functions and associated funding for the Michigan
10 legislative retirement system shall be transferred from the
11 legislative council to the department of technology, management,
12 and budget before the end of the 2015-2016 fiscal year.

13 **LEGISLATIVE AUDITOR GENERAL**

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

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

24 (2) The auditor general shall strongly encourage firms with
25 which the auditor general contracts to perform audits of the
26 principal executive departments and state agencies to subcontract

1 with certified minority- and women-owned and operated accounting
2 firms, and accounting firms owned and operated by persons with
3 disabilities.

4 (3) The auditor general shall compile an annual report
5 regarding the number of contracts entered into with certified
6 minority- and women-owned and operated accounting firms, and
7 accounting firms owned and operated by persons with disabilities.
8 The auditor general shall deliver the report to the state budget
9 director and the senate and house of representatives standing
10 committees on appropriations subcommittees on general government by
11 November 1 of each year.

12 Sec. 622. From the funds appropriated in part 1 to the
13 legislative auditor general, the auditor general's salary and the
14 salaries of the remaining 2.0 FTE unclassified positions shall be
15 set by the speaker of the house of representatives, the senate
16 majority leader, the house of representatives minority leader, and
17 the senate minority leader.

18 Sec. 623. Any audits, reviews, or investigations requested of
19 the auditor general by the legislature or by legislative
20 leadership, legislative committees, or individual legislators shall
21 include an estimate of the additional costs involved and, when
22 those costs exceed \$50,000.00, should provide supplemental funding.
23 The auditor general shall determine whether to perform those
24 activities in keeping with Audit Directive No. 29, which describes
25 the office of the auditor general's policy on responding to
26 legislative requests.

1 **DEPARTMENT OF STATE**

2 Sec. 701. (1) In addition to the funds appropriated in part 1,
3 there is appropriated an amount not to exceed \$2,000,000.00 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 \$7,500,000.00 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 \$50,000.00 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. 703. From the funds appropriated in part 1, the
27 department of state shall sell copies of records including, but not

1 limited to, records of motor vehicles, off-road vehicles,
2 snowmobiles, watercraft, mobile homes, personal identification
3 cardholders, drivers, and boat operators and shall charge \$8.00 per
4 record sold only as authorized in section 208b of the Michigan
5 vehicle code, 1949 PA 300, MCL 257.208b, section 7 of 1972 PA 222,
6 MCL 28.297, and sections 80130, 80315, 81114, and 82156 of the
7 natural resources and environmental protection act, 1994 PA 451,
8 MCL 324.80130, 324.80315, 324.81114, and 324.82156. The revenue
9 received from the sale of records shall be credited to the
10 transportation administration collection fund created under section
11 810b of the Michigan vehicle code, 1949 PA 300, MCL 257.810b.

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

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

1 to the underwriter at no charge.

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

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

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

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

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

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

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

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

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

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

25 Sec. 707. Funds collected by the department of state under
26 section 211 of the Michigan vehicle code, 1949 PA 300, MCL 257.211,
27 are appropriated for all expenses necessary to provide for the

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

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

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

15 Sec. 710. (1) Commemorative and specialty license plate fee
16 revenue collected by the department of state and deposited into the
17 transportation administration collection fund created in section
18 810b of the Michigan vehicle code, 1949 PA 300, MCL 257.810b, is
19 authorized for expenditure up to the amount of revenue collected
20 but not to exceed the amount appropriated to the department of
21 state in part 1 to administer commemorative and specialty license
22 plate programs.

23 (2) Commemorative and specialty license plate fee revenue
24 collected by the department of state and deposited in the
25 transportation administration collection fund created in section
26 810b of the Michigan vehicle code, 1949 PA 300, MCL 257.810b, in
27 addition to the amount appropriated in part 1 to the department of

1 state, shall remain in the transportation administration collection
2 fund created in section 810b of the Michigan vehicle code, 1949 PA
3 300, MCL 257.810b, and be available for future appropriation.

4 Sec. 711. Collector plate and fund-raising registration plate
5 revenues collected by the department of state are appropriated and
6 allotted for distribution to the recipient university or public or
7 private agency overseeing a state-sponsored goal when received.
8 Distributions shall occur on a quarterly basis or as otherwise
9 authorized by law. Any revenues remaining at the end of the fiscal
10 year shall not lapse to the general fund but shall remain available
11 for distribution to the university or agency in the next fiscal
12 year.

13 Sec. 712. The department of state may produce and sell copies
14 of a training video designed to inform registered automotive repair
15 facilities of their obligations under Michigan law. The price shall
16 not exceed the cost of production and distribution. The money
17 received from the sale of training videos shall revert to the
18 department of state and be placed in the auto repair facility
19 account.

20 Sec. 713. (1) The department of state, in collaboration with
21 the gift of life transplantation society or its successor federally
22 designated organ procurement organization, may develop and
23 administer a public information campaign concerning the Michigan
24 organ donor program.

25 (2) The department of state may solicit funds from any private
26 or public source to underwrite, in whole or in part, the public
27 information campaign authorized by this section. The department may

1 accept gifts, donations, contributions, and grants of money and
2 other property from private and public sources for this purpose. A
3 private or public funding source underwriting the public
4 information campaign, in whole or in substantial part, shall
5 receive sponsorship credit for its financial backing.

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

10 (4) Funding appropriated in part 1 for the organ donor program
11 shall be used for producing a pamphlet to be distributed with
12 driver licenses and personal identification cards regarding organ
13 donations. The funds shall be used to update and print a pamphlet
14 that will explain the organ donor program and encourage people to
15 become donors by marking a checkoff on driver license and personal
16 identification card applications.

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

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

24 Sec. 714. (1) Except as otherwise provided under subsection
25 (2), at least 180 days before closing a branch office or
26 consolidating a branch office and at least 60 days before
27 relocating a branch office, the department of state shall inform

1 members of the senate and house of representatives standing
2 committees on appropriations and legislators who represent affected
3 areas regarding the details of the proposal. The information
4 provided shall be in written form and include all analyses done
5 regarding criteria for changes in the location of branch offices,
6 including, but not limited to, branch transactions, revenue, and
7 the impact on citizens of the affected area. The impact on citizens
8 shall include information regarding additional distance to branch
9 office locations resulting from the plan. The written notice
10 provided by the department of state shall also include detailed
11 estimates of costs and savings that will result from the overall
12 changes made to the branch office structure and the same level of
13 detail regarding costs for new leased facilities and expansions of
14 current leased space.

15 (2) If the consolidation of a branch office is with another
16 branch office that is located within the same local unit of
17 government or the relocation of a branch office is to another
18 location that is located within the same local unit of government,
19 the department of state is not required to provide the notification
20 or written information described in subsection (1).

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

23 Sec. 715. (1) Any service assessment collected by the
24 department of state from the user of a credit or debit card under
25 section 3 of 1995 PA 144, MCL 11.23, may be used by the department
26 for necessary expenses related to that service and may be remitted
27 to a credit or debit card company, bank, or other financial

1 institution.

2 (2) The service assessment imposed by the department of state
3 for credit and debit card services may be based either on a
4 percentage of each individual credit or debit card transaction, or
5 on a flat rate per transaction, or both, scaled to the amount of
6 the transaction. However, the department shall not charge any
7 amount for a service assessment which exceeds the costs billable to
8 the department for service assessments.

9 (3) If there is a balance of service assessments received from
10 credit and debit card services remaining on September 30, the
11 balance may be carried forward to the following fiscal year and
12 appropriated for the same purpose.

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

17 Sec. 716b. The department of state shall provide a report that
18 calculates the total amount of funds expended for the business
19 application modernization project to date from the inception of the
20 program. The report shall contain information on the original start
21 and completion dates for the project, the original cost to complete
22 the project, and a listing of all revisions to project completion
23 dates and costs. The report shall include the total amount of funds
24 paid to the state by the contract provider for penalties. The
25 report shall be submitted to the senate and house of
26 representatives standing committees on appropriations, the senate
27 and house fiscal agencies, and the state budget director by January

1 1.

2 Sec. 717. (1) The department of state may accept nonmonetary
3 gifts, donations, or contributions of property from any private or
4 public source to support, in whole or in part, the operation of a
5 departmental function relating to licensing, regulation, or safety.
6 The department may recognize a private or public contributor for
7 making the contribution. The department may reject a gift,
8 donation, or contribution.

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

13 (3) On March 1 of each year, the department of state shall
14 file a report with the senate and house of representatives standing
15 committees on appropriations, the senate and house fiscal agencies,
16 and the state budget director. The report shall list any gift,
17 donation, or contribution received by the department under
18 subsection (1) for the prior calendar year.

19 Sec. 718. From the funds appropriated in part 1 to the
20 department of state, branch operations, the department shall
21 maintain a full service secretary of state branch office in Buena
22 Vista Township.

23 Sec. 721. From the funds appropriated in part 1, the
24 department of state may collect ATM commission fees from companies
25 that have ATMs located in secretary of state branch offices. The
26 commission received from the use of these ATMs shall be credited to
27 the transportation administration collection fund created under

1 section 810b of the Michigan vehicle code, 1949 PA 300, MCL
2 257.810b.

3 Sec. 722. The department shall participate in a workgroup to
4 investigate means of minimizing fraud in the MIBridges benefits
5 programs. The members of the workgroup shall include, but are not
6 limited to, the department of state, the department of health and
7 human services, and the department of state police and members of
8 the house of representatives and the senate. The workgroup shall,
9 at a minimum, address the following possibilities and make
10 recommendations on the implementation of any of the following items
11 considered feasible:

12 (a) Whether the department of health and human services'
13 policies concerning the replacement of lost bridge cards
14 sufficiently deter improper use of those cards.

15 (b) What technologies may exist to deter the sale or other
16 improper use of bridge cards.

17 (c) Whether a state driver license or state identification
18 card might be used to replace the existing bridge cards.

19 (d) What federal policies exist that may inhibit or enhance
20 adoption of fraud minimization actions.

21 Sec. 725. Total authorized appropriations from all sources
22 under part 1 for legacy costs for the fiscal year ending September
23 30, 2016 are \$31,253,000.00. From this amount, total agency
24 appropriations for pension-related legacy costs are estimated at
25 \$17,739,100.00. Total agency appropriations for retiree health care
26 legacy costs are estimated at \$13,513,900.00.

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

2 Sec. 801. (1) In addition to the funds appropriated in part 1,
3 there is appropriated an amount not to exceed \$4,000,000.00 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 \$8,000,000.00 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 \$150,000.00 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. 802. Proceeds in excess of necessary costs incurred in
27 the conduct of transfers or auctions of state surplus, salvage, or

1 scrap property made pursuant to section 267 of the management and
2 budget act, 1984 PA 431, MCL 18.1267, are appropriated to the
3 department of technology, management, and budget to offset costs
4 incurred in the acquisition and distribution of federal surplus
5 property. The department of technology, management, and budget
6 shall provide consolidated Internet auction services through the
7 state's contractors for all local units of government.

8 Sec. 803. (1) The department of technology, management, and
9 budget may receive and expend funds in addition to those authorized
10 by part 1 for maintenance and operation services provided
11 specifically to other principal executive departments or state
12 agencies, the legislative branch, the judicial branch, or private
13 tenants, or provided in connection with facilities transferred to
14 the operational jurisdiction of the department of technology,
15 management, and budget.

16 (2) The department of technology, management, and budget may
17 receive and expend funds in addition to those authorized by part 1
18 for real estate, architectural, design, and engineering services
19 provided specifically to other principal executive departments or
20 state agencies, the legislative branch, or the judicial branch.

21 (3) The department of technology, management, and budget may
22 receive and expend funds in addition to those authorized in part 1
23 for mail pickup and delivery services provided specifically to
24 other principal executive departments and state agencies, the
25 legislative branch, or the judicial branch.

26 (4) The department of technology, management, and budget may
27 receive and expend funds in addition to those authorized in part 1

1 for purchasing services provided specifically to other principal
2 executive departments and state agencies, the legislative branch,
3 or the judicial branch.

4 Sec. 804. (1) The source of financing in part 1 for statewide
5 appropriations shall be funded by assessments against longevity and
6 insurance appropriations throughout state government in a manner
7 prescribed by the department of technology, management, and budget.
8 Funds shall be used as specified in joint labor/management
9 agreements or through the coordinated compensation hearings
10 process. Any deposits made under this subsection and any
11 unencumbered funds are restricted revenues, may be carried over
12 into the succeeding fiscal years, and are appropriated.

13 (2) In addition to the funds appropriated in part 1 for
14 statewide appropriations, the department of technology, management,
15 and budget may receive and expend funds in such additional amounts
16 as may be specified in joint labor/management agreements or through
17 the coordinated compensation hearings process in the same manner
18 and subject to the same conditions as prescribed in subsection (1).

19 Sec. 805. To the extent a specific appropriation is required
20 for a detailed source of financing included in part 1 for the
21 department of technology, management, and budget appropriations
22 financed from special revenue and internal service and pension
23 trust funds, or MAIN user charges, the specific amounts are
24 appropriated within the special revenue internal service and
25 pension trust funds in portions not to exceed the aggregate amount
26 appropriated in part 1.

27 Sec. 806. In addition to the funds appropriated in part 1 to

1 the department of technology, management, and budget, the
2 department may receive and expend funds from other principal
3 executive departments and state agencies to implement
4 administrative leave bank transfer provisions as may be specified
5 in joint labor/management agreements. The amounts may also be
6 transferred to other principal executive departments and state
7 agencies under the joint agreement and any amounts transferred
8 under the joint agreement are authorized for receipt and
9 expenditure by the receiving principal executive department or
10 state agency. Any amounts received by the department of technology,
11 management, and budget under this section and intended, under the
12 joint labor/management agreements, to be available for use beyond
13 the close of the fiscal year and any unencumbered funds may be
14 carried over into the succeeding fiscal year.

15 Sec. 807. The source of financing in part 1 for the Michigan
16 administrative information network shall be funded by proportionate
17 charges assessed against the respective state funds benefiting from
18 this project in the amounts determined by the department.

19 Sec. 808. (1) Deposits against the interdepartmental grant
20 from building occupancy and parking charges appropriated in part 1
21 shall be collected, in part, from state agencies, the legislative
22 branch, and the judicial branch based on estimated costs associated
23 with maintenance and operation of buildings managed by the
24 department of technology, management, and budget. To the extent
25 excess revenues are collected due to estimates of building
26 occupancy charges exceeding actual costs, the excess revenues may
27 be carried forward into succeeding fiscal years for the purpose of

1 returning funds to state agencies.

2 (2) Appropriations in part 1 to the department of technology,
3 management, and budget, for management and budget services from
4 building occupancy charges and parking charges, may be increased to
5 return excess revenue collected to state agencies.

6 Sec. 809. On a quarterly basis, the department of technology,
7 management, and budget shall notify the chairpersons of the senate
8 and house of representatives standing committees on appropriations
9 and the chairpersons of the senate and house of representatives
10 standing committees on appropriations subcommittees on general
11 government on any revisions that increase or decrease current
12 contracts by more than \$500,000.00 for computer software
13 development, hardware acquisition, or quality assurance.

14 Sec. 810. The department of technology, management, and budget
15 shall maintain an Internet website that contains notice of all
16 invitations for bids and requests for proposals over \$50,000.00
17 issued by the department or by any state agency operating under
18 delegated authority. The department shall not accept an invitation
19 for bid or request for proposal in less than 14 days after the
20 notice is made available on the Internet website, except in
21 situations where it would be in the best interest of the state and
22 documented by the department. In addition to the requirements of
23 this section, the department may advertise the invitations for bids
24 and requests for proposals in any manner the department determines
25 appropriate, in order to give the greatest number of individuals
26 and businesses the opportunity to make bids or requests for
27 proposals.

1 Sec. 811. The department of technology, management, and budget
2 may receive and expend funds from the Vietnam veterans memorial
3 monument fund as provided in the Michigan Vietnam veterans memorial
4 act, 1988 PA 234, MCL 35.1051 to 35.1057. Funds are appropriated
5 and allocated when received and may be expended upon receipt.

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

14 Sec. 813. (1) Funds in part 1 for motor vehicle fleet are
15 appropriated to the department of technology, management, and
16 budget for administration and for the acquisition, lease,
17 operation, maintenance, repair, replacement, and disposal of state
18 motor vehicles.

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

26 (3) Pursuant to the department of technology, management, and
27 budget's authority under sections 213 and 215 of the management and

1 budget act, 1984 PA 431, MCL 18.1213 and 18.1215, the department
2 shall maintain a plan regarding the operation of the motor vehicle
3 fleet. The plan shall include the number of vehicles assigned to,
4 or authorized for use by, state departments and agencies, efforts
5 to reduce travel expenditures, the number of cars in the motor
6 vehicle fleet, the number of miles driven by fleet vehicles, and
7 the number of gallons of fuel consumed by fleet vehicles. The plan
8 shall include a calculation of the amount of state motor vehicle
9 fuel taxes that would have been incurred by fleet vehicles if fleet
10 vehicles were required by law to pay motor fuel taxes. The plan
11 shall include a description of fleet garage operations, the goods
12 sold and services provided by the fleet garage, the cost to operate
13 the fleet garage, the number of fleet garage locations, and the
14 number of employees assigned to each fleet garage. The plan may be
15 adjusted during the fiscal year based on needs and cost savings to
16 achieve the maximum value and efficiency from the state motor
17 fleet. Within 60 days after the close of the fiscal year, the
18 department shall provide a report to the senate and house of
19 representatives standing committees on appropriations and the
20 senate and house fiscal agencies detailing the current plan and
21 changes made to the plan during the fiscal year.

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

1 (5) The state budget director, upon notification to the senate
2 and house of representatives standing committees on appropriations,
3 may adjust spending authorization and the IDG from motor transport
4 fund in the department of technology, management, and budget in
5 order to ensure that the appropriations for motor vehicle fleet in
6 the department budget equal the expenditures for motor vehicle
7 fleet in the budgets for all executive branch agencies.

8 Sec. 814. The department of technology, management, and budget
9 shall develop a plan regarding the use of the funds appropriated in
10 part 1 for the enterprisewide information technology investment
11 projects. The plan shall include, but not be limited to, a
12 description of proposed information technology investment projects,
13 the time frame for completion of the information technology
14 investment projects, the proposed cost of the information
15 technology investment projects, the number of employees assigned to
16 implement each information technology investment project, the
17 contracts entered into for each information technology investment
18 project, and any other information the department deems necessary.
19 The plan shall be distributed to the senate and house of
20 representatives standing committees on appropriations subcommittees
21 on general government, as well as the senate and house fiscal
22 agencies on a quarterly basis. The submitted plan shall also
23 include anticipated spending reductions or overages for each of the
24 proposed information technology investment projects. The department
25 of technology, management, and budget shall notify the senate and
26 house of representatives standing committees on appropriations
27 subcommittees on general government and the senate and house fiscal

1 agencies when a project funded under an information technology
2 investment project line item in part 1 is expected to require a
3 transfer of dollars from another project in excess of \$500,000.00.

4 Sec. 814a. The funds appropriated in part 1 for information
5 technology investment projects shall be used for the modernization
6 of state information technology systems, improvement of the state's
7 cyber security framework, and to achieve efficiencies.

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

10 Sec. 818. 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 Michigan law enforcement officers memorial
13 monument fund as provided in the Michigan law enforcement officers
14 memorial act, 2004 PA 177, MCL 28.781 to 28.787.

15 Sec. 819. In addition to the funds appropriated in part 1, the
16 department of technology, management, and budget may receive and
17 expend money from the Ronald Wilson Reagan memorial monument fund
18 as provided in the Ronald Wilson Reagan memorial monument fund
19 commission act, 2004 PA 489, MCL 399.261 to 399.266.

20 Sec. 820. The department shall make available to the public a
21 list of all parcels of real property owned by the state that are
22 available for purchase. The list shall be posted on the Internet
23 through the department's website.

24 Sec. 821. The department of technology, management, and budget
25 shall annually update the office space consolidation project plan,
26 including the use of the funds appropriated pursuant to
27 2012 PA 200 for the space consolidation fund. By February 15, the

1 department shall report to the senate and house of representatives
2 committees on appropriations subcommittees on general government
3 and the senate and house fiscal agencies on the revised plan and
4 plan implementation. The report shall include, but is not limited
5 to, the description of the proposed office space to be
6 consolidated, the time frame for completion of the office space
7 consolidation, the proposed itemized cost of the office space
8 consolidation, the number of employees assigned to implement the
9 office space consolidation, the contracts entered into for the
10 office space consolidation, information on completed projects,
11 anticipated savings, savings achieved, and any other information
12 the department deems necessary.

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

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

27 (a) Capital asset improvements including buildings, land, or

1 structures.

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

4 (c) Financial and investment incentive opportunities.

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

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

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

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

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

1 The unencumbered balance remaining in the fund at the end of the
2 fiscal year may be carried forward for appropriation in future
3 years.

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

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

11 (b) Public-private partnership investments as identified under
12 subsection (1).

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

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

25 Sec. 822d. By December 31, 2015, the department shall provide
26 a report to the senate and house appropriations subcommittees on
27 general government and the senate and house fiscal agencies that

1 identifies fee and rate schedules to be used by state departments
2 and agencies for services, including information technology,
3 provided by the department during fiscal year 2016-2017. The report
4 shall also identify changes from fees and rates charged in fiscal
5 year 2015-2016 and include an explanation of the factors that
6 justify each fee and rate increase.

7 Sec. 822e. Total authorized appropriations from all sources
8 under part 1 for legacy costs for the fiscal year ending September
9 30, 2016 are \$76,745,400.00. From this amount, total agency
10 appropriations for pension-related legacy costs are estimated at
11 \$43,527,000.00. Total agency appropriations for retiree health care
12 legacy costs are estimated at \$33,218,400.00.

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

20 (a) "Eligible regional planning organization" means any of the
21 following:

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

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

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

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

4 (b) "Open meetings act" means the open meetings act, 1976 PA
5 267, MCL 15.261 to 15.275.

6 (c) "Regional prosperity board" means a regional body with
7 representation from private, public, and nonprofit entities engaged
8 in joint decision-making practices for the purpose of creating a
9 phase three: regional prosperity plan.

10 (d) "Regional prosperity collaborative" means any committee
11 developed by a regional planning organization or a metropolitan
12 planning organization that serves to bring organizational
13 representation together from private, public, and nonprofit
14 entities within a region for the purpose of creating a phase one:
15 regional prosperity plan.

16 (e) "Regional prosperity council" means a regional body with
17 representation from private, public, and nonprofit entities with
18 shared administrative services and an executive governing entity,
19 as demonstrated by a formal local agreement or agreements for the
20 purpose of creating a phase two: regional prosperity plan.

21 (2) Regional planning organizations may qualify to receive not
22 more than \$250,000.00 of incentive-based funding as a regional
23 prosperity collaborative subject to meeting all of the following
24 requirements:

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

27 (i) The regional prosperity collaborative must include

1 regional representatives from adult education, workforce
2 development, community development, economic development,
3 transportation, and higher education organizations.

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

8 (iii) The 5-year plan shall address regional strategies
9 related to adult education, workforce development, economic
10 development, transportation, higher education, and business
11 development.

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

14 (b) The regional prosperity collaborative adheres to
15 accountability and transparency measures required in the open
16 meetings act.

17 (c) The regional prosperity collaborative convenes monthly
18 meetings, open to the public, to consider and discuss issues
19 leading to a common vision of economic prosperity for the region,
20 including, but not limited to, community development, economic
21 development, talent, and infrastructure opportunities.

22 (d) The regional prosperity collaborative makes available on
23 the grant recipient's publicly accessible Internet site pertinent
24 documents, including, but not limited to, monthly meeting agendas,
25 minutes of monthly meetings, voting records, and the regional
26 prosperity plan and performance dashboard.

27 (e) The regional prosperity collaborative keeps a status

1 report detailing the spending associated with previous regional
2 prosperity initiative grants. Organizations that have successfully
3 received grant awards in previous fiscal years shall be required to
4 make available to the department and on a publicly accessible
5 Internet site information regarding the use of those grant dollars.

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

19 (4) Regional planning organizations may qualify to receive not
20 more than \$375,000.00 of incentive-based funding as a regional
21 prosperity council subject to meeting all of the following
22 requirements:

23 (a) The regional prosperity council has created a phase two:
24 regional prosperity plan, as follows:

25 (i) The regional prosperity council must include regional
26 representatives from adult education, workforce development,
27 community development, economic development, transportation, and

1 higher education organizations.

2 (ii) The regional prosperity council shall identify
3 opportunities for shared administrative services and decision-
4 making among the private, public, and nonprofit entities within the
5 region and shall continue collaboration with regional prosperity
6 council members, including, but not limited to, representatives
7 from adult education providers, workforce development agencies,
8 community development agencies, economic development agencies,
9 transportation service providers, and higher education
10 institutions.

11 (iii) The plan is required to include, but is not limited to,
12 all of the following:

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

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

17 (C) A prioritized list of regional projects.

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

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

21 (b) The regional prosperity council adheres to accountability
22 and transparency measures required in the open meetings act.

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

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

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

12 (5) Regional planning organizations eligible to receive a
13 payment as a regional prosperity council under subsection (4) may
14 qualify to receive a 1-time grant of not more than \$75,000.00 to
15 produce a plan to transform the regional prosperity council into a
16 regional prosperity board, including a singular private/public
17 governance structure that comports with federal guidelines for
18 governance under the workforce investment act, Public Law 105-220,
19 the moving ahead for progress in the 21st century act, Public Law
20 112-141, the economic development administration and Appalachian
21 regional development reform act of 1998, Public Law 105-393, and
22 recommendations to eliminate duplicative efforts, administrative
23 functions, and leverage resources through cooperation,
24 collaboration, and consolidations of organizations or programs
25 throughout the region.

26 (6) Regional planning organizations may qualify to receive not
27 more than \$500,000.00 of incentive-based funding as a regional

1 prosperity board subject to meeting all of the following
2 requirements:

3 (a) The regional prosperity board has created a phase three:
4 regional prosperity plan, as follows:

5 (i) The regional prosperity board, at a minimum, must
6 demonstrate the consolidation of regional metropolitan planning
7 organization boards, state designated regional planning agency
8 boards, workforce development boards, and federally designated
9 economic development districts within a region.

10 (ii) The regional prosperity board shall create a regional
11 services recommendations report prioritizing the list of state-
12 funded services and programs provided to the region, and
13 recommendations for state-regional partnerships to support the
14 adopted regional prosperity plan.

15 (iii) The plan is required to include a status report of the
16 approved 10-year plan for the creation of an updated regional
17 prosperity plan.

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

20 (b) The regional prosperity board adheres to accountability
21 and transparency measures required in the open meetings act.

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

27 (d) The regional prosperity board makes available on the grant

1 recipient's publicly accessible Internet site pertinent documents,
2 including, but not limited to, monthly meeting agendas, minutes of
3 monthly meetings, voting records, and the regional prosperity plan
4 and performance dashboard.

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

9 (8) Regional planning organizations eligible to receive a
10 payment as a regional prosperity collaborative, board, or council
11 may partner with other eligible regional planning organizations to
12 submit joint applications. In the instance of a joint application,
13 1 regional planning organization shall be utilized as the overall
14 applicant. The department may award a joint application award of no
15 greater than the sum of potential application dollars which would
16 have otherwise been available through individual applications.

17 (9) The department shall develop an application process and
18 method of grant distribution for the regional prosperity
19 initiative. Funding applications from regional planning
20 organizations shall be due to the department by December 1, 2015.
21 The department shall notify regional planning organizations of
22 grant application status by January 1, 2016. The department shall
23 ensure that processes are established to verify that qualifying
24 regional planning organizations meet the requirements under
25 subsections (2), (3), (4), (5), (6), and (7), as applicable.

26 (10) Unexpended funds appropriated in part 1 for the regional
27 prosperity initiative are designated as work project

1 appropriations, and any unencumbered or unallotted funds shall not
2 lapse at the end of the fiscal year and shall be available for
3 expenditure for regional prosperity initiative projects under this
4 section until the projects have been completed. The following is in
5 compliance with section 451a of the management and budget act, 1984
6 PA 431, MCL 18.1451a:

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

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

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

12 (d) The estimated completion date is September 30, 2020.

13 Sec. 822g. The department of technology, management, and
14 budget shall report by April 1 to the senate and house
15 appropriations subcommittees on general government and the senate
16 and house fiscal agencies on legal service fund expenditures. The
17 report shall itemize expenditures by case, purpose, and department
18 involved.

19 Sec. 822h. The department of technology, management, and
20 budget shall report by April 15 to the senate and house
21 appropriations subcommittees on general government and the senate
22 and house fiscal agencies on the expenditures for the office of
23 urban initiatives. The report shall provide information detailing
24 the economic impact and job growth initiatives for each urban and
25 metropolitan area receiving funds under part 1. The report shall
26 also provide information detailing the initiatives undertaken in
27 each urban or metropolitan area receiving funds under part 1,

1 including, but not limited to, all of the following:

2 (a) Transportation and infrastructure.

3 (b) Public services.

4 (c) Land use and sustainability.

5 (d) Housing.

6 (e) Workforce and economic development.

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

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

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

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

23 INFORMATION TECHNOLOGY

24 Sec. 823. (1) The department of technology, management, and
25 budget may sell and accept paid advertising for placement on any
26 state website under its jurisdiction. The department shall review

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

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

18 (3) Funds accepted by the department of technology,
19 management, and budget under subsection (1) are appropriated and
20 allotted when received and may be expended upon approval of the
21 state budget director. The state budget office shall notify the
22 senate and house of representatives standing committees on
23 appropriations subcommittees on general government and the senate
24 and house fiscal agencies within 10 days after the approval is
25 given.

26 Sec. 824. The department of technology, management, and budget
27 may enter into agreements to supply spatial information and

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

14 Sec. 825. The legislature shall have access to all historical
15 and current data contained within MAIN pertaining to state
16 departments. State departments shall have access to all historical
17 and current data contained within MAIN.

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

- 22 (a) Application and mobile development and maintenance.
- 23 (b) Desktop computer support and management.
- 24 (c) Cyber security.
- 25 (d) Social media.
- 26 (e) Mainframe computer support and management.
- 27 (f) Server support and management.

1 (g) Local area network support and management, including, but
2 not limited to, wired and wireless network build-out, support, and
3 management.

4 (h) Information technology project management.

5 (i) Information technology planning and budget management.

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

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

10 (2) The department of technology, management, and budget shall
11 assess all subscribers of the Michigan public safety communications
12 system reasonable access and maintenance fees.

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

17 (4) The department of technology, management, and budget shall
18 provide a report to the senate and house of representatives
19 standing committees on appropriations, the senate and house fiscal
20 agencies, and the state budget director on April 15, indicating the
21 amount of revenue collected under this section and expended for
22 support and maintenance of the Michigan public safety
23 communications system for the immediately preceding 6-month period.
24 Any deposits made under this section and unencumbered funds are
25 restricted revenues and shall be carried forward into succeeding
26 fiscal years.

27 Sec. 828. The department of technology, management, and budget

1 shall submit a report for the immediately preceding fiscal year
2 ending September 30 to the senate and house of representatives
3 standing committees on appropriations subcommittees on general
4 government and the senate and house fiscal agencies by March 1. The
5 report shall include the following:

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

9 (b) A listing of the expenditures made from the amounts
10 received by the department of technology, management, and budget as
11 reported in subdivision (a).

12 Sec. 829. The department of technology, management, and budget
13 shall provide a report that analyzes and makes recommendations on
14 the life-cycle of information technology hardware and software. The
15 report shall be submitted to the senate and house of
16 representatives standing committees on appropriations subcommittees
17 on general government and the senate and house fiscal agencies by
18 March 1.

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

27 Sec. 831. (1) The information, communications, and technology

1 innovation fund, established pursuant to 2011 PA 63, 2012 PA 200,
2 and 2013 PA 59, shall be administered by the department of
3 technology, management, and budget for the purpose of providing a
4 revolving, self-sustaining resource for financing information,
5 communications, and technology innovation projects. From the funds
6 appropriated to the information, communications, and technology
7 innovation fund by 2011 PA 63, 2012 PA 200, and 2013 PA 59, or
8 received by the information, communications, and technology
9 innovation fund under subsections (2) and (3), the department of
10 technology, management, and budget may issue loans to state
11 agencies, local units of government, colleges and universities in
12 this state, school districts, other public entities that provide
13 public sector services, and nonprofit organizations that provide
14 public sector services, as determined by the department of
15 technology, management, and budget in support of information,
16 communications, and technology innovation projects.

17 (2) In addition to funds appropriated by 2011 PA 63, 2012 PA
18 200, and 2013 PA 59, the information, communications, and
19 technology innovation fund may accept contributions, gifts,
20 bequests, devises, grants, and donations.

21 (3) In addition to the funds appropriated by 2011 PA 63, 2012
22 PA 200, and 2013 PA 59, money received by the department of
23 technology, management, and budget as repayment of information,
24 communications, and technology innovation project loans, or other
25 reimbursement or revenue received by the department of technology,
26 management, and budget as a result of information, communications,
27 and technology innovation project loans, interest earned on that

1 money, or subsection (2) revenue, shall be deposited in the
2 information, communications, and technology innovation fund and is
3 appropriated for information, communications, and technology
4 innovation fund projects described in subsection (1). At the close
5 of the fiscal year, any unencumbered funds remaining in the
6 information, communications, and technology innovation fund shall
7 remain in the fund and be carried forward into the succeeding
8 fiscal year.

9 (4) This section is not effective if legislation is enacted
10 that creates and provides for the administration and use of the
11 information, communications, and technology innovation fund.

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

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

26 Sec. 833. (1) The state budget director, upon notification to
27 the senate and house of representatives standing committees on

1 appropriations, may adjust spending authorization and user fees in
2 the department of technology, management, and budget in order to
3 ensure that the appropriations for information technology in the
4 department budget equal the appropriations for information
5 technology in the budgets for all executive branch agencies.

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

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

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

26 Sec. 835. In addition to the funds appropriated in part 1, the
27 funds collected by the department for supplying census-related

1 information and technical services, publications, statistical
2 studies, population projections and estimates, and other
3 demographic products are appropriated for all expenses necessary to
4 provide the required services. These funds are available for
5 expenditure when they are received and may be carried forward into
6 the next succeeding fiscal year.

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 867:

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. 867. Proceeds from the sale of the Farnum Building shall
21 be subsequently appropriated to the department in accordance with
22 any legislation enacted that authorizes the sale of that property.
23 If the net proceeds from the sale of the Farnum Building are less
24 than the \$7,000,000.00 authorized for senate relocation costs in
25 section 896 of article VIII of 2014 PA 252, an amount equal to the
26 difference between the net sale proceeds and \$7,000,000.00 shall be
27 appropriated by the legislature to the department.

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

2 Sec. 873. (1) This section applies only to projects for
3 community colleges.

4 (2) State support is directed towards the remodeling and
5 additions, special maintenance, or construction of certain
6 community college buildings. The community college shall obtain or
7 provide for site acquisition and initial main utility installation
8 to operate the facility. Funding shall be composed of local and
9 state shares and not more than 50% of a capital outlay project, not
10 including a lump-sum special maintenance project or remodeling and
11 addition project, for a community college shall be appropriated
12 from state and federal funds, unless otherwise appropriated by the
13 legislature.

14 (3) An expenditure under this part and part 1 is authorized
15 when the release of the appropriation is approved by the board upon
16 the recommendation of the director. The director may recommend to
17 the board the release of any appropriation in part 1 only after the
18 director is assured that the legal entity operating the community
19 college to which the appropriation is made has complied with this
20 part and part 1 and has matched the amounts appropriated as
21 required by this part and part 1. A release of funds in part 1
22 shall not exceed 50% of the total cost of planning and construction
23 of any project, not including lump-sum remodeling and additions and
24 special maintenance, unless otherwise appropriated by the
25 legislature. Further planning and construction of a project
26 authorized by this part and part 1 or applicable sections of the
27 management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594,

1 shall be in accordance with the purpose and scope as defined and
2 delineated in the approved program statements and planning
3 documents. This part and part 1 are applicable to all projects for
4 which planning appropriations were made in previous acts.

5 (4) The community college shall take the steps necessary to
6 secure available federal construction and equipment money for
7 projects funded for construction in this part and part 1 if an
8 application was not previously made. If there is a reasonable
9 expectation that a prior year unfunded application may receive
10 federal money in a subsequent year, the college shall take whatever
11 action necessary to keep the application active.

12 Sec. 874. If university and community college matching
13 revenues are received in an amount less than the appropriations for
14 capital projects contained in this part and part 1, the state funds
15 shall be reduced in proportion to the amount of matching revenue
16 received.

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

22 (2) If the documentation required by the director under
23 subsection (1) is not submitted, or does not adequately
24 authenticate the availability of the project match or board
25 approval of the authorized project, the authorization may
26 terminate. The authorization terminates 30 days after the director
27 notifies the JCOS of the intent to terminate the project unless the

1 JCOS convenes to extend the authorization.

2 **DEPARTMENT OF TREASURY**

3 **OPERATIONS**

4 Sec. 901. (1) In addition to the funds appropriated in part 1,
5 there is appropriated an amount not to exceed \$1,000,000.00 for
6 federal contingency funds. These funds are not available for
7 expenditure until they have been transferred to another line item
8 in part 1 under section 393(2) of the management and budget act,
9 1984 PA 431, MCL 18.1393.

10 (2) In addition to the funds appropriated in part 1, there is
11 appropriated an amount not to exceed \$10,000,000.00 for state
12 restricted 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 (3) In addition to the funds appropriated in part 1, there is
17 appropriated an amount not to exceed \$200,000.00 for local
18 contingency funds. These funds are not available for expenditure
19 until they have been transferred to another line item in part 1
20 under section 393(2) of the management and budget act, 1984 PA 431,
21 MCL 18.1393.

22 (4) In addition to the funds appropriated in part 1, there is
23 appropriated an amount not to exceed \$40,000.00 for private
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,

1 MCL 18.1393.

2 Sec. 902. (1) Amounts needed to pay for interest, fees,
3 principal, mandatory and optional redemptions, arbitrage rebates as
4 required by federal law, and costs associated with the payment,
5 registration, trustee services, credit enhancements, and issuing
6 costs in excess of the amount appropriated to the department of
7 treasury in part 1 for debt service on notes and bonds that are
8 issued by the state under sections 14, 15, and 16 of article IX of
9 the state constitution of 1963 as implemented by 1967 PA 266, MCL
10 17.451 to 17.455, are appropriated.

11 (2) In addition to the amount appropriated to the department
12 of treasury for debt service in part 1, there is appropriated an
13 amount for fiscal year cash-flow borrowing costs to pay for
14 interest on interfund borrowing made under 1967 PA 55, MCL 12.51 to
15 12.53.

16 (3) In addition to the amount appropriated to the department
17 of treasury for debt service in part 1, there is appropriated all
18 repayments received by the state on loans made from the school bond
19 loan fund not required to be deposited in the school loan revolving
20 fund by or pursuant to section 4 of 1961 PA 112, MCL 388.984, to
21 the extent determined by the state treasurer, for the payment of
22 debt service, including, without limitation, optional and mandatory
23 redemptions, on bonds, notes or commercial paper issued by the
24 state pursuant to 1961 PA 112, MCL 388.981 to 388.985.

25 Sec. 902a. The department of treasury shall notify the senate
26 and house of representatives standing committees on appropriations,
27 the senate and house fiscal agencies, and the state budget office

1 not more than 30 days after a refunding or restructuring bond issue
2 is sold. The notification shall compare the annual debt service
3 prior to the refinancing or restructuring, the annual debt service
4 after the refinancing or restructuring, the change in the principal
5 and interest over the duration of the debt, and the projected
6 change in the present value of the debt service due to the
7 refinancing and restructuring.

8 Sec. 903. (1) From the funds appropriated in part 1, the
9 department of treasury may contract with private collection
10 agencies and law firms to collect taxes and other accounts due this
11 state. In addition to the amounts appropriated in part 1 to the
12 department of treasury, there are appropriated amounts necessary to
13 fund collection costs and fees not to exceed 25% of the collections
14 or 2.5% plus operating costs, whichever amount is prescribed by
15 each contract. The appropriation to fund collection costs and fees
16 for the collection of taxes or other accounts due this state are
17 from the fund or account to which the revenues being collected are
18 recorded or dedicated. However, if the taxes collected are
19 constitutionally dedicated for a specific purpose, the
20 appropriation of collection costs and fees are from the general
21 purpose account of the general fund.

22 (2) From the funds appropriated in part 1, the department of
23 treasury may contract with private collections agencies and law
24 firms to collect defaulted student loans and other accounts due the
25 Michigan guaranty agency. In addition to the amounts appropriated
26 in part 1 to the department of treasury, there are appropriated
27 amounts necessary to fund collection costs and fees not to exceed

1 24.34% of the collection or a lesser amount as prescribed by the
2 contract. The appropriation to fund collection costs and fees for
3 the auditing and collection of defaulted student loans due the
4 Michigan guaranty agency is from the fund or account to which the
5 revenues being collected are recorded or dedicated.

6 (3) The department of treasury shall submit a report for the
7 immediately preceding fiscal year ending September 30 to the state
8 budget director and the senate and house of representatives
9 standing committees on appropriations not later than November 30
10 stating the agencies or law firms employed, the amount of
11 collections for each, the costs of collection, and other pertinent
12 information relating to determining whether this authority should
13 be continued.

14 Sec. 904. (1) The department of treasury, through its bureau
15 of investments, may charge an investment service fee against the
16 applicable retirement funds. The fees may be expended for necessary
17 salaries, wages, contractual services, supplies, materials,
18 equipment, travel, worker's compensation insurance premiums, and
19 grants to the civil service commission and state employees'
20 retirement funds. Service fees shall not exceed the aggregate
21 amount appropriated in part 1. The department of treasury shall
22 maintain accounting records in sufficient detail to enable the
23 retirement funds to be reimbursed periodically for fee revenue that
24 is determined by the department of treasury to be surplus.

25 (2) In addition to the funds appropriated in part 1 from the
26 retirement funds to the department of treasury, there is
27 appropriated from retirement funds an amount sufficient to pay for

1 the services of money managers, investment advisors, investment
2 consultants, custodians, and other outside professionals, the state
3 treasurer considers necessary to prudently manage the retirement
4 funds' investment portfolios. The state treasurer shall report
5 annually to the senate and house of representatives standing
6 committees on appropriations and the state budget office concerning
7 the performance of each portfolio by investment advisor.

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

12 (2) The appropriations under subsection (1) shall be funded by
13 restricting revenues from common cash interest earnings and
14 investment earnings in an amount sufficient to record these
15 expenditures.

16 Sec. 905. A revolving fund known as the municipal finance fee
17 fund is created in the department of treasury. Fees are established
18 under the revised municipal finance act, 2001 PA 34, MCL 141.2101
19 to 141.2821, and the fees collected shall be credited to the
20 municipal finance fee fund and may be carried forward for future
21 appropriation.

22 Sec. 906. (1) The department of treasury shall charge for
23 audits as permitted by state or federal law or under contractual
24 arrangements with local units of government, other principal
25 executive departments, or state agencies. However, the charge shall
26 not be more than the actual cost for performing the audit. A report
27 detailing audits performed and audit charges for the immediately

1 preceding fiscal year shall be submitted to the state budget
2 director and the senate and house fiscal agencies not later than
3 November 30.

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

8 Sec. 907. A revolving fund known as the assessor certification
9 and training fund is created in the department of treasury. The
10 assessor certification and training fund shall be used to organize
11 and operate a property assessor certification and training program.
12 Each participant certified and trained shall pay to the department
13 of treasury examination fees not to exceed \$50.00 per examination
14 and certification fees not to exceed \$175.00. Training courses
15 shall be offered in assessment administration. Each participant
16 shall pay a fee to cover the expenses incurred in offering the
17 optional programs to certified assessing personnel and other
18 individuals interested in an assessment career opportunity. The
19 fees collected shall be credited to the assessor certification and
20 training fund.

21 Sec. 908. The amount appropriated in part 1 to the department
22 of treasury, home heating assistance program, is to cover the
23 costs, including data processing, of administering federal home
24 heating credits to eligible claimants and to administer the
25 supplemental fuel cost payment program for eligible tax credit and
26 welfare recipients.

27 Sec. 909. Revenue from the airport parking tax act, 1987 PA

1 248, MCL 207.371 to 207.383, is appropriated and shall be
2 distributed under section 7a of the airport parking tax act, 1987
3 PA 248, MCL 207.377a.

4 Sec. 910. The disbursement by the department of treasury from
5 the bottle deposit fund to dealers as required by section 3c(2) of
6 1976 IL 1, MCL 445.573c, is appropriated.

7 Sec. 911. (1) There is appropriated an amount sufficient to
8 recognize and pay refundable income tax credits as provided by the
9 management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

10 (2) The appropriations under subsection (1) shall be funded by
11 restricting income tax revenue in an amount sufficient to record
12 these expenditures.

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

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

19 (b) A fee of \$6.00 at the time any other writ of garnishment
20 is served upon the state treasurer, except that the fee shall be
21 reduced to \$5.00 for each writ of garnishment for individual income
22 tax refunds or credits filed by magnetic media.

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

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

10 Sec. 914. The department of treasury may provide a \$200.00
11 annual prize from the Ehlers internship award account in the gifts,
12 bequests, and deposit fund to the runner-up of the Rosenthal prize
13 for interns. The Ehlers internship award account is interest
14 bearing.

15 Sec. 915. Pursuant to section 61 of the Michigan campaign
16 finance act, 1976 PA 388, MCL 169.261, there is appropriated from
17 the general fund to the state campaign fund an amount equal to the
18 amounts designated for tax year 2014. Except as otherwise provided
19 in this section, the amount appropriated shall not revert to the
20 general fund and shall remain in the state campaign fund. Any
21 amounts remaining in the state campaign fund in excess of
22 \$10,000,000.00 on December 31 shall revert to the general fund.

23 Sec. 916. The department of treasury may make available to
24 interested entities otherwise unavailable customized unclaimed
25 property listings of nonconfidential information in its possession.
26 The charge for this information is as follows: 1 to 100,000 records
27 at 2.5 cents per record and 100,001 or more records at .5 cents per

1 record. The revenue received from this service shall be deposited
2 to the appropriate revenue account or fund. The department shall
3 submit an annual report on or before June 1 to the state budget
4 director and the senate and house of representatives standing
5 committees on appropriations that states the amount of revenue
6 received from the sale of information.

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

11 (2) The department of treasury shall submit a report for the
12 immediately preceding fiscal year to the state budget director and
13 the senate and house fiscal agencies not later than November 30
14 stating the amounts appropriated for write-offs and advances under
15 subsection (1).

16 Sec. 918. In addition to funds appropriated in part 1, the
17 department of treasury may receive and expend funds for conducting
18 tax orientation workshops and seminars. Funds received may not
19 exceed costs incurred in conducting the workshops and seminars.

20 Sec. 919. (1) From funds appropriated in part 1, the
21 department of treasury may contract with private auditing firms to
22 audit for and collect unclaimed property due this state in
23 accordance with the uniform unclaimed property act, 1995 PA 29, MCL
24 567.221 to 567.265. In addition to the amounts appropriated in part
25 1 to the department of treasury, there are appropriated amounts
26 necessary to fund auditing and collection costs and fees not to
27 exceed 12% of the collections, or a lesser amount as prescribed by

1 the contract. The appropriation to fund collection costs and fees
2 for the auditing and collection of unclaimed property due this
3 state is from the fund or account to which the revenues being
4 collected are recorded or dedicated.

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

12 (3) During fiscal year 2015-2016, the department of treasury
13 shall complete a review of its unclaimed property audit procedures
14 in an effort to streamline the process. The department of treasury
15 shall seek input from interested parties involved in the unclaimed
16 property process. The department of treasury shall meet with
17 businesses to discuss and propose an expedited audit procedure that
18 allows Michigan residents and businesses the opportunity to regain
19 their property but expedites the audit timeline and minimizes the
20 impact on businesses that are subject to an unclaimed property
21 audit. The department of treasury has 6 months to complete this
22 review and evaluate the feasibility of developing expedited audit
23 procedures as an alternative to current audit process. The audit
24 process shall include at a minimum the option for business to
25 choose whether to use the streamlined process or the existing audit
26 procedure. By March 31, 2016, the department shall issue a report
27 to the state budget director, the house and senate subcommittees

1 that oversee general government, and the house and senate fiscal
2 agencies. The department shall present the findings of the report
3 before a joint meeting of the house and senate subcommittees on
4 general government.

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

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

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

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

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

25 (c) The total estimated cost of the project is \$287,700.00.

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

27 Sec. 927. The department of treasury shall submit annual

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

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

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

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

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

23 (2) In addition to the funds appropriated in part 1, the
24 department of treasury may receive and expend investment fees
25 relating to new restricted funding sources that participate in
26 common cash earnings or other investment income during the current
27 fiscal year. When a new restricted fund is created starting on or

1 after October 1, that restricted fund shall be assessed a fee using
2 the same criteria identified in subsection (1).

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

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

27 (2) The department of treasury shall report by January 31 to

1 the senate and house appropriations subcommittees, the senate and
2 house fiscal agencies, and the state budget director on the amount
3 and purpose of expenditures made under subsection (1) from funds
4 received in addition to those appropriated in part 1. The report
5 shall also include a listing of reimbursement of revenue, if any.
6 The report shall cover the 2014-2015 fiscal year.

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

14 Sec. 944. If the department of treasury hires a pension plan
15 consultant using any of the funds appropriated in part 1, the
16 department shall retain any report provided to the department by
17 that consultant and shall make that report available upon request
18 to the senate and house of representatives standing committees on
19 appropriations subcommittees on general government, the senate and
20 house fiscal agencies, and the state budget director.

21 Sec. 945. The assessment and certification division of the
22 department of treasury shall conduct a review of local unit
23 assessment administration practices, procedures, and records, also
24 known as the audit of minimal assessing requirements, in at least 1
25 assessment jurisdiction per county.

26 Sec. 946. Revenue collected in the convention facility
27 development fund is appropriated and shall be distributed under

1 sections 8 and 9 of the state convention facility development act,
2 1985 PA 106, MCL 207.628 and 207.629.

3 Sec. 947. Financial independence teams shall cooperate with
4 the office of fiscal responsibility to coordinate and streamline
5 efforts in identifying and addressing fiscal emergencies in school
6 districts and intermediate school districts.

7 Sec. 948. Total authorized appropriations from all sources
8 under part 1 for legacy costs for the fiscal year ending September
9 30, 2016 are \$46,551,300.00. From this amount, total agency
10 appropriations for pension-related legacy costs are estimated at
11 \$26,428,100.00. Total agency appropriations for retiree health care
12 legacy costs are estimated at \$20,129,200.00.

13 Sec. 949. (1) From the funds appropriated in part 1, the
14 department of treasury may contract with private agencies to
15 prevent the disbursement of fraudulent tax refunds. In addition to
16 the amounts appropriated in part 1 to the department of treasury,
17 there are appropriated amounts necessary to pay contract costs or
18 fund operations designed to reduce fraudulent income tax refund
19 payments not to exceed \$1,600,000.00 of the refunds identified as
20 potentially fraudulent and for which payment of the refund is
21 denied. The appropriation to fund fraud prevention efforts is from
22 the fund or account to which the revenues being collected are
23 recorded or dedicated.

24 (2) The department of treasury shall submit a report for the
25 immediately preceding fiscal year ending September 30 to the state
26 budget director and the senate and house of representatives
27 standing committees on appropriations not later than November 30

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

5 Sec. 949a. (1) From the increased funds appropriated in part 1
6 for personal property tax reform, the department of treasury shall
7 establish personal property tax payments in the current fiscal
8 year. The purpose of these increased funds is to continue payment
9 to municipalities for lost debt and tax increment financing
10 personal property taxes as required by the local community
11 stabilization authority act, 2014 PA 86, MCL 123.1341 to 123.1362.

12 (2) The department of treasury shall identify specific
13 outcomes and performance measures for this initiative, including,
14 but not limited to, the treasury's ability to establish the
15 technical and administrative support needed to ensure the payment
16 information provided to LCSA is accurate and timely.

17 Sec. 949b. (1) From the increased funds appropriated in part 1
18 for the city income tax administration program, the department of
19 treasury shall establish the city income tax administration program
20 in the current year. The purpose of this new program is to
21 minimalize revenue loss through improved accuracy of e-filed
22 returns.

23 (2) The department of treasury shall identify specific
24 outcomes and performance measures for this initiative, including,
25 but not limited to, the treasury's ability to track and reduce
26 fraudulent returns by expanding compliance and enforcement
27 services. This will benefit cities in this state by allowing the

1 taxpayer to e-file the city return as part of the state return.

2 Sec. 949c. (1) From the increased funds appropriated in part 1
3 for treasury operations information technology services and
4 projects, the department shall increase treasury operations
5 information technology services and projects in the current fiscal
6 year. The purpose of this increase is to establish a treasury
7 online business portal to allow businesses online access to do
8 electronic business tax registration, tax returns, and tax
9 payments.

10 (2) The department shall identify specific outcomes and
11 performance measures for this initiative, including, but not
12 limited to, the number of Michigan businesses that take advantage
13 of the opportunity for electronic business tax registration,
14 authentication of taxpayers, and tax filing through the online
15 business portal.

16 Sec. 949d. (1) From the increased funds appropriated in part 1
17 for financial review commission, the department shall expand
18 financial review commission efforts in the current fiscal year. The
19 purpose of this expansion is to provide ongoing costs associated
20 with the operation of the commission.

21 (2) The department shall identify specific outcomes and
22 performance measures for this initiative, including, but not
23 limited to, the department's ability to perform a critical fiscal
24 review to ensure the city of Detroit does not reenter distress
25 following its exit from bankruptcy.

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

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

7 Sec. 949f. Revenue from the tobacco products tax act, 1993 PA
8 327, MCL 205.421 to 205.436, related to counties with a 2000
9 population of more than 2,000,000 is appropriated and shall be
10 distributed under section 12(4)(d) of the tobacco products tax act,
11 1993 PA 327, MCL 205.432.

12 Sec. 949g. From the funds appropriated in part 1 for urban
13 search and rescue task force, \$300,000.00 shall be expended to
14 support the urban search and rescue task force. In distributing
15 funds under this section, the department of treasury shall require
16 the task force to provide to the department the following
17 information:

18 (a) A final year-end report providing information on all
19 revenue received by source and expenditures by categories, with the
20 funds distributed to the task force under section 606(9) of article
21 XVI of 2014 PA 252 discretely presented.

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

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

27 **REVENUE SHARING**

1 Sec. 950. The funds appropriated in part 1 for constitutional
2 revenue sharing shall be distributed by the department of treasury
3 to cities, villages, and townships, as required under section 10 of
4 article IX of the state constitution of 1963. Revenue collected in
5 accordance with section 10 of article IX of the state constitution
6 of 1963 in excess of the amount appropriated in part 1 for
7 constitutional revenue sharing is appropriated for distribution to
8 cities, villages, and townships, on a population basis as required
9 under section 10 of article IX of the state constitution of 1963.

10 Sec. 952. (1) The funds appropriated in part 1 for city,
11 village, and township revenue sharing are for grants to cities,
12 villages, and townships such that, subject to fulfilling the
13 requirements under subsection (3), each city, village, or township
14 is eligible to receive 100% of its eligible payment under section
15 952 of article VIII of 2014 PA 252. For purposes of this
16 subsection, any city, village, or township that completely merges
17 with another city, village, or township will be treated as a single
18 entity, such that when determining the eligible payment under
19 section 952 of article VIII of 2014 PA 252 for the combined single
20 entity, the amount each of the merging local units was eligible to
21 receive under section 952 of article VIII of 2014 PA 252 is summed.
22 For purposes of this subsection, population is determined in the
23 same manner as under section 3 of the Glenn Steil state revenue
24 sharing act of 1971, 1971 PA 140, MCL 141.903. In addition, any
25 city or village that according to the 2010 federal decennial census
26 is determined to have population in more than 1 county shall be
27 treated as a single entity when determining the eligible payment

1 under section 952 of article VIII of 2014 PA 252.

2 (2) The funds appropriated in part 1 for the county incentive
3 program are to be used for grants to counties such that each county
4 is eligible to receive an amount equal to the amount by which the
5 balance in its revenue sharing reserve fund under section 44a of
6 the general property tax act, 1893 PA 206, MCL 211.44a, for the
7 county's most recent fiscal year that ends prior to the January 1
8 of the state's fiscal year is less than the amount calculated under
9 section 44a(14) of the general property tax act, 1893 PA 206, MCL
10 211.44a, for the county fiscal year that begins in the state's
11 fiscal year. The amount calculated under this subsection shall be
12 adjusted as necessary to reflect partial county fiscal years and
13 prorated based on the total amount appropriated for distribution to
14 all eligible counties. Except as otherwise provided under this
15 subsection, payments under this subsection will be distributed to
16 an eligible county subject to the county's fulfilling the
17 requirements under subsection (3).

18 (3) For purposes of accountability and transparency, each
19 eligible city, village, township, or county shall certify by
20 December 1, or the first day of a payment month, that it has
21 produced a citizen's guide of its most recent local finances,
22 including a recognition of its unfunded liabilities; a performance
23 dashboard; a debt service report containing a detailed listing of
24 its debt service requirements, including, at a minimum, the
25 issuance date, issuance amount, type of debt instrument, a listing
26 of all revenues pledged to finance debt service by debt instrument,
27 and a listing of the annual payment amounts until maturity; and a

1 projected budget report, including, at a minimum, the current
2 fiscal year and a projection for the immediately following fiscal
3 year. The projected budget report shall include revenues and
4 expenditures and an explanation of the assumptions used for the
5 projections. Each eligible city, village, township, or county shall
6 include in any mailing of general information to its citizens the
7 Internet website address location for its citizen's guide,
8 performance dashboard, debt service report, and projected budget
9 report or the physical location where these documents are available
10 for public viewing in the city, village, township, or county
11 clerk's office. Each city, village, township, and county applying
12 for a payment under this subsection shall submit a copy of the
13 citizen's guide, a copy of the performance dashboard, a copy of the
14 debt service report, and a copy of the projected budget report to
15 the department of treasury. The department of treasury shall
16 develop detailed guidance for a city, village, township, or county
17 to follow to meet the requirements of this subsection. The detailed
18 guidance shall be posted on the department of treasury website and
19 distributed to cities, villages, townships, and counties by October
20 1.

21 (4) City, village, and township revenue sharing payments and
22 county incentive program payments are subject to the following
23 conditions:

24 (a) The city, village, township, or county shall certify to
25 the department that it has met the required criteria for subsection
26 (3) and submitted the required citizen's guide, performance
27 dashboard, debt service report, and projected budget report as

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

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

11 (c) Cities, villages, and townships eligible to receive a
12 payment under subsection (1) shall receive 1/6 of their eligible
13 payment on the last business day of October, December, February,
14 April, June, and August. Payments under subsection (1) shall be
15 issued to cities, villages, and townships until the specified due
16 date for subsection (3). 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) Payments under subsection (2) shall be issued to counties
21 until the specified due date for subsection (3). After the
22 specified due date for subsection (3), payments shall be made to a
23 county only if that county has complied with subdivision (a).

24 (e) If a city, village, township, or county does not provide
25 the required certification or fails to submit the required
26 citizen's guide, performance dashboard, debt service report, and
27 projected budget report by the first day of a payment month, the

1 city, village, township, or county shall forfeit the payment in
2 that payment month.

3 (f) Any city, village, township, or county that falsifies
4 certification documents shall forfeit any future city, village, and
5 township revenue sharing payments or county incentive program
6 payments and shall repay to this state all payments it has received
7 under this section.

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

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

15 (5) The unexpended funds appropriated in part 1 for city,
16 village, and township revenue sharing and the county incentive
17 program shall be available for expenditure under the program for
18 financially distressed cities, villages, or townships after the
19 approval of transfers by the legislature pursuant to section 393(2)
20 of the management and budget act, 1984 PA 431, MCL 18.1393.

21 Sec. 955. (1) The funds appropriated in part 1 for county
22 revenue sharing shall be distributed by the department of treasury
23 to eligible counties pursuant to the Glenn Steil state revenue
24 sharing act of 1971, 1971 PA 140, MCL 141.901 to 141.921.

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

1 Sec. 956. (1) The funds appropriated in part 1 for financially
2 distressed cities, villages, and townships shall be granted by the
3 department of treasury to cities, villages, and townships that have
4 1 or more conditions that indicate probable financial distress, as
5 determined by the department of treasury. A city, village, or
6 township with 1 or more conditions that indicate probable financial
7 distress may apply in a manner determined by the department of
8 treasury for a grant to pay for specific projects or services that
9 move the city, village, or township toward financial stability.

10 Grants are to be used for specific projects or services that move
11 the city, village, or township toward financial stability. The
12 city, village, or township may use, but is not limited to using,
13 the grants under this section to make payments to reduce unfunded
14 accrued liability; to repair or replace critical infrastructure and
15 equipment owned or maintained by the city, village, or township; to
16 reduce debt obligations; or for costs associated with a transition
17 to shared services with another jurisdiction. The department of
18 treasury shall award no more than \$2,000,000.00 to any city,
19 village, or township under this section.

20 (2) The department of treasury shall provide a report to the
21 senate and house of representatives appropriations subcommittees on
22 general government, the senate and house fiscal agencies, and the
23 state budget office by March 31. The report shall include a list by
24 grant recipient of the date each grant was approved, the amount of
25 the grant, and a description of the project or projects that will
26 be paid by the grant.

27 (3) The unexpended funds appropriated in part 1 for

1 financially distressed cities, villages, and townships are
2 designated as a work project appropriation, and any unencumbered or
3 unallotted funds shall not lapse at the end of the fiscal year and
4 shall be available for expenditure for projects under this section
5 until the projects have been completed. The following is in
6 compliance with section 451a of the management and budget act, 1984
7 PA 431, MCL 18.1451a:

8 (a) The purpose of the project is to provide assistance to
9 financially distressed cities, villages, and townships under this
10 section.

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

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

14 (d) The tentative completion date is September 30, 2020.

15 Sec. 957. It is the intent of the legislature that a
16 legislative workgroup that includes representatives from the
17 executive office shall meet to explore revisions to the
18 distribution of nonconstitutional revenue sharing payments for
19 cities, villages, and townships.

20 **BUREAU OF STATE LOTTERY**

21 Sec. 960. In addition to the funds appropriated in part 1 to
22 the bureau of state lottery, there is appropriated from state
23 lottery fund revenues the amount necessary for, and directly
24 related to, implementing and operating lottery games under the
25 McCauley-Traxler-Law-Bowman-McNeely lottery act, 1972 PA 239, MCL
26 432.1 to 432.47, and activities under the Traxler-McCauley-Law-
27 Bowman bingo act, 1972 PA 382, MCL 432.101 to 432.120, including

1 expenditures for contractually mandated payments for vendor
2 commissions, contractually mandated payments for instant tickets
3 intended for resale, the contractual costs of providing and
4 maintaining the online system communications network, and incentive
5 and bonus payments to lottery retailers.

6 Sec. 963. The bureau of state lottery shall inform all lottery
7 retailers that the cash side of MDHHS bridge cards cannot be used
8 to purchase lottery tickets.

9 Sec. 964. For the bureau of the state lottery, there is
10 appropriated 1% of the lottery's prior fiscal year's gross sales or
11 \$23,000,000.00, whichever is less, for promotion and advertising.

12 **CASINO GAMING**

13 Sec. 971. From the revenue collected by the Michigan gaming
14 control board regarding the total annual assessment of each casino
15 licensee, \$2,000,000.00 is appropriated and shall be deposited in
16 the compulsive gaming prevention fund as described in section
17 12a(5) of the Michigan gaming control and revenue act, 1996 IL 1,
18 MCL 432.212a.

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

23 (2) A local revenue sharing board described in subsection (1)
24 shall comply with the open meetings act, 1976 PA 267, MCL 15.261 to
25 15.275, and the freedom of information act, 1976 PA 442, MCL 15.231
26 to 15.246.

27 (3) A county treasurer is authorized to receive and administer

1 funds received for and on behalf of a local revenue sharing board.
2 Funds appropriated in part 1 for local government programs may be
3 used to audit local revenue sharing board funds held by a county
4 treasurer. This section does not limit the ability of local units
5 of government to enter into agreements with federally recognized
6 Indian tribes to provide financial assistance to local units of
7 government or to jointly provide public services.

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

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

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

25 Sec. 974. If revenues collected in the state services fee fund
26 are less than the amounts appropriated from the fund, available
27 revenues shall be used to fully fund the appropriation in part 1

1 for casino gaming regulation activities before distributions are
2 made to other state departments and agencies. If the remaining
3 revenue in the fund is insufficient to fully fund appropriations to
4 other state departments or agencies, the shortfall shall be
5 distributed proportionally among those departments and agencies.

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

13 Sec. 977. All appropriations from the Michigan agriculture
14 equine industry development fund, except for the racing commission
15 and laboratory analysis program appropriations, shall be reduced
16 proportionately if revenues to the Michigan agriculture equine
17 industry development fund decline during the fiscal year ending
18 September 30, 2016 to a level lower than the amount appropriated in
19 part 1.

20 Sec. 978. The Michigan gaming control board shall use actual
21 expenditure data in determining the actual regulatory costs of
22 conducting racing dates and shall provide that data to the senate
23 and house appropriations subcommittees on agriculture and general
24 government and the senate and house fiscal agencies. The Michigan
25 gaming control board shall not be reimbursed for more than the
26 actual regulatory cost of conducting race dates. If a certified
27 horsemen's organization funds more than the actual regulatory cost,

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

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

1 expenditures related to the licensing and regulating of millionaire
2 parties, steps taken to ensure charities are receiving revenue due
3 to them, progress on promulgating rules to ensure compliance with
4 the Traxler-McCauley-Law-Bowman bingo act, 1972 PA 382, MCL 432.101
5 to 432.120, and any enforcement actions taken.

6 **DEPARTMENT OF TALENT AND ECONOMIC DEVELOPMENT**

7 Sec. 980. (1) In addition to the funds appropriated in part 1,
8 there is appropriated an amount not to exceed \$30,000,000.00 for
9 federal 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 (2) In addition to the funds appropriated in part 1, there is
14 appropriated an amount not to exceed \$10,000,000.00 for state
15 restricted 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 (3) In addition to the funds appropriated in part 1, there is
20 appropriated an amount not to exceed \$2,000,000.00 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 (4) In addition to the funds appropriated in part 1, there is
26 appropriated an amount not to exceed \$2,000,000.00 for local

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. 981. Total authorized appropriations from all sources
6 under part 1 for legacy costs for the fiscal year ending September
7 30, 2016 are \$36,701,100.00. From this amount, total agency
8 appropriations for pension-related legacy costs are estimated at
9 \$20,831,400.00. Total agency appropriations for retiree health care
10 legacy costs are estimated at \$15,869,700.00.

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

12 Sec. 990. MSHDA shall annually present a report to the state
13 budget office and the subcommittees on the status of the
14 authority's housing production goals under all financing programs
15 established or administered by the authority. The report shall give
16 special attention to efforts to raise affordable multifamily
17 housing production goals.

18 Sec. 991. MSHDA shall report to the subcommittees, the state
19 budget director, and the fiscal agencies by December 1 on the
20 status of the loans entered into by the Michigan broadband
21 development authority.

22 Sec. 994. In addition to the funds appropriated in part 1, the
23 funds collected by state historic preservation programs for
24 document reproduction and services and application fees are
25 appropriated for all expenses necessary to provide the required
26 services. These funds are available for expenditure when they are
27 received and may be carried forward into the succeeding fiscal

1 year.

2 Sec. 995. In addition to the amounts appropriated in part 1,
3 the land bank fast track authority may expend revenues received
4 under the land bank fast track act, 2003 PA 258, MCL 124.751 to
5 124.774, for the purposes authorized by the act, including, but not
6 limited to, the acquisition, lease, management, demolition,
7 maintenance, or rehabilitation of real or personal property,
8 payment of debt service for notes or bonds issued by the authority,
9 and other expenses to clear or quiet title property held by the
10 authority.

11 **MICHIGAN STRATEGIC FUND**

12 Sec. 1005. In addition to the appropriations in part 1, Travel
13 Michigan may receive and expend private revenue related to the use
14 of "Pure Michigan" and all other copyrighted slogans and images.
15 This revenue may come from the direct licensing of the name and
16 image or from the royalty payments from various merchandise sales.
17 Revenue collected is appropriated for the marketing of the state as
18 a travel destination. The funds are available for expenditure when
19 they are received by the department of treasury. The fund shall
20 provide a report that lists the revenues by source received from
21 the use of "Pure Michigan" and all other copyrighted slogans and
22 images. The report shall provide a detailed list of expenditures of
23 revenues received under this section. The report shall be provided
24 to the appropriations subcommittees on general government, the
25 fiscal agencies, and the state budget office by June 1.

26 Sec. 1007. (1) The fund shall provide reports to the relevant
27 subcommittees, the state budget director, and the fiscal agencies

1 concerning the activities of the MEDC grants and investment
2 programs financed from the fund using investment, Indian gaming
3 revenues, or other revenues. The report shall provide a list of
4 individual grants, loans, and investments made from the fund or by
5 the MEDC from the funds appropriated in part 1 and shall include
6 the name of the recipient, the amount awarded to the recipient, and
7 the purpose of the grant. The activities report shall also include,
8 but not be limited to, the following programs funded in part 1:

9 (a) Travel Michigan, including any expenditures authorized
10 under section 89b of the Michigan strategic fund act, 1984 PA 270,
11 MCL 125.2089b, to supplement the Michigan promotion program or Pure
12 Michigan programs. The report shall include the number of
13 commercials produced, the types of media purchased, and the target
14 of tourism promotion used in Michigan 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 all appropriated funds that
16 are available during the fiscal year:

17 (a) Total verified jobs created, as required by statute,
18 compared to total committed 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, the state budget director, and the fiscal agencies
9 on the status of the film incentives at the same time as it submits
10 the annual report required under section 455 of the Michigan
11 business tax act, 2007 PA 36, MCL 208.1455. The department of
12 treasury and the fund shall provide the Michigan film office with
13 the data necessary to prepare the report. Incentives included in
14 the report shall include all of 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 the state budget director, and the senate and house fiscal agencies
11 on the status of the film incentives approved under section 29h of
12 the Michigan strategic fund act, 1984 PA 270, MCL 125.2029h, not
13 later than 30 days following the end of each quarter of the fiscal
14 year. The report shall include all of the following:

15 (a) Direct economic impacts in this state attributable to the
16 assistance.

17 (b) Direct job creation in this state attributable to the
18 assistance.

19 (c) Direct private investment in this state attributable to
20 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 GF/GP
25 revenue and used for the purpose of the Michigan strategic fund -
26 film incentive program, the applicable percentage of the state
27 certified qualified production expenditures provided in section

1 29h(3)(d) of the Michigan strategic fund act, 1984 PA 270, MCL
2 125.2029h, shall be determined based on the effective date of the
3 agreement.

4 Sec. 1034. Each business incubator or accelerator that
5 received an award from the fund shall maintain and update a
6 dashboard of indicators to measure the effectiveness of the
7 business incubator and accelerator programs. Indicators shall
8 include the direct jobs created, new companies launched as a direct
9 result of business incubator or accelerator involvement, businesses
10 expanded as a direct result of business incubator or accelerator
11 involvement, direct investment in client companies, private equity
12 financing obtained by client companies, grant funding obtained by
13 client companies, and other measures developed by the recipient
14 business incubators and accelerators in conjunction with the MEDC.
15 Dashboard indicators shall be reported for the prior fiscal year
16 and cumulatively, if available. Each recipient shall submit a copy
17 of their dashboard indicators to the fund by March 1. The fund
18 shall transmit the local reports to the senate and house of
19 representatives appropriations subcommittees on general government,
20 the senate and house fiscal agencies, and the state budget office
21 by March 15.

22 Sec. 1035. (1) From the appropriation in part 1, the Michigan
23 council for arts and cultural affairs shall administer an arts and
24 cultural grant program that maintains an equitable geographic
25 distribution of funding and utilizes past arts and cultural grant
26 programs as a guideline for administering this program. The council
27 shall do all of the following:

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

6 (b) A nonrefundable application fee may be assessed for each
7 application. Application fees shall be deposited in the council for
8 the arts fund and are appropriated for expenses necessary to
9 administer the programs. These funds are available for expenditure
10 when they are received and may be carried forward to the following
11 fiscal year.

12 (c) Grants are to be made to public and private arts and
13 cultural entities.

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

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

20 Sec. 1036. (1) The general fund/general purpose funds
21 appropriated in part 1 to the fund for the programs listed below
22 shall be transferred to the specific funds designated by statute
23 for those programs as follows:

24 (a) The business attraction and community revitalization funds
25 shall be transferred to the 21st century jobs trust fund per
26 section 90b(3) of the Michigan strategic fund act, 1984 PA 270, MCL
27 125.2090b.

1 (b) The film incentives program funds shall be transferred to
2 the Michigan film promotion fund established in the Michigan
3 strategic fund act, 1984 PA 270, MCL 125.2029d.

4 (2) Funds transferred to the 21st century jobs trust fund or
5 Michigan film promotion fund under subsection (1) are appropriated
6 and available for allocation as authorized in the Michigan
7 strategic fund act, 1984 PA 270, MCL 125.2001 to 125.2094.

8 Sec. 1037. (1) Bond proceeds may only be spent to reimburse
9 costs incurred by Michigan State University in the construction of
10 the facility for rare isotope beams project up to an amount not to
11 exceed \$90,960,100.00. All construction costs for the project in
12 excess of this amount are the responsibility of Michigan State
13 University. The fund is not responsible for operating costs of the
14 project facility. Prior to reimbursement, the fund and Michigan
15 State University shall enter into an agreement providing for the
16 terms of reimbursement, allowable costs, financial reporting, and
17 any other requirements necessary to complete the transaction.

18 (2) The state budget director retains the authority and
19 fiduciary responsibility normally associated with the maintenance
20 of the public's financial and policy interests relative to state-
21 financed construction projects. The state budget director may take
22 appropriate action to protect the public's financial and policy
23 interests, including, but not limited to, rescinding subsection (2)
24 reimbursement payments for construction of the facility for rare
25 isotope beams project should Michigan State University or the
26 United States Department of Energy not provide the necessary
27 resources to complete the project. The state budget director shall

1 provide notification to the senate and house appropriations
2 committees, senate fiscal agency, house fiscal agency, and the fund
3 within 10 days of exercising the authority under this subsection.

4 (3) The department of technology, management, and budget may
5 assist the fund with implementation of this program for purposes of
6 administrative efficiency.

7 Sec. 1040. As a condition of receiving funds in part 1, the
8 department of talent and economic development shall utilize MAIN,
9 or a successor MDTMB-administered administrative information system
10 used across state government, as an appropriation and expenditure
11 reporting system to track all financial transactions with
12 individual vendors, contractual partners, grantees, recipients of
13 business incentives, and recipients of other economic assistance.
14 Encumbrances and expenditures shall be reported in a timely manner.

15 Sec. 1041. From the funds appropriated in part 1 for business
16 attraction and community revitalization, the fund shall request the
17 transfer by the state treasurer of not more than 60% of the funds
18 prior to April 1.

19 Sec. 1042. For the funds appropriated in part 1 for business
20 attraction and community revitalization, the fund shall report
21 quarterly on the amount of funds considered appropriated, pre-
22 encumbered, encumbered, and expended. The report shall also include
23 a listing of appropriations for business attraction and community
24 revitalization, or a predecessor, in 2011 PA 63, 2012 PA 200, 2013
25 PA 59, and 2014 PA 252, that were considered appropriated, pre-
26 encumbered, encumbered, or expended that have lapsed back to the
27 fund for any purpose. The report shall be submitted to the

1 chairpersons of the senate and house of representatives standing
2 committees on appropriations, the chairpersons of the senate and
3 house of representatives standing committees on appropriations
4 subcommittees on general government, the senate and house fiscal
5 agencies, and the state budget office.

6 Sec. 1050. (1) The department of talent and economic
7 development shall publish the "activities classification structure
8 data book" for Michigan community colleges on or before March 1.

9 (2) The department of talent and economic development shall
10 compile information received from community colleges on North
11 American Indian tuition waivers granted pursuant to 1976 PA 174,
12 MCL 390.1251 to 390.1253, and shall submit this compilation to the
13 house and senate appropriations subcommittees on community
14 colleges, the fiscal agencies, and the state budget director by
15 March 1.

16 (3) The department of talent and economic development shall
17 compile information received from community colleges on the number
18 and types of associate degrees and other certificates awarded
19 during the previous fiscal year and shall submit this compilation
20 to the house and senate appropriations subcommittees on community
21 colleges, the fiscal agencies, and the state budget director by
22 March 1.

23 (4) The department of talent and economic development shall
24 place the reports required in this section on a publicly available
25 website.

26 Sec. 1053. The fund shall provide a report to the senate and
27 house of representatives appropriations general government

1 subcommittees, the senate and house fiscal agencies, and the state
2 budget director no later than April 15 on the status of projects by
3 award recipient in an annual report to the legislature as required
4 in the Michigan strategic fund act, 1984 PA 270, MCL 125.2001 to
5 125.2094.

6 Sec. 1055. (1) From the one-time funds appropriated in part 1
7 for business attraction and community revitalization, the MSF shall
8 continue with strategic investments that create jobs and support
9 community redevelopment to grow Michigan's economy.

10 (2) The MSF shall identify specific outcomes and performance
11 metrics for this initiative, including, but not limited to, the
12 following:

13 (a) Monthly total jobs

14 (b) Private investment for community projects.

15 Sec. 1056. From the funds appropriated in part 1 for MSF, film
16 incentives, the department of talent and economic development shall
17 make a total payment of \$19,050,000.00 to the Michigan public
18 school employees' retirement system, Michigan state employees'
19 retirement system, Michigan state police retirement system, and
20 Michigan judges retirement system which shall be utilized to
21 immediately retire obligations purchased or guaranteed or payments
22 made by the Michigan public school employees' retirement system,
23 Michigan state employees' retirement system, Michigan state police
24 retirement system, and Michigan judges retirement system for the
25 financing, construction, or operation of a qualified facility as
26 defined under section 29h(16)(j) of the Michigan strategic fund
27 act, 1984 PA 270, MCL 125.2029h.

1 TALENT INVESTMENT AGENCY

2 Sec. 1060. The talent investment agency shall administer the
3 PATH training program in accordance with the requirements of
4 section 407(d) of title IV of the social security act, 42 USC 607,
5 the state social welfare act, 1939 PA 280, MCL 400.1 to 400.119b,
6 and all other applicable laws and regulations.

7 Sec. 1061. From the funds appropriated in part 1 for workforce
8 programs subgrantees, the talent investment agency may allocate
9 funding for grants to nonprofit organizations that offer programs
10 pursuant to the workforce investment act of 1998, 29 USC 2801 to
11 2945, or the workforce innovation and opportunity act, 29 USC 3101
12 to 3361, eligible youth focusing on pre-apprenticeship and
13 apprenticeship activities, entrepreneurship, work-readiness skills,
14 job shadowing, and financial literacy. Organizations eligible for
15 funding under this section must have the capacity to provide
16 similar programs in urban areas, as determined by the United States
17 Bureau of the Census according to the most recent federal decennial
18 census. Additionally, programs eligible for funding under this
19 section must include the participation of local business partners.
20 The talent investment agency shall develop other appropriate
21 eligibility requirements to ensure compliance with applicable
22 federal rules and regulations.

23 Sec. 1062. The talent investment agency shall make available,
24 in person or by telephone, 1 disabled veterans outreach program
25 specialist or local veterans employment representative to Michigan
26 Works! service centers, as resources permit, during hours of
27 operation, and shall continue to make the appropriate placement of

1 veterans and disabled veterans a priority.

2 Sec. 1063. (1) In addition to the funds appropriated in part
3 1, any unencumbered and unrestricted federal workforce investment
4 act of 1998, 29 USC 2801 to 2945, workforce innovation and
5 opportunity act, 29 USC 3101 to 3361, or trade adjustment
6 assistance funds available from prior fiscal years are appropriated
7 for the purposes originally intended.

8 (2) The talent investment agency shall report by February 15
9 to the subcommittees, the fiscal agencies, and the state budget
10 office on the amount by fiscal year of federal workforce investment
11 act of 1998, 29 USC 2801 to 2945, workforce innovation and
12 opportunity act, 29 USC 3101 to 3361, funds appropriated under this
13 section.

14 Sec. 1064. As a condition of receiving the funds appropriated
15 in part 1 for workforce program administration and workforce
16 development programs, the talent investment agency shall provide a
17 report by September 30 to the senate and house of representatives
18 standing committees on appropriations subcommittees on general
19 government, the state budget director, and the senate and house
20 fiscal agencies on the status of each discrete workforce
21 development agency program supported by funds appropriated in part
22 1 for workforce program administration and workforce development
23 programs. The status report shall include, at a minimum, actual
24 revenues received by the fund source and funds appropriated for
25 each discrete workforce development program area.

26 Sec. 1065. The talent investment agency shall provide a report
27 by February 15 to the senate and house of representatives standing

1 committees on appropriations subcommittees on general government,
2 the state budget director, and the fiscal agencies on the status of
3 the skilled trades training program funded in part 1. The report
4 shall include the following:

5 (a) The number of awardees participating in the program and
6 the names of those awardees organized by major industry group.

7 (b) The amount of funding received by each awardee under the
8 program.

9 (c) Amount of funding leveraged from each awardee or other
10 funding source for each awardee project.

11 (d) Training models established by each awardee.

12 (e) The number of individuals enrolled in a skilled trades
13 training program by awardee.

14 (f) The number of individuals who completed the program and
15 were hired by awardee.

16 (g) The number of applications received and the number of
17 applications approved for each region.

18 Sec. 1066. As a condition of receiving funds in part 1 for the
19 skilled trades training program, the talent investment agency shall
20 administer the program as follows:

21 (a) The talent investment agency shall work cooperatively with
22 grantees to maximize the amount of funds from part 1 that are
23 available for direct training.

24 (b) The talent investment agency, workforce development
25 partners, including regional Michigan Works! agencies, and
26 employers shall collaborate and work cooperatively to prioritize
27 and streamline the expenditure of the funds appropriated in part 1.

1 The talent investment agency shall ensure that the skilled trades
2 training program provides a collaborative statewide network of
3 workforce and employee skill development partners that addresses
4 the employee talent needs throughout the state.

5 (c) The talent investment agency shall ensure that grants are
6 utilized for individual skill enhancement for employees of Michigan
7 businesses including the development of additional opportunities
8 for apprenticeship programs and more advance-tech training
9 programs. Funds shall not be distributed to program and process
10 centered training organization employers.

11 (d) The talent investment agency shall develop program goals
12 and detailed guidance for prospective participants to follow to
13 qualify under the program. The program goals and detailed guidance
14 shall be posted on the talent investment agency website and
15 distributed to workforce development partners, including local
16 Michigan Works! agencies, by October 1. Periodic assessments of
17 employer and employee needs shall be evaluated on a regional basis,
18 and the talent investment agency shall identify solutions and goals
19 to be implemented to satisfy those needs. The talent investment
20 agency shall notify the senate and house of representatives
21 standing committees on appropriations, the senate and house of
22 representatives standing committees on appropriations subcommittees
23 on general government, the senate and house fiscal agencies, and
24 the state budget office on any program goal, solution, or guidance
25 changes not fewer than 14 days prior to the finalization and
26 publication of the changes. Revenue received by the talent
27 investment agency for the skilled trades training program may be

1 expended for the purpose of those programs.

2 (e) Up to \$5,000,000.00 of the funds may be expended to match
3 federal funds when a Michigan company has utilized its favored
4 status designation from the investing in manufacturing communities
5 partnership to receive an award from the federal government.

6 Advance Michigan is the multijurisdictional collaborative working
7 with this partnership. The intent of Advance Michigan is to assist
8 businesses in securing federal funding opportunities and provide
9 matching funds in support of advancing Michigan as a global center
10 for advanced automotive manufacturing. The intent of these funds
11 will involve improving and increasing the skill level of employees
12 in skilled trades in the automotive industry and the manufacturing
13 processes within the changing manufacturing environment.

14 Sec. 1068. (1) Of the funds appropriated in part 1 for the
15 workforce training programs, the talent investment agency shall
16 provide a report by February 15 to the senate and house of
17 representatives standing committees on appropriations subcommittees
18 on general government, the state budget director, and the fiscal
19 agencies on the status of the workforce training programs. The
20 report shall include the following:

21 (a) The amount of funding allocated to each Michigan Works!
22 agency and the total funding allocated to the workforce training
23 programs statewide by fund source.

24 (b) The number of participants enrolled in education or
25 training programs by each Michigan Works! agency.

26 (c) The average duration of training for training program
27 participants by each Michigan Works! agency.

1 (d) The number of participants enrolled in remedial education
2 programs and the number of participants enrolled in literacy
3 programs.

4 (e) The number of participants enrolled in programs at 2-year
5 institutions.

6 (f) The number of participants enrolled in 4-year
7 institutions.

8 (g) The number of participants enrolled in proprietary schools
9 or other technical training programs.

10 (h) The number of participants that have completed education
11 or training programs.

12 (i) The number of participants who secured employment in
13 Michigan within 1 year of completing a training program.

14 (j) The number of participants who completed a training
15 program and secured employment in a field related to their
16 training.

17 (k) The average wage earned by participants who completed a
18 training program and secured employment within 1 year.

19 (2) Data collection for the report shall be for the prior
20 state fiscal year.

21 Sec. 1069. (1) The funds appropriated in article VIII of 2014
22 PA 252 for the GED-to-school program are for the purpose of funding
23 the cost of GED testing and certification as provided by this
24 section. The workforce development agency shall administer a
25 Michigan GED-to-school program, which shall cover the cost of
26 providing the GED test free of charge to individuals who meet all
27 of the following requirements:

1 (a) The individual has not previously been administered a GED
2 test free of charge under this section.

3 (b) The individual meets at least 1 of the following
4 requirements:

5 (i) Prior to taking the GED test, the individual successfully
6 completed a WDA-approved GED preparation program.

7 (ii) Prior to taking the GED test, the individual completes
8 the official GED practice test and the individual's score indicates
9 that he or she is likely to pass.

10 (2) A WDA-approved GED preparation program shall include all
11 of the following:

12 (a) Instructional and tutorial assistance.

13 (b) GED test practice.

14 (c) Required attendance at program instructional sessions.

15 (d) A curriculum that prepares students for opportunities in
16 postsecondary education and the job market.

17 (e) Information on potential postsecondary and career
18 pathways.

19 (f) Counseling on preparing for and applying to college.

20 (g) Personal and job readiness skills development.

21 (h) Comprehensive information on college costs and financial
22 aid.

23 (i) College and career assessments.

24 (j) Computer-based instruction, practice, or remediation.

25 (3) By January 1, 2016, the workforce development agency shall
26 post online an announcement of the Michigan GED-to-school program,
27 minimum standards for GED preparation program approval, and

1 approval procedures.

2 (4) By April 1, 2016, the workforce development agency shall
3 do all of the following:

4 (a) Develop procedures consistent with this section under
5 which individuals can take the GED test without charge.

6 (b) Provide program information for educators and students on
7 the workforce development agency website, including explanations of
8 the procedures developed under subdivisions (a) and (b), and
9 contact information for questions about the program.

10 (c) Provide an estimate of the full-year cost of the program
11 to the senate and house appropriations subcommittees on general
12 government, the senate and house fiscal agencies, and the state
13 budget director.

14 (5) By September 30, 2016, the workforce development agency
15 shall report to the senate and house appropriations subcommittees
16 on general government, the senate and house fiscal agencies, and
17 the state budget director on utilization of the GED incentive
18 program, including numbers of GED certifications issued by
19 location, year-to-date expenditures, and numbers of participants
20 qualifying under subsection (1)(b)(i) or (ii), or both.

21 (6) The unexpended funds appropriated in article VIII of 2014
22 PA 252 for the GED-to-school program are designated as a work
23 project appropriation, and any unencumbered or unallotted funds
24 shall not lapse at the end of the fiscal year and shall be
25 available for expenditures for projects under this section until
26 the projects have been completed. The following is in compliance
27 with section 451a of the management and budget act, 1984 PA 431,

1 MCL 18.1451a:

2 (a) The purpose of the project is to fund the cost of GED
3 testing and certification for certain individuals as provided by
4 this section.

5 (b) The projects will be accomplished by utilizing state
6 employees or contracts with private vendors, or both.

7 (c) The total estimated cost of the project is \$500,000.00.

8 (d) The tentative completion date is September 30, 2020.

9 Sec. 1070. Unless already provided in fiscal year 2014-2015,
10 the department of talent and economic development shall submit to
11 the senate and house appropriations subcommittees on general
12 government, the senate and house fiscal agencies, the senate and
13 house policy offices, and the state budget office by December 1 of
14 the current fiscal year a report on the recommendations of the
15 workgroup established in section 1070 of article VIII of 2014 PA
16 252 on aligning spending on Michigan Works! job readiness programs
17 with the declining family assistance program caseload. The report
18 shall include, but is not limited to, the proposed amount of
19 temporary assistance for needy families funding provided to
20 Michigan Works!

21 Sec. 1076. The unemployment insurance agency shall provide the
22 senate and house appropriations subcommittees on general
23 government, senate and house fiscal agencies, and the state budget
24 office with quarterly status reports on the implementation of and
25 improvements to the agency's integrated system project. The
26 quarterly status reports shall include, but not be limited to, a
27 summary of the expenditures for the project, a summary of the tasks

1 completed, and a summary of the tasks anticipated to be completed
2 in the subsequent quarter.

3 Sec. 1077. The department of talent and economic development
4 shall report quarterly to the members of the house and senate
5 committees on appropriations, the senate and house fiscal agencies,
6 and the state budget director on the percentage of unemployment
7 claimants that meet the certification requirements for receiving
8 benefits by using the Internet Michigan web account manager system
9 or any application developed for that purpose. The department of
10 talent and economic development shall implement improvements to the
11 Internet Michigan web account manager system that promote greater
12 ease of access and security with a goal of reaching 75% of users
13 certifying by using the Internet Michigan web account manager
14 system or another system that reduces staff face time and Michigan
15 automated response voice interactive network telephone system
16 usage.

17 Sec. 1078. (1) From the funds appropriated in part 1 for the
18 unemployment insurance agency, the department of talent and
19 economic development shall maintain customer service standards for
20 employers and claimants making use of the various means by which
21 they can access the system.

22 (2) The department of talent and economic development shall
23 identify specific outcomes and performance metrics for this
24 initiative, including, but not limited to, the following:

25 (a) Unemployment benefit fund balance.

26 (b) Process improvement - fiscal integrity.

27 (c) Process improvement - determination timeliness.

(d) Process improvement - determination quality.

Sec. 1079. (1) From the funds appropriated in part 1 for the career technology and skilled trades training programs, the department of talent and economic development shall expand workforce training and re-employment services to better connect workers to in-demand jobs.

(2) The department shall identify specific outcomes and performance metrics for this initiative, including, but not limited to, the following:

(a) New apprenticeships.

(b) The jobs created, jobs retained, training completion rate, employment retention rate at 6 months, and hourly wage rate at 6 months for the skilled trades training program.

STATE BUILDING AUTHORITY

Sec. 1100. (1) Subject to section 242 of the management and budget act, 1984 PA 431, MCL 18.1242, and upon the approval of the state building authority, the department of treasury may expend from the general fund of the state during the fiscal year an amount to meet the cash flow requirements of those state building authority projects solely for lease to a state agency identified in both part 1 and this section, and for which state building authority bonds or notes have not been issued, and for the sole acquisition by the state building authority of equipment and furnishings for lease to a state agency as permitted by 1964 PA 183, MCL 830.411 to 830.425, for which the issuance of bonds or notes is authorized by a legislative appropriation act that is

1 effective for the fiscal year ending September 30, 2015. Any
2 general fund advances for which state building authority bonds have
3 not been issued shall bear an interest cost to the state building
4 authority at a rate not to exceed that earned by the state
5 treasurer's common cash fund during the period in which the
6 advances are outstanding and are repaid to the general fund of the
7 state.

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

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

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

26 Sec. 1102. (1) State building authority funding to finance
27 construction or renovation of a facility that collects revenue in

1 excess of money required for the operation of that facility shall
2 not be released to a university or community college unless the
3 institution agrees to reimburse that excess revenue to the state
4 building authority. The excess revenue shall be credited to the
5 general fund to offset rent obligations associated with the
6 retirement of bonds issued for that facility. The auditor general
7 shall annually identify and present an audit of those facilities
8 that are subject to this section. Costs associated with the
9 administration of the audit shall be charged against money
10 recovered pursuant to this section.

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

15 Sec. 1103. The state building authority shall provide to the
16 JCOS and senate and house fiscal agencies a report relative to the
17 status of construction projects associated with state building
18 authority bonds as of September 30 of each year, on or before
19 October 15, or not more than 30 days after a refinancing or
20 restructuring bond issue is sold. The report shall include, but is
21 not limited to, the following:

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

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

27 (c) A list of all projects authorized for construction or

identified in an appropriations act for which approval of schematic/preliminary plans or total authorized cost is pending that have state building authority bonds identified as a source of financing.

REVENUE STATEMENT

Sec. 1201. Pursuant to section 18 of article V of the state constitution of 1963, fund balances and estimates are presented in the following statement:

BUDGET RECOMMENDATIONS BY OPERATING FUNDS

(Amounts in millions)

Fiscal Year 2015-2016

		Beginning		
		Available	Estimated	Ending
	<u>Fund</u>	<u>Balance</u>	<u>Revenue</u>	<u>Balance</u>
OPERATING FUNDS				
General fund/general purpose	0110	204.9	9,974.6	14.3
General fund/special purpose		612.5	26,410.4	10.6
Special Revenue Funds:				
Countercyclical budget and				
economic stabilization	0111	498.3	114.0	612.3
Game and fish protection	0112	3.3	82.9	3.1
Michigan employment security act				
administration	0113	0.0	37.4	0.0
State aeronautics	0114	2.3	12.6	0.0
Michigan veterans' benefit				

1	trust	0115	3.5	3.5	3.5
2	State trunkline	0116	0.0	809.6	0.0
3	Michigan state waterways	0117	5.4	26.6	4.3
4	Blue Water Bridge	0118	0.0	24.0	0.0
5	Michigan transportation	0119	0.0	1,981.3	0.0
6	Comprehensive transportation	0120	5.1	267.3	0.0
7	School aid	0122	140.5	14,267.9	50.0
8	Game and fish protection trust	0124	0.0	16.6	0.0
9	State park improvement	0125	4.7	55.7	4.1
10	Forest development	0126	7.7	35.9	6.9
11	Michigan natural resources				
12	trust	0129	27.4	33.7	32.1
13	Michigan state parks endowment	0130	12.5	48.4	10.2
14	Safety education and training	0131	5.2	9.8	3.8
15	Bottle deposit	0136	10.8	13.3	3.3
16	State construction code	0138	1.0	13.0	4.4
17	Children's trust	0139	1.5	3.1	1.8
18	State casino gaming	0140	0.7	0.2	0.9
19	Michigan nongame fish and				
20	wildlife	0143	0.4	0.5	0.3
21	Michigan merit award trust	0154	75.7	100.2	75.0
22	Outdoor recreation legacy	0162	0.4	2.6	0.3
23	Off-road vehicle account	0163	4.6	6.7	4.1
24	Snowmobile account	0164	4.5	9.9	3.3
25	Silicosis dust disease				
26	and logging	0870	1.4	0.7	0.9
27	Utility consumer representation	0893	2.1	1.2	1.9

1 TOTALS \$1,636.4 \$54,363.6 \$851.4

2 PART 2A
3 PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS
4 FOR FISCAL YEAR 2016-2017

5 GENERAL SECTIONS

6 Sec. 1301. It is the intent of the legislature to provide
7 appropriations for the fiscal year ending on September 30, 2017 for
8 the line items listed in part 1. The fiscal year 2016-2017
9 appropriations are anticipated to be the same as those for fiscal
10 year 2015-2016, except that the line items will be adjusted for
11 changes in caseload and related costs, federal fund match rates,
12 economic factors, and available revenue. These adjustments will be
13 determined after the January 2016 consensus revenue estimating
14 conference.

15 ARTICLE X
16 DEPARTMENT OF HEALTH AND HUMAN SERVICES
17 PART 1

18 LINE-ITEM APPROPRIATIONS

19 Sec. 101. There is appropriated for the department of health
20 and human services for the fiscal year ending September 30, 2016
21 from the following funds:

22 DEPARTMENT OF HEALTH AND HUMAN SERVICES

23 APPROPRIATION SUMMARY

1	Full-time equated unclassified positions.....	6.0	
2	Full-time equated classified positions.....	15,437.0	
3	Average population	893.0	
4	GROSS APPROPRIATION.....		\$ 25,069,637,100
5	Interdepartmental grant revenues:		
6	Total interdepartmental grants and intradepartmental		
7	transfers		13,551,600
8	ADJUSTED GROSS APPROPRIATION.....		\$ 25,056,085,500
9	Federal revenues:		
10	Social security act, temporary assistance for needy		
11	families		534,207,800
12	Capped federal revenues.....		596,693,800
13	Total other federal revenues.....		17,288,367,300
14	Special revenue funds:		
15	Total local revenues.....		123,339,800
16	Total private revenues.....		156,409,100
17	Total local and private revenues.....		279,748,900
18	Merit award trust fund.....		98,434,700
19	Total other state restricted revenues.....		2,115,834,900
20	State general fund/general purpose.....		\$ 4,142,798,100
21	Sec. 102. DEPARTMENTWIDE ADMINISTRATION		
22	Full-time equated unclassified positions.....	6.0	
23	Full-time equated classified positions.....	649.2	
24	Director and other unclassified--6.0 FTE positions ...		\$ 1,092,000
25	Departmental administration and management--455.2		
26	FTE positions		56,005,600
27	Contractual services, supplies, and materials.....		12,680,800

1	Demonstration projects--7.0 FTE positions	6,905,100
2	Developmental disabilities council and	
3	projects--10.0 FTE positions	3,038,900
4	Information technology projects and services	151,516,300
5	Michigan Medicaid information system	50,201,100
6	Office of inspector general--177.0 FTE positions	20,188,500
7	Rent and state office facilities	60,332,500
8	State office of administrative hearings and rules	10,807,800
9	Terminal pay and other employee costs	10,320,200
10	Travel	9,208,900
11	Worker's compensation program	<u>7,667,000</u>
12	GROSS APPROPRIATION	\$ 399,964,700
13	Appropriated from:	
14	Interdepartmental grant revenues:	
15	IDG from department of education	2,963,500
16	Federal revenues:	
17	Social security act, temporary assistance for needy	
18	families	37,861,900
19	Capped federal revenues	43,648,700
20	Total other federal revenues	142,291,100
21	Special revenue funds:	
22	Total local revenues	16,400
23	Total private revenues	23,842,000
24	Total other state restricted revenues	2,825,700
25	State general fund/general purpose	\$ 146,515,400
26	Sec. 103. CHILD SUPPORT ENFORCEMENT	
27	Full-time equated classified positions	185.7

1	Child support enforcement operations--179.7 FTE		
2	positions	\$	21,288,300
3	Legal support contracts.....		113,359,100
4	Child support incentive payments.....		24,409,600
5	State disbursement unit--6.0 FTE positions.....		8,080,700
6	Child support automation.....		<u>41,877,600</u>
7	GROSS APPROPRIATION.....	\$	209,015,300
8	Appropriated from:		
9	Federal revenues:		
10	Capped federal revenues.....		11,395,000
11	Total other federal revenues.....		163,700,200
12	State general fund/general purpose.....	\$	33,920,100
13	Sec. 104. COMMUNITY SERVICES AND OUTREACH		
14	Full-time equated classified positions..... 46.6		
15	Bureau of community services and outreach--16.0 FTE		
16	positions	\$	2,065,600
17	Community services block grant.....		25,840,000
18	Weatherization assistance.....		16,340,000
19	School success partnership program.....		450,000
20	Homeless programs.....		15,721,900
21	Domestic violence prevention and treatment--14.6 FTE		
22	positions		15,727,100
23	Rape prevention and services--0.5 FTE position.....		5,072,300
24	Child advocacy centers--0.5 FTE position.....		2,000,000
25	Michigan community service commission--15.0 FTE		
26	positions		<u>11,593,900</u>
27	GROSS APPROPRIATION.....	\$	94,810,800

1	Appropriated from:		
2	Federal revenues:		
3	Social security act, temporary assistance for needy		
4	families		11,673,100
5	Capped federal revenues.....		66,215,400
6	Special revenue funds:		
7	Private - collections.....		44,100
8	Compulsive gambling prevention fund.....		1,040,500
9	Sexual assault victims' prevention and treatment fund		3,000,000
10	Child advocacy centers fund.....		2,000,000
11	State general fund/general purpose.....	\$	10,837,700
12	Sec. 105. CHILDREN'S SERVICES AGENCY - CHILD		
13	WELFARE		
14	Full-time equated classified positions.....	3,892.2	
15	Children's services administration--166.0 FTE		
16	positions	\$	18,637,200
17	Title IV-E compliance and accountability office--4.0		
18	FTE positions		412,000
19	Child welfare institute--45.0 FTE positions		7,687,400
20	Child welfare field staff - caseload		
21	compliance--2,511.0 FTE positions.....		225,483,300
22	Child welfare field staff - noncaseload		
23	compliance--320.0 FTE positions.....		32,881,200
24	Education planners--15.0 FTE positions		1,485,300
25	Peer coaches--45.5 FTE positions		5,567,700
26	Child welfare first line supervisors--578.0 FTE		
27	positions		70,618,000

1	Second line supervisors and technical staff--54.0	
2	FTE positions	8,650,900
3	Permanency resource managers--28.0 FTE positions	3,095,400
4	Contractual services, supplies, and materials	9,274,000
5	Settlement monitor.....	1,885,800
6	Foster care payments.....	187,783,300
7	Guardianship assistance program.....	9,223,400
8	Child care fund.....	177,131,800
9	Child care fund administration--6.2 FTE positions	788,100
10	Adoption subsidies.....	229,337,200
11	Adoption support services--10.0 FTE positions	27,243,600
12	Youth in transition--4.5 FTE positions	15,006,900
13	Child welfare medical/psychiatric evaluations	8,735,500
14	Psychotropic oversight.....	618,200
15	Performance based funding implementation--3.0 FTE	
16	positions	1,772,100
17	Family support subsidy.....	17,633,600
18	Interstate compact.....	179,600
19	Strong families/safe children.....	12,350,100
20	Family preservation programs--23.0 FTE positions	38,857,500
21	Family preservation and prevention services	
22	administration--9.0 FTE positions.....	1,263,100
23	Child abuse and neglect - children's justice	
24	act--1.0 FTE position	619,100
25	Children's trust fund--12.0 FTE positions	3,301,800
26	Attorney general contract.....	4,224,900
27	Prosecuting attorney general contracts	2,561,700

1	Child protection.....	800,300
2	Child welfare licensing--57.0 FTE positions.....	<u>5,884,600</u>
3	GROSS APPROPRIATION.....	\$ 1,130,994,600
4	Appropriated from:	
5	Interdepartmental grant revenues:	
6	IDG from department of education.....	89,100
7	Federal revenues:	
8	Social security act, temporary assistance for needy	
9	families	332,408,500
10	Capped federal revenues.....	108,972,100
11	Total other federal revenues.....	249,976,400
12	Special revenue funds:	
13	Private - collections.....	2,805,900
14	Local funds - county chargeback.....	14,194,000
15	Children's trust fund.....	2,076,900
16	State general fund/general purpose.....	\$ 420,471,700
17	Sec. 106. CHILDREN'S SERVICES AGENCY - JUVENILE	
18	JUSTICE	
19	Full-time equated classified positions.....	112.0
20	W.J. Maxey training school.....	\$ 1,000,000
21	Bay pines center--42.0 FTE positions.....	4,823,100
22	Shawono center--42.0 FTE positions.....	4,908,200
23	County juvenile officers.....	3,904,300
24	Community support services--3.0 FTE positions.....	2,097,900
25	Juvenile justice, administration and	
26	maintenance--22.0 FTE positions.....	3,491,800
27	Juvenile accountability block grant--0.5 FTE position	1,281,300

1	Committee on juvenile justice administration--2.5	
2	FTE positions	343,500
3	Committee on juvenile justice grants.....	3,000,000
4	In-home community care.....	<u>400,000</u>
5	GROSS APPROPRIATION.....	\$ 25,250,100
6	Appropriated from:	
7	Federal revenues:	
8	Capped federal revenues.....	9,232,700
9	Special revenue funds:	
10	Local funds - state share education funds.....	2,189,900
11	Local funds - county chargeback.....	3,518,800
12	State general fund/general purpose.....	\$ 10,308,700
13	Sec. 107. PUBLIC ASSISTANCE	
14	Full-time equated classified positions..... 8.0	
15	Family independence program.....	\$ 112,992,700
16	State disability assistance payments.....	14,018,300
17	Food assistance program benefits.....	2,419,025,900
18	State supplementation.....	63,194,100
19	State supplementation administration.....	2,381,100
20	Low-income home energy assistance program.....	174,951,600
21	Food bank funding.....	1,795,000
22	Multicultural integration funding.....	11,858,300
23	Indigent burial.....	4,300,000
24	Emergency services local office allocations.....	10,357,500
25	Michigan energy assistance program--1.0 FTE position.	50,000,000
26	Refugee assistance program--7.0 FTE positions.....	<u>27,966,600</u>
27	GROSS APPROPRIATION.....	\$ 2,892,841,100

1	Appropriated from:		
2	Federal revenues:		
3	Social security act, temporary assistance for needy		
4	families	49,617,900	
5	Capped federal revenues.....	203,100,300	
6	Total other federal revenues.....	2,413,538,300	
7	Special revenue funds:		
8	Child support collections.....	12,168,700	
9	Supplemental security income recoveries.....	5,470,900	
10	Public assistance recoupment revenue.....	6,290,000	
11	Low-income energy assistance fund.....	50,000,000	
12	Michigan merit award trust fund.....	30,100,000	
13	State general fund/general purpose.....	\$ 122,555,000	
14	Sec. 108. FIELD OPERATIONS AND SUPPORT SERVICES		
15	Full-time equated classified positions.....	6,488.5	
16	Public assistance field staff--4,693.5 FTE positions .	\$ 463,295,300	
17	Contractual services, supplies, and materials	17,224,900	
18	Medical/psychiatric evaluations.....	1,420,100	
19	Donated funds positions--538.0 FTE positions	60,147,600	
20	Training and program support--17.0 FTE positions	2,047,700	
21	Volunteer services and reimbursement.....	942,400	
22	Field policy and administration--66.0 FTE positions ..	8,394,000	
23	Adult services field staff--425.0 FTE positions	43,807,400	
24	Nutrition education--2.0 FTE positions	23,036,600	
25	Employment and training support services.....	4,219,100	
26	Michigan rehabilitation services--526.0 FTE positions	130,927,900	
27	Independent living.....	12,031,600	

1	Wage employment verification reporting.....	337,100
2	Electronic benefit transfer (EBT)	8,509,000
3	Administrative support workers--221.0 FTE positions ..	<u>12,453,700</u>
4	GROSS APPROPRIATION.....	\$ 788,794,400
5	Appropriated from:	
6	Interdepartmental grant revenues:	
7	IDG from department of corrections.....	100,000
8	IDG from department of education.....	7,503,700
9	Federal revenues:	
10	Social security act, temporary assistance for needy	
11	families	97,885,900
12	Capped federal revenues.....	152,035,600
13	Federal supplemental security income.....	8,588,600
14	Total other federal revenues.....	242,036,700
15	Special revenue funds:	
16	Local funds - donated funds.....	10,934,300
17	Local vocational rehabilitation match.....	6,534,600
18	Private funds - donated funds.....	18,199,000
19	Private funds - gifts, bequests, and donations.....	1,854,600
20	Rehabilitation service fees.....	1,442,000
21	Second injury fund.....	149,400
22	State general fund/general purpose.....	\$ 241,530,000
23	Sec. 109. DISABILITY DETERMINATION SERVICES	
24	Full-time equated classified positions.....	587.4
25	Disability determination operations--583.3 FTE	
26	positions	\$ 109,419,900
27	Retirement disability determination--4.1 FTE positions	<u>591,200</u>

1	GROSS APPROPRIATION.....	\$	110,011,100
2	Appropriated from:		
3	Interdepartmental grant revenues:		
4	IDG from department of technology, management, and		
5	budget - office of retirement services.....		763,800
6	Federal revenues:		
7	Total other federal revenues.....		106,009,400
8	State general fund/general purpose.....	\$	3,237,900
9	Sec. 110. BEHAVIORAL HEALTH PROGRAM ADMINISTRATION		
10	AND SPECIAL PROJECTS		
11	Full-time equated classified positions.....	106.0	
12	Behavioral health program administration--105.0 FTE		
13	positions	\$	61,874,500
14	Gambling addiction--1.0 FTE position.....		3,003,700
15	Protection and advocacy services support		194,400
16	Community residential and support services		592,100
17	Federal and other special projects		2,535,600
18	Housing and support services		<u>13,238,800</u>
19	GROSS APPROPRIATION.....	\$	81,439,100
20	Appropriated from:		
21	Federal revenues:		
22	Social security act, temporary assistance for needy		
23	families		180,500
24	Total other federal revenues		47,889,000
25	Special revenue funds:		
26	Total private revenues		1,000,000
27	Total other state restricted revenues		3,003,700

1	State general fund/general purpose	\$	29,365,900
2	Sec. 111. BEHAVIORAL HEALTH SERVICES		
3	Full-time equated classified positions.....	9.5	
4	Medicaid mental health services	\$	2,383,364,300
5	Community mental health non-Medicaid services		117,050,400
6	Medicaid substance use disorder services		47,495,700
7	Civil service charges		1,499,300
8	Federal mental health block grant--2.5 FTE positions .		15,444,600
9	State disability assistance program substance use		
10	disorder services		2,018,800
11	Community substance use disorder prevention,		
12	education, and treatment		73,811,800
13	Children's waiver home care program		20,000,000
14	Nursing home PAS/ARR-OBRA--7.0 FTE positions		12,258,800
15	Children with serious emotional disturbance waiver ...		12,647,900
16	Health homes		3,369,000
17	Healthy Michigan plan - behavioral health		355,432,600
18	Autism services		36,418,500
19	University autism programs		<u>2,500,000</u>
20	GROSS APPROPRIATION	\$	3,083,311,700
21	Appropriated from:		
22	Federal revenues:		
23	Total other federal revenues		2,084,174,300
24	Special revenue funds:		
25	Total local revenues		25,475,800
26	Total other state restricted revenues		22,512,700
27	State general fund/general purpose	\$	951,148,900

1	Sec. 112. STATE PSYCHIATRIC HOSPITALS AND FORENSIC		
2	MENTAL HEALTH SERVICES		
3	Total average population	893.0	
4	Full-time equated classified positions.....	2,130.9	
5	Caro Regional Mental Health Center - psychiatric		
6	hospital - adult--461.3 FTE positions.....	\$	56,313,400
7	Average population	185.0	
8	Kalamazoo Psychiatric Hospital - adult--466.1 FTE		
9	positions		64,459,400
10	Average population	189.0	
11	Walter P. Reuther Psychiatric Hospital -		
12	adult--420.8 FTE positions		55,835,000
13	Average population	234.0	
14	Hawthorn Center - psychiatric hospital - children		
15	and adolescents--226.4 FTE positions.....		28,735,600
16	Average population	75.0	
17	Center for forensic psychiatry--556.3 FTE positions ..		72,538,000
18	Average population	210.0	
19	Revenue recapture.....		750,000
20	IDEA, federal special education.....		120,000
21	Special maintenance.....		332,500
22	Purchase of medical services for residents of		
23	hospitals and centers		445,600
24	Gifts and bequests for patient living and treatment		
25	environment		<u>1,000,000</u>
26	GROSS APPROPRIATION.....	\$	280,529,500
27	Appropriated from:		

1	Federal revenues:	
2	Total other federal revenues	34,711,200
3	Special revenue funds:	
4	Other local revenues	19,480,700
5	Total private revenues	1,000,000
6	Total other state restricted revenues	18,868,500
7	State general fund/general purpose	\$ 206,469,100
8	Sec. 113. PUBLIC HEALTH ADMINISTRATION	
9	Full-time equated classified positions.....	100.4
10	Public health administration--7.3 FTE positions	\$ 1,567,800
11	Health and wellness initiatives--11.7 FTE positions ..	8,946,400
12	Vital records and health statistics--81.4 FTE	
13	positions	<u>11,763,400</u>
14	GROSS APPROPRIATION	\$ 22,277,600
15	Appropriated from:	
16	Federal revenues:	
17	Capped federal revenues	81,100
18	Total other federal revenues	4,343,800
19	Special revenue funds:	
20	Total other state restricted revenues	12,337,600
21	State general fund/general purpose	\$ 5,515,100
22	Sec. 114. HEALTH POLICY	
23	Full-time equated classified positions.....	64.8
24	Bone marrow transplant registry	\$ 250,000
25	Certificate of need program administration--12.3 FTE	
26	positions	2,781,400
27	Emergency medical services program--23.0 FTE positions	6,415,200

1	Health innovation grants.....	1,500,000
2	Health policy administration--24.1 FTE positions	28,106,300
3	Human trafficking intervention services	200,000
4	Michigan essential health provider	3,591,300
5	Minority health grants and contracts	612,700
6	Nurse education and research program--3.0 FTE	
7	positions	1,041,500
8	Primary care services--1.4 FTE positions	4,067,500
9	Rural health services--1.0 FTE position	<u>1,555,500</u>
10	GROSS APPROPRIATION.....	\$ 50,121,400
11	Appropriated from:	
12	Interdepartmental grant revenues:	
13	Interdepartmental grant from the department of	
14	licensing and regulatory affairs.....	1,041,500
15	Interdepartmental grant from the department of	
16	treasury, Michigan state hospital finance authority.	116,000
17	Federal revenues:	
18	Total other federal revenues	32,987,200
19	Special revenue funds:	
20	Total private revenues	865,000
21	Total other state restricted revenues	6,561,700
22	State general fund/general purpose	\$ 8,550,000
23	Sec. 115. LABORATORY SERVICES	
24	Full-time equated classified positions..... 100.0	
25	Laboratory services--100.0 FTE positions	\$ <u>20,295,500</u>
26	GROSS APPROPRIATION.....	\$ 20,295,500
27	Appropriated from:	

1	Interdepartmental grant revenues:	
2	Interdepartmental grant from the department of	
3	environmental quality	974,000
4	Federal revenues:	
5	Total other federal revenues	2,294,400
6	Special revenue funds:	
7	Total other state restricted revenues	10,261,900
8	State general fund/general purpose	\$ 6,765,200
9	Sec. 116. EPIDEMIOLOGY AND INFECTIOUS DISEASE	
10	Full-time equated classified positions.....	144.9
11	AIDS surveillance and prevention program	\$ 1,854,100
12	Bioterrorism preparedness--52.0 FTE positions	30,077,600
13	Epidemiology administration--41.6 FTE positions	12,455,700
14	Healthy homes program--8.0 FTE positions	4,384,300
15	Immunization program--12.8 FTE positions	18,817,900
16	Newborn screening follow-up and treatment	
17	services--10.5 FTE positions	7,223,000
18	Sexually transmitted disease control program--20.0	
19	FTE positions	6,246,900
20	Tuberculosis control and prevention	<u>867,000</u>
21	GROSS APPROPRIATION	\$ 81,926,500
22	Appropriated from:	
23	Federal revenues:	
24	Total other federal revenues	60,864,000
25	Special revenue funds:	
26	Total private revenues	2,339,000
27	Total other state restricted revenues	11,577,900

1	State general fund/general purpose	\$	7,145,600
2	Sec. 117. LOCAL HEALTH ADMINISTRATION AND GRANTS		
3	Full-time equated classified positions.....	2.0	
4	Essential local public health services	\$	40,886,100
5	Implementation of 1993 PA 133, MCL 333.17015		20,000
6	Local health services--2.0 FTE positions		536,100
7	Medicaid outreach cost reimbursement to local health		
8	departments		<u>9,000,000</u>
9	GROSS APPROPRIATION	\$	50,442,200
10	Appropriated from:		
11	Federal revenues:		
12	Total other federal revenues		9,536,100
13	Special revenue funds:		
14	Total local revenues		5,150,000
15	State general fund/general purpose	\$	35,756,100
16	Sec. 118. CHRONIC DISEASE AND INJURY PREVENTION AND		
17	HEALTH PROMOTION		
18	Full-time equated classified positions.....	113.0	
19	AIDS prevention, testing, and care programs--47.7		
20	FTE positions	\$	70,423,000
21	Alzheimer's disease in-home care pilot		150,000
22	Cancer prevention and control program--13.0 FTE		
23	positions		15,005,800
24	Chronic disease control and health promotion		
25	administration--29.4 FTE positions		6,356,200
26	Diabetes and kidney program--8.0 FTE positions		3,038,100
27	Smoking prevention program--12.0 FTE positions		2,107,600

1	Violence prevention--2.9 FTE positions	<u>1,823,700</u>
2	GROSS APPROPRIATION.....	\$ 98,904,400
3	Appropriated from:	
4	Federal revenues:	
5	Total other federal revenues	52,671,100
6	Special revenue funds:	
7	Total private revenues	38,778,400
8	Total other state restricted revenues	5,534,000
9	State general fund/general purpose	\$ 1,920,900
10	Sec. 119. FAMILY, MATERNAL, AND CHILDREN'S HEALTH	
11	SERVICES	
12	Full-time equated classified positions.....	69.6
13	Childhood lead program--2.5 FTE positions	\$ 1,563,300
14	Dental programs--3.0 FTE positions	1,818,200
15	Family, maternal, and children's health services	
16	administration--50.1 FTE positions	8,437,000
17	Family planning local agreements	8,310,700
18	Local MCH services	7,018,100
19	Pregnancy prevention program	602,100
20	Prenatal care outreach and service delivery	
21	support--14.0 FTE positions	18,383,000
22	Special projects	6,289,100
23	Sudden infant death syndrome program	<u>321,300</u>
24	GROSS APPROPRIATION.....	\$ 52,742,800
25	Appropriated from:	
26	Federal revenues:	
27	Total other federal revenues	42,214,500

1	Special revenue funds:	
2	Total local revenues.....	75,000
3	Total private revenues.....	874,500
4	Total other state restricted revenues.....	20,000
5	State general fund/general purpose.....	\$ 9,558,800
6	Sec. 120. WOMEN, INFANTS, AND CHILDREN FOOD AND	
7	NUTRITION PROGRAM	
8	Full-time equated classified positions.....	45.0
9	Women, infants, and children program administration	
10	and special projects--45.0 FTE positions.....	\$ 17,905,900
11	Women, infants, and children program local	
12	agreements and food costs	<u>256,285,000</u>
13	GROSS APPROPRIATION.....	\$ 274,190,900
14	Appropriated from:	
15	Federal revenues:	
16	Total other federal revenues.....	213,113,000
17	Special revenue funds:	
18	Total private revenues.....	61,077,900
19	State general fund/general purpose.....	\$ 0
20	Sec. 121. CHILDREN'S SPECIAL HEALTH CARE SERVICES	
21	Full-time equated classified positions.....	46.8
22	Children's special health care services	
23	administration--44.0 FTE positions.....	\$ 5,897,900
24	Bequests for care and services--2.8 FTE positions....	1,528,200
25	Outreach and advocacy.....	5,510,000
26	Nonemergency medical transportation.....	905,900
27	Medical care and treatment.....	<u>188,291,400</u>

1	GROSS APPROPRIATION.....	\$	202,133,400
2	Appropriated from:		
3	Federal revenues:		
4	Total other federal revenues.....		106,154,700
5	Special revenue funds:		
6	Total private revenues.....		1,008,900
7	Total other state restricted revenues.....		3,858,400
8	State general fund/general purpose.....	\$	91,111,400
9	Sec. 122. CRIME VICTIM SERVICES COMMISSION		
10	Full-time equated classified positions.....		13.0
11	Grants administration services--13.0 FTE positions ...	\$	2,129,800
12	Justice assistance grants.....		15,000,000
13	Crime victim rights services grants.....		<u>16,870,000</u>
14	GROSS APPROPRIATION.....	\$	33,999,800
15	Appropriated from:		
16	Federal revenues:		
17	Total other federal revenues.....		18,697,500
18	Special revenue funds:		
19	Total other state restricted revenues.....		15,302,300
20	State general fund/general purpose.....	\$	0
21	Sec. 123. AGING AND ADULT SERVICES AGENCY		
22	Full-time equated classified positions.....		58.0
23	Aging and adult services administration--58.0 FTE		
24	positions	\$	10,904,100
25	Community services.....		39,013,900
26	Elder law of Michigan MiCAFE contract.....		350,000
27	Nutrition services.....		39,044,000

1	Employment assistance.....	3,500,000
2	Program of all-inclusive care for the elderly.....	65,938,500
3	Respite care program.....	5,868,700
4	Senior volunteer service programs.....	<u>4,465,300</u>
5	GROSS APPROPRIATION.....	\$ 169,084,500
6	Appropriated from:	
7	Federal revenues:	
8	Capped federal revenues.....	1,102,200
9	Total other federal revenues.....	101,673,200
10	Special revenue funds:	
11	Total private revenues.....	520,000
12	Merit award trust fund.....	4,068,700
13	Total other state restricted revenues.....	1,400,000
14	State general fund/general purpose.....	\$ 60,320,400
15	Sec. 124. MEDICAL SERVICES ADMINISTRATION	
16	Full-time equated classified positions.....	463.5
17	Medical services administration--403.5 FTE positions .	\$ 85,696,300
18	Healthy Michigan plan administration--36.0 FTE	
19	positions	68,878,600
20	Facility inspection contract.....	132,800
21	MICChild administration.....	3,500,000
22	Electronic health record incentive program--24.0 FTE	
23	positions	<u>144,226,200</u>
24	GROSS APPROPRIATION.....	\$ 302,433,900
25	Appropriated from:	
26	Federal revenues:	
27	Social security act, temporary assistance for needy	

1	families	4,180,000
2	Capped federal revenues	910,700
3	Total other federal revenues	246,873,600
4	Special revenue funds:	
5	Total local revenues	105,700
6	Total private revenues	99,800
7	Total other state restricted revenues	331,300
8	State general fund/general purpose	\$ 49,932,800
9	Sec. 125. MEDICAL SERVICES	
10	Hospital services and therapy	\$ 1,139,960,500
11	Hospital disproportionate share payments	45,000,000
12	Physician services	334,848,800
13	Medicare premium payments	410,077,800
14	Pharmaceutical services	300,132,400
15	Home health services	5,893,100
16	Hospice services	107,768,400
17	Transportation	21,636,100
18	Auxiliary medical services	6,339,600
19	Dental services	233,674,300
20	Ambulance services	18,987,700
21	Long-term care services	1,396,577,100
22	Integrated care organizations	454,700,000
23	Medicaid home- and community-based services waiver ...	329,692,700
24	Adult home help services	303,047,800
25	Personal care services	11,762,300
26	Health plan services	5,011,623,000
27	MICchild program	22,211,200

1	Federal Medicare pharmaceutical program.....	203,481,400
2	Maternal and child health.....	20,279,500
3	Healthy Michigan plan.....	3,726,633,700
4	Subtotal basic medical services program.....	14,104,327,400
5	School-based services.....	112,102,700
6	Dental clinic program.....	1,000,000
7	Special Medicaid reimbursement.....	388,891,700
8	Subtotal special medical services payments.....	<u>501,994,400</u>
9	GROSS APPROPRIATION.....	\$ 14,606,321,800
10	Appropriated from:	
11	Federal revenues:	
12	Total other federal revenues.....	10,904,029,000
13	Special revenue funds:	
14	Total local revenues.....	35,664,600
15	Total private revenues.....	2,100,000
16	Merit award trust fund.....	64,266,000
17	Total other state restricted revenues.....	1,917,800,800
18	State general fund/general purpose.....	\$ 1,682,461,400
19	Sec. 126. ONE-TIME BASIS ONLY APPROPRIATIONS	
20	Pay for success contracts.....	\$ 1,500,000
21	Mental health commission recommendations.....	1,500,000
22	Employment and training support services.....	800,000
23	Drug policy initiatives.....	1,500,000
24	Hospice services.....	<u>2,500,000</u>
25	GROSS APPROPRIATION.....	\$ 7,800,000
26	Appropriated from:	
27	Federal revenues:	

1	Social security act, temporary assistance for needy	
2	families	400,000
3	State general fund/general purpose	\$ 7,400,000

4 PART 1B

5 SUPPLEMENTAL LINE-ITEM APPROPRIATIONS

6 Sec. 151. There is appropriated for the departments of
 7 community health and human services for the fiscal year ending
 8 September 30, 2015, from the following funds:

9 **APPROPRIATION SUMMARY**

10	GROSS APPROPRIATION.....	\$ 1,000,607,400
11	Interdepartmental grant revenues:	
12	Total interdepartmental grants and intradepartmental	
13	transfers	0
14	ADJUSTED GROSS APPROPRIATION.....	\$ 1,000,607,400
15	Federal revenues:	
16	Total federal revenues.....	978,654,700
17	Special revenue funds:	
18	Total local revenues.....	(2,288,800)
19	Total private revenues.....	485,300
20	Total other state restricted revenues.....	9,333,900
21	State general fund/general purpose	\$ 14,422,300

22 **Sec. 152. DEPARTMENT OF COMMUNITY HEALTH**

23 **(1) APPROPRIATION SUMMARY**

24	GROSS APPROPRIATION.....	\$ 1,019,662,600
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1	Interdepartmental grant revenues:	
2	Total interdepartmental grants and intradepartmental	
3	transfers	0
4	ADJUSTED GROSS APPROPRIATION.....	\$ 1,019,662,600
5	Federal revenues:	
6	Total federal revenues.....	993,680,600
7	Special revenue funds:	
8	Total local revenues.....	0
9	Total private revenues.....	0
10	Total other state restricted revenues.....	13,010,100
11	State general fund/general purpose.....	\$ 12,971,900
12	(2) BEHAVIORAL HEALTH SERVICES	
13	Medicaid mental health services.....	\$ 9,232,100
14	Medicaid substance use disorder services.....	(951,500)
15	Healthy Michigan plan - behavioral health.....	<u>35,131,500</u>
16	GROSS APPROPRIATION.....	\$ 43,412,100
17	Appropriated from:	
18	Federal revenues:	
19	Total federal revenues.....	40,558,600
20	State general fund/general purpose.....	\$ 2,853,500
21	(3) CHILDREN'S SPECIAL HEALTH CARE SERVICES	
22	Medical care and treatment.....	\$ <u>(2,931,700)</u>
23	GROSS APPROPRIATION.....	\$ (2,931,700)
24	Appropriated from:	
25	Federal revenues:	
26	Total federal revenues.....	(1,621,200)
27	State general fund/general purpose.....	\$ (1,310,500)

1	(4) MEDICAL SERVICES		
2	Hospital services and therapy.....	\$	(43,310,000)
3	Physician services.....		(20,246,400)
4	Medicare premium payments.....		2,002,500
5	Pharmaceutical services.....		1,983,200
6	Home health services.....		(87,800)
7	Hospice services.....		(8,257,400)
8	Transportation.....		(2,667,500)
9	Auxiliary medical services.....		(1,369,300)
10	Dental services.....		(12,920,700)
11	Ambulance services.....		(1,123,000)
12	Long-term care services.....		93,623,600
13	Integrated care organizations.....		(30,478,000)
14	Medicaid home- and community-based services waiver...		(2,206,300)
15	Adult home help services.....		(116,800)
16	Personal care services.....		(548,700)
17	Program of all-inclusive care for the elderly.....		(17,974,300)
18	Autism services.....		(171,800)
19	Health plan services.....		89,683,800
20	MICHild program.....		16,096,200
21	Federal Medicare pharmaceutical program.....		3,802,500
22	Healthy Michigan plan.....		917,634,100
23	Subtotal basic medical services program.....		983,347,900
24	School-based services.....		(4,165,700)
25	Subtotal special medical services payments.....		<u>(4,165,700)</u>
26	GROSS APPROPRIATION.....	\$	979,182,200
27	Appropriated from:		

1	Federal revenues:	
2	Total federal revenues.....	954,743,200
3	Special revenue funds:	
4	Total other state restricted revenues.....	13,010,100
5	State general fund/general purpose.....	\$ 11,428,900
6	Sec. 153. DEPARTMENT OF HUMAN SERVICES	
7	(1) APPROPRIATION SUMMARY	
8	GROSS APPROPRIATION.....	\$ (19,055,200)
9	Interdepartmental grant revenues:	
10	Total interdepartmental grants and intradepartmental	
11	transfers	0
12	ADJUSTED GROSS APPROPRIATION.....	\$ (19,055,200)
13	Federal revenues:	
14	Social security act, temporary assistance for needy	
15	families	(8,896,200)
16	Capped federal revenues.....	3,787,500
17	Total other federal revenues.....	(9,917,200)
18	Special revenue funds:	
19	Total local revenues.....	(2,288,800)
20	Total private revenues.....	485,300
21	Total other state restricted revenues.....	(3,676,200)
22	State general fund/general purpose.....	\$ 1,450,400
23	(2) CHILD WELFARE SERVICES	
24	Child care fund.....	\$ (4,356,300)
25	Adoption subsidies.....	(10,119,500)
26	Guardianship assistance program.....	881,800

1	Foster care payments.....	<u>4,855,600</u>
2	GROSS APPROPRIATION.....	\$ (8,738,400)
3	Appropriated from:	
4	Federal revenues:	
5	Social security act, temporary assistance for needy	
6	families	(3,894,000)
7	Capped federal revenues.....	3,787,500
8	Total other federal revenues.....	(9,917,200)
9	Special revenue funds:	
10	Private - collections.....	485,300
11	Local funds - county chargeback.....	(2,288,800)
12	State general fund/general purpose.....	\$ 3,088,800
13	(3) PUBLIC ASSISTANCE	
14	Family independence program.....	\$ (10,734,300)
15	State disability assistance payments.....	351,500
16	State supplementation.....	<u>66,000</u>
17	GROSS APPROPRIATION.....	\$ (10,316,800)
18	Appropriated from:	
19	Federal revenues:	
20	Social security act, temporary assistance for needy	
21	families	(5,002,200)
22	Special revenue funds:	
23	Child support collections.....	(2,576,900)
24	Public assistance recoupment revenue.....	(720,000)
25	Supplemental security income recoveries.....	(379,300)
26	State general fund/general purpose.....	\$ (1,638,400)

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2015-2016

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 2015-2016 is \$6,357,067,700.00 and state spending from state resources to be paid to local units of government for fiscal year 2015-2016 is \$1,221,145,400.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF HEALTH AND HUMAN SERVICES

CHILDREN'S SERVICES AGENCY-CHILD WELFARE

Child care fund.....	\$	89,250,000
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CHILDREN'S SERVICES AGENCY-JUVENILE JUSTICE

County juvenile officers.....	\$	3,100,000
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PUBLIC ASSISTANCE

Family independence program.....	\$	11,700
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State disability assistance payments.....		966,000
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Multicultural integration funding.....		3,795,900
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BEHAVIORAL HEALTH PROGRAM ADMINISTRATION AND SPECIAL PROJECTS

Community residential and support services.....	\$	292,100
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Housing and support services.....		667,400
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BEHAVIORAL HEALTH SERVICES

Medicaid mental health services.....	\$	791,137,400
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Community mental health non-Medicaid services.....		117,050,400
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Medicaid substance use disorder services.....		16,338,900
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1	State disability assistance program substance use		
2	disorder services		2,018,800
3	Community substance use disorder prevention,		
4	education, and treatment		14,553,400
5	Children's waiver home care program.....		6,880,000
6	Nursing home PAS/ARR-OBRA.....		2,724,900
7	LABORATORY SERVICES		
8	Laboratory services.....	\$	5,000
9	EPIDEMIOLOGY AND INFECTIOUS DISEASE		
10	Sexually transmitted disease control program.....	\$	377,000
11	LOCAL HEALTH ADMINISTRATION AND GRANTS		
12	Essential local public health services.....	\$	34,199,500
13	Implementation of 1993 PA 133, MCL 333.17015		300
14	CHRONIC DISEASE AND INJURY PREVENTION AND HEALTH PROMOTION		
15	AIDS prevention, testing, and care programs	\$	606,100
16	Cancer prevention and control program.....		116,700
17	FAMILY, MATERNAL, AND CHILDREN'S HEALTH SERVICES		
18	Prenatal care outreach and service delivery support ..	\$	2,044,900
19	CHILDREN'S SPECIAL HEALTH CARE SERVICES		
20	Outreach and advocacy.....	\$	2,204,000
21	Medical care and treatment.....		949,800
22	CRIME VICTIM SERVICES COMMISSION		
23	Crime victim rights services grants.....	\$	6,389,800
24	AGING AND ADULT SERVICES AGENCY		
25	Community services.....	\$	13,333,500
26	Nutrition services.....		9,287,000
27	Respite care program.....		5,868,700

1	Senior volunteer service programs	1,127,900
2	MEDICAL SERVICES	
3	Hospital services and therapy	\$ 2,449,500
4	Physician services	10,665,900
5	Dental services	1,202,000
6	Long-term care services	<u>81,530,900</u>
7	TOTAL OF PAYMENTS TO LOCAL UNITS	
8	OF GOVERNMENT	\$ 1,221,145,400

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

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

13 (a) "AFC" means adult foster care.

14 (b) "AIDS" means acquired immunodeficiency syndrome.

15 (c) "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 (d) "Current fiscal year" means the fiscal year ending
19 September 30, 2016.

20 (e) "Department" means the department of health and human
21 services.

22 (f) "Director" means the director of the department.

23 (g) "DSH" means disproportionate share hospital.

24 (h) "EPSDT" means early and periodic screening, diagnosis, and
25 treatment.

26 (i) "Federal poverty level" means the poverty guidelines
27 published annually in the Federal Register by the United States

1 Department of Health and Human Services under its authority to
2 revise the poverty line under 42 USC 9902.

3 (j) "FTE" means full-time equated.

4 (k) "GME" means graduate medical education.

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

8 (m) "HEDIS" means healthcare effectiveness data and
9 information set.

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) "IDG" means interdepartmental grant.

14 (q) "MCH" means maternal and child health.

15 (r) "Medicare" means subchapter XVIII of the social security
16 act, 42 USC 1395 to 1395lll.

17 (s) "MiCAFE" means Michigan's coordinated access to food for
18 the elderly.

19 (t) "MIChild" means the program described in section 1670.

20 (u) "PAS/ARR-OBRA" means the preadmission screening and annual
21 resident review required under the omnibus budget reconciliation
22 act of 1987, section 1919(e)(7) of the social security act, 42 USC
23 1396r.

24 (v) "PIHP" means an entity designated by the department as a
25 regional entity or a specialty prepaid inpatient health plan for
26 Medicaid mental health services, services to individuals with
27 developmental disabilities, and substance use disorder services.

1 Regional entities are described in section 204b of the mental
2 health code, 1974 PA 258, MCL 330.1204b. Specialty prepaid
3 inpatient health plans are described in section 232b of the mental
4 health code, 1974 PA 258, MCL 330.1232b.

5 (w) "Previous fiscal year" means the fiscal year ending
6 September 30, 2015.

7 (x) "Settlement" means the settlement agreement entered in the
8 case of Dwayne B. v Snyder, docket no. 2:06-cv-13548 in the United
9 States district court for the eastern district of Michigan.

10 (y) "SSI" means supplemental security income.

11 (z) "Temporary assistance for needy families" or "TANF" or
12 "title IV-A" means part A of subchapter IV of the social security
13 act, 42 USC 601 to 619.

14 (aa) "Title IV-D" means part D of title IV of the social
15 security act, 42 USC 651 to 669b.

16 (bb) "Title IV-E" means part E of title IV of the social
17 security act, 42 USC 670 to 679c.

18 (cc) "Title X" means title X of the public health service act,
19 42 USC 300 to 300a-8, which establishes grants to states for family
20 planning services.

21 (dd) "Title XIX" and "Medicaid" mean subchapter XIX of the
22 social security act, 42 USC 1396 to 1396w-5.

23 Sec. 204. In addition to the metrics required under section
24 447 of the management and budget act, 1984 PA 431, MCL 18.1447, for
25 each new program or program enhancement for which funds in excess
26 of \$1,000,000.00 are appropriated in part 1, the department shall
27 provide not later than November 1, 2015 a list of program-specific

1 metrics intended to measure its performance based on a return on
2 taxpayer investment. The department shall deliver the program-
3 specific metrics to members of the senate and house subcommittees
4 on the department budget, fiscal agencies, and the state budget
5 director. The department shall provide an update on its progress in
6 tracking program-specific metrics and the status of program success
7 at an appropriations subcommittee meeting called for by the
8 subcommittee chair.

9 Sec. 205. Pursuant to section 1b of the social welfare act,
10 1939 PA 280, MCL 400.1b, the department shall treat part 1 and this
11 part as a time-limited addendum to the social welfare act, 1939 PA
12 280, MCL 400.1 to 400.119b.

13 Sec. 206. (1) In addition to the funds appropriated in part 1,
14 there is appropriated an amount not to exceed \$400,000,000.00 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. These funds shall not be made available
19 to increase TANF authorization.

20 (2) In addition to the funds appropriated in part 1, there is
21 appropriated an amount not to exceed \$45,000,000.00 for state
22 restricted contingency funds. These funds are not available for
23 expenditure until they have been transferred to another line item
24 in part 1 under section 393(2) of the management and budget act,
25 1984 PA 431, MCL 18.1393.

26 (3) In addition to the funds appropriated in part 1, there is
27 appropriated an amount not to exceed \$40,000,000.00 for local

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 (4) In addition to the funds appropriated in part 1, there is
6 appropriated an amount not to exceed \$60,000,000.00 for private
7 contingency funds. These funds are not available for expenditure
8 until they have been transferred to another line item in part 1
9 under section 393(2) of the management and budget act, 1984 PA 431,
10 MCL 18.1393.

11 Sec. 207. The department shall maintain, on a publicly
12 accessible website, a department scorecard that identifies, tracks,
13 and regularly updates key metrics that are used to monitor and
14 improve the department's performance.

15 Sec. 208. Unless otherwise specified, the departments and
16 agencies receiving appropriations in part 1 shall use the Internet
17 to fulfill the reporting requirements of this part and part 1. This
18 requirement shall include transmission of reports via electronic
19 mail to the recipients identified for each reporting requirement,
20 and it shall include placement of reports on the Internet.

21 Sec. 209. Funds appropriated in part 1 shall not be used for
22 the purchase of foreign goods or services, or both, if
23 competitively priced and of comparable quality American goods or
24 services, or both, are available. Preference shall be given to
25 goods or services, or both, manufactured or provided by Michigan
26 businesses if they are competitively priced and of comparable
27 quality. In addition, preference shall be given to goods or

1 services, or both, that are manufactured or provided by Michigan
2 businesses owned and operated by veterans if they are competitively
3 priced and of comparable quality.

4 Sec. 210. The director and the director of the aging and adult
5 services agency shall take all reasonable steps to ensure
6 businesses in deprived and depressed communities compete for and
7 perform contracts to provide services or supplies, or both. The
8 director and the director of the aging and adult services agency
9 shall strongly encourage firms with which the department contracts
10 to subcontract with certified businesses in depressed and deprived
11 communities for services, supplies, or both.

12 Sec. 211. If the revenue collected by the department from fees
13 and collections exceeds the amount appropriated in part 1, the
14 revenue may be carried forward with the approval of the state
15 budget director into the subsequent fiscal year. The revenue
16 carried forward under this section shall be used as the first
17 source of funds in the subsequent fiscal year.

18 Sec. 212. (1) On or before February 1 of the current fiscal
19 year, the department shall report to the house and senate
20 appropriations subcommittees on the department budget, the house
21 and senate fiscal agencies, and the state budget director on the
22 detailed name and amounts of federal, restricted, private, and
23 local sources of revenue that support the appropriations in each of
24 the line items in part 1.

25 (2) Upon the release of the next fiscal year executive budget
26 recommendation, the department shall report to the same parties in
27 subsection (1) on the amounts and detailed sources of federal,

1 restricted, private, and local revenue proposed to support the
2 total funds appropriated in each of the line items in part 1 of the
3 next fiscal year executive budget proposal.

4 Sec. 213. The state departments, agencies, and commissions
5 receiving tobacco tax funds and Healthy Michigan fund revenue from
6 part 1 shall report by April 1 of the current fiscal year to the
7 senate and house appropriations committees, the senate and house
8 fiscal agencies, and the state budget director on the following:

9 (a) Detailed spending plan by appropriation line item
10 including description of programs and a summary of organizations
11 receiving these funds.

12 (b) Description of allocations or bid processes including need
13 or demand indicators used to determine allocations.

14 (c) Eligibility criteria for program participation and maximum
15 benefit levels where applicable.

16 (d) Outcome measures used to evaluate programs, including
17 measures of the effectiveness of these programs in improving the
18 health of Michigan residents.

19 (e) Any other information considered necessary by the house of
20 representatives or senate appropriations committees or the state
21 budget director.

22 Sec. 214. On a quarterly 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 chairs
2 of the house and senate subcommittees on the department budget, and
3 the house and senate fiscal agencies and policy offices of that
4 fact.

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

11 (2) The department's ability to satisfy appropriation fund
12 sources in part 1 shall not be limited to collections and accruals
13 pertaining to services provided in the current fiscal year, but
14 shall also include reimbursements, refunds, adjustments, and
15 settlements from prior years.

16 Sec. 217. 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 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. 218. The department shall include the following in its
6 annual list of proposed basic health services as required in part
7 23 of the public health code, 1978 PA 368, MCL 333.2301 to
8 333.2321:

9 (a) Immunizations.

10 (b) Communicable disease control.

11 (c) Sexually transmitted disease control.

12 (d) Tuberculosis control.

13 (e) Prevention of gonorrhea eye infection in newborns.

14 (f) Screening newborns for the conditions listed in section
15 5431 of the public health code, 1978 PA 368, MCL 333.5431, or
16 recommended by the newborn screening quality assurance advisory
17 committee created under section 5430 of the public health code,
18 1978 PA 368, MCL 333.5430.

19 (g) Health and human services annex of the Michigan emergency
20 management plan.

21 (h) Prenatal care.

22 Sec. 219. (1) The department may contract with the Michigan
23 Public Health Institute for the design and implementation of
24 projects and for other public health-related activities prescribed
25 in section 2611 of the public health code, 1978 PA 368, MCL
26 333.2611. The department may develop a master agreement with the
27 Institute to carry out these purposes for up to a 3-year period.

1 The department shall report to the house and senate appropriations
2 subcommittees on the department budget, the house and senate fiscal
3 agencies, and the state budget director on or before January 1 of
4 the current fiscal year all of the following:

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

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

9 (c) The expected project duration.

10 (d) A detailed spending plan for each project, including a
11 list of all subgrantees and the amount allocated to each
12 subgrantee.

13 (2) On or before September 30 of the current fiscal year, the
14 department shall provide to the same parties listed in subsection
15 (1) a copy of all reports, studies, and publications produced by
16 the Michigan Public Health Institute, its subcontractors, or the
17 department with the funds appropriated in part 1 and allocated to
18 the Michigan Public Health Institute.

19 Sec. 220. The department shall ensure that faith-based
20 organizations are able to apply and compete for services, programs,
21 or contracts that they are qualified and suitable to fulfill. The
22 department shall not disqualify faith-based organizations solely on
23 the basis of the religious nature of their organization or their
24 guiding principles or statements of faith.

25 Sec. 222. (1) The department shall provide written
26 notification to the chairpersons of the senate and house
27 appropriations subcommittees on the budget for the department of

1 any policy changes at least 30 days before the implementation date.

2 (2) The department shall make the entire policy and procedures
3 manual available and accessible to the public via the department
4 website.

5 (3) The department shall report no later than April 1 of the
6 current fiscal year on each specific policy change made to
7 implement a public act affecting the department that took effect
8 during the prior calendar year to the house and senate
9 appropriations subcommittees on the budget for the department, the
10 joint committee on administrative rules, and the senate and house
11 fiscal agencies. The department shall attach each policy bulletin
12 issued during the prior calendar year to this report.

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

20 Sec. 224. The department may retain all of the state's share
21 of food assistance overissuance collections as an offset to general
22 fund/general purpose costs. Retained collections shall be applied
23 against federal funds deductions in all appropriation units where
24 department costs related to the investigation and recoupment of
25 food assistance overissuances are incurred. Retained collections in
26 excess of such costs shall be applied against the federal funds
27 deducted in the executive operations appropriation unit.

1 Sec. 225. (1) Sanctions, suspensions, conditions for
2 provisional license status, and other penalties shall not be more
3 stringent for private service providers than for public entities
4 performing equivalent or similar services.

5 (2) Neither the department nor private service providers or
6 licensees shall be granted preferential treatment or considered
7 automatically to be in compliance with administrative rules based
8 on whether they have collective bargaining agreements with direct
9 care workers. Private service providers or licensees without
10 collective bargaining agreements shall not be subjected to
11 additional requirements or conditions of licensure based on their
12 lack of collective bargaining agreements.

13 Sec. 229. Unless already provided in the previous fiscal year,
14 the department shall submit to the senate and house appropriations
15 subcommittees on the department budget, the senate and house fiscal
16 agencies, the senate and house policy offices, and the state budget
17 office by December 1 of the current fiscal year a report on the
18 recommendations of the workgroup established in section 229 of
19 article X of 2014 PA 252 on aligning spending on Michigan Works!
20 job readiness programs with the declining family independence
21 program caseload. The report shall include, but is not limited to,
22 the proposed amount of TANF funding provided to Michigan Works!

23 Sec. 231. From the funds appropriated in part 1 for travel
24 reimbursements to employees, the department shall allocate up to
25 \$100,000.00 toward reimbursing counties for the out-of-pocket
26 travel costs of the local county department board members and
27 county department directors to attend 1 meeting per year of the

1 Michigan County Social Services Association.

2 Sec. 233. By the end of each fiscal quarter of the current
3 fiscal year, the department shall report to the senate and house
4 appropriations subcommittees on the department budget, the senate
5 and house fiscal agencies, and the senate and house policy offices
6 on the status of the merger, executed according to Executive Order
7 No. 2015-4, of the department of community health and the
8 department of human services to create the department of health and
9 human services. The report must indicate changes from the prior
10 report and shall include, but not be limited to, all of the
11 following information:

12 (a) The impact on client service delivery or access to
13 services, including the restructuring or consolidation of services.

14 (b) Any cost increases or reductions that resulted from rent
15 or building occupancy changes.

16 (c) Facilities in use, including any office closures or
17 consolidations, or new office locations, including hoteling
18 stations.

19 (d) Current status of FTE positions, including the number of
20 FTE positions that were eliminated or added due to duplication of
21 efforts.

22 (e) Any other efficiencies, costs, or savings associated with
23 the merger.

24 Sec. 234. The department shall include specific outcome and
25 performance reporting requirements in the interagency agreement
26 with the Michigan strategic fund for TANF funding to provide job
27 readiness and welfare-to-work programming. TANF funding provided to

1 the Michigan strategic fund in the current fiscal year is
2 contingent on compliance with the data and reporting requirements
3 described in this section. The interagency agreement must require
4 the Michigan strategic fund to provide all of the following items
5 by January 1 of the current fiscal year for the previous year to
6 the senate and house appropriations committees:

7 (a) An itemized spending report on TANF funding, including all
8 of the following:

9 (i) Direct services to clients.

10 (ii) Administrative expenditures.

11 (b) The number of family independence program (FIP) clients
12 served through the TANF funding, including all of the following:

13 (i) The number and percentage who obtained employment through
14 Michigan Works!

15 (ii) The number and percentage who fulfilled their TANF work
16 requirement through other job readiness programming.

17 (iii) Average TANF spending per client.

18 (iv) The number and percentage of clients who were referred to
19 Michigan Works! but did not receive a job or job readiness
20 placement and the reasons why.

21 Sec. 240. The department shall notify the house and senate
22 appropriations subcommittees on the department budget, the house
23 and senate fiscal agencies, and the house and senate policy offices
24 of any changes to a child welfare master contract template,
25 including the adoption master contract template, the independent
26 living plus master contract template, the placing agency foster
27 care master contract template, and the residential foster care

1 juvenile justice master contract template, not less than 30 days
2 before the change takes effect.

3 Sec. 252. The appropriations in part 1 for Healthy Michigan
4 plan-behavioral health, Healthy Michigan plan administration, and
5 Healthy Michigan plan are contingent on the provisions of the
6 social welfare act, 1939 PA 280, MCL 400.1 to 400.119b, that were
7 contained in 2013 PA 107 not being amended, repealed, or otherwise
8 altered to eliminate the Healthy Michigan plan. If that occurs,
9 then, upon the effective date of the amendatory act that amends,
10 repeals, or otherwise alters those provisions, the remaining funds
11 in the Healthy Michigan plan-behavioral health, Healthy Michigan
12 plan administration, and Healthy Michigan plan line items shall
13 only be used to pay previously incurred costs and any remaining
14 appropriations shall not be allotted to support those line items.

15 Sec. 263. (1) Upon submission of a Medicaid waiver, a Medicaid
16 state plan amendment, or a similar proposal to the Centers for
17 Medicare and Medicaid Services, the department shall notify the
18 house and senate appropriations subcommittees on the department
19 budget, the house and senate fiscal agencies, and the state budget
20 office of the submission.

21 (2) The department shall provide written or verbal biannual
22 reports to the senate and house appropriations subcommittees on the
23 department budget, the senate and house fiscal agencies, and the
24 state budget office summarizing the status of any new or ongoing
25 discussions with the Centers for Medicare and Medicaid Services or
26 the United States Department of Health and Human Services regarding
27 potential or future Medicaid waiver applications.

1 (3) The department shall inform the senate and house
2 appropriations subcommittees on the department budget and the
3 senate and house fiscal agencies of any alterations or adjustments
4 made to the published plan for integrated care for individuals who
5 are eligible for both Medicare and Medicaid when the final version
6 of the plan has been submitted to the federal Centers for Medicare
7 and Medicaid Services or the United States Department of Health and
8 Human Services.

9 Sec. 264. The department shall not take disciplinary action
10 against an employee for communicating with a member of the
11 legislature or his or her staff.

12 Sec. 265. Within 14 days after the release of the executive
13 budget recommendation, the department shall cooperate with the
14 state budget office to provide the senate and house appropriations
15 chairs, the senate and house appropriations subcommittees chairs,
16 and the senate and house fiscal agencies with an annual report on
17 estimated state restricted fund balances, state restricted fund
18 projected revenues, and state restricted fund expenditures for the
19 fiscal years ending September 30, 2015 and September 30, 2016.

20 Sec. 270. The department shall advise the legislature of the
21 receipt of a notification from the attorney general's office of a
22 legal action in which expenses had been recovered pursuant to
23 section 106(4) of the social welfare act, 1939 PA 280, MCL 400.106,
24 or any other statute under which the department has the right to
25 recover expenses. By November 1 and May 1 of the current fiscal
26 year, the department shall submit a written report to the house and
27 senate appropriations subcommittees on the department budget, the

1 house and senate fiscal agencies, and the state budget office which
2 includes, at a minimum, all of the following:

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

4 (b) The program or service for which the money was originally
5 expended.

6 (c) Details on the disposition of the funds recovered such as
7 the appropriation or revenue account in which the money was
8 deposited.

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

10 Sec. 274. (1) The department, in collaboration with the state
11 budget office, shall submit to the house and senate appropriations
12 subcommittees on the department budget, the house and senate fiscal
13 agencies, and the house and senate policy offices 1 week after the
14 day the governor submits to the legislature the budget for the
15 ensuing fiscal year a report on spending and revenue projections
16 for each of the capped federal funds listed below. The report shall
17 contain actual spending and revenue in the previous fiscal year,
18 spending and revenue projections for the current fiscal year as
19 enacted, and spending and revenue projections within the executive
20 budget proposal for the fiscal year beginning October 1, 2016 for
21 each individual line item for the department budget. The report
22 shall also include federal funds transferred to other departments.
23 The capped federal funds shall include, but not be limited to, all
24 of the following:

25 (a) TANF.

26 (b) Title XX social services block grant.

27 (c) Title IV-B part I child welfare services block grant.

1 (d) Title IV-B part II promoting safe and stable families
2 funds.

3 (e) Low-income home energy assistance program.

4 (2) By February 15 of the current fiscal year, the department
5 shall prepare an annual report of its efforts to identify
6 additional TANF maintenance of effort sources and rationale for any
7 increases or decreases from all of the following, but not limited
8 to:

9 (a) Other departments.

10 (b) Local units of government.

11 (c) Private sources.

12 Sec. 276. Funds appropriated in part 1 shall not be used by a
13 principal executive department, state agency, or authority to hire
14 a person to provide legal services that are the responsibility of
15 the attorney general. This prohibition does not apply to legal
16 services for bonding activities and for those outside services that
17 the attorney general authorizes.

18 Sec. 279. (1) All master contracts relating to human services
19 as funded by the appropriations in sections 103, 104, 105, 106,
20 107, 108, and 109 of part 1 shall be performance-based contracts
21 that employ a client-centered results-oriented process that is
22 based on measurable performance indicators and desired outcomes and
23 includes the annual assessment of the quality of services provided.

24 (2) By February 1 of the current fiscal year, the department
25 shall provide the senate and house appropriations subcommittees on
26 the department budget, the senate and house fiscal agencies and
27 policy offices, and the state budget office a report detailing

1 measurable performance indicators, desired outcomes, and an
2 assessment of the quality of services provided by the department
3 during the previous fiscal year.

4 Sec. 280. By the fifth business day of each month, the
5 department shall provide a report to the house and senate
6 appropriations committees, the house and senate fiscal agencies,
7 the house and senate policy offices, and the state budget director
8 that provides all of the following for each line item in part 1
9 containing personnel-related costs, including the specific
10 individual amounts for salaries and wages, payroll taxes, and
11 fringe benefits:

12 (a) FTE authorization.

13 (b) Spending authorization for personnel-related costs, by
14 fund source, under the spending plan.

15 (c) Actual year-to-date expenditures for personnel-related
16 costs, by fund source, through the end of the prior month.

17 (d) The projected year-end balance or shortfall for personnel-
18 related costs, by fund source, based on actual monthly spending
19 levels through the end of the prior month.

20 (e) A specific plan for addressing any projected shortfall for
21 personnel-related costs at either the gross or fund source level.

22 Sec. 287. 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
3 agencies.

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

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

14 (3) By September 30 of the current fiscal year, the department
15 shall report to the house and senate appropriations subcommittees
16 on the department budget, house and senate fiscal agencies, and
17 state budget office on the rationale for all exceptions made to the
18 provision in subsection (1) and the number of contracts terminated
19 due to violations of subsection (1).

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

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

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

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

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

21 (e) Job specifications and wage rates.

22 Sec. 294. From the funds appropriated in part 1 for the
23 Michigan Medicaid information system line item, \$20,000,000.00 in
24 private revenue will be allocated for the Michigan-Illinois
25 alliance Medicaid management information systems project.

26 Sec. 297. Total authorized appropriations from all sources
27 under part 1 for legacy costs for the fiscal year ending September

1 30, 2016 are \$359,044,100.00. From this amount, total agency
2 appropriations for pension-related legacy costs are estimated at
3 \$203,794,100.00. Total agency appropriations for retiree health
4 care legacy costs are estimated at \$155,250,000.00.

5 Sec. 298. By March 1 of the current fiscal year, the
6 department shall provide to the senate and house appropriations
7 subcommittees on the department budget, the senate and house fiscal
8 agencies, and the senate and house policy offices an annual report
9 on the supervisor-to-staff ratio by department divisions and
10 subdivisions.

11 Sec. 299. No state department or agency shall issue a request
12 for proposal (RFP) for a contract in excess of \$5,000,000.00,
13 unless the department or agency has first considered issuing a
14 request for information (RFI) or a request for qualification (RFQ)
15 relative to that contract to better enable the department or agency
16 to learn more about the market for the products or services that
17 are the subject of the RFP. The department or agency shall notify
18 the department of technology, management, and budget of the
19 evaluation process used to determine if an RFI or RFQ was not
20 necessary prior to issuing the RFP.

21 **DEPARTMENTWIDE ADMINISTRATION**

22 Sec. 307. (1) From the funds appropriated in part 1 for
23 demonstration projects, \$500,000.00 shall be distributed as
24 provided in subsection (2). The amount distributed under this
25 subsection shall not exceed 50% of the total operating expenses of
26 the program described in subsection (2), with the remaining 50%

1 paid by local United Way organizations and other nonprofit
2 organizations and foundations.

3 (2) Funds distributed under subsection (1) shall be
4 distributed to Michigan 2-1-1, a nonprofit corporation organized
5 under the laws of this state that is exempt from federal income tax
6 under section 501(c)(3) of the internal revenue code, 26 USC
7 501(c)(3), and whose mission is to coordinate and support a
8 statewide 2-1-1 system. Michigan 2-1-1 shall use the funds only to
9 fulfill the Michigan 2-1-1 business plan adopted by Michigan 2-1-1
10 in January 2005.

11 (3) Michigan 2-1-1 shall refer to the department any calls
12 received reporting fraud, waste, or abuse of state-administered
13 public assistance.

14 (4) Michigan 2-1-1 shall report annually to the department and
15 the house and senate standing committees with primary jurisdiction
16 over matters relating to human services and telecommunications on
17 2-1-1 system performance, including, but not limited to, call
18 volume by health and human service needs and unmet needs identified
19 through caller data and customer satisfaction metrics.

20 Sec. 310. It is the intent of the legislature that the
21 department shall work with youth-oriented nonprofit organizations
22 to provide mentoring programming for children of incarcerated
23 parents and other at-risk children.

24 Sec. 315. (1) The department, in conjunction with
25 organizations representing disabled and elderly adults,
26 representatives of assisted living facilities, and the legislature,
27 shall conduct a workgroup that explores licensing standards and

1 practices and performance measures for facilities providing adult
2 assisted living services in order to ensure safe, adequately
3 supervised, and protective environments for those individuals and
4 families seeking assisted living services.

5 (2) By November 1, 2015, the department shall provide to the
6 senate and house appropriations subcommittees on the department
7 budget, the senate and house fiscal agencies, the senate and house
8 policy offices, and the state budget office a report on the
9 findings of the workgroup that is described in subsection (1).

10 Sec. 316. From the funds appropriated in part 1 for terminal
11 leave payouts and other employee costs, the department shall not
12 spend in excess of its annual gross appropriation unless it
13 identifies and requests a legislative transfer from another
14 budgetary line item supporting administrative costs, as provided by
15 section 393(2) of the management and budget act, 1984 PA 431, MCL
16 18.1393.

17 Sec. 320. Effective October 1, 2015, the department shall not
18 expend funds appropriated in part 1 for rental payments or
19 operational expenses for state lease number 2719 for the premises
20 located at 103 Court Street in Munising, Michigan.

21 Sec. 321. Effective October 1, 2015, the department shall not
22 expend funds appropriated in part 1 for rental payments or
23 operational expenses for state lease number 7692 for the premises
24 located at 660 South Saginaw in Flint, Michigan.

25 **CHILD SUPPORT ENFORCEMENT**

26 Sec. 401. (1) The appropriations in part 1 assume a total

1 federal child support incentive payment of \$26,500,000.00.

2 (2) From the federal money received for child support
3 incentive payments, \$12,000,000.00 shall be retained by the state
4 and expended for child support program expenses.

5 (3) From the federal money received for child support
6 incentive payments, \$14,500,000.00 shall be paid to the counties
7 based on each county's performance level for each of the federal
8 performance measures as established in 45 CFR 305.2.

9 (4) If the child support incentive payment to the state from
10 the federal government is greater than \$26,500,000.00, then 100% of
11 the excess shall be retained by the state and is appropriated until
12 the total retained by the state reaches \$15,397,400.00.

13 (5) If the child support incentive payment to the state from
14 the federal government is greater than the amount needed to satisfy
15 the provisions identified in subsections (1), (2), (3), and (4),
16 the additional funds shall be subject to appropriation by the
17 legislature.

18 (6) If the child support incentive payment to the state from
19 the federal government is less than \$26,500,000.00, then the state
20 and county share shall each be reduced by 50% of the shortfall.

21 Sec. 409. (1) If statewide retained child support collections
22 exceed \$38,300,000.00, 75% of the amount in excess of
23 \$38,300,000.00 is appropriated to legal support contracts. This
24 excess appropriation may be distributed to eligible counties to
25 supplement and not supplant county title IV-D funding.

26 (2) Each county whose retained child support collections in
27 the current fiscal year exceed its fiscal year 2004-2005 retained

1 child support collections, excluding tax offset and financial
2 institution data match collections in both the current year and
3 fiscal year 2004-2005, shall receive its proportional share of the
4 75% excess.

5 Sec. 410. (1) If title IV-D-related child support collections
6 are escheated, the state budget director is authorized to adjust
7 the sources of financing for the funds appropriated in part 1 for
8 legal support contracts to reduce federal authorization by 66% of
9 the escheated amount and increase general fund/general purpose
10 authorization by the same amount. This budget adjustment is
11 required to offset the loss of federal revenue due to the escheated
12 amount being counted as title IV-D program income in accordance
13 with federal regulations at 45 CFR 304.50.

14 (2) The department shall notify the chairs of the house and
15 senate appropriations subcommittees on the department budget and
16 the house and senate fiscal agencies within 15 days of the
17 authorization adjustment in subsection (1).

18 **COMMUNITY SERVICES AND OUTREACH**

19 Sec. 450. (1) From the funds appropriated in part 1 for school
20 success partnership program, the department shall allocate
21 \$450,000.00 by December 1 of the current fiscal year to support the
22 Northeast Michigan Community Service Agency programming, which will
23 take place in each county in the Governor's Prosperity Region 3.
24 The department shall require the following performance objectives
25 be measured and reported for the duration of the state funding for
26 the school success partnership program:

1 (a) Increasing school attendance and decreasing chronic
2 absenteeism.

3 (b) Increasing academic performance based on grades with
4 emphasis on math and reading.

5 (c) Identifying barriers to attendance and success and
6 connecting families with resources to reduce these barriers.

7 (d) Increasing parent involvement with the parent's child's
8 school and community.

9 (2) The Northeast Michigan Community Service Agency shall
10 provide reports to the department on January 31 and June 30 of the
11 current fiscal year on the number of children and families served
12 and the services that were provided to families to meet the
13 performance objectives identified in this section. The department
14 shall distribute the reports within 1 week after receipt to the
15 house and senate appropriations subcommittees on the department
16 budget, house and senate fiscal agencies, and house and senate
17 policy offices.

18 **CHILD WELFARE SERVICES**

19 Sec. 501. (1) A goal is established that not more than 27% of
20 all children in foster care at any given time during the current
21 fiscal year will have been in foster care for 24 months or more.

22 (2) By March 1 of the current fiscal year, the department
23 shall provide to the senate and house appropriations subcommittees
24 on the department budget, the senate and house fiscal agencies, the
25 senate and house policy offices, and the state budget office a
26 report describing the steps that will be taken to achieve the

1 specific goal established in this section and on the percentage of
2 children who currently are in foster care and who have been in
3 foster care a total of 24 or more months.

4 Sec. 502. From the funds appropriated in part 1 for foster
5 care, the department shall provide 50% reimbursement to Indian
6 tribal governments for foster care expenditures for children who
7 are under the jurisdiction of Indian tribal courts and who are not
8 otherwise eligible for federal foster care cost sharing.

9 Sec. 503. (1) In accordance with the final report of the
10 Michigan child welfare performance-based funding task force issued
11 in response to section 503 of article X of 2013 PA 59, the
12 department shall continue to develop actuarially sound case rates
13 for necessary out-of-home child welfare services that achieve
14 permanency by the department and private child placing agencies in
15 a prospective payment system under a performance-based funding
16 model.

17 (2) The department shall continue to develop a prospective
18 rate payment system for private agencies that includes funding for
19 adoption incentive payments. The full cost prospective rate payment
20 system will identify and cover contractual costs paid through the
21 case rate developed by an independent actuary.

22 (3) By September 30, 2016, the department shall complete a
23 full cost analysis of the performance-based funding model with
24 respect to the current fiscal year, including relevant information
25 on the actuarial rate-setting process, and provide a report on the
26 analysis to the senate and house appropriations subcommittees on
27 the department budget.

1 (4) In accordance with the final report of the Michigan child
2 welfare performance-based funding task force issued in response to
3 section 503 of article X of 2013 PA 59, the department shall
4 implement a 5-year independent, third-party evaluation of the
5 performance-based funding model. The evaluator shall be selected
6 through a competitive process by a rating committee that includes,
7 but is not limited to, representatives from the department and
8 private child placing agencies.

9 (5) The department shall only phase the implementation of the
10 performance-based funding model into additional counties where the
11 department, private child welfare agencies, the county, and the
12 court operating within that county have agreed to implement the
13 performance-based funding model.

14 (6) The department, in conjunction with members from both the
15 house of representatives and senate, private child placing
16 agencies, the courts, and counties shall implement the
17 recommendations that are described in the workgroup report that was
18 provided in section 503 of article X of 2013 PA 59 to establish a
19 performance-based funding for public and private child welfare
20 services providers. The department shall provide a quarterly report
21 on the status of the performance-based contracting model to the
22 senate and house appropriations subcommittees on the department
23 budget, the senate and house standing committees on families and
24 human services, and the senate and house fiscal agencies and policy
25 offices.

26 (7) From the funds appropriated in part 1 for the performance-
27 based funding model pilot, the department may develop a master

1 agreement with a consortium, recognized by the Internal Revenue
2 Service as tax-exempt as defined under section 501(c)(3) of the
3 internal revenue code of 1986, 26 USC 501, consisting of a network
4 of affiliated child welfare service providers, to accept and
5 comprehensively assess referred youth, assign cases to members of
6 its continuum or leverage services from other entities, and make
7 appropriate case management decisions during the duration of a
8 case. The consortium shall operate an integrated continuum of care
9 structure, with services provided by both private and public
10 agencies, based on individual case needs. The consortium shall
11 demonstrate significant organizational capacity and competencies,
12 including experience with managing risk-based contracts, financial
13 strength, experienced staff and leadership, and appropriate
14 governance structure.

15 Sec. 504. (1) From the funds appropriated in part 1 for
16 performance-based funding implementation, the department shall
17 provide \$500,000.00 in 1-time funding to support a portion of the
18 first-year start-up costs to operate a consortium in Kent County
19 for a performance-based child welfare contracting pilot program.
20 Allowable start-up costs include \$300,000.00 for administration,
21 facilities, initial salaries, and wages and \$200,000.00 for
22 information technology infrastructure.

23 (2) The department may establish a master agreement with a
24 consortium. The consortium must be recognized by this state as a
25 nonprofit organization and must have submitted an application to
26 the Internal Revenue Service for 501(c)(3) status. The consortium
27 shall consist of a network of affiliated child welfare service

1 providers that will accept and comprehensively assess referred
2 youth, assign cases to members of its continuum or leverage
3 services from other entities, and make appropriate case management
4 decisions during the duration of a case.

5 (3) The consortium shall operate an integrated continuum of
6 care structure, with services provided by private or public
7 agencies, based on individual case needs. The consortium shall
8 demonstrate significant organizational capacity and competencies,
9 including financial strength, experienced staff and leadership, and
10 appropriate governance structure.

11 (4) By March 1 of the current fiscal year, the consortium
12 shall provide to the department and the house and senate
13 appropriations subcommittees on the department budget a report on
14 the status of the implementation of the consortium, including, but
15 not limited to, actual expenditures.

16 Sec. 505. By March 1 of the current fiscal year, the
17 department and Wayne County shall provide to the senate and house
18 appropriations committees on the department budget, the senate and
19 house fiscal agencies and policy offices, and the state budget
20 office a report for youth served in the previous fiscal year and in
21 the first quarter of the current fiscal year outlining the number
22 of youth served within each juvenile justice system, the type of
23 setting for each youth, performance outcomes, and financial costs
24 or savings.

25 Sec. 507. The department's ability to satisfy appropriation
26 deducts in part 1 for foster care private collections shall not be
27 limited to collections and accruals pertaining to services provided

1 only in the current fiscal year but may include revenues collected
2 during the current fiscal year for services provided in prior
3 fiscal years.

4 Sec. 508. (1) In addition to the amount appropriated in part 1
5 for children's trust fund grants, money granted or money received
6 as gifts or donations to the children's trust fund created by 1982
7 PA 249, MCL 21.171 to 21.172, is appropriated for expenditure.

8 (2) The department and the child abuse neglect and prevention
9 board shall collaborate to ensure that administrative delays are
10 avoided and the local grant recipients and direct service providers
11 receive money in an expeditious manner. The department and board
12 shall make available the children's trust fund contract funds to
13 grantees within 31 days of the start date of the funded project.

14 Sec. 511. The department shall provide quarterly reports to
15 the senate and house appropriations subcommittees on the department
16 budget, the senate and house standing committees on families and
17 human services, and the senate and house fiscal agencies and policy
18 offices on the number and percentage of children who received
19 timely health examinations after entry into foster care and the
20 number and percentage of children entering foster care who received
21 a required mental health examination after entry into foster care.

22 Sec. 513. (1) The department shall not expend funds
23 appropriated in part 1 to pay for the direct placement by the
24 department of a child in an out-of-state facility unless all of the
25 following conditions are met:

26 (a) There is no appropriate placement available in this state
27 as determined by the department interstate compact office.

1 (b) An out-of-state placement exists that is nearer to the
2 child's home than the closest appropriate in-state placement as
3 determined by the department interstate compact office.

4 (c) The out-of-state facility meets all of the licensing
5 standards of this state for a comparable facility.

6 (d) The out-of-state facility meets all of the applicable
7 licensing standards of the state in which it is located.

8 (e) The department has done an on-site visit to the out-of-
9 state facility, reviewed the facility records, reviewed licensing
10 records and reports on the facility, and believes that the facility
11 is an appropriate placement for the child.

12 (2) The department shall not expend money for a child placed
13 in an out-of-state facility without approval of the deputy director
14 for children's services. The department shall notify the
15 appropriate state agency in that state including the name of the
16 out-of-state provider who accepted the placement.

17 (3) The department shall submit an annual report to the state
18 court administrative office, the house and senate appropriations
19 subcommittees on the department budget, the house and senate fiscal
20 agencies, and the house and senate policy offices on the number of
21 Michigan children residing in out-of-state facilities at the time
22 of the report, the total cost and average per diem cost of these
23 out-of-state placements to this state, and a list of each such
24 placement arranged by the Michigan county of residence for each
25 child.

26 (4) The department shall submit an annual report by February
27 15 of the current fiscal year on per diem costs of each residential

1 care provider that has an established state rate and is located or
2 doing business in this state.

3 (5) It is the intent of the legislature that the department
4 shall work in conjunction with the courts and the state court
5 administrative office to identify data needed to calculate
6 statewide recidivism rates for adjudicated youth placed in either
7 residential secure or nonsecure facilities, defined at 6 months
8 after a youth is released from placement.

9 (6) By March 1 of the current fiscal year, the department
10 shall notify the legislature on the status of efforts to accomplish
11 the intent of subsection (5).

12 Sec. 514. The department shall make a comprehensive report
13 concerning children's protective services (CPS) to the legislature,
14 including the senate and house policy offices and the state budget
15 director, by January 1 of the current fiscal year, that shall
16 include all of the following:

17 (a) Statistical information including, at a minimum, all of
18 the following:

19 (i) The total number of reports of child abuse or neglect
20 investigated under the child protection law, 1975 PA 238, MCL
21 722.621 to 722.638, and the number of cases classified under
22 category I or category II and the number of cases classified under
23 category III, category IV, or category V.

24 (ii) Characteristics of perpetrators of child abuse or neglect
25 and the child victims, such as age, relationship, race, and
26 ethnicity and whether the perpetrator exposed the child victim to
27 drug activity, including the manufacture of illicit drugs, that

1 exposed the child victim to substance abuse, a drug house, or
2 methamphetamine.

3 (iii) The mandatory reporter category in which the individual
4 who made the report fits, or other categorization if the individual
5 is not within a group required to report under the child protection
6 law, 1975 PA 238, MCL 722.621 to 722.638.

7 (iv) The number of cases that resulted in the separation of
8 the child from the parent or guardian and the period of time of
9 that separation, up to and including termination of parental
10 rights.

11 (v) For the reported complaints of child abuse or neglect by
12 teachers, school administrators, and school counselors, the number
13 of cases classified under category I or category II and the number
14 of cases classified under category III, category IV, or category V.

15 (vi) For the reported complaints of child abuse or neglect by
16 teachers, school administrators, and school counselors, the number
17 of cases that resulted in separation of the child from the parent
18 or guardian and the period of time of that separation, up to and
19 including termination of parental rights.

20 (b) New policies related to children's protective services
21 including, but not limited to, major policy changes and court
22 decisions affecting the children's protective services system
23 during the immediately preceding 12-month period.

24 (c) The information contained in the report required under
25 section 8d(5) of the child protection law, 1975 PA 238, MCL
26 722.628d, on cases classified under category III.

27 (d) The department policy, or changes to the department

1 policy, regarding children who have been exposed to the production
2 or manufacture of methamphetamines.

3 Sec. 515. By March 1, 2016, the department shall submit a
4 report to the senate and house appropriations subcommittees on the
5 department budget, the senate and house fiscal agencies, the senate
6 and house policy offices, and the state budget office that provides
7 an update on the privatization of child welfare services in Kent
8 County as described in section 515 of article X of 2013 PA 59 and
9 includes all of the following:

10 (a) Costs or savings that resulted from the program.

11 (b) Gaps in funding.

12 (c) Program successes.

13 (d) Challenges and barriers to a successful implementation.

14 Sec. 519. The department shall permit any private agency that
15 has an existing contract with this state to provide foster care
16 services to be also eligible to provide treatment foster care
17 services.

18 Sec. 522. (1) From the funds appropriated in part 1 for youth
19 in transition, the department shall allocate \$750,000.00 for
20 college scholarships through the fostering futures scholarship
21 program in the Michigan education trust to youths who were in
22 foster care because of child abuse or neglect and are attending a
23 college located in this state. Of the funds appropriated, 100%
24 shall be used to fund scholarships for the youths described in this
25 section.

26 (2) Not later than March 1 of the current fiscal year, the
27 department shall provide a report to the house and senate

1 appropriations subcommittees on the department budget, the house
2 and senate fiscal agencies, and the house and senate policy offices
3 that includes the number of youths who received scholarships and
4 the amount of each scholarship, and the total amount of funds spent
5 or encumbered in the current fiscal year.

6 Sec. 523. (1) By February 15 of the current fiscal year, the
7 department shall report on the families first, family
8 reunification, and families together building solutions family
9 preservation programs to the senate and house appropriations
10 subcommittees on the department budget, the senate and house fiscal
11 agencies, the senate and house policy offices, and the state budget
12 office. The report shall contain all of the following for each
13 program:

14 (a) The average cost per recipient served.

15 (b) Measurable performance indicators.

16 (c) Desired outcomes or results and goals that can be measured
17 on an annual basis, or desired results for a defined number of
18 years.

19 (d) Monitored results.

20 (e) Innovations that may include savings or reductions in
21 administrative costs.

22 (2) From the funds appropriated in part 1 for youth in
23 transition and domestic violence prevention and treatment, the
24 department is authorized to make allocations of TANF funds only to
25 agencies that report necessary data to the department for the
26 purpose of meeting TANF eligibility reporting requirements.

27 Sec. 524. As a condition of receiving funds appropriated in

1 part 1 for strong families/safe children, counties must submit the
2 service spending plan to the department by October 1 of the current
3 fiscal year for approval. The department shall approve the service
4 spending plan within 30 calendar days after receipt of a properly
5 completed service spending plan.

6 Sec. 525. The department shall implement the same on-site
7 evaluation processes for privately operated child welfare and
8 juvenile justice residential facilities as is used to evaluate
9 state-operated facilities. Penalties for noncompliance shall be the
10 same for privately operated child welfare and juvenile justice
11 residential facilities and state-operated facilities.

12 Sec. 526. From the funds appropriated in part 1 for foster
13 care payments and related administrative costs, the department may
14 implement the federally approved title IV-E child welfare waiver
15 demonstration project. As required under the waiver, any savings
16 resulting from the demonstration project must be quantified and
17 reinvested into child welfare programming.

18 Sec. 532. (1) The department, in collaboration with
19 representatives of private child and family agencies, shall revise
20 and improve the annual licensing review process and the annual
21 contract compliance review process for child placing agencies and
22 child caring institutions. The improvement goals shall be safety
23 and care for children. Improvements to the review process shall be
24 directed toward alleviating administrative burdens so that agency
25 resources may be focused on children. The revision shall include
26 identification of duplicative staff activities and information
27 sought from child placing agencies and child caring institutions in

1 the annual review process. The department shall report to the
2 senate and house appropriations subcommittees on the department
3 budget, the senate and house fiscal agencies and policy offices,
4 and the state budget director on or before January 15 of the
5 current fiscal year on the findings of the annual licensing review.

6 (2) The department shall conduct licensing reviews no more
7 than once every 2 years for child placing agencies and child caring
8 institutions that are nationally accredited and have no outstanding
9 violations.

10 Sec. 533. (1) The department shall make payments to child
11 placing facilities for in-home and out-of-home care services and
12 adoption services within 30 days of receiving all necessary
13 documentation from those agencies.

14 (2) The department shall provide a report on the status of the
15 implementation and operation of this section by February 15 of the
16 current fiscal year.

17 Sec. 534. The department shall report 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 by November 1 of the current fiscal year a
21 report on the planning, implementation, and operation, regardless
22 of the current operational status, of the statewide automated child
23 welfare information system. The report shall include, but not be
24 limited to, all of the following:

25 (a) Areas where implementation went as planned.

26 (b) The number of known issues.

27 (c) The average number of help tickets submitted per day.

1 (d) Any additional overtime or other staffing costs to address
2 known issues and volume of help tickets.

3 (e) Any contract revisions to address known issues and volume
4 of help tickets.

5 (f) Other strategies undertaken to improve implementation.

6 Sec. 537. (1) The department, in collaboration with child
7 placing agencies, shall develop a strategy to implement section
8 115o of the social welfare act, 1939 PA 280, MCL 400.115o. The
9 strategy shall include a requirement that a department caseworker
10 responsible for preparing a recommendation to a court concerning a
11 juvenile placement shall provide, as part of the recommendation,
12 information regarding the requirements of section 115o of the
13 social welfare act, 1939 PA 280, MCL 400.115o.

14 (2) Between February 1 and February 29, 2016, the department
15 shall provide to the senate and house appropriations subcommittees
16 on the department budget, the senate and house fiscal agencies, the
17 senate and house policy offices, and the state budget office a
18 report on the strategy described in subsection (1).

19 Sec. 540. If a physician or psychiatrist who is providing
20 services to state or court wards placed in a residential facility
21 submits a formal request to the department to change the
22 psychotropic medication of a ward, the department shall, if the
23 ward is a state ward, make a determination on the proposed change
24 within 7 business days after the request or, if the ward is a
25 temporary court ward, seek parental consent within 7 business days
26 after the request. If parental consent is not provided within 7
27 business days, the department shall petition the court on the

1 eighth business day.

2 Sec. 546. (1) From the funds appropriated in part 1 for foster
3 care payments and from child care fund, the department shall pay
4 providers of foster care services not less than a \$37.00
5 administrative rate.

6 (2) From the funds appropriated in part 1 for foster care
7 payments and from child care fund, the department shall pay
8 providers of general independent living services not less than a
9 \$28.00 administrative rate.

10 (3) From the funds appropriated in part 1, the department
11 shall pay providers of independent living plus services statewide
12 per diem rates for staff-supported housing and host-home housing
13 based on proposals submitted in response to a solicitation for
14 pricing. The independent living plus program provides staff-
15 supported housing and services for foster youth ages 16 through 19
16 who, because of their individual needs and assessments, are not
17 initially appropriate for general independent living foster care.

18 (4) From the funds appropriated in part 1, the department
19 shall pay providers of foster care services an additional \$3.00
20 administrative rate, provided that section 117a of the social
21 welfare act, 1939 PA 280, MCL 400.117a, is amended to eliminate the
22 county match rate for the additional administrative rate provided
23 in this subsection. Payments under this subsection shall be made,
24 not less than, on a monthly basis.

25 (5) If required by the federal government to meet title IV-E
26 requirements, providers of foster care services shall submit
27 quarterly expenditure reports to the department to identify actual

1 costs of providing foster care services.

2 (6) From the funds appropriated in part 1, the department
3 shall provide an increase to each private provider of residential
4 services, if section 117a of the social welfare act, 1939 PA 280,
5 MCL 400.117a, is amended to eliminate the county match rate for the
6 additional rate provided in this section.

7 Sec. 547. From the funds appropriated in part 1 for the
8 guardianship assistance program, the department shall pay a minimum
9 rate that is not less than the approved age-appropriate payment
10 rates for youth placed in family foster care.

11 Sec. 556. No later than December 1 for the current fiscal
12 year, the department shall provide an annual report to the
13 subcommittees of the senate and house appropriations committees on
14 the department budget, the house and senate fiscal agencies, and
15 the state budget director that includes the following:

16 (a) The number of complaints filed by adoptive parents who
17 were not notified that their adopted child had special needs.

18 (b) The number of cases that received redetermined adoption
19 assistance as defined in section 115f of the social welfare act,
20 1939 PA 280, MCL 400.115f, the total expenditures on the program,
21 and the number of cases in each determination of care level of
22 payment.

23 Sec. 558. (1) The department shall explore ways to maximize
24 use of training programs or courses provided through the child
25 welfare training institute accessible online and in service areas
26 throughout the state, provided the delivery is an appropriate
27 option for achieving specific learning objectives. These training

1 programs and courses shall be made available to employees of
2 private child placing agencies and child caring institutions.

3 (2) The department shall submit to the senate and house
4 appropriations subcommittees on the department budget, the senate
5 and house fiscal agencies, the senate and house policy offices, and
6 the state budget office by March 1 of the current fiscal year a
7 report on the training programs or courses provided through the
8 child welfare training institute described in subsection (1), and
9 the annual cost for each program or course. The report shall
10 include the following data:

11 (a) The number of training programs or courses that were
12 provided for private agencies.

13 (b) The number of employees from private agencies who attended
14 any training.

15 (c) The number of training programs or courses that were
16 provided through an online forum.

17 (d) The number of training programs or courses that were
18 provided in local service areas.

19 Sec. 559. (1) From the funds appropriated in part 1 for
20 adoption support services, the department shall allocate
21 \$350,000.00 to the Adoptive Family Support Network by December 1 of
22 the current fiscal year to operate and expand its adoptive parent
23 mentor program to provide a listening ear, knowledgeable guidance,
24 and community connections to adoptive parents and children who were
25 adopted in this state or another state.

26 (2) The Adoptive Family Support Network shall submit to the
27 senate and house appropriations subcommittees on the department

1 budget, the senate and house fiscal agencies, the senate and house
2 policy offices, and the state budget office by March 1 of the
3 current fiscal year a report on the program described in subsection
4 (1), including, but not limited to, the number of cases served and
5 the number of cases in which the program prevented an out-of-home
6 placement.

7 Sec. 562. The department shall provide time and travel
8 reimbursements for foster parents who transport a foster child to
9 parent-child visitations. As part of the foster care parent
10 contract, the department shall provide written confirmation to
11 foster parents that states that the foster parents have the right
12 to request these reimbursements for all parent-child visitations.
13 The department shall provide these reimbursements within 60 days of
14 receiving a request for eligible reimbursements from a foster
15 parent.

16 Sec. 564. (1) The department shall develop a clear policy for
17 parent-child visitations. The local county offices, caseworkers,
18 and supervisors shall meet a 50% success rate, after accounting for
19 factors outside of the caseworker's control.

20 (2) Per the court-ordered number of required meetings between
21 caseworkers and parent, the caseworkers shall achieve a success
22 rate of 65%, after accounting for factors outside of the
23 caseworker's control.

24 (3) Between February 1 and February 29, 2016, the department
25 shall provide to the senate and house appropriations subcommittees
26 on the department budget, the senate and house fiscal agencies, the
27 senate and house policy offices, and the state budget office a

1 report on the following:

2 (a) The percentage of success rate for parent-child
3 visitations and court-ordered required meetings between caseworkers
4 referenced in subsections (1) and (2) for the previous year.

5 (b) The barriers to achieve the success rates in subsections
6 (1) and (2) and how this information is tracked.

7 Sec. 567. (1) The caseworker or supervisor who is assigned to
8 a foster care case is responsible for completing a medical passport
9 for the cases assigned to him or her. If a child in foster care is
10 transferred to a new placement or returned to his or her parent's
11 or guardian's home, the medical passport and any school records in
12 the caseworkers' or supervisors' possession must be transferred
13 within 2 weeks from the date of placement or return to the home.

14 (2) The department shall submit to the senate and house
15 appropriations subcommittees on the department budget, the senate
16 and house fiscal agencies, the senate and house policy offices, and
17 the state budget office by March 1 of the current fiscal year a
18 report on the items described in subsection (1), including the
19 following:

20 (a) The percentage of medical passports that were properly
21 filled out.

22 (b) From the total medical passports transferred, the
23 percentage that transferred within 2 weeks from the date of
24 placement or return to the home.

25 (c) From the total school records, the percentage that
26 transferred within 2 weeks from the date of placement or return to
27 the home.

1 (d) The implementation steps that have been taken to improve
2 the outcomes for the measures in subdivisions (a) and (b).

3 Sec. 568. (1) From the funds appropriated in part 1 for
4 adoption subsidies, the department shall pay a minimum adoption
5 subsidy rate that is not less than 95% of the rate that was or
6 would have been provided for the adoptee in family foster care at
7 the time of the adoption. This rate includes the determination of
8 care rate that was paid or would have been paid to the adoptive
9 parent for the adoptee in a family foster care placement, and this
10 amount shall be increased to reflect any increase in the standard
11 age appropriate foster care rate.

12 (2) "Determination of care rate" as described in this section
13 means a supplemental payment to the standard age appropriate foster
14 care rate that may be justified when extraordinary care or expense
15 is required. The supplemental payment is based on 1 or more of the
16 following case situations where additional care is required of the
17 foster care provider or adoptive parent or an additional expense
18 exists:

19 (a) Physically disabled children for whom the adoptive parent
20 must provide measurably greater supervision and care.

21 (b) Children with special psychological or psychiatric needs
22 that require extra time and measurably greater amounts of care and
23 attention by the adoptive parent.

24 (c) Children requiring special diets that are more expensive
25 than a normal diet and that require extra time and effort by the
26 adoptive parent to obtain or prepare.

27 (d) Children whose severe acting-out or antisocial behavior

1 requires a measurably greater amount of care and attention of the
2 adoptive parent.

3 (3) The department shall, on a separate form, allow an
4 adoptive parent to sign a certification that he or she rejects a
5 support subsidy.

6 (4) If this section conflicts with state statute enacted
7 subsequent to this act, the state statute controls.

8 Sec. 569. The department shall reimburse private child placing
9 agencies that complete adoptions at the rate according to the date
10 on which the petition for adoption and required support
11 documentation was accepted by the court and not according to the
12 date the court's order placing for adoption was entered.

13 Sec. 574. (1) From the funds appropriated in part 1 for foster
14 care payments, \$2,500,000.00 is allocated to support performance-
15 based contracts with child placing agencies to facilitate the
16 licensure of relative caregivers as foster parents. Agencies shall
17 receive \$2,300.00 for each facilitated licensure if completed
18 within 180 days after a child's placement or, if a waiver was
19 previously approved, 180 days from the application date. If the
20 facilitated licensure, or approved waiver, is completed after 180
21 days, the agency shall receive up to \$2,300.00. The agency
22 facilitating the licensure would retain the placement and continue
23 to provide case management services for at least 50% of the newly
24 licensed cases for which the placement was appropriate to the
25 agency. Up to 50% of the newly licensed cases would have direct
26 foster care services provided by the department.

27 (2) From the funds appropriated for foster care payments,

1 \$375,000.00 is allocated to support family incentive grants to
2 private and community-based foster care service providers to assist
3 with home improvements or payment for physical exams for applicants
4 needed by foster families to accommodate foster children.

5 Sec. 583. By February 1 of the current fiscal year, the
6 department shall provide to the senate and house appropriations
7 subcommittees on the department budget, the senate and house
8 standing committees on families and human services, the senate and
9 house fiscal agencies and policy offices, and the state budget
10 office a report that includes:

11 (a) The number and percentage of foster parents that dropped
12 out of the program in the previous fiscal year and the reasons the
13 foster parents left the program and how those figures compare to
14 prior fiscal years.

15 (b) The number and percentage of foster parents successfully
16 retained in the previous fiscal year and how those figures compare
17 to prior fiscal years.

18 Sec. 585. The department shall make available at least 1 pre-
19 service training class each month in which new caseworkers for
20 private foster care and adoption agencies can enroll.

21 Sec. 587. (1) From the funds appropriated in part 1 to in-home
22 community care programs, \$400,000.00 shall be used to expand or
23 create new in-home care and community-based juvenile justice
24 services to rural counties through a grant-making process. Counties
25 that received funds for the purpose described in section 587 of
26 article X of 2013 PA 59 are not eligible to receive the funds in
27 this section. The department shall expend the full amount of funds

1 for the purpose described in this section by January 15 of the
2 current fiscal year.

3 (2) By March 1 of the current fiscal year, the department
4 shall submit a report that describes the program expansion and
5 expenditures in detail to the senate and house appropriations
6 subcommittees on the department budget, the senate and house fiscal
7 agencies, and the senate and house policy offices.

8 Sec. 588. (1) Concurrently with public release, the department
9 shall transmit all reports from the court-appointed settlement
10 monitor, including, but not limited to, the needs assessment and
11 period outcome reporting, to the state budget office, the senate
12 and house appropriations subcommittees on the department budget,
13 and the senate and house fiscal agencies, without revision.

14 (2) The department shall report quarterly to the state budget
15 office, the senate and house appropriations subcommittees on the
16 department budget, and the senate and house fiscal agencies, on the
17 number of children enrolled in the guardianship assistance and
18 foster care - children with serious emotional disturbance waiver
19 programs.

20 Sec. 589. (1) From the funds appropriated in part 1 for child
21 care fund, the department shall pay 100% of the administrative rate
22 for all new cases referred to providers of foster care services
23 beginning on October 1, 2013.

24 (2) On a monthly basis, the department shall report on the
25 number of all foster care cases administered by the department and
26 all foster care cases administered by private providers.

27 Sec. 593. The department may allow residential service

1 providers for abuse and neglect cases to implement a staff ratio
2 during working hours of 1 staff to 5 children.

3 **PUBLIC ASSISTANCE**

4 Sec. 601. Whenever a client agrees to the release of his or
5 her name and address to the local housing authority, the department
6 shall request from the local housing authority information
7 regarding whether the housing unit for which vendoring has been
8 requested meets applicable local housing codes. Vendoring shall be
9 terminated for those units that the local authority indicates in
10 writing do not meet local housing codes until such time as the
11 local authority indicates in writing that local housing codes have
12 been met.

13 Sec. 602. The department shall establish a policy to conduct a
14 full evaluation of an individual's assistance needs if the
15 individual has applied for disability more than 1 time within a 1-
16 year period.

17 Sec. 603. Between February 1 and February 29, 2016, the
18 department shall provide to the senate and house appropriations
19 subcommittees on the department budget, the senate and house fiscal
20 agencies, the senate and house policy offices, and the state budget
21 office a report on the findings of the maximizing Medicaid claim
22 workgroup established in section 603 of article X of 2014 PA 252,
23 including the steps taken to implement the action plan developed by
24 the workgroup, and the department's ongoing efforts to maximize
25 Medicaid claims for foster children and adjudicated youths.

26 Sec. 604. (1) The department shall operate a state disability

1 assistance program. Except as provided in subsection (3), persons
2 eligible for this program shall include needy citizens of the
3 United States or aliens exempted from the supplemental security
4 income citizenship requirement who are at least 18 years of age or
5 emancipated minors meeting 1 or more of the following requirements:

6 (a) A recipient of supplemental security income, social
7 security, or medical assistance due to disability or 65 years of
8 age or older.

9 (b) A person with a physical or mental impairment which meets
10 federal supplemental security income disability standards, except
11 that the minimum duration of the disability shall be 90 days.
12 Substance abuse alone is not defined as a basis for eligibility.

13 (c) A resident of an adult foster care facility, a home for
14 the aged, a county infirmary, or a substance abuse treatment
15 center.

16 (d) A person receiving 30-day postresidential substance abuse
17 treatment.

18 (e) A person diagnosed as having acquired immunodeficiency
19 syndrome.

20 (f) A person receiving special education services through the
21 local intermediate school district.

22 (g) A caretaker of a disabled person who meets the
23 requirements specified in subdivision (a), (b), (e), or (f).

24 (2) Applicants for and recipients of the state disability
25 assistance program shall be considered needy if they:

26 (a) Meet the same asset test as is applied for the family
27 independence program.

1 (b) Have a monthly budgetable income that is less than the
2 payment standards.

3 (3) Except for a person described in subsection (1)(c) or (d),
4 a person is not disabled for purposes of this section if his or her
5 drug addiction or alcoholism is a contributing factor material to
6 the determination of disability. "Material to the determination of
7 disability" means that, if the person stopped using drugs or
8 alcohol, his or her remaining physical or mental limitations would
9 not be disabling. If his or her remaining physical or mental
10 limitations would be disabling, then the drug addiction or
11 alcoholism is not material to the determination of disability and
12 the person may receive state disability assistance. Such a person
13 must actively participate in a substance abuse treatment program,
14 and the assistance must be paid to a third party or through vendor
15 payments. For purposes of this section, substance abuse treatment
16 includes receipt of inpatient or outpatient services or
17 participation in alcoholics anonymous or a similar program.

18 Sec. 605. The level of reimbursement provided to state
19 disability assistance recipients in licensed adult foster care
20 facilities shall be the same as the prevailing supplemental
21 security income rate under the personal care category.

22 Sec. 606. County department offices shall require each
23 recipient of family independence program and state disability
24 assistance who has applied with the social security administration
25 for supplemental security income to sign a contract to repay any
26 assistance rendered through the family independence program or
27 state disability assistance program upon receipt of retroactive

1 supplemental security income benefits.

2 Sec. 607. (1) The department's ability to satisfy
3 appropriation deductions in part 1 for state disability
4 assistance/supplemental security income recoveries and public
5 assistance recoupment revenues shall not be limited to recoveries
6 and accruals pertaining to state disability assistance, or family
7 independence assistance grant payments provided only in the current
8 fiscal year, but may include revenues collected during the current
9 year that are prior year related and not a part of the department's
10 accrued entries.

11 (2) The department may use supplemental security income
12 recoveries to satisfy the deduct in any line in which the revenues
13 are appropriated, regardless of the source from which the revenue
14 is recovered.

15 Sec. 608. Adult foster care facilities providing domiciliary
16 care or personal care to residents receiving supplemental security
17 income or homes for the aged serving residents receiving
18 supplemental security income shall not require those residents to
19 reimburse the home or facility for care at rates in excess of those
20 legislatively authorized. To the extent permitted by federal law,
21 adult foster care facilities and homes for the aged serving
22 residents receiving supplemental security income shall not be
23 prohibited from accepting third-party payments in addition to
24 supplemental security income provided that the payments are not for
25 food, clothing, shelter, or result in a reduction in the
26 recipient's supplemental security income payment.

27 Sec. 609. The state supplementation level under the

1 supplemental security income program for the personal care/adult
2 foster care and home for the aged categories shall not be reduced
3 during the current fiscal year. The legislature shall be notified
4 not less than 30 days before any proposed reduction in the state
5 supplementation level.

6 Sec. 610. (1) In developing good cause criteria for the state
7 emergency relief program, the department shall grant exemptions if
8 the emergency resulted from unexpected expenses related to
9 maintaining or securing employment.

10 (2) For purposes of determining housing affordability
11 eligibility for state emergency relief, a group is considered to
12 have sufficient income to meet ongoing housing expenses if their
13 total housing obligation does not exceed 75% of their total net
14 income.

15 (3) State emergency relief payments shall not be made to
16 individuals who have been found guilty of fraud in regard to
17 obtaining public assistance.

18 (4) State emergency relief payments shall not be made
19 available to persons who are out-of-state residents or illegal
20 immigrants.

21 (5) State emergency relief payments for rent assistance shall
22 be distributed directly to landlords and shall not be added to
23 Michigan bridge cards.

24 Sec. 611. The state supplementation level under the
25 supplemental security income program for the living independently
26 or living in the household of another categories shall not exceed
27 the minimum state supplementation level as required under federal

1 law or regulations.

2 Sec. 613. (1) The department shall provide reimbursements for
3 the final disposition of indigent persons. The reimbursements shall
4 include the following:

5 (a) The maximum allowable reimbursement for the final
6 disposition is \$800.00.

7 (b) The adult burial with services allowance is \$720.00.

8 (c) The adult burial without services allowance is \$485.00.

9 (d) The infant burial allowance is \$165.00.

10 (2) It is the intent of the legislature that this charge limit
11 reflect a total increase of \$20.00 per case in payments to funeral
12 directors for funeral goods and services over the payment rate in
13 place for the previous fiscal year. In addition, reimbursement for
14 a cremation permit fee of up to \$75.00 and for mileage at the
15 standard rate will also be made available for an eligible
16 cremation. The reimbursements under this section shall take into
17 consideration religious preferences that prohibit cremation.

18 Sec. 614. The department shall report to the senate and house
19 of representatives appropriations subcommittees on the department
20 budget, the senate and house fiscal agencies, and the senate and
21 house policy offices by January 15 of the current fiscal year on
22 the number and percentage of state disability assistance recipients
23 who were determined to be eligible for federal supplemental
24 security income benefits in the previous fiscal year.

25 Sec. 615. Except as required by federal law or regulations,
26 funds appropriated in part 1 shall not be used to provide public
27 assistance to a person who is an illegal alien. This section shall

1 not prohibit the department from entering into contracts with food
2 banks, emergency shelter providers, or other human services
3 agencies who may, as a normal part of doing business, provide food
4 or emergency shelter.

5 Sec. 616. The department shall require retailers that
6 participate in the electronic benefits transfer program to charge
7 no more than \$2.50 in fees for cash back as a condition of
8 participation.

9 Sec. 617. The department shall prepare a report on the number
10 and percentage of public assistance recipients, categorized by type
11 of assistance received, who were no longer eligible for assistance
12 because of their status in the law enforcement information network
13 and provide the report by January 15 of the current fiscal year to
14 the senate and house appropriations subcommittees on the department
15 budget, the senate and house standing committees on families and
16 human services, and the senate and house fiscal agencies and policy
17 offices.

18 Sec. 619. (1) Subject to subsection (2), the department shall
19 exempt from the denial of title IV-A assistance and food assistance
20 benefits under 21 USC 862a any individual who has been convicted of
21 a felony that included the possession, use, or distribution of a
22 controlled substance, after August 22, 1996, provided that the
23 individual is not in violation of his or her probation or parole
24 requirements. Benefits shall be provided to such individuals as
25 follows:

26 (a) A third-party payee or vendor shall be required for any
27 cash benefits provided.

1 (b) An authorized representative shall be required for food
2 assistance receipt.

3 (2) Subject to federal approval, an individual is not entitled
4 to the exemption in this section if the individual was convicted in
5 2 or more separate cases of a felony that included the possession,
6 use, or distribution of a controlled substance after August 22,
7 1996.

8 Sec. 620. (1) The department shall make a determination of
9 Medicaid eligibility not later than 90 days if disability is an
10 eligibility factor. For all other Medicaid applicants, including
11 patients of a nursing home, the department shall make a
12 determination of Medicaid eligibility within 45 days of
13 application.

14 (2) The department shall report on May 1 and November 1 of the
15 current fiscal year to the senate and house appropriations
16 subcommittees on the department budget, the senate and house
17 standing committees on families and human services, and the senate
18 and house fiscal agencies and policy offices on the average
19 Medicaid eligibility standard of promptness for each of the
20 required standards of promptness under subsection (1) and for
21 medical review team reviews achieved statewide and at each local
22 office.

23 Sec. 625. The department may contract with the Legal Services
24 Association of Michigan to provide assistance to individuals who
25 have applied for or wish to apply for SSI or other federal
26 disability benefits. The Legal Services Association of Michigan
27 shall provide a list of new clients accepted to the department to

1 verify that services have been provided to department clients. The
2 Legal Services Association of Michigan and the department shall
3 work together to develop release forms to share information in
4 appropriate cases. The Legal Services Association of Michigan shall
5 provide quarterly reports indicating cases opened, cases closed,
6 level of services provided on closed cases, and case outcomes on
7 closed cases.

8 Sec. 630. From the funds appropriated in part 1 for family
9 independence program, the department shall implement a suspicion-
10 based drug testing pilot program for the family independence
11 program according to sections 57y and 57z of the social welfare
12 act, 1939 PA 280, MCL 400.57y and 400.57z.

13 Sec. 642. The department shall allocate the full amount of
14 funds appropriated in part 1 for homeless programs to provide
15 services for homeless individuals and families, including, but not
16 limited to, third-party contracts for emergency shelter services.

17 Sec. 643. As a condition of receipt of federal TANF funds,
18 homeless shelters and human services agencies shall collaborate
19 with the department to obtain necessary TANF eligibility
20 information on families as soon as possible after admitting a
21 family to the homeless shelter. From the funds appropriated in part
22 1 for homeless programs, the department is authorized to make
23 allocations of TANF funds only to the agencies that report
24 necessary data to the department for the purpose of meeting TANF
25 eligibility reporting requirements. Homeless shelters or human
26 services agencies that do not report necessary data to the
27 department for the purpose of meeting TANF eligibility reporting

1 requirements will not receive reimbursements which exceed the per
2 diem amount they received in fiscal year 2000. The use of TANF
3 funds under this section should not be considered an ongoing
4 commitment of funding.

5 Sec. 645. An individual or family is considered homeless, for
6 purposes of eligibility for state emergency relief, if living
7 temporarily with others in order to escape domestic violence. For
8 purposes of this section, domestic violence is defined and verified
9 in the same manner as in the department's policies on good cause
10 for not cooperating with child support and paternity requirements.

11 Sec. 653. From the funds appropriated in part 1 for food
12 assistance, an individual who is the victim of domestic violence
13 and does not qualify for any other exemption may be exempt from the
14 3-month in 36-month limit on receiving food assistance under 7 USC
15 2015. This exemption can be extended an additional 3 months upon
16 demonstration of continuing need.

17 Sec. 654. The department shall notify recipients of food
18 assistance program benefits that their benefits can be spent with
19 their bridge cards at many farmers' markets in the state. The
20 department shall also notify recipients about the Double Up Food
21 Bucks program that is administered by the Fair Food Network.
22 Recipients shall receive information about the Double Up Food Bucks
23 program, including information that when the recipient spends
24 \$20.00 at participating farmers' markets through the program, the
25 recipient can receive an additional \$20.00 to buy Michigan produce.

26 Sec. 655. Within 14 days after the spending plan for low-
27 income home energy assistance program is approved by the state

1 budget office, the department shall provide the spending plan,
2 including itemized projected expenditures, to the chairpersons of
3 the senate and house appropriations subcommittees on the department
4 budget, the senate and house fiscal agencies, and the senate and
5 house policy offices.

6 Sec. 660. From the funds appropriated in part 1 for food bank
7 funding, the department is authorized to make allocations of TANF
8 funds only to the agencies that report necessary data to the
9 department for the purpose of meeting TANF eligibility reporting
10 requirements. The agencies that do not report necessary data to the
11 department for the purpose of meeting TANF eligibility reporting
12 requirements will not receive allocations in excess of those
13 received in fiscal year 2000. The use of TANF funds under this
14 section should not be considered an ongoing commitment of funding.

15 Sec. 669. The department shall allocate \$2,880,000.00 for the
16 annual clothing allowance. The allowance shall be granted to all
17 eligible children in a family independence program group that does
18 not include an adult.

19 Sec. 672. (1) The department's office of inspector general
20 shall report to the senate and house of representatives
21 appropriations subcommittees on the department budget, the senate
22 and house fiscal agencies, and the senate and house policy offices
23 by February 15 of the current fiscal year on department efforts to
24 reduce inappropriate use of Michigan bridge cards. The department
25 shall provide information on the number of recipients of services
26 who used their electronic benefit transfer card inappropriately and
27 the current status of each case, the number of recipients whose

1 benefits were revoked, whether permanently or temporarily, as a
2 result of inappropriate use, and the number of retailers that were
3 fined or removed from the electronic benefit transfer program for
4 permitting inappropriate use of the cards.

5 (2) As used in this section, "inappropriate use" means not
6 used to meet a family's ongoing basic needs, including food,
7 clothing, shelter, utilities, household goods, personal care items,
8 and general incidentals.

9 Sec. 673. (1) The department shall conduct a workgroup to
10 investigate means of minimizing fraud in the MIBridges benefits
11 programs. The members of the workgroup shall include, but are not
12 limited to, the departments of state and state police and members
13 of the house of representatives and the senate. The workgroup
14 shall, at a minimum, address the following possibilities and make
15 recommendations on the implementation of any of the following items
16 considered feasible:

17 (a) Whether the department's policies concerning the
18 replacement of lost bridge cards sufficiently deter improper use of
19 those cards.

20 (b) What technologies may exist to deter the sale or other
21 improper use of bridge cards.

22 (c) Whether a state driver license or state identification
23 card might be used to replace the existing bridge cards.

24 (d) What federal policies exist that may inhibit or enhance
25 adoption of fraud minimization actions.

26 (2) By February 1, 2016, the department shall provide to the
27 senate and house appropriations subcommittees on the department

1 budget, the senate and house fiscal agencies, the senate and house
2 policy offices, and the state budget office a report on the
3 workgroup findings. The report shall include a draft request for
4 information to implement any recommended proposals, an action plan
5 for implementation of any proposed changes, and an estimate of the
6 costs that may be incurred and benefits that may be gained from the
7 adoption of recommended workgroup suggestions.

8 Sec. 677. (1) The department shall establish a state goal for
9 the percentage of family independence program cases involved in
10 employment activities. The percentage established shall not be less
11 than 50%. The goal for long-term employment shall be 15% of cases
12 for 6 months or more.

13 (2) On a monthly basis, the department shall report to the
14 senate and house appropriations subcommittees on the department
15 budget, the senate and house fiscal agencies and policy offices,
16 and the state budget director on the number of cases referred to
17 Partnership. Accountability. Training. Hope. (PATH), the current
18 percentage of family independence program cases involved in PATH
19 employment activities, an estimate of the current percentage of
20 family independence program cases that meet federal work
21 participation requirements on the whole, and an estimate of the
22 current percentage of the family independence program cases that
23 meet federal work participation requirements for those cases
24 referred to PATH.

25 (3) The department shall submit to the senate and house
26 appropriations subcommittees on the department budget, the senate
27 and house fiscal agencies, the senate and house policy offices, and

1 the state budget office a quarterly report that includes all of the
2 following:

3 (a) The number and percentage of nonexempt family independence
4 program recipients who are employed.

5 (b) The average and range of wages of employed family
6 independence program recipients.

7 (c) When data become available, the number and percentage of
8 employed family independence program recipients who remain employed
9 for 6 months or more.

10 Sec. 686. (1) The department shall ensure that program policy
11 requires caseworkers to confirm that individuals presenting
12 personal identification issued by another state seeking assistance
13 through the family independence program, food assistance program,
14 state disability assistance program, or medical assistance program
15 are not receiving benefits from any other state.

16 (2) The department shall require caseworkers to confirm the
17 address provided by any individual seeking family independence
18 program benefits or state disability assistance benefits.

19 (3) The department shall prohibit individuals with property
20 assets assessed at a value higher than \$200,000.00 from accessing
21 assistance through department-administered programs, unless such a
22 prohibition would violate federal rules and guidelines.

23 (4) The department shall require caseworkers to obtain an up-
24 to-date telephone number during the eligibility determination or
25 redetermination process for individuals seeking medical assistance
26 benefits.

27 Sec. 687. (1) The department shall, on a quarterly basis by

1 February 1, May 1, August 1, and November 1, compile and make
2 available on its website all of the following information about the
3 family independence program, state disability assistance, the food
4 assistance program, Medicaid, and state emergency relief:

5 (a) The number of applications received.

6 (b) The number of applications approved.

7 (c) The number of applications denied.

8 (d) The number of applications pending and neither approved
9 nor denied.

10 (e) The number of cases opened.

11 (f) The number of cases closed.

12 (g) The number of cases at the beginning of the quarter and
13 the number of cases at the end of the quarter.

14 (2) The information provided under subsection (1) shall be
15 compiled and made available for the state as a whole and for each
16 county and reported separately for each program listed in
17 subsection (1).

18 (3) The department shall, on a quarterly basis by February 1,
19 May 1, August 1, and November 1, compile and make available on its
20 website the family independence program information listed as
21 follows:

22 (a) The number of new applicants who successfully met the
23 requirements of the 21-day assessment period for PATH.

24 (b) The number of new applicants who did not meet the
25 requirements of the 21-day assessment period for PATH.

26 (c) The number of cases sanctioned because of the school
27 truancy policy.

1 (d) The number of cases closed because of the 48-month and 60-
2 month lifetime limits.

3 (e) The number of first-, second-, and third-time sanctions.

4 (f) The number of children ages 0-5 living in FIP-sanctioned
5 households.

6 (4) The department shall notify the state budget office, the
7 senate and house appropriations subcommittees on the department
8 budget, the senate and house fiscal agencies, and the senate and
9 house policy offices when the reports required in this section are
10 made available on the department's website.

11 Sec. 695. (1) From the funds appropriated in part 1 for
12 multicultural integration funding, the department may require each
13 contractor to provide data and information on performance-related
14 metrics. These metrics may include, but are not limited to, all of
15 the following:

16 (a) Each contractor or subcontractor shall have a mission that
17 is consistent with the purpose of multicultural integration
18 funding.

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

22 (c) Each contractor or subcontractor shall demonstrate cost-
23 effectiveness.

24 (d) Each contractor or subcontractor shall ensure their
25 ability to leverage private dollars to strengthen and maximize
26 service provision.

27 (e) Each contractor or subcontractor shall provide timely and

1 accurate reports regarding the number of clients served, units of
2 service provision, and ability to meet their stated goals.

3 (2) The department shall require an annual report from the
4 contractors that receive multicultural integration funding. The
5 annual report, due 60 days following the end of the contract
6 period, shall include specific information on services and programs
7 provided, the client base to which the services and programs were
8 provided, information on any wraparound services provided, and the
9 expenditures for those services. The department shall provide the
10 annual reports to the senate and house appropriations subcommittees
11 on the department budget, the senate and house fiscal agencies, and
12 the state budget office.

13 (3) The department shall convene a workgroup to discuss and
14 make recommendations on including accreditation in the contractor
15 specifications and potentially moving toward competitive bidding.
16 Each contractor required to provide data per this section shall be
17 invited to participate in the workgroup if so convened.

18 **JUVENILE JUSTICE SERVICES**

19 Sec. 701. Unless required from changes to federal or state law
20 or at the request of a provider, the department shall not alter the
21 terms of any signed contract with a private residential facility
22 serving children under state or court supervision without written
23 consent from a representative of the private residential facility.

24 Sec. 706. Counties shall be subject to 50% chargeback for the
25 use of alternative regional detention services, if those detention
26 services do not fall under the basic provision of section 117e of

1 the social welfare act, 1939 PA 280, MCL 400.117e, or if a county
2 operates those detention services programs primarily with
3 professional rather than volunteer staff.

4 Sec. 707. In order to be reimbursed for child care fund
5 expenditures, counties are required to submit department-developed
6 reports to enable the department to document potential federally
7 claimable expenditures. This requirement is in accordance with the
8 reporting requirements specified in section 117a(7) of the social
9 welfare act, 1939 PA 280, MCL 400.117a.

10 Sec. 708. (1) As a condition of receiving funds appropriated
11 in part 1 for the child care fund line item, by December 15 of the
12 current fiscal year, counties shall have an approved service
13 spending plan for the current fiscal year. Counties must submit the
14 service spending plan to the department by October 1 of the current
15 fiscal year for approval. The department shall approve within 30
16 calendar days after receipt a properly completed service plan that
17 complies with the requirements of the social welfare act, 1939 PA
18 280, MCL 400.1 to 400.119b, and shall notify a county within 30
19 days after approval that its service plan was approved.

20 (2) The department shall submit a report to the house and
21 senate appropriations subcommittees on the department budget, the
22 house and senate fiscal agencies, and the house and senate policy
23 offices by February 15 of the current fiscal year on the number of
24 counties that fail to submit a service spending plan by October 1
25 and the number of service spending plans not approved by December
26 15.

27 Sec. 709. (1) The department shall close the W.J. Maxey

1 Training School no later than October 15, 2015. The department
2 shall ensure that staff employed at the W.J. Maxey Training School
3 be given priority for new staff positions that they are qualified
4 to fulfill, in accordance with applicable collective bargaining
5 agreements and civil service rules.

6 (2) Youth placed at the W.J. Maxey Training School shall
7 transfer to other comparable juvenile justice residential
8 facilities within this state no later than October 1, 2015 to
9 complete the duration of their placements. The individual treatment
10 plans for each youth transferred shall be tailored to the needs of
11 the youth and family and, when appropriate, shall include family
12 engagement and face-to-face interaction with the youth. The youth
13 shall not be transferred to an adult correctional facility or a
14 county jail.

15 (3) The department's master contract for juvenile justice
16 residential foster care services shall be amended to prohibit
17 contractors from denying a referral for placement of a youth, or
18 terminating a youth's placement, if the youth's assessed treatment
19 needs are in alignment with the facility's residential program
20 type, as identified by the court or the department. In addition,
21 the master contract shall require that youth placed in juvenile
22 justice residential foster care facilities must have regularly
23 scheduled treatment sessions with a licensed psychologist or
24 psychiatrist, or both, and access to the licensed psychologist or
25 psychiatrist as needed.

26 (4) The rates established for private residential juvenile
27 justice facilities that were in effect on October 1, 2015 remain in

1 effect for the current fiscal year.

2 (5) The department shall submit a quarterly report by November
3 1, February 1, May 1, and August 1 to the senate and house
4 appropriations subcommittees on the department budget, the senate
5 and house fiscal agencies, and the senate and house policy offices
6 on the current placement and status of the youth transferred from
7 the W.J. Maxey Training School during the previous and current
8 fiscal year as a result of the closure.

9 Sec. 711. The department shall submit an implementation plan
10 based on the report recommendations provided in the behavioral
11 health study of juvenile justice facilities operated or contracted
12 for by the state that was conducted in the previous fiscal year to
13 the senate and house appropriations subcommittees on the department
14 budget, the senate and house fiscal agencies and policy offices,
15 and the state budget director.

16 Sec. 719. The department shall notify the legislature at least
17 30 days before closing or making any change in the status,
18 including the licensed bed capacity and operating bed capacity, of
19 a state juvenile justice facility.

20 Sec. 721. If the demand for placements at state-operated
21 juvenile justice residential facilities exceeds capacity, the
22 department shall not increase the available occupancy or services
23 at the facilities, and shall post a request for proposals for a
24 contract with not less than 1 private provider of residential
25 services for juvenile justice youth to be a residential facility of
26 last resort.

1 **FIELD OPERATIONS AND SUPPORT SERVICES**

2 Sec. 801. (1) Funds appropriated in part 1 for independent
3 living shall be used to support centers for independent living in
4 delivering mandated independent living core services in compliance
5 with federal rules and regulations for the centers, by existing
6 centers for independent living to serve underserved areas, and for
7 projects to build the capacity of centers for independent living to
8 deliver independent living services. Applications for the funds
9 shall be reviewed in accordance with criteria and procedures
10 established by the department. The funds appropriated in part 1 may
11 be used to leverage federal vocational rehabilitation innovation
12 and expansion funds consistent with 34 CFR 361.35 up to
13 \$5,543,000.00, if available. If the possibility of matching federal
14 funds exists, the centers for independent living network will
15 negotiate a mutually beneficial contractual arrangement with
16 Michigan rehabilitation services. Funds shall be used in a manner
17 consistent with the state plan for independent living. Services
18 provided should assist people with disabilities to move toward
19 self-sufficiency, including support for accessing transportation
20 and health care, obtaining employment, community living, nursing
21 home transition, information and referral services, education,
22 youth transition services, veterans, and stigma reduction
23 activities and community education. This includes the independent
24 living guide project that specifically focuses on economic self-
25 sufficiency.

26 (2) The Michigan centers for independent living shall provide
27 a report by March 1 of the current fiscal year to the house and

1 senate appropriations subcommittees on the department budget, the
2 house and senate fiscal agencies, the house and senate policy
3 offices, and the state budget office on direct customer and system
4 outcomes and performance measures.

5 Sec. 802. The Michigan rehabilitation services shall work
6 collaboratively with the bureau of services for blind persons,
7 service organizations, and government entities to identify
8 qualified match dollars to maximize use of available federal
9 vocational rehabilitation funds.

10 Sec. 803. The department shall provide an annual report by
11 February 1 to the house and senate appropriations subcommittees on
12 the department budget, the house and senate fiscal agencies, and
13 house and senate policy offices on the efforts taken to remedy and
14 improve the deficiencies found in the most recent auditor general
15 report on Michigan rehabilitation services. The report shall
16 include all of the following items:

17 (a) Reductions and changes in administration costs and
18 staffing.

19 (b) Service delivery plans and implementation steps achieved.

20 (c) Reorganization plans and implementation steps achieved.

21 (d) Plans to integrate Michigan rehabilitative services
22 programs into other services provided by the department.

23 (e) Quarterly expenditures by major spending category.

24 (f) Employment and job retention rates from both Michigan
25 rehabilitation services and its nonprofit partners.

26 (g) Success rate of each district in achieving the program
27 goals.

1 Sec. 805. It is the intent of the legislature that Michigan
2 rehabilitation services shall not implement an order of selection
3 for vocational and rehabilitative services. If the department is at
4 risk of entering into an order of selection for services, the
5 department shall notify the chairs of the senate and house
6 subcommittees on the department budget and the senate and house
7 fiscal agencies and policy offices within 2 weeks of receiving
8 notification.

9 Sec. 806. From the funds appropriated in part 1 for Michigan
10 rehabilitation services, the department shall allocate
11 \$6,100,300.00, including federal matching funds, to service
12 contracts with accredited, community-based rehabilitation
13 organizations for job development and other community employment-
14 related support services.

15 Sec. 825. From the funds appropriated in part 1, the
16 department shall provide individuals not more than \$500.00 for
17 vehicle repairs, including any repairs done in the previous 12
18 months. However, the department may in its discretion pay for
19 repairs up to \$900.00. Payments under this section shall include
20 the combined total of payments made by the department and work
21 participation program.

22 Sec. 850. (1) The department shall maintain out-stationed
23 eligibility specialists in community-based organizations, community
24 mental health agencies, nursing homes, and hospitals unless a
25 community-based organization, community mental health agency,
26 nursing home, or hospital requests that the program be discontinued
27 at its facility.

1 (2) From the funds appropriated in part 1 for donated funds
2 positions, the department shall enter into a contract with any
3 agency that requests a donated funds position and is able and
4 eligible under federal law to provide the required matching funds
5 for federal funding, as determined by federal statute and
6 regulations. If the department denies a request for donated funds
7 positions, the department shall provide to the agency that made the
8 request the federal statute or regulation that supports the denial.
9 If there is no federal statute or regulation that supports the
10 denial, the department shall grant the request for the donated
11 funds position.

12 (3) A contract for a donated funds position must include, but
13 not be limited to, the following performance metrics:

14 (a) Meeting a standard of promptness for processing
15 applications for Medicaid and other public assistance programs
16 under state law.

17 (b) Meeting required standards for error rates in determining
18 programmatic eligibility as determined by the department.

19 (4) The department shall only fill additional donated funds
20 positions after a new contract has been signed. That position shall
21 also be abolished when the contract expires or is terminated.

22 (5) The department shall classify as limited-term FTEs any new
23 employees who are hired to fulfill the donated funds position
24 contracts or are hired to fill any vacancies from employees who
25 transferred to a donated funds position.

26 (6) Beginning in fiscal year 2016, the department may increase
27 the total number of donated funds positions by 200.0 FTEs. The

1 purpose of these positions will be to address client service needs
2 in adult placement and independent living settings, federal
3 qualified health clinics, hospitals with a high degree of
4 uncompensated care, and employer-based sites.

5 **BEHAVIORAL HEALTH SERVICES**

6 Sec. 901. Funds appropriated in part 1 are intended to support
7 a system of comprehensive community mental health services under
8 the full authority and responsibility of local CMHSPs or PIHPs in
9 accordance with the mental health code, 1974 PA 258, MCL 330.1001
10 to 330.2106, the Medicaid provider manual, federal Medicaid
11 waivers, and all other applicable federal and state laws.

12 Sec. 902. (1) From funds appropriated in part 1, final
13 authorizations to CMHSPs or PIHPs shall be made upon the execution
14 of contracts between the department and CMHSPs or PIHPs. The
15 contracts shall contain an approved plan and budget as well as
16 policies and procedures governing the obligations and
17 responsibilities of both parties to the contracts. Each contract
18 with a CMHSP or PIHP that the department is authorized to enter
19 into under this subsection shall include a provision that the
20 contract is not valid unless the total dollar obligation for all of
21 the contracts between the department and the CMHSPs or PIHPs
22 entered into under this subsection for the current fiscal year does
23 not exceed the amount of money appropriated in part 1 for the
24 contracts authorized under this subsection.

25 (2) The department shall immediately report to the senate and
26 house appropriations subcommittees on the department budget, the

1 senate and house fiscal agencies, and the state budget director if
2 either of the following occurs:

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

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

7 (3) The report required by subsection (2) shall include
8 information about the changes and their effects on rates and
9 expenditures.

10 Sec. 904. (1) Not later than May 31 of the current fiscal
11 year, the department shall provide a report on the CMHSPs, PIHPs,
12 regional entities designated by the department as PIHPs, and
13 managing entities for substance use disorders to the members of the
14 house and senate appropriations subcommittees on the department
15 budget, the house and senate fiscal agencies, and the state budget
16 director that includes the information required by this section.

17 (2) The report shall contain information for each CMHSP, PIHP,
18 regional entity designated by the department as a PIHP, and
19 managing entity for substance use disorders and a statewide
20 summary, each of which shall include at least the following
21 information:

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

25 (b) Per capita expenditures by client population group and
26 cultural and ethnic groups of the services area, including the deaf
27 and hard of hearing population.

1 (c) Financial information that, minimally, includes a
2 description of funding authorized; expenditures by client group and
3 fund source; and cost information by Medicaid and Healthy Michigan
4 plan service category, including administration and funds specified
5 for all outside contracts for services and products. Financial
6 information must include the amount of funding, from each fund
7 source, used to cover clinical services and supports. Service
8 category includes all department-approved services. General fund
9 expenditures should reflect those funds used to cover uninsured
10 individuals including Medicaid spenddowns.

11 (d) Data describing service outcomes that include, but are not
12 limited to, an evaluation of consumer satisfaction, consumer
13 choice, and quality of life concerns including, but not limited to,
14 housing and employment.

15 (e) Information about access to community mental health
16 services programs that includes, but is not limited to, the
17 following:

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

19 (ii) The number of people who requested services but did not
20 receive services.

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

23 (g) An analysis of information provided by CMHSPs in response
24 to the needs assessment requirements of the mental health code,
25 1974 PA 258, MCL 330.1001 to 330.2106.

26 (h) Lapses and carryforwards during the immediately preceding
27 fiscal year for CMHSPs, PIHPs, regional entities designated by the

1 department as PIHPs, and managing entities for substance use
2 disorders.

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

8 (i) The amount of the contract, organized by type of service
9 provided.

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

11 (iii) Administrative costs, including contract and consultant
12 costs, for services provided to CMHSPs, PIHPs, regional entities
13 designated by the department as PIHPs, and managing entities for
14 substance use disorders.

15 (j) Information on the community mental health Medicaid
16 managed care and Healthy Michigan plan programs, including, but not
17 limited to, the following:

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

22 (ii) Expenditures on, and utilization of, each Medicaid and
23 Healthy Michigan plan service category by each CMHSP, PIHP,
24 regional entity designated by the department as a PIHP, and
25 managing entity for substance use disorders.

26 (iii) Performance indicator information required to be
27 submitted to the department in the contracts with CMHSPs, PIHPs,

1 regional entities designated by the department as PIHPs, and
2 managing entities for substance use disorders.

3 (k) Administrative expenditures of each CMHSP, PIHP, regional
4 entity designated by the department as a PIHP, and managing entity
5 for substance use disorders that includes a breakout of the salary,
6 benefits, and pension of each executive level staff and shall
7 include the director, chief executive, and chief operating officers
8 and other members identified as executive staff.

9 (3) The department shall include data reporting requirements
10 listed in subsection (2) in the annual contract with each
11 individual CMHSP, PIHP, regional entity designated by the
12 department as a PIHP, and managing entity for substance use
13 disorders.

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

18 Sec. 906. (1) The funds appropriated in part 1 for the state
19 disability assistance substance use disorder services program shall
20 be used to support per diem room and board payments in substance
21 use disorder residential facilities. Eligibility of clients for the
22 state disability assistance substance use disorder services program
23 shall include needy persons 18 years of age or older, or
24 emancipated minors, who reside in a substance use disorder
25 treatment center.

26 (2) The department shall reimburse all licensed substance use
27 disorder programs eligible to participate in the program at a rate

1 equivalent to that paid by the department to adult foster care
2 providers. Programs accredited by department-approved accrediting
3 organizations shall be reimbursed at the personal care rate, while
4 all other eligible programs shall be reimbursed at the domiciliary
5 care rate.

6 Sec. 907. (1) The amount appropriated in part 1 for substance
7 use disorder prevention, education, and treatment grants shall be
8 expended to coordinate care and services provided to individuals
9 with severe and persistent mental illness and substance use
10 disorder diagnoses.

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

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

18 Sec. 908. (1) By April 1 of the current fiscal year, the
19 department shall report the following data from the prior fiscal
20 year on substance use disorder prevention, education, and treatment
21 programs to the senate and house appropriations subcommittees on
22 the department budget, the senate and house fiscal agencies, and
23 the state budget office:

24 (a) Expenditures stratified by department-designated community
25 mental health entity, by central diagnosis and referral agency, by
26 fund source, by subcontractor, by population served, and by service
27 type. Additionally, data on administrative expenditures by

1 department-designated community mental health entity shall be
2 reported.

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

5 (c) Number of services provided by central diagnosis and
6 referral agency, by subcontractor, and by service type.

7 Additionally, data on length of stay, referral source, and
8 participation in other state programs.

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

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

16 Sec. 910. The department shall assure that substance use
17 disorder treatment is provided to applicants and recipients of
18 public assistance through the department who are required to obtain
19 substance use disorder treatment as a condition of eligibility for
20 public assistance.

21 Sec. 911. (1) The department shall ensure that each contract
22 with a CMHSP or PIHP requires the CMHSP or PIHP to implement
23 programs to encourage diversion of individuals with serious mental
24 illness, serious emotional disturbance, or developmental disability
25 from possible jail incarceration when appropriate.

26 (2) Each CMHSP or PIHP shall have jail diversion services and
27 shall work toward establishing working relationships with

1 representative staff of local law enforcement agencies, including
2 county prosecutors' offices, county sheriffs' offices, county
3 jails, municipal police agencies, municipal detention facilities,
4 and the courts. Written interagency agreements describing what
5 services each participating agency is prepared to commit to the
6 local jail diversion effort and the procedures to be used by local
7 law enforcement agencies to access mental health jail diversion
8 services are strongly encouraged.

9 Sec. 912. The department shall contract directly with the
10 Salvation Army harbor light program to provide non-Medicaid
11 substance use disorder services.

12 Sec. 918. On or before the twenty-fifth of each month, the
13 department shall report to the senate and house appropriations
14 subcommittees on the department budget, the senate and house fiscal
15 agencies, and the state budget director on the amount of funding
16 paid to PIHPs to support the Medicaid managed mental health care
17 program in the preceding month. The information shall include the
18 total paid to each PIHP, per capita rate paid for each eligibility
19 group for each PIHP, and number of cases in each eligibility group
20 for each PIHP, and year-to-date summary of eligibles and
21 expenditures for the Medicaid managed mental health care program.

22 Sec. 924. Each PIHP that contracts with the department to
23 provide services to the Medicaid population shall adhere to the
24 following timely claims processing and payment procedure for claims
25 submitted by health professionals and facilities:

26 (a) A "clean claim" as described in section 111i of the social
27 welfare act, 1939 PA 280, MCL 400.111i, shall be paid within 45

1 days after receipt of the claim by the PIHP. A clean claim that is
2 not paid within this time frame shall bear simple interest at a
3 rate of 12% per annum.

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

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

11 Sec. 928. Each PIHP shall provide, from internal resources,
12 local funds to be used as a bona fide part of the state match
13 required under the Medicaid program in order to increase capitation
14 rates for PIHPs. These funds shall not include either state funds
15 received by a CMHSP for services provided to non-Medicaid
16 recipients or the state matching portion of the Medicaid capitation
17 payments made to a PIHP.

18 Sec. 935. A county required under the provisions of the mental
19 health code, 1974 PA 258, MCL 330.1001 to 330.2106, to provide
20 matching funds to a CMHSP for mental health services rendered to
21 residents in its jurisdiction shall pay the matching funds in equal
22 installments on not less than a quarterly basis throughout the
23 fiscal year, with the first payment being made by October 1 of the
24 current fiscal year.

25 Sec. 958. Medicaid services shall include treatment for autism
26 spectrum disorders as defined in the federally approved Medicaid
27 state plan. Such alternatives may be coordinated with the Medicaid

1 health plans and the Michigan Association of Health Plans.

2 Sec. 960. The department shall allocate funds appropriated in
3 part 1 for university autism programs through a grant process for
4 the purpose of increasing the number of applied behavioral analysis
5 therapists, autism diagnostic centers, autism treatment centers,
6 and employment programs, and to increase the autism clinical
7 expertise of health care providers.

8 Sec. 994. (1) Contingent upon federal approval, if a CMHSP,
9 PIHP, or subcontracting provider agency is reviewed and accredited
10 by a national accrediting entity for behavioral health care
11 services, the department, by April 1 of the current fiscal year,
12 shall consider that CMHSP, PIHP, or subcontracting provider agency
13 in compliance with state program review and audit requirements that
14 are addressed and reviewed by that national accrediting entity.

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

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

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

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

27 (ii) The national accrediting entity that reviewed and

1 accredited the CMHSP, PIHP, or subcontracting provider agency.

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

5 (4) As used in this section, "national accrediting entity"
6 means the Joint Commission, formerly known as the Joint Commission
7 on Accreditation of Healthcare Organizations, the Commission on
8 Accreditation of Rehabilitation Facilities, the Council on
9 Accreditation, the URAC, formerly known as the Utilization Review
10 Accreditation Commission, the National Committee for Quality
11 Assurance, or other appropriate entity, as approved by the
12 department.

13 Sec. 995. From the funds appropriated in part 1 for behavioral
14 health program administration, \$4,350,000.00 is intended to address
15 the recommendations of the mental health diversion council.

16 Sec. 997. The population data used in determining the
17 distribution of substance use disorder block grant funds shall be
18 from the most recent federal census.

19 Sec. 998. For distribution of state general funds to CMHSPs,
20 if the department decides to use census data, the department shall
21 use the most recent federal decennial census data available.

22 Sec. 1002. (1) The department shall continue developing an
23 outreach program on fetal alcohol syndrome services.

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.

27 Sec. 1003. The department shall notify the Michigan

1 Association of Community Mental Health Boards when developing
2 policies and procedures that will impact PIHPs or CMHSPs.

3 Sec. 1004. (1) The department shall continue to work with the
4 workgroup created to make recommendations to achieve more
5 uniformity in capitation payments made to the PIHPs.

6 (2) The department shall provide the workgroup's progress
7 report to the senate and house appropriations subcommittees on the
8 department budget, the senate and house fiscal agencies, and the
9 state budget director by March 1 of the current fiscal year.

10 Sec. 1005. For the purposes of special projects involving
11 high-need children or adults, including the not guilty by reason of
12 insanity population, the department may contract directly with
13 providers of services to these identified populations.

14 Sec. 1006. No later than June 1 of the current fiscal year,
15 the department shall provide the house and senate appropriations
16 subcommittees on the department budget, the house and senate fiscal
17 agencies, and the state budget office with the most recent cost
18 data information submitted by the CMHSPs on how the funds
19 appropriated in part 1 for the community mental health services
20 non-Medicaid services line item were expended by each CMHSP. At a
21 minimum, the information must include CMHSPs general fund/general
22 purpose costs for each of the following categories: administration,
23 prevention, jail diversion and treatment services, MICHild program,
24 children's waiver home care program, children with serious
25 emotional disturbance waiver program, services provided to
26 individuals with mental illness and developmental disabilities who
27 are not eligible for Medicaid, and the Medicaid spenddown

1 population.

2 Sec. 1007. (1) From the funds appropriated in part 1 for
3 behavioral health program administration, the department shall
4 establish a psychiatric residential treatment facility and
5 children's behavioral action team. These services will augment the
6 continuum of behavioral health services for high-need youth and
7 provide additional continuity of care and transition into
8 supportive community-based services.

9 (2) Outcomes and performance measures for this initiative
10 include, but are not limited to, the following:

11 (a) The rate of rehospitalization for youth served through the
12 program at 30 and 180 days.

13 (b) Measured change in the Child and Adolescent Functional
14 Assessment Scale for children served through the program.

15 Sec. 1008. The PIHP shall do all of the following:

16 (a) Work to reduce administration costs by ensuring that PIHP
17 responsible functions are efficient to allow optimal transition of
18 dollars to direct services. This process must include limiting
19 duplicate layers of administration and minimizing PIHP-delegated
20 services that may result in higher costs or inconsistent service
21 delivery, or both.

22 (b) Take an active role in managing mental health care by
23 ensuring consistent and high-quality service delivery throughout
24 its network and promote a conflict-free care management
25 environment.

26 (c) Ensure that direct service rate variances are related to
27 the level of need or other quantifiable measures to ensure that the

1 most money possible reaches direct services.

2 (d) Whenever possible, promote fair and adequate direct care
3 reimbursement, including fair wages for direct service workers.

4 Sec. 1009. (1) The department shall work with PIHP network
5 providers to analyze the workforce challenges of recruitment and
6 retention of staff who provide Medicaid-funded community living
7 supports, personal care services, respite services, skill building
8 services, and other similar supports and services. The department
9 workgroup must consider ways to attract and retain staff to provide
10 Medicaid-funded supports and services.

11 (2) The department workgroup must include PIHP providers,
12 CMHSPs, individuals with disabilities, and staff.

13 (3) The department shall provide a status report on the
14 workgroup's suggestions to the senate and house appropriations
15 subcommittees on the department budget, the senate and house fiscal
16 agencies, and the state budget director, making note in the report
17 when the participants outlined in subsection (2) reached consensus
18 on the workgroup's suggestions and when the participants outlined
19 in subsection (2) had points of difference on the workgroup's
20 suggestions.

21 Sec. 1010. (1) If the federal government allows the
22 redistribution of lapsed federal Medicaid match funds in the
23 Medicaid mental health services line, the funds appropriated in
24 part 1 for Medicaid mental health services funds, which have
25 lapsed, shall be distributed to individual PIHPs based on the PIHP
26 distribution formula in effect during the current fiscal year.

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

1 lapse from the funds appropriated in part 1 for Medicaid mental
2 health services shall be redistributed to individual CMHSPs based
3 on the community mental health non-Medicaid services distribution
4 formula in effect during the current fiscal year. By April 1 of the
5 current fiscal year, the department shall report to the house and
6 senate appropriations subcommittees on the department budget, the
7 house and senate fiscal agencies, and the state budget office on
8 the lapse by PIHP from the previous fiscal year and the projected
9 lapse by PIHP in the current fiscal year.

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

11 Sec. 1051. The department shall continue a revenue recapture
12 project to generate additional revenues from third parties related
13 to cases that have been closed or are inactive. A portion of
14 revenues collected through project efforts may be used for
15 departmental costs and contractual fees associated with these
16 retroactive collections and to improve ongoing departmental
17 reimbursement management functions.

18 Sec. 1052. The purpose of gifts and bequests for patient
19 living and treatment environments is to use additional private
20 funds to provide specific enhancements for individuals residing at
21 state-operated facilities. Use of the gifts and bequests shall be
22 consistent with the stipulation of the donor. The expected
23 completion date for the use of gifts and bequests donations is
24 within 3 years unless otherwise stipulated by the donor.

25 Sec. 1055. (1) The department shall not implement any closures
26 or consolidations of state hospitals, centers, or agencies until

1 CMHSPs or PIHPs have programs and services in place for those
2 individuals currently in those facilities and a plan for service
3 provision for those individuals who would have been admitted to
4 those facilities.

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

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

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

21 Sec. 1056. The department may collect revenue for patient
22 reimbursement from first- and third-party payers, including
23 Medicaid and local county CMHSP payers, to cover the cost of
24 placement in state hospitals and centers. The department is
25 authorized to adjust financing sources for patient reimbursement
26 based on actual revenues earned. If the revenue collected exceeds
27 current year expenditures, the revenue may be carried forward with

1 approval of the state budget director. The revenue carried forward
2 shall be used as a first source of funds in the subsequent year.

3 Sec. 1058. Effective October 1 of the current fiscal year, the
4 department, in consultation with the department of technology,
5 management, and budget, may maintain a bid process to identify 1 or
6 more private contractors to provide food service and custodial
7 services for the administrative areas at any state hospital
8 identified by the department as capable of generating savings
9 through the outsourcing of such services.

10 **PUBLIC HEALTH ADMINISTRATION**

11 Sec. 1101. The department shall work with the Michigan health
12 endowment fund corporation established under section 653 of the
13 nonprofit health care corporation reform act, 1980 PA 350, MCL
14 550.1653, to explore ways to fund and evaluate current and future
15 policies and programs.

16 Sec. 1102. From the funds appropriated in part 1 for health
17 and wellness initiatives, \$1,000,000.00 shall be allocated for a
18 school children's healthy exercise program to promote and advance
19 physical health for school children in kindergarten through grade
20 8. The department shall recommend model programs for sites to
21 implement that incorporate evidence-based best practices. The
22 department shall grant no less than 1/2 of the funds appropriated
23 in part 1 for before- and after-school programs. The department
24 shall establish guidelines for program sites, which may include
25 schools, community-based organizations, private facilities,
26 recreation centers, or other similar sites. The program format

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

12 Sec. 1103. The department shall establish criteria for all
13 funds allocated under part 1 for health and wellness initiatives.
14 The criteria must include a requirement that all programs funded be
15 evidence-based and supported by research, include interventions
16 that have been shown to demonstrate outcomes that lower cost and
17 improve quality, and be designed for statewide impact. Preference
18 must be given to programs that utilize the funding as match for
19 additional resources including, but not limited to, federal
20 sources.

21 **HEALTH POLICY**

22 Sec. 1140. 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. 1141. The department shall continue support of
4 multicultural agencies that provide primary care services from the
5 funds appropriated in part 1.

6 Sec. 1142. The department shall continue to seek means to
7 increase retention of Michigan medical school students for
8 completion of their primary care residency requirements within this
9 state and ultimately, for some period of time, to remain in this
10 state and serve as primary care physicians. The department is
11 encouraged to work with Michigan institutions of higher education.

12 Sec. 1143. The department may award health innovation grants
13 to address emerging issues and encourage cutting edge advances in
14 health care including strategic partners in both the public and
15 private sectors.

16 Sec. 1144. (1) From the funds appropriated in part 1 for
17 health policy administration, the department shall allocate the
18 federal state innovation model grant funding that supports
19 implementation of the health delivery system innovations detailed
20 in this state's "Reinventing Michigan's Health Care System:
21 Blueprint for Health Innovation" document. Over the next 4 years
22 this initiative will test new payment methodologies, support
23 improved population health outcomes, and support improved
24 infrastructure for technology and data sharing and reporting. The
25 funds will be used to provide financial support directly to regions
26 participating in the model test and to support statewide
27 stakeholder guidance and technical support.

1 (2) Outcomes and performance measures for the initiative under
2 subsection (1) include, but are not limited to, the following:

3 (a) Increasing the number of physician practices fulfilling
4 patient-centered medical home functions.

5 (b) Reducing inappropriate health utilization, specifically
6 reducing preventable emergency department visits, reducing the
7 proportion of hospitalizations for ambulatory sensitive conditions,
8 and reducing this state's 30-day hospital readmission rate.

9 (3) By March 1 and September 1 of the current fiscal year, the
10 department shall submit a written report to the house and senate
11 appropriations subcommittees on the department budget, the house
12 and senate fiscal agencies, and the state budget office on the
13 status of the program and progress made since the prior report.

14 (4) From the funds appropriated in part 1 for health policy
15 administration, any data aggregator created as part of the
16 allocation of the federal state innovation model grant funds must
17 meet the following standards:

18 (a) The primary purpose of the data aggregator must be to
19 increase the quality of health care delivered in this state, while
20 reducing costs.

21 (b) The data aggregator must be governed by a nonprofit
22 entity.

23 (c) All decisions regarding the establishment, administration,
24 and modification of the database must be made by an advisory board.
25 The membership of the advisory board must include the director of
26 the department or a designee of the director and representatives of
27 health carriers, consumers, and purchasers.

1 (d) The data aggregator must receive health care claims
2 information from, without limitation, commercial health carriers,
3 nonprofit health care corporations, health maintenance
4 organizations, and third party administrators that process claims
5 under a service contract.

6 (e) The data aggregator must use existing data sources and
7 technological infrastructure, to the extent possible.

8 Sec. 1145. The department will take steps necessary to assure
9 that Indian Health Service, Tribal or Urban Indian Health Program
10 facilities that provide services under a contract with a Medicaid
11 managed care entity receive the maximum amount allowable under
12 federal law for Medicaid services.

13 Sec. 1146. From the funds appropriated in part 1 for bone
14 marrow transplant registry, \$250,000.00 shall be allocated to
15 Michigan Blood, the partner of the match registry of the national
16 marrow donor program. The funds shall be used to offset ongoing
17 tissue typing expenses associated with donor recruitment and
18 collection services and to expand those services to better serve
19 the citizens of this state.

20 **EPIDEMIOLOGY AND INFECTIOUS DISEASE**

21 Sec. 1180. From the funds appropriated in part 1 for the
22 healthy homes program, no less than \$1,750,000.00 shall be
23 allocated for lead abatement of homes.

24 Sec. 1181. The department shall implement a plan designed to
25 improve Michigan's childhood and adolescent immunization rates. The
26 department shall engage organizations working to provide

1 immunizations and education about the value of vaccines, including,
2 but not limited to, statewide organizations representing health
3 care providers, local public health departments, child health
4 interest groups, and private foundations with a mission to increase
5 immunization rates.

6 Sec. 1182. From the funds appropriated in part 1 for
7 immunization programs, for every \$4.00 in private matching funds
8 received, this state shall allocate \$1.00, up to \$500,000.00 in
9 state contributions, to provide and promote education about the
10 value of vaccines for infants and toddlers.

11 LOCAL HEALTH ADMINISTRATION AND GRANTS

12 Sec. 1220. The amount appropriated in part 1 for
13 implementation of the 1993 additions of or amendments to sections
14 9161, 16221, 16226, 17014, 17015, and 17515 of the public health
15 code, 1978 PA 368, MCL 333.9161, 333.16221, 333.16226, 333.17014,
16 333.17015, and 333.17515, shall be used to reimburse local health
17 departments for costs incurred related to implementation of section
18 17015(18) of the public health code, 1978 PA 368, MCL 333.17015.

19 Sec. 1221. If a county that has participated in a district
20 health department or an associated arrangement with other local
21 health departments takes action to cease to participate in such an
22 arrangement after October 1 of the current fiscal year, the
23 department shall have the authority to assess a penalty from the
24 local health department's operational accounts in an amount equal
25 to no more than 6.25% of the local health department's essential
26 local public health services funding. This penalty shall only be

1 assessed to the local county that requests the dissolution of the
2 health department.

3 Sec. 1222. (1) Funds appropriated in part 1 for essential
4 local public health services shall be prospectively allocated to
5 local health departments to support immunizations, infectious
6 disease control, sexually transmitted disease control and
7 prevention, hearing screening, vision services, food protection,
8 public water supply, private groundwater supply, and on-site sewage
9 management. Food protection shall be provided in consultation with
10 the department of agriculture and rural development. Public water
11 supply, private groundwater supply, and on-site sewage management
12 shall be provided in consultation with the department of
13 environmental quality.

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

16 (3) Distributions in subsection (1) shall be made only to
17 counties that maintain local spending in the current fiscal year of
18 at least the amount expended in fiscal year 1992-1993 for the
19 services described in subsection (1).

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

21 Sec. 1260. From the funds appropriated in part 1 for
22 Alzheimer's disease in-home care pilot, \$150,000.00 is appropriated
23 for Alzheimer's disease services and shall be remitted to the
24 Alzheimer's association-Michigan chapters for the purpose of
25 carrying out a pilot project in Macomb, Monroe, and St. Joseph
26 Counties. The fiduciary for the funds is the Alzheimer's

1 association-greater Michigan chapter. The Alzheimer's association
2 shall provide enhanced services, including 24/7 helpline, continued
3 care consultation, and support groups, to individuals with
4 Alzheimer's disease or dementia and their families in the 3
5 counties, and partner with a Michigan public university to study
6 whether provision of such in-home support services significantly
7 delays the need for residential long-term care services for
8 individuals with Alzheimer's disease or dementia. The study must
9 also consider potential cost savings related to the delay of long-
10 term care services, if a delay is shown.

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

12 Sec. 1300. By January 3 of the current fiscal year the
13 department shall annually issue to the legislature, and to the
14 public on the Internet, a report providing estimated public funds
15 administered by the department for family planning, sexually
16 transmitted infection prevention and treatment, and pregnancies and
17 births, as well as demographics collected by the department as
18 voluntarily self-reported by individuals utilizing those services.
19 The department shall provide the actual expenditures by marital
20 status or, where actual expenditures are not available, shall
21 provide estimated expenditures by marital status. The department
22 may utilize the DCH-1426 application for health coverage and help
23 paying costs or any other official application for public
24 assistance for medical coverage to determine the actual or
25 estimated public expenditures based on marital status.

26 Sec. 1301. (1) Before April 1 of the current fiscal year, the

1 department shall submit a report to the house and senate fiscal
2 agencies and the state budget director on planned allocations from
3 the amounts appropriated in part 1 for local MCH services, prenatal
4 care outreach and service delivery support, family planning local
5 agreements, and pregnancy prevention programs. Using applicable
6 federal definitions, the report shall include information on all of
7 the following:

8 (a) Funding allocations.

9 (b) Actual number of women, children, and adolescents served
10 and amounts expended for each group for the immediately preceding
11 fiscal year.

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

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

17 (3) For the purposes of this section, "rural" means a county,
18 city, village, or township with a population of 30,000 or less,
19 including those entities if located within a metropolitan
20 statistical area.

21 Sec. 1302. Each family planning program receiving federal
22 title X family planning funds under 42 USC 300 to 300a-8 shall be
23 in compliance with all performance and quality assurance indicators
24 that the office of population affairs within the United States
25 Department of Health and Human Services specifies in the program
26 guidelines for project grants for family planning services. An
27 agency not in compliance with the indicators shall not receive

1 supplemental or reallocated funds.

2 Sec. 1303. The department shall not contract with an
3 organization which provides elective abortions, abortion
4 counseling, or abortion referrals, for services that are to be
5 funded with state restricted or state general fund/general purpose
6 funds appropriated in part 1 for family planning local agreements.
7 An organization under contract with the department shall not
8 subcontract with an organization which provides elective abortions,
9 abortion counseling, or abortion referrals, for services that are
10 to be funded with state restricted or state general fund/general
11 purpose funds appropriated in part 1 for family planning local
12 agreements.

13 Sec. 1304. The department shall not use state restricted funds
14 or state general funds appropriated in part 1 in the pregnancy
15 prevention program or family planning local agreements
16 appropriation line items for abortion counseling, referrals, or
17 services.

18 Sec. 1305. (1) From the amounts appropriated in part 1 for
19 dental programs, funds shall be allocated to the Michigan Dental
20 Association for the administration of a volunteer dental program
21 that provides dental services to the uninsured.

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

1 preceding fiscal year.

2 Sec. 1306. The department shall use revenue from mobile
3 dentistry facility permit fees received under section 21605 of the
4 public health code, 1978 PA 368, MCL 333.21605, to offset the cost
5 of the permit program.

6 Sec. 1307. From the funds appropriated in part 1 for prenatal
7 care outreach and service delivery support, \$50,000.00 shall be
8 allocated for a pregnancy and parenting support services program,
9 which program must promote childbirth, alternatives to abortion,
10 and grief counseling. The department shall establish a program with
11 a qualified contractor that will contract with qualified service
12 providers to provide free counseling, support, and referral
13 services to eligible women during pregnancy through 12 months after
14 birth. As appropriate, the goals for client outcomes shall include
15 an increase in client support, an increase in childbirth choice, an
16 increase in adoption knowledge, an improvement in parenting skills,
17 and improved reproductive health through abstinence education. The
18 contractor of the program shall provide for program training,
19 client educational material, program marketing, and annual service
20 provider site monitoring. The department shall submit a report to
21 the house and senate appropriations subcommittees on the department
22 budget and the house and senate fiscal agencies by April 1 of the
23 current fiscal year on the number of clients served.

24 Sec. 1308. From the funds appropriated in part 1 for prenatal
25 care outreach and service delivery support, not less than
26 \$500,000.00 of funding shall be allocated for evidence-based
27 programs to reduce infant mortality including nurse family

1 partnership programs. The funds shall be used for enhanced support
2 and education to nursing teams or other teams of qualified health
3 professionals, client recruitment in areas designated as
4 underserved for obstetrical and gynecological services and other
5 high-need communities, strategic planning to expand and sustain
6 programs, and marketing and communications of programs to raise
7 awareness, engage stakeholders, and recruit nurses.

8 Sec. 1309. The department shall allocate funds appropriated in
9 section 119 of part 1 for family, maternal, and children's health
10 services pursuant to section 1 of 2002 PA 360, MCL 333.1091.

11 Sec. 1310. The department shall continue to work jointly with
12 the Michigan state housing development authority and the joint task
13 force established under article IV of 2014 PA 252 to review housing
14 rehabilitation, energy and weatherization, and hazard abatement
15 program policies and to make recommendations for integrating and
16 coordinating project delivery with the goals of serving more
17 families and achieving better outcomes by maximizing state and
18 federal resources. The joint task force may provide recommendations
19 to the department. Recommendations of the joint task force must
20 give consideration to best practices and cost effectiveness.

21 Sec. 1311. From the funds appropriated in part 1 for prenatal
22 care outreach and service delivery support, equal consideration
23 shall be given to all eligible evidence-based providers in all
24 regions in contracting for rural health visitation services.

25 Sec. 1312. The department shall spend any available work
26 project money to enhance services provided under the rural home
27 visitation program.

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

2 Sec. 1340. The women, infants, and children special
3 supplemental food and nutrition program shall encourage
4 participants to choose the lowest price product available at the
5 time of purchase. All products must satisfy nutritional
6 requirements of the federal program. The biannual food
7 authorization guidelines will be updated to reflect these changes.

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

9 Sec. 1360. The department may do 1 or more of the following:

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

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

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

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

18 Sec. 1361. From the funds appropriated in part 1 for medical
19 care and treatment, the department is authorized to spend those
20 funds for the continued development and expansion of telemedicine
21 capacity to allow families with children in the children's special
22 health care services program to access specialty providers more
23 readily and in a more timely manner.

24 **CRIME VICTIM SERVICES COMMISSION**

25 Sec. 1380. From the funds appropriated in part 1 for justice

1 assistance grants, the department shall continue to support
2 forensic nurse examiner programs to facilitate training for
3 improved evidence collection for the prosecution of sexual assault.
4 The funds shall be used for program coordination and training.

5 **AGING AND ADULT SERVICES AGENCY**

6 Sec. 1403. (1) By February 1 of the current fiscal year, the
7 aging and adult services agency shall require each region to report
8 to the aging and adult services agency and to the legislature home-
9 delivered meals waiting lists based upon standard criteria.

10 Determining criteria shall include all of the following:

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

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

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

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

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

21 Sec. 1417. The department shall provide to the senate and
22 house appropriations subcommittees on the department budget, senate
23 and house fiscal agencies, and state budget director a report by
24 March 30 of the current fiscal year that contains all of the
25 following:

26 (a) The total allocation of state resources made to each area

1 agency on aging by individual program and administration.

2 (b) Detail expenditure by each area agency on aging by
3 individual program and administration including both state-funded
4 resources and locally-funded resources.

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

8 Sec. 1422. (1) From the funds appropriated in part 1 for aging
9 and adult services administration, the department shall contract
10 with the Prosecuting Attorneys Association of Michigan to provide
11 the support and services necessary to increase the capability of
12 the state's prosecutors, adult protective service system, and
13 criminal justice system to effectively identify, investigate, and
14 prosecute elder abuse and financial exploitation.

15 (2) By March 1 of the current fiscal year, the Prosecuting
16 Attorneys Association of Michigan shall provide a report on the
17 efficacy of the contract to the state budget office, the house and
18 senate appropriations subcommittees on the department budget, the
19 house and senate fiscal agencies, and the house and senate policy
20 offices.

21 Sec. 1423. From the funds appropriated in part 1 for Elder Law
22 of Michigan MiCAFE contract, the department shall allocate not less
23 than \$350,000.00 to the Elder Law of Michigan MiCAFE to assist this
24 state's elderly population to participate in the food assistance
25 program. Of the \$350,000.00 allocated under this section, the
26 department shall use \$175,000.00, which are general fund/general
27 purpose funds, as state matching funds for not less than

1 \$175,000.00 in United States Department of Agriculture funding to
2 provide outreach program activities, such as eligibility screen and
3 information services, as part of a statewide food assistance
4 hotline.

5 **MEDICAL SERVICES ADMINISTRATION**

6 Sec. 1501. The unexpended funds appropriated in part 1 for the
7 electronic health records incentive program are considered work
8 project appropriations, and any unencumbered or unallotted funds
9 are carried forward into the following fiscal year. The following
10 is in compliance with section 451a(1) of the management and budget
11 act, 1984 PA 431, MCL 18.1451a:

12 (a) The purpose of the project to be carried forward is to
13 implement the Medicaid electronic health record program that
14 provides financial incentive payments to Medicaid health care
15 providers to encourage the adoption and meaningful use of
16 electronic health records to improve quality, increase efficiency,
17 and promote safety.

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

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

22 (d) The tentative completion date for the work project is
23 September 30, 2020.

24 Sec. 1502. The department shall spend available work project
25 revenue and any associated federal match to create and develop a
26 transparency database website. This funding is contingent upon

1 enactment of enabling legislation.

2 Sec. 1503. From the funds appropriated in part 1 for Healthy
3 Michigan plan administration, the department shall maintain an
4 accounting structure within the Michigan administrative information
5 network that will allow expenditures associated with the
6 administration of the Healthy Michigan plan to be identified.

7 Sec. 1505. By March 1 and September 1 of the current fiscal
8 year, the department shall submit a report to the senate and house
9 appropriations subcommittees on the department budget, the senate
10 and house fiscal agencies, and the state budget office including
11 both of the following:

12 (a) The department's projected annual increase in
13 reimbursement savings and cost offsets that will result from the
14 additional funds appropriated in part 1 for the office of inspector
15 general and third party liability efforts.

16 (b) The actual increase in reimbursement savings and cost
17 offsets that have resulted from the additional funds appropriated
18 in part 1 for the office of inspector general and third party
19 liability efforts.

20 Sec. 1506. The department shall submit to the senate and house
21 appropriations subcommittees on the department budget, the senate
22 and house fiscal agencies, the senate and house policy offices, and
23 the state budget office a quarterly report on the implementation
24 status of the Healthy Michigan call center that includes all of the
25 following information:

26 (a) Call volume during the prior quarter.

27 (b) Percentage of calls resolved through the Healthy Michigan

1 plan call center.

2 (c) Percentage of calls transferred to a local department
3 office or other office for resolution.

4 (d) Number of Medicaid applications completed by the Healthy
5 Michigan call center staff and submitted on behalf of clients.

6 **MEDICAL SERVICES**

7 Sec. 1601. The cost of remedial services incurred by residents
8 of licensed adult foster care homes and licensed homes for the aged
9 shall be used in determining financial eligibility for the
10 medically needy. Remedial services include basic self-care and
11 rehabilitation training for a resident.

12 Sec. 1603. (1) The department may establish a program for
13 individuals to purchase medical coverage at a rate determined by
14 the department.

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

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

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

24 Sec. 1606. For the purpose of guardian and conservator
25 charges, the department may deduct up to \$60.00 per month as an
26 allowable expense against a recipient's income when determining

1 medical services eligibility and patient pay amounts.

2 Sec. 1607. (1) An applicant for Medicaid, whose qualifying
3 condition is pregnancy, shall immediately be presumed to be
4 eligible for Medicaid coverage unless the preponderance of evidence
5 in her application indicates otherwise. The applicant who is
6 qualified as described in this subsection shall be allowed to
7 select or remain with the Medicaid participating obstetrician of
8 her choice.

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

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

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

6 (5) The department shall develop an enrollment process for
7 pregnant women covered under this section that facilitates the
8 selection of a managed care plan at the time of application.

9 (6) The department shall mandate enrollment of women, whose
10 qualifying condition is pregnancy, into Medicaid managed care
11 plans.

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

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

1 in full.

2 (2) Notwithstanding subsection (1), medical services
3 reimbursement for hospital services provided to dual
4 Medicare/medical services recipients with Medicare part B coverage
5 only shall equal, when combined with payments for Medicare and
6 other third-party resources, if any, those amounts established for
7 medical services-only patients, including capital payments.

8 Sec. 1620. (1) For fee-for-service recipients who do not
9 reside in nursing homes, the pharmaceutical dispensing fee shall be
10 \$2.75 or the pharmacy's usual or customary cash charge, whichever
11 is less. For nursing home residents, the pharmaceutical dispensing
12 fee shall be \$3.00 or the pharmacy's usual or customary cash
13 charge, whichever is less.

14 (2) The department shall require a prescription co-payment for
15 Medicaid recipients not enrolled in the Healthy Michigan plan or
16 with an income less than 100% of the federal poverty level of \$1.00
17 for a generic drug and \$3.00 for a brand-name drug, except as
18 prohibited by federal or state law or regulation.

19 (3) The department shall require a prescription co-payment for
20 Medicaid recipients enrolled in the Healthy Michigan plan with an
21 income of at least 100% of the federal poverty level of \$4.00 for a
22 generic drug and \$8.00 for a brand-name drug, except as prohibited
23 by federal or state law or regulation.

24 Sec. 1629. The department shall utilize maximum allowable cost
25 pricing for generic drugs that is based on wholesaler pricing to
26 providers that is available from at least 2 wholesalers who deliver
27 in this state.

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

5 (2) Except as otherwise prohibited by federal or state law or
6 regulation, the department shall require Medicaid recipients not
7 enrolled in the Healthy Michigan plan or with an income less than
8 100% of the federal poverty level to pay not less than the
9 following co-payments:

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

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

12 (c) Fifty dollars for the first day of an inpatient hospital
13 stay.

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

15 (3) Except as otherwise prohibited by federal or state law or
16 regulation, the department shall require Medicaid recipients
17 enrolled in the Healthy Michigan plan with an income of at least
18 100% of the federal poverty level to pay the following co-payments:

19 (a) Four dollars for a physician office visit.

20 (b) Eight dollars for a hospital emergency room visit.

21 (c) One hundred dollars for the first day of an inpatient
22 hospital stay.

23 (d) Four dollars for an outpatient hospital visit or any other
24 medical provider visit to the extent allowed by federal or state
25 law or regulation.

26 Sec. 1641. An institutional provider that is required to
27 submit a cost report under the medical services program shall

1 submit cost reports completed in full within 5 months after the end
2 of its fiscal year.

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

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

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

18 Sec. 1659. The following sections of this part are the only
19 ones that shall apply to the following Medicaid managed care
20 programs, including the comprehensive plan, MIChoice long-term care
21 plan, and the mental health, substance use disorder, and
22 developmentally disabled services program: 904, 911, 918, 928, 994,
23 1008, 1607, 1657, 1662, 1699, 1764, 1806, 1807, 1809, 1810, 1820,
24 1850, and 1888.

25 Sec. 1662. (1) The department shall assure that an external
26 quality review of each contracting HMO is performed that results in
27 an analysis and evaluation of aggregated information on quality,

1 timeliness, and access to health care services that the HMO or its
2 contractors furnish to Medicaid beneficiaries.

3 (2) The department shall require Medicaid HMOs to provide
4 EPSDT utilization data through the encounter data system, and HEDIS
5 well child health measures in accordance with the National
6 Committee for Quality Assurance prescribed methodology.

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

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

24 (2) The department may provide up to 1 year of continuous
25 eligibility to children eligible for the MICHild program unless the
26 family fails to pay the monthly premium, a child reaches age 19, or
27 the status of the children's family changes and its members no

1 longer meet the eligibility criteria as specified in the federally
2 approved MICHild state plan.

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

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

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

23 (6) The department may enter into contracts to obtain certain
24 MICHild services from community mental health service programs.

25 (7) The department may make payments on behalf of children
26 enrolled in the MICHild program from the line-item appropriation
27 associated with the program as described in the MICHild state plan

1 approved by the United States Department of Health and Human
2 Services, or from other medical services.

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

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

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

13 Sec. 1673. The department may establish premiums for MICHild
14 eligible individuals in families with income at or below 212% of
15 the federal poverty level. The monthly premiums shall be \$10.00 per
16 month.

17 Sec. 1677. The MICHild program shall provide, at a minimum,
18 all benefits available under the Michigan benchmark plan that are
19 delivered through contracted providers and consistent with federal
20 law, including, but not limited to, the following medically
21 necessary services:

22 (a) Inpatient mental health services, other than substance use
23 disorder treatment services, including services furnished in a
24 state-operated mental hospital and residential or other 24-hour
25 therapeutically planned structured services.

26 (b) Outpatient mental health services, other than substance
27 use disorder services, including services furnished in a state-

1 operated mental hospital and community-based services.

2 (c) Durable medical equipment and prosthetic and orthotic
3 devices.

4 (d) Dental services as outlined in the approved MICHild state
5 plan.

6 (e) Substance use disorder treatment services that may include
7 inpatient, outpatient, and residential substance use disorder
8 treatment services.

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

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

12 (h) Emergency ambulance services.

13 Sec. 1682. (1) In addition to the appropriations in part 1,
14 the department is authorized to receive and spend penalty money
15 received as the result of noncompliance with medical services
16 certification regulations. Penalty money, characterized as private
17 funds, received by the department shall increase authorizations and
18 allotments in the long-term care accounts.

19 (2) Any unexpended penalty money, at the end of the year,
20 shall carry forward to the following year.

21 Sec. 1692. (1) The department is authorized to pursue
22 reimbursement for eligible services provided in Michigan schools
23 from the federal Medicaid program. The department and the state
24 budget director are authorized to negotiate and enter into
25 agreements, together with the department of education, with local
26 and intermediate school districts regarding the sharing of federal
27 Medicaid services funds received for these services. The department

1 is authorized to receive and disburse funds to participating school
2 districts pursuant to such agreements and state and federal law.

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

6 (a) Finance activities within the medical services
7 administration related to this project.

8 (b) Reimburse participating school districts pursuant to the
9 fund-sharing ratios negotiated in the state-local agreements
10 authorized in subsection (1).

11 (c) Offset general fund costs associated with the medical
12 services program.

13 Sec. 1693. The special Medicaid reimbursement appropriation in
14 part 1 may be increased if the department submits a medical
15 services state plan amendment pertaining to this line item at a
16 level higher than the appropriation. The department is authorized
17 to appropriately adjust financing sources in accordance with the
18 increased appropriation.

19 Sec. 1694. From the funds appropriated in part 1 for special
20 Medicaid reimbursement, \$386,700.00 of general fund/general purpose
21 revenue and any associated federal match shall be distributed for
22 poison control services to an academic health care system that
23 includes a children's hospital that has a high indigent care
24 volume.

25 Sec. 1699. (1) The department may make separate payments in
26 the amount of \$45,000,000.00 directly to qualifying hospitals
27 serving a disproportionate share of indigent patients and to

1 hospitals providing GME training programs. If direct payment for
2 GME and DSH is made to qualifying hospitals for services to
3 Medicaid clients, hospitals shall not include GME costs or DSH
4 payments in their contracts with HMOs.

5 (2) The department shall allocate \$45,000,000.00 in DSH
6 funding using the distribution methodology used in fiscal year
7 2003-2004.

8 (3) By September 30 of the current fiscal year, the department
9 shall report to the senate and house appropriations subcommittees
10 on the department budget, the senate and house fiscal agencies, and
11 the state budget office on the distribution of funding to each
12 eligible hospital from the GME and DSH pools.

13 Sec. 1724. The department shall allow licensed pharmacies to
14 purchase injectable drugs for the treatment of respiratory
15 syncytial virus for shipment to physicians' offices to be
16 administered to specific patients. If the affected patients are
17 Medicaid eligible, the department shall reimburse pharmacies for
18 the dispensing of the injectable drugs and reimburse physicians for
19 the administration of the injectable drugs.

20 Sec. 1730. (1) The department shall work with the department
21 of education to evaluate the feasibility of including an assessment
22 tool to promote literacy development of pregnant women and new
23 mothers in the maternal infant health program.

24 (2) By March 1 of the current fiscal year, the department
25 shall provide a report to the house and senate appropriations
26 subcommittees on the department budget, the house and senate fiscal
27 agencies, and the state budget office on the findings of the

1 feasibility study on including an assessment tool to promote
2 literacy development of pregnant women and new mothers in the
3 maternal infant health program.

4 Sec. 1757. The department shall obtain proof from all Medicaid
5 recipients that they are legal United States citizens or otherwise
6 legally residing in this country and that they are residents of
7 this state before approving Medicaid eligibility.

8 Sec. 1764. The department shall annually certify whether rates
9 paid to Medicaid health plans and specialty prepaid inpatient
10 health plans are actuarially sound in accordance with federal
11 requirements and shall provide a copy of the rate certification and
12 approval of rates paid to Medicaid health plans and specialty
13 prepaid inpatient health plans within 5 business days after
14 certification or approval to the house and senate appropriations
15 subcommittees on the department budget and the house and senate
16 fiscal agencies. When calculating the annual actuarial soundness
17 adjustment, the department shall take into account all Medicaid
18 policy bulletins affecting Medicaid health plans or specialty
19 prepaid inpatient health plans issued after the most recent
20 actuarial soundness process concluded.

21 Sec. 1770. The department shall report to the senate and house
22 appropriations subcommittees on the department budget, the senate
23 and house fiscal agencies, and the state budget office information
24 on savings from the reduction in managed care laboratory services
25 fees enacted under Executive Order No. 2015-5 and continued in the
26 current fiscal year. This report shall include the actual gross
27 reduction in expenditures by Medicaid health plans that result from

1 the reduction in the laboratory services fees.

2 Sec. 1775. (1) By March 1 and September 1 of the current
3 fiscal year, the department shall report to the senate and house
4 appropriations subcommittees on the department budget, the senate
5 and house fiscal agencies, and the state budget office on progress
6 in implementing the waiver to implement managed care for
7 individuals who are eligible for both Medicare and Medicaid, known
8 as MI Health Link, including, but not limited to, a description of
9 how the department intends to ensure that service delivery is
10 integrated, how key components of the proposal are implemented
11 effectively, and any problems and potential solutions as identified
12 by the ombudsman described in subsection (2).

13 (2) The department shall ensure the existence of an ombudsman
14 program that is not associated with any project service manager or
15 provider to assist MI Health Link beneficiaries with navigating
16 complaint and dispute resolution mechanisms and to identify
17 problems in the demonstrations and in the complaint and dispute
18 resolution mechanisms.

19 Sec. 1800. For the distribution of each of the pools within
20 the \$85,000,000.00 outpatient disproportionate share hospital
21 payment, the department shall develop a formula for the
22 distribution of each pool based on the quality of care, cost,
23 traditional disproportionate share hospital factors such as
24 Medicaid utilization and uncompensated care, and any other factor
25 that the department determines should be considered. By May 1 of
26 the current fiscal year, the department shall report to the senate
27 and house appropriations subcommittees on the department budget,

1 the senate and house fiscal agencies, and the state budget office
2 on the distribution of each pool.

3 Sec. 1801. From the funds appropriated in part 1 for physician
4 services and health plan services, the department shall use
5 \$33,318,800.00 in general fund/general purpose plus associated
6 federal match to continue the increase to Medicaid rates for
7 primary care services provided only by primary care providers. For
8 the purpose of this section, a primary care provider is a
9 physician, or a practitioner working under the personal supervision
10 of a physician, who is board-eligible or certified with a specialty
11 designation of family medicine, general internal medicine, or
12 pediatric medicine, or a provider who provides the department with
13 documentation of equivalency. The department shall examine
14 including the subspecialty of neonatal medicine in its definition
15 of primary care provider. Providers performing a service and whose
16 primary practice is as a non-primary-care subspecialty is not
17 eligible for the increase. The department shall establish policies
18 that most effectively limit the increase to primary care providers
19 for primary care services only.

20 Sec. 1802. From the funds appropriated in part 1, a lump-sum
21 payment shall be made to hospitals that qualified for rural
22 hospital access payments in fiscal year 2013-2014 and that provide
23 obstetrical care in the current fiscal year. The payment shall be
24 calculated as \$830.00 for each obstetrical care case payment and
25 each newborn care case payment for all such cases billed by the
26 qualified hospitals for fiscal year 2012-2013 and shall be paid
27 through the Medicaid health plan hospital rate adjustment process

1 by January 1 of the current fiscal year.

2 Sec. 1804. The department, in cooperation with the department
3 of military and veterans affairs, shall work with the federal
4 public assistance reporting information system to identify Medicaid
5 recipients who are veterans and who may be eligible for federal
6 veterans health care benefits or other benefits.

7 Sec. 1805. Hospitals receiving medical services payments for
8 graduate medical education shall submit fully completed quality
9 data to the same national nonprofit organization with extensive
10 experience in collecting and reporting hospital quality data on a
11 public website. The reporting must utilize consensus-based
12 nationally endorsed standards that meet National Quality Forum-
13 endorsed safe practices. The organization collecting the data must
14 be one that uses severity-adjusted risk models and measures that
15 will help patients and payers identify hospital campuses likely to
16 have superior outcomes. The department shall withhold a hospital's
17 fourth quarter graduate medical education payment until the
18 hospital submits the data to the qualifying nonprofit organization
19 described in this section.

20 Sec. 1806. (1) The contracts for Medicaid health plans that
21 will be effective January 1, 2016 must include a provision that
22 requires the cooperation and participation in a workgroup that
23 develops and implements a common formulary that will be used by all
24 contracting Medicaid health plans. The department shall convene the
25 workgroup, make final decisions, and consult with health plans and
26 other organizations as this requirement is implemented.

27 (2) The department may establish performance standards to

1 measure progress in the implementation of the common formulary.

2 (3) The ongoing implementation of the common formulary must
3 include consideration of the department's preferred drug list.

4 (4) To achieve the objective of low net cost, the contracted
5 health plans may use evidence-based utilization management
6 techniques in the development and implementation of the common
7 formulary.

8 (5) The contracted health plans and the department shall
9 continue to facilitate and emphasize the value of increased
10 participation in the use of e-prescribing and electronic medical
11 records.

12 Sec. 1807. The process and results from the request for
13 proposals for the comprehensive health plan contract for this
14 state's Medicaid health plans must assure a fair, transparent and
15 deliberative process that emphasizes the value of choice and access
16 for beneficiaries.

17 Sec. 1809. The department shall establish separate contract
18 performance standards for Medicaid health plans that adhere to the
19 requirements of section 105d of the social welfare act, 1939 PA
20 280, MCL 400.105d, associated with the 0.75% and 0.25% capitation
21 withhold. The determination of the performance of the 0.75%
22 capitation withhold is at the discretion of the department but must
23 include recognized concepts such as 1-year continuous enrollment
24 and the HEDIS audited data. The determination of the performance of
25 the 0.25% capitation withhold is at the discretion of the
26 department but must include recognized concepts such as encouraging
27 the utilization of high-value services and discouraging the

1 utilization of low-value services.

2 Sec. 1810. The department shall enhance encounter data
3 reporting processes and develop rules that would make each health
4 plan's encounter data as complete as possible, provide a fair
5 measure of acuity for each health plan's enrolled population for
6 risk adjustment purposes, capitation rate setting, diagnosis-
7 related group rate setting, and research and analysis of program
8 efficiencies while minimizing health plan administrative expense.

9 Sec. 1812. (1) By June 1 of the current fiscal year, the
10 department shall require each hospital that receives funds
11 appropriated in part 1 for graduate medical education to submit a
12 report disclosing all direct and indirect costs associated with the
13 residency training program to the department, the house and senate
14 appropriations subcommittees on the department budget, and the
15 house and senate fiscal agencies.

16 (2) By August 1 of the current fiscal year, the department
17 shall require each hospital that receives funds appropriated in
18 part 1 for graduate medical education to submit a report
19 identifying and explaining the following:

20 (a) The marginal cost to add 1 additional residency training
21 program slot.

22 (b) The number of additional slots that would result in the
23 need to add additional administrative costs to oversee the
24 residents in the training program.

25 (c) The postresidency retention rate for the residency
26 training program.

27 (3) The department shall hold graduate medical education

1 recipients' fourth quarter payments until the submission of the
2 information required in subsections (1) and (2).

3 (4) The department shall convene a workgroup to use the
4 reports submitted under subsections (1) and (2) to assist in the
5 development of metrics for distribution of graduate medical
6 education funds and shall report to the senate and house
7 appropriations subcommittees on the department budget and the
8 senate and house fiscal agencies on the results of the workgroup by
9 September 30 of the current fiscal year. It is the intent of the
10 legislature that, beginning with the budget for the fiscal year
11 ending September 30, 2017, the metrics developed by this workgroup
12 be used to determine the distribution of funds for graduate medical
13 education.

14 (5) If needed, the department shall seek a federal waiver to
15 fulfill the requirements of this section.

16 Sec. 1820. (1) In order to avoid duplication of efforts, the
17 department shall utilize applicable national accreditation review
18 criteria to determine compliance with corresponding state
19 requirements for Medicaid health plans that have been reviewed and
20 accredited by a national accrediting entity for health care
21 services.

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

25 (3) As used in this section, "national accrediting entity"
26 means the National Committee for Quality Assurance, the URAC,
27 formerly known as the Utilization Review Accreditation Commission,

1 or other appropriate entity, as approved by the department.

2 (4) By July 1 of the current fiscal year, the department shall
3 provide a progress report to the house and senate appropriations
4 subcommittees on the department budget, the house and senate fiscal
5 agencies, and the state budget office on implementation of this
6 section.

7 Sec. 1837. The department shall continue, and expand where
8 appropriate, utilization of telemedicine and telepsychiatry as
9 strategies to increase access to services for Medicaid recipients
10 in medically underserved areas.

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

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

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

19 Sec. 1850. The department may allow Medicaid health plans to
20 assist with the redetermination process through outreach activities
21 to ensure continuation of Medicaid eligibility and enrollment in
22 managed care. This may include mailings, telephone contact, or
23 face-to-face contact with beneficiaries enrolled in the individual
24 Medicaid health plan. Health plans may offer assistance in
25 completing paperwork for beneficiaries enrolled in their plan.

26 Sec. 1861. The department shall encourage cooperation between
27 the Medicaid managed care health plans, other health providers, and

1 nonprofit entities to help facilitate a pilot nonemergency
2 transportation system.

3 Sec. 1862. From the funds appropriated in part 1, the
4 department shall maintain payment rates for Medicaid obstetrical
5 services at 95% of Medicare levels effective October 1, 2014.

6 Sec. 1866. (1) From the funds appropriated in part 1 for
7 hospital services and therapy and health plan services,
8 \$12,000,000.00 in general fund/general purpose revenue and any
9 associated federal match shall be awarded to hospitals that meet
10 criteria established by the department for services to low-income
11 rural residents. One of the reimbursement components of the
12 distribution formula shall be assistance with labor and delivery
13 services.

14 (2) No hospital or hospital system shall receive more than
15 10.0% of the total funding referenced in subsection (1).

16 (3) To allow hospitals to understand their rural payment
17 amounts under this section, the department shall provide hospitals
18 with the methodology for distribution under this section and
19 provide each hospital with its applicable data that are used to
20 determine the payment amounts by August 1 of the current fiscal
21 year. The department shall publish the distribution of payments for
22 the current fiscal year and the immediately preceding fiscal year.

23 (4) The department shall report to the senate and house
24 appropriations subcommittees on the department budget and the
25 senate and house fiscal agencies on the distribution of funds
26 referenced in subsection (1) by April 1 of the current fiscal year.

27 Sec. 1870. The department shall work in collaboration with

1 Michigan-based medical schools that choose to participate in the
2 creation of a graduate medical education consortium known as
3 MIDocs. The purpose of MIDocs is to develop freestanding residency
4 training programs in primary care and other ambulatory care-based
5 specialties. MIDocs shall design residency training programs to
6 address physician shortage needs in this state, including placing
7 physicians post-residency in underserved communities across this
8 state. MIDocs shall give special consideration to small and rural
9 hospitals with a GME program director. MIDocs' voting members will
10 include any Michigan-based university with a medical school or an
11 affiliated faculty practice physician group that is making a
12 substantial contribution to MIDocs programs. The department shall
13 be a permanent nonvoting member of MIDocs. The department, in
14 collaboration with MIDocs voting members, may also appoint
15 nonvoting members to MIDocs to represent various stakeholders. As
16 the sponsoring institution and fiduciary, MIDocs shall assure
17 initial and continued accreditation from the accreditation council
18 for graduate medical education or ACGME, financial accountability,
19 clinical quality, and compliance. The department shall require an
20 annual report from MIDocs detailing per resident costs for medical
21 training and clinical quality measures. The department shall create
22 MIDocs no later than January 10, 2015. MIDocs shall provide the
23 department with a report proposing the creation of new residency
24 programs and an actionable plan for retaining consortium related
25 students post-residency, especially in underserved communities. The
26 work project allocation from the fiscal year ending September 30,
27 2015 is allocated to prepare the report, legally create the

1 consortium, prepare to obtain ACGME accreditation, and develop new
2 residency programs.

3 Sec. 1883. For the purposes of more effectively managing
4 inpatient care for Medicaid health plans and Medicaid fee-for-
5 service, the department shall consider developing an appropriate
6 policy and rate for observation stays.

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

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

26 Sec. 1894. (1) From the funds appropriated in part 1 for
27 dental services, the department shall expand the healthy kids

1 dental program to children who have not yet reached the age of 13
2 in Kent, Oakland, and Wayne Counties. This program expansion will
3 improve access to necessary dental services for Medicaid-enrolled
4 children.

5 (2) Outcomes and performance measures for the initiative under
6 subsection (1) include, but are not limited to, the following:

7 (a) The number of Medicaid-enrolled children under the age of
8 13 in Kent, Oakland, and Wayne Counties who visited the dentist in
9 the prior year.

10 (b) The number of dentists in Kent, Oakland, and Wayne
11 Counties who will accept Medicaid payment for services to children.

12 (c) The change in dental utilization in Kent, Oakland, and
13 Wayne Counties, before and after implementation.

14 (3) It is the intent of the legislature that the healthy kids
15 dental program be expanded in the fiscal year ending September 30,
16 2017 to cover additional children in Kent, Oakland, and Wayne
17 Counties.

18 Sec. 1899. From the funds appropriated in part 1 for personal
19 care services, the department shall maintain the personal care
20 services rate at the level in effect October 1, 2014.

21 **ONE-TIME BASIS ONLY APPROPRIATIONS**

22 Sec. 1906. (1) The department may initiate pay for success
23 pilot projects to identify and deliver services to improve outcomes
24 and lower costs for government services in this state. From the
25 funds appropriated in part 1 for pay for success contracts, the
26 department may initiate contracts with private and not-for-profit

1 vendors, selected through a competitive bid process, to implement
2 these pilot projects. Payments shall not be issued to funding
3 intermediaries or vendors until contractual performance measures
4 have been achieved and project savings have been confirmed by a
5 third-party evaluator, certified by the department, and approved by
6 the state budget director.

7 (2) Within 30 days, a copy of contracts executed pursuant to
8 this section shall be provided to the chairs of the senate and
9 house appropriations subcommittees on the department budget, the
10 senate and house fiscal agencies, and the state budget office.

11 (3) Unexpended funds appropriated in part 1 for pay for
12 success contracts are designated as work project appropriations,
13 and any unencumbered or unallotted funds shall not lapse at the end
14 of the fiscal year and shall be available for expenditures for the
15 pay for success contracts under this section until the projects
16 have been completed. All of the following are in compliance with
17 section 451a of the management and budget act, 1984 PA 431, MCL
18 18.1451a:

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

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

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

24 (d) The estimated work project completion date is September
25 30, 2020.

26 Sec. 1907. (1) From the funds appropriated in part 1 for drug
27 policy initiatives, the department shall develop and begin

1 implementation of a comprehensive plan that addresses the problem
2 of drug abuse.

3 (2) Outcomes and performance measures for the new initiative
4 under subsection (1) include, but are not limited to, the
5 following:

6 (a) A decrease in the number of residents of this state aged
7 12 and older who have experienced substance dependence or abuse in
8 the past year.

9 (b) A decrease in the number of residents of this state who
10 have engaged in the nonmedical use of pain relievers or engaged in
11 binge alcohol use.

12 (3) The department shall not spend the funds appropriated in
13 part 1 for drug policy initiatives until a statewide plan on these
14 initiatives is issued by the governor and the statewide plan is
15 submitted to the senate and house appropriations subcommittees on
16 the department budget.

17 Sec. 1908. The funds appropriated in part 1 for hospice
18 services shall be expended to provide room and board for Medicaid
19 recipients who meet hospice eligibility requirements and receive
20 services at Medicaid enrolled hospice residences in this state. The
21 qualifying hospice residences must be enrolled with Medicaid by
22 October 1, 2014.

23 PART 2A

24 PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS

25 FOR FISCAL YEAR 2016-2017

GENERAL SECTIONS

Sec. 2001. It is the intent of the legislature to provide appropriations for the fiscal year ending on September 30, 2017 for the line items listed in part 1. The fiscal year 2016-2017 appropriations are anticipated to be the same as those for fiscal year 2015-2016, 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 2016 consensus revenue estimating conference.

PART 2B

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2014-2015

GENERAL SECTIONS

Sec. 3001. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1B for fiscal year 2014-2015 is \$23,756,200.00 and state spending from state resources to be paid to local units of government for fiscal year 2014-2015 is \$631,800.00. The itemized statement below identifies appropriations from which spending to local units will occur:

DEPARTMENT OF COMMUNITY HEALTH

Medicaid mental health services.....	\$	3,181,400
Medical substance abuse services.....		<u>(327,900)</u>
Subtotal.....	\$	2,853,500

1 DEPARTMENT OF HUMAN SERVICES

2	Child care fund.....	\$	(2,221,700)
3	Subtotal.....	\$	<u>(2,221,700)</u>
4	TOTAL PAYMENTS TO LOCAL UNITS OF GOVERNMENT	\$	631,800

5 Sec. 3002. The appropriations authorized under this part and
 6 part 1B are subject to the management and budget act, 1984 PA 431,
 7 MCL 18.1101 to 18.1594.

8 DEPARTMENT OF COMMUNITY HEALTH

9 Sec. 3003. The unexpended funds appropriated in part 1B for
 10 long-term health care services are considered work project
 11 appropriations, and any unencumbered or unallotted funds are
 12 carried forward into the following fiscal year. The following is in
 13 compliance with section 451a(1) of the management and budget act,
 14 1984 PA 431, MCL 18.1451a:

15 (a) The purpose of the project is to support a new psychiatry
 16 residency program to address the shortage of psychiatrists in this
 17 state.

18 (b) The project will be accomplished through grants.

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

20 (d) The tentative completion date for the work project is
 21 September 30, 2016.

22 Sec. 3004. The unexpended funds appropriated in article IV of
 23 2014 PA 252 for medical services administration are considered work
 24 project appropriations, and any unencumbered or unallotted funds
 25 are carried forward into the following fiscal year. The following
 26 is in compliance with section 451a(1) of the management and budget

1 act, 1984 PA 431, MCL 18.1451a:

2 (a) The purpose of the project is stated in section 1870 of
3 article IV of 2014 PA 252.

4 (b) The project will be accomplished through state employees
5 and contracts.

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

7 (d) The tentative completion date for the work project is
8 September 30, 2016.

9 Sec. 3005. The unexpended funds appropriated in article IV of
10 2014 PA 252 for prenatal care outreach and service delivery support
11 are considered work project appropriations, and any unencumbered or
12 unallotted funds are carried forward into the following fiscal
13 year. The following is in compliance with section 451a(1) of the
14 management and budget act, 1984 PA 431, MCL 18.1451a:

15 (a) The purpose of the project is to provide evidence-based
16 prenatal and early childhood home visiting programs in rural areas.

17 (b) The project will be accomplished through grants.

18 (c) The estimated cost of this project is \$550,000.00.

19 (d) The tentative completion date for the work project is
20 September 30, 2016.

21 ARTICLE XI

22 DEPARTMENT OF INSURANCE AND FINANCIAL SERVICES

23 PART 1

24 LINE-ITEM APPROPRIATIONS

25 Sec. 101. There is appropriated for the department of

1 insurance and financial services for the fiscal year ending
 2 September 30, 2016, from the following funds:

3 **DEPARTMENT OF INSURANCE AND FINANCIAL SERVICES**

4 APPROPRIATION SUMMARY

5	Full-time equated unclassified positions.....	6.0	
6	Full-time equated classified positions.....	337.0	
7	GROSS APPROPRIATION.....		\$ 65,057,700
8	Interdepartmental grant revenues:		
9	Total interdepartmental grants and intradepartmental		
10	transfers		707,600
11	ADJUSTED GROSS APPROPRIATION.....		\$ 64,350,100
12	Federal revenues:		
13	Total federal revenues.....		2,000,000
14	Special revenue funds:		
15	Total other state restricted revenues.....		62,200,100
16	State general fund/general purpose.....		\$ 150,000
17	State general fund/general purpose schedule:		
18	Ongoing state general fund/general		
19	purpose	150,000	
20	One-time state general fund/general		
21	purpose	0	
22	Sec. 102. DEPARTMENT SERVICES		
23	Full-time equated unclassified positions.....	6.0	
24	Full-time equated classified positions.....	23.0	
25	Department services--19.0 FTE positions.....		\$ 3,802,100
26	Unclassified Salaries--6.0 FTE positions.....		728,300
27	Executive director programs--4.0 FTE positions.....		1,084,300

1	Property management.....	869,300
2	Worker's compensation.....	5,200
3	Administrative hearings.....	182,500
4	Information technology services and projects.....	<u>2,185,900</u>
5	GROSS APPROPRIATION.....	\$ 8,857,600
6	Appropriated from:	
7	Special revenue funds:	
8	Bank fees.....	782,900
9	Captive insurance regulatory and supervision fund....	1,800
10	Consumer finance fees.....	395,200
11	Credit union fees.....	1,004,700
12	Deferred presentment service transaction fees.....	520,700
13	Insurance bureau fund.....	3,409,400
14	Insurance continuing education fees.....	81,400
15	Insurance licensing and regulation fees.....	1,766,400
16	MBLSLA fund.....	744,300
17	Multiple employer welfare arrangement.....	800
18	State general fund/general purpose.....	\$ 150,000
19	Sec. 103. INSURANCE AND FINANCIAL SERVICES REGULATION	
20	Full-time equated classified positions..... 314.0	
21	Insurance evaluation--54.0 FTE positions.....	\$ 12,732,300
22	Insurance rates and forms--30.0 FTE positions.....	5,840,400
23	Financial institutions evaluation--132.0 FTE positions	23,810,300
24	Regulatory compliance, market conduct and	
25	licensing--34.0 FTE positions.....	5,350,300
26	Consumer services and protection--64.0 FTE positions.	<u>8,466,800</u>
27	GROSS APPROPRIATION.....	\$ 56,200,100

1	Appropriated from:	
2	Interdepartmental grant revenues:	
3	IDG - LARA, for debt management.....	707,600
4	Federal revenue:	
5	Federal revenues.....	2,000,000
6	Special revenue funds:	
7	Bank fees.....	6,357,700
8	Captive insurance regulatory and supervision fund....	279,000
9	Consumer finance fees.....	4,122,000
10	Credit union fees.....	7,647,300
11	Deferred presentment service transaction fees.....	3,086,200
12	Insurance bureau fund.....	20,148,000
13	Insurance continuing education fees.....	1,060,600
14	Insurance licensing and regulation fees.....	6,354,100
15	MBLSLA fund.....	4,357,000
16	Multiple employer welfare arrangement.....	80,600
17	State general fund/general purpose.....	\$ 0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2015-2016

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 part and part 1 for the fiscal year ending September 30, 2016 is \$62,350,100.00 and state

1 appropriations paid to local units of government are \$0.

2 Sec. 202. The appropriations made and expenditures authorized
3 under this part and part 1 and the departments, commissions,
4 boards, offices, and programs for which appropriations are made
5 under this part are subject to the management and budget act, 1984
6 PA 431, MCL 18.1101 to 18.1594.

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

8 (a) "Department" means the department of insurance and
9 financial services.

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

11 (c) "Fiscal agencies" means Michigan house fiscal agency and
12 Michigan senate fiscal agency.

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

14 (e) "IDG" means interdepartmental grant.

15 (f) "LARA" means the department of licensing and regulatory
16 affairs.

17 (g) "MBLSLA fund" means the restricted account established
18 under section 8 of the mortgage brokers, lenders, and servicers
19 licensing act, 1987 PA 173, MCL 445.1658.

20 (h) "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. In addition to the metrics required under section
24 447 of the management and budget act, 1984 PA 431, MCL 18.1447, for
25 each new program or program enhancement for which funds in excess
26 of \$500,000.00 are appropriated in part 1, the department shall
27 provide not later than November 1 a list of program-specific

1 metrics intended to measure its performance based on a return on
2 taxpayer investment. The department shall deliver the program-
3 specific metrics to members of the senate and house subcommittees
4 that have subject matter jurisdiction for this budget, fiscal
5 agencies, and the state budget director. The department shall
6 provide an update on its progress in tracking program-specific
7 metrics and the status of program success at an appropriations
8 subcommittee meeting called for by the subcommittee chair.

9 Sec. 208. The departments and agencies receiving
10 appropriations in this part and part 1 shall use the Internet to
11 fulfill the reporting requirements of this part. This requirement
12 may include transmission of reports via electronic mail to the
13 recipients identified for each reporting requirement, or it may
14 include placement of reports on an Internet or intranet site.

15 Sec. 209. Funds appropriated in this part and part 1 shall not
16 be used for the purchase of foreign goods or services, or both, if
17 competitively priced and of comparable quality American goods or
18 services, or both, are available. Preference shall be given to
19 goods or services, or both, manufactured or provided by Michigan
20 businesses, if they are competitively priced and of comparable
21 quality. In addition, preference shall be given to goods or
22 services, or both, that are manufactured or provided by Michigan
23 businesses owned and operated by veterans, if they are
24 competitively priced and of comparable quality.

25 Sec. 210. The director shall take all reasonable steps to
26 ensure businesses in deprived and depressed communities compete for
27 and perform contracts to provide services or supplies, or both. The

1 director shall strongly encourage firms with which the department
2 contracts to subcontract with certified businesses in depressed and
3 deprived communities for services, supplies, or both.

4 Sec. 212. The department and agencies receiving appropriations
5 in this part and part 1 shall receive and retain copies of all
6 reports funded from appropriations in this part and part 1. Federal
7 and state guidelines for short-term and long-term retention of
8 records shall be followed. The department may electronically retain
9 copies or reports unless otherwise required by federal and state
10 guidelines.

11 Sec. 215. The department shall not take disciplinary action
12 against an employee for communicating with a member of the
13 legislature or his or her staff.

14 Sec. 216. Not later than November 30, the state budget office
15 shall prepare and transmit a report that provides for estimates of
16 the total general fund/general purpose appropriation lapses at the
17 close of the prior fiscal year. This report must summarize the
18 projected year-end general fund/general purpose appropriation
19 lapses by major departmental program or program areas. The report
20 shall be transmitted to the chairpersons of the senate and house
21 appropriations committees and the fiscal agencies.

22 Sec. 218. The departments and agencies receiving
23 appropriations in this part and part 1 shall prepare a report on
24 out-of-state travel expenses not later than January 1 of each year.
25 The travel report must list 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 appropriations committees, the
3 fiscal agencies, and the state budget director. The report must
4 include the following information:

5 (a) The dates of each travel occurrence.

6 (b) The total 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. 219. No later than April 1, the department shall submit
12 to the subcommittees and the fiscal agencies a report pertaining to
13 the following information:

14 (a) The amount, in square footage, of office space paid for
15 with the appropriation in this part and part 1 for both state-owned
16 and leased office space, respectively, during the previous fiscal
17 year.

18 (b) The amount, in square footage, of office space actually
19 utilized by the department for both state-owned and leased office
20 space, respectively, during the previous fiscal year.

21 (c) The amount of office space the department estimates will
22 be utilized during the current and subsequent fiscal years.

23 Sec. 221. Funds appropriated in this part and part 1 shall not
24 be used by a principal executive department, state agency, or
25 authority to hire a person to provide legal services that are the
26 responsibility of the attorney general. This prohibition does not
27 apply to legal services for bonding activities and for those

1 outside services that the attorney general authorizes.

2 Sec. 223. (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.

5 (2) In addition to the funds appropriated in part 1, there is
6 appropriated an amount not to exceed \$5,000,000.00 for state
7 restricted contingency funds.

8 (3) Funds appropriated pursuant to this section are not
9 available for expenditure until they have been transferred to
10 another line item in part 1 under section 393(2) of the management
11 and budget act, 1984 PA 431, MCL 18.1393.

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. (1) 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 (2) The department shall provide a report to the legislature
20 based on the annual rate filings from health insurance issuers that
21 includes all of the following:

22 (a) The number that are approved by the department.

23 (b) The number that are denied by the department.

24 (c) The percentage of rate filings processed within the
25 applicable statutory time frames.

26 (d) The average number of calendar days to process rate
27 filings.

1 (e) An estimated percentage of this state's population that is
2 without any form of health insurance coverage for more than 6
3 months in any given calendar year.

4 Sec. 231. The department shall cooperate with the department
5 of technology, management, and budget to maintain a searchable
6 website accessible by the public at no cost that includes, but is
7 not limited to, all of the following for each department or agency:

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

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

10 (c) Fiscal-year-to-date payments to a selected vendor,
11 including the vendor name, payment date, payment amount, and
12 payment description.

13 (d) The number of active department employees by job
14 classification.

15 (e) Job specifications and wage rates.

16 Sec. 232. The department shall not develop or produce any
17 television or radio productions.

18 Sec. 234. Within 14 days after the release of the executive
19 budget recommendation, the department shall cooperate with the
20 state budget office to provide the senate and house appropriations
21 chairs, the subcommittees chairs, and the fiscal agencies with an
22 annual report on estimated state restricted fund balances, state
23 restricted fund projected revenues, and state restricted fund
24 expenditures for the immediately preceding and current fiscal
25 years.

26 Sec. 235. Total authorized appropriations from all sources
27 under this part and part 1 for legacy costs for the fiscal year

1 ending September 30, 2016 is \$9,998,900.00. From this amount, total
2 agency appropriations for pension-related legacy costs are
3 estimated at \$5,675,400.00. Total agency appropriations for retiree
4 health care legacy costs are estimated at \$4,323,500.00.

5 Sec. 245. The department, in conjunction with the department
6 of health and human services, shall maintain an accounting
7 structure within the Michigan administrative information network
8 that will allow expenditures associated with the administration of
9 the Healthy Michigan plan to be identified. By October 1, the
10 department shall provide the state budget office and the fiscal
11 agencies with the relevant accounting structure and associated
12 business objects script and report that groups administrative
13 costs.

14 Sec. 246. 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 under section 105d(9) of the social welfare act, 1939 PA 280,
18 MCL 400.105d.

19 **INSURANCE AND FINANCIAL SERVICES REGULATION**

20 Sec. 310. (1) No later than February 1, the department shall
21 submit a report to the subcommittees and the fiscal agencies
22 providing the following information:

23 (a) The amounts expended, by fund source, by the department to
24 support the economic development of the insurance or financial
25 industries during the preceding fiscal year.

26 (b) The number of full-time equated positions utilized by the

1 department to support the economic development of the insurance or
2 financial industries during the preceding fiscal year.

3 (c) A detailed, 2-year plan for departmental activities to
4 support the economic development of the insurance or financial
5 industries.

6 (2) For purposes of subsection (1), "economic development"
7 includes any activities to encourage, promote, or advocate for the
8 expansion, retention, or attraction of business or nonprofit
9 entities engaged in or involved with the insurance or financial
10 industries.

11 Sec. 391. In addition to the funds appropriated in part 1, the
12 funds collected by the department in connection with a
13 conservatorship under section 32 of the mortgage brokers, lenders,
14 and servicers licensing act, 1987 PA 173, MCL 445.1682, and funds
15 collected by the department from corporations being liquidated
16 under the insurance code of 1956, 1956 PA 218, MCL 500.100 to
17 500.8302, shall be appropriated for all expenses necessary to
18 provide for the required services. Funds are available for
19 expenditure when they are received by the department of treasury
20 and shall not lapse to the general fund at the end of the fiscal
21 year.

22 **AUTISM COVERAGE**

23 Sec. 802. (1) Each fiscal year, if expenditures are made from
24 the autism coverage fund, created by section 7 of the autism
25 coverage reimbursement act, 2012 PA 101, MCL 550.1837, the
26 department shall produce a report that contains all of the

1 following information on the autism coverage reimbursement program,
2 established by section 5 of the autism coverage reimbursement act,
3 2012 PA 101, MCL 550.1835, for the fiscal year:

4 (a) The total number of claims for reimbursement approved and
5 the number approved within each county, based on the provider's
6 location.

7 (b) The total amount expended from the autism coverage fund
8 for reimbursements and the amount for each carrier receiving
9 reimbursement.

10 (c) For each claim included within a claim submission received
11 by the department, all of the following information:

12 (i) The date the department received the claim.

13 (ii) The dollar amount of the claim.

14 (iii) The date of birth of the patient receiving diagnosis or
15 treatment under the claim.

16 (iv) Whether the claim was under a self-insured plan.

17 (v) The date of the service that was the basis for the claim.

18 (vi) The identity of the carrier that submitted the claim.

19 (2) By October 31 following the end of the fiscal year, the
20 department shall provide the report required under subsection (1)
21 to the subcommittees, the fiscal agencies, and the state budget
22 director.

23 PART 2A

24 PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS

25 FOR FISCAL YEAR 2016-2017

GENERAL SECTIONS

Sec. 1201. It is the intent of the legislature to provide appropriations for the fiscal year ending on September 30, 2017 for the line items listed in part 1. The fiscal year 2016-2017 appropriations are anticipated to be the same as those for fiscal year 2015-2016, 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 2016 consensus revenue estimating conference.

Sec. 1202. 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, 2017 for the line items listed in part 1.

ARTICLE XII

JUDICIARY

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the judiciary for the fiscal year ending September 30, 2016, from the following funds:

JUDICIARY

APPROPRIATION SUMMARY

Full-time equated exempted positions..... 489.0

GROSS APPROPRIATION..... \$ 284,651,400

Interdepartmental grant revenues:

1	Total interdepartmental grants and intradepartmental	
2	transfers	2,362,900
3	ADJUSTED GROSS APPROPRIATION.....	\$ 282,288,500
4	Federal revenues:	
5	Total federal revenues.....	6,428,600
6	Special revenue funds:	
7	Total local revenues.....	7,229,000
8	Total private revenues.....	942,900
9	Total other state restricted revenues.....	84,245,800
10	State general fund/general purpose.....	\$ 183,442,200
11	Sec. 102. SUPREME COURT	
12	Full-time equated exempted positions.....	246.0
13	Supreme court administration--92.0 FTE positions.....	\$ 13,338,700
14	Judicial institute--13.0 FTE positions.....	2,159,100
15	State court administrative office--61.0 FTE positions	11,832,000
16	Judicial information systems--22.0 FTE positions.....	3,057,700
17	Direct trial court automation support--44.0 FTE	
18	positions	7,229,000
19	Foster care review board--10.0 FTE positions.....	1,285,900
20	Community dispute resolution--3.0 FTE positions.....	2,366,800
21	Other federal grants.....	275,100
22	Drug treatment courts.....	10,958,000
23	Mental health courts and diversion services--1.0 FTE	
24	position	5,334,700
25	Veterans courts.....	500,000
26	Swift and sure sanctions program.....	4,250,000
27	Next generation Michigan court system.....	<u>4,116,000</u>

1	GROSS APPROPRIATION.....	\$	66,703,000
2	Appropriated from:		
3	Interdepartmental grant revenues:		
4	IDG from department of state police.....		1,500,000
5	IDG from department of corrections.....		50,000
6	IDG from state police - Michigan justice training fund		339,200
7	Federal revenues:		
8	DOJ, victims assistance programs.....		56,500
9	DOJ, drug court training and evaluation.....		300,000
10	DOT, National Highway Traffic Safety Administration..		2,203,500
11	HHS, access and visitation grant.....		612,200
12	HHS, children's justice grant.....		229,400
13	HHS, court improvement project.....		1,290,500
14	HHS, title IV-D child support program.....		1,009,700
15	HHS, title IV-E foster care program.....		386,500
16	Other federal grant revenues.....		275,100
17	Special revenue funds:		
18	Local - user fees.....		7,229,000
19	Private.....		188,100
20	Private - interest on lawyers trust accounts.....		258,600
21	Private - state justice institute.....		413,600
22	Community dispute resolution fund.....		2,366,800
23	Court of appeals filing/motion fees.....		1,641,800
24	Law exam fees.....		639,100
25	Drug court fund.....		1,920,500
26	Miscellaneous revenue.....		270,600
27	Justice system fund.....		566,800

1	State court fund.....	377,100
2	State general fund/general purpose.....	\$ 42,578,400
3	Sec. 103. COURT OF APPEALS	
4	Full-time equated exempted positions.....	175.0
5	Court of appeals operations--175.0 FTE positions.....	\$ <u>22,606,900</u>
6	GROSS APPROPRIATION.....	\$ 22,606,900
7	Appropriated from:	
8	State general fund/general purpose.....	\$ 22,606,900
9	Sec. 104. BRANCHWIDE APPROPRIATIONS	
10	Full-time equated exempted positions.....	4.0
11	Branchwide appropriations--4.0 FTE positions.....	\$ <u>8,550,400</u>
12	GROSS APPROPRIATION.....	\$ 8,550,400
13	Appropriated from:	
14	State general fund/general purpose.....	\$ 8,550,400
15	Sec. 105. JUSTICES' AND JUDGES' COMPENSATION	
16	Full-time judges positions	593.0
17	Supreme court justices' salaries--7.0 justices.....	\$ 1,152,300
18	Court of appeals judges' salaries--27.0 judges.....	4,087,900
19	District court judges' state base salaries--243.0	
20	judges	22,489,200
21	District court judicial salary standardization.....	11,111,000
22	Probate court judges' state base salaries--103.0	
23	judges	9,627,900
24	Probate court judicial salary standardization.....	4,669,600
25	Circuit court judges' state base salaries--213.0	
26	judges	20,064,100
27	Circuit court judicial salary standardization.....	9,739,200

1	Judges' retirement system defined contributions	4,425,800
2	OASI, social security	<u>5,736,600</u>
3	GROSS APPROPRIATION	\$ 93,103,600
4	Appropriated from:	
5	Special revenue funds:	
6	Court fee fund	2,988,100
7	State general fund/general purpose	\$ 90,115,500
8	Sec. 106. JUDICIAL AGENCIES	
9	Full-time equated exempted positions	7.0
10	Judicial tenure commission--7.0 FTE positions	\$ <u>1,115,200</u>
11	GROSS APPROPRIATION	\$ 1,115,200
12	Appropriated from:	
13	State general fund/general purpose	\$ 1,115,200
14	Sec. 107. INDIGENT DEFENSE - CRIMINAL	
15	Full-time equated exempted positions	57.0
16	Appellate public defender program--51.0 FTE positions	\$ 7,857,800
17	Michigan indigent defense commission--6.0 FTE	
18	positions	<u>996,700</u>
19	GROSS APPROPRIATION	\$ 8,854,500
20	Appropriated from:	
21	Interdepartmental grant revenues:	
22	IDG from state police - Michigan justice training fund	473,700
23	Federal revenues:	
24	Other federal grant revenues	65,200
25	Special revenue funds:	
26	Private - interest on lawyers trust accounts	82,600
27	Miscellaneous revenue	132,900

1	State general fund/general purpose	\$	8,100,100
2	Sec. 108. INDIGENT CIVIL LEGAL ASSISTANCE		
3	Indigent civil legal assistance	\$	<u>7,937,000</u>
4	GROSS APPROPRIATION	\$	7,937,000
5	Appropriated from:		
6	Special revenue funds:		
7	State court fund		7,937,000
8	State general fund/general purpose	\$	0
9	Sec. 109. TRIAL COURT OPERATIONS		
10	Court equity fund reimbursements	\$	60,815,700
11	Judicial technology improvement fund		4,815,000
12	Drug case-flow program		250,000
13	Drunk driving case-flow program		3,300,000
14	Juror compensation reimbursement		6,600,000
15	Statewide e-file system		<u>100</u>
16	GROSS APPROPRIATION	\$	75,780,800
17	Appropriated from:		
18	Special revenue funds:		
19	Court equity fund		50,440,000
20	Judicial technology improvement fund		4,815,000
21	Drug fund		250,000
22	Drunk driving fund		3,300,000
23	Juror compensation fund		6,600,100
24	State general fund/general purpose	\$	10,375,700

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2015-2016

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 2015-2016 is \$267,688,000.00 and state spending from state resources to be paid to local units of government for fiscal year 2015-2016 is \$137,079,400.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

JUDICIARY

SUPREME COURT

State court administrative office.....	\$	511,900
Drug treatment courts.....		10,658,000
Mental health courts and diversion services.....		5,222,800
Veterans courts.....		500,000
Swift and sure sanctions program.....		4,150,000
Next generation Michigan court system.....		4,116,000

TRIAL COURT OPERATIONS

Court equity fund reimbursements.....	\$	60,815,700
Judicial technology improvement fund.....		4,815,000
Drunk driving case-flow program.....		3,300,000
Drug case-flow program.....		250,000
Juror compensation reimbursement.....		6,600,000

JUSTICES' AND JUDGES' COMPENSATION

District court judicial salary standardization.....	\$	11,111,000
Probate court judges' state base salaries.....		9,627,900
Probate court judicial salary standardization.....		4,669,600

1	Circuit court judicial salary standardization.....	9,739,200
2	Grant to OASI contribution fund, employers share,	
3	social security	<u>992,300</u>
4	TOTAL.....	\$ 137,079,400

5 Sec. 202. (1) The appropriations authorized under this part
6 and part 1 are subject to the management and budget act, 1984 PA
7 431, MCL 18.1101 to 18.1594.

8 (2) Funds appropriated in part 1 to an entity within the
9 judicial branch shall not be expended or transferred to another
10 account without written approval of the authorized agent of the
11 judicial entity. If the authorized agent of the judicial entity
12 notifies the state budget director of its approval of an
13 expenditure or transfer, the state budget director shall
14 immediately make the expenditure or transfer. The authorized
15 judicial entity agent shall be designated by the chief justice of
16 the supreme court.

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

18 (a) "DOJ" means the United States Department of Justice.

19 (b) "DOT" means the United States Department of
20 Transportation.

21 (c) "FTE" means full-time equated.

22 (d) "HHS" means the United States Department of Health and
23 Human Services.

24 (e) "IDG" means interdepartmental grant.

25 (f) "OASI" means old age survivor's insurance.

26 (g) "Title IV-D" means the part of the federal social security
27 act, 42 USC 301 to 1397mm, pertaining to the child support

1 enforcement program.

2 (h) "Title IV-E" means the part of the federal social security
3 act, 42 USC 301 to 1397mm, pertaining to the foster care program.

4 Sec. 204. The judicial branch shall not take disciplinary
5 action against an employee for communicating with a member of the
6 legislature or his or her staff.

7 Sec. 205. It is the intent of the legislature that judges who
8 are presiding over a hearing on a foster care case shall publicly
9 acknowledge and request the input of the foster parent or foster
10 parents during the hearing.

11 Sec. 207. If the judicial branch makes any changes to a foster
12 care family service plan before its finalization, it is the intent
13 of the legislature that the presiding judge provide an explanation
14 for any changes to that plan in the court record.

15 Sec. 208. The reporting requirements of this part shall be
16 completed with the approval of, and at the direction of, the
17 supreme court, except as otherwise provided in this part. The
18 judicial branch shall use the Internet to fulfill the reporting
19 requirements of this part. This may include transmission of reports
20 via electronic mail to the recipients identified for each reporting
21 requirement, or it may include placement of reports on an Internet
22 or intranet site.

23 Sec. 209. (1) If funds become available in part 1 for juvenile
24 justice vision 20/20, the state court administrative office shall
25 implement the information technology services and projects
26 described in subsection (2).

27 (2) The state court administrative office shall use the funds

1 described in subsection (1) to implement a data exchange for use by
2 circuit and probate courts, private juvenile justice agencies, and
3 the state court administrative office under the guidance of
4 appropriate data sharing agreements that tracks statistical and
5 demographic data on juveniles referred to the family division of
6 the circuit court, otherwise known as the juvenile courts, after
7 successful implementation and evaluation of the existing pilot
8 database in Ottawa, Kalamazoo, Kent, Ionia, and Berrien Counties.

9 (3) It is the intent of the legislature that the purpose of
10 the project is to implement a new juvenile justice data sharing
11 model that will track data on juveniles referred to the courts. The
12 project will be accomplished by local court staff, state employees,
13 contracts with private vendors, and juvenile justice stakeholders.
14 The total estimated cost of the project is \$5,550,000.00. The
15 tentative completion date is September 30, 2019. The data exchange
16 shall be compatible with the Michigan statewide automated child
17 welfare information system.

18 (4) If funding becomes available for the project, the state
19 court administrative office shall submit a report by March 1 to the
20 senate and house appropriations subcommittees on judiciary, the
21 senate and house fiscal agencies, the senate and house policy
22 offices, and the state budget office on the status of the
23 implementation items described in subsections (1) and (2) should
24 funding become available.

25 Sec. 211. From the funds appropriated in part 1, the state
26 court administrative office shall evaluate programs within the
27 department of health and human services and the department of

1 talent and economic development to establish programmatic
2 connections with the participants in the swift and sure sanctions
3 program. The purpose of this relationship is to leverage
4 collaborations and to determine avenues of success for offenders
5 who are eligible for state-provided programs. By March 1, the state
6 court administrative office shall deliver guidance to courts
7 participating in the swift and sure sanctions program under chapter
8 XIA of the code of criminal procedure, 1927 PA 175, MCL 771A.1 to
9 771A.8, detailing the evaluations and to direct participants into
10 available programming.

11 Sec. 212. The judicial branch shall receive and retain copies
12 of all reports funded from appropriations in part 1. Federal and
13 state guidelines for short-term and long-term retention of records
14 shall be followed. The judicial branch may electronically retain
15 copies of reports unless otherwise required by federal and state
16 guidelines.

17 Sec. 214. 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. 215. Not later than January 1 of each year, the state

1 court administrative office shall prepare a report on out-of-state
2 travel listing all travel by judicial branch employees outside this
3 state in the immediately preceding fiscal year that was funded in
4 whole or in part with funds appropriated in the budget for the
5 judicial branch. The report shall be submitted to the senate and
6 house of representatives standing committees on appropriations, the
7 senate and house fiscal agencies, and the state budget director.

8 The report shall include the following information:

9 (a) The dates of each travel occurrence.

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

15 Sec. 219. 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 program or program areas. The report shall be
21 transmitted to the chairpersons of the senate and house

22 appropriations committees and the senate and house fiscal agencies.

23 Sec. 221. From the funds appropriated in part 1, the judicial
24 branch shall maintain a searchable website accessible by the public
25 at no cost that includes all expenditures made by the judicial
26 branch within a fiscal year. The posting shall include the purpose
27 for which each expenditure is made. The judicial branch shall not

1 provide financial information on its website under this section if
2 doing so would violate a federal or state law, rule, regulation, or
3 guideline that establishes privacy or security standards applicable
4 to that financial information.

5 Sec. 222. Within 14 days after the release of the executive
6 budget recommendation, the judicial branch shall cooperate with the
7 state budget office to provide the chairpersons of the senate and
8 house appropriations committees, the chairpersons of the senate and
9 house appropriations subcommittees on judiciary, and the senate and
10 house fiscal agencies with an annual report on estimated state
11 restricted fund balances, state restricted fund projected revenues,
12 and state restricted fund expenditures for the prior 2 fiscal
13 years.

14 Sec. 223. The judiciary shall maintain, on a publicly
15 accessible website, a scorecard that identifies, tracks, and
16 regularly updates key metrics that are used to monitor and improve
17 the judiciary's performance.

18 Sec. 224. Total authorized appropriations from all sources
19 under part 1 for legacy costs for the fiscal year ending September
20 30, 2016 are \$13,723,300.00. From this amount, total appropriations
21 for judiciary pension-related legacy costs are estimated at
22 \$7,772,600.00. Total appropriations for judiciary retiree health
23 care legacy costs are estimated at \$5,950,700.00.

24 Sec. 225. In addition to the metrics required under section
25 447 of the management and budget act, 1984 PA 431, MCL 18.1447, for
26 each new program or program enhancement for which funds in excess
27 of \$500,000.00 are appropriated in part 1, the judiciary shall

1 provide not later than November 1 a list of program-specific
2 metrics intended to measure its performance based on a return on
3 taxpayer investment. The judiciary shall deliver the program-
4 specific metrics to members of the senate and house subcommittees
5 that have subject matter jurisdiction for this budget, to the
6 senate and house fiscal agencies, and to the state budget director.
7 The judiciary shall provide an update on its progress in tracking
8 program-specific metrics and the status of program success at an
9 appropriations subcommittee meeting called for by the subcommittee
10 chair.

11 JUDICIAL BRANCH

12 Sec. 301. From the funds appropriated in part 1, the direct
13 trial court automation support program of the state court
14 administrative office shall recover direct and overhead costs from
15 trial courts by charging for services rendered. The fee shall cover
16 the actual costs incurred to the direct trial court automation
17 support program in providing the service, including development of
18 future versions of case management systems.

19 Sec. 302. Funds appropriated within the judicial branch shall
20 not be expended by any component within the judicial branch without
21 the approval of the supreme court.

22 Sec. 303. Of the amount appropriated in part 1 for the
23 judicial branch, \$511,900.00 is allocated for circuit court
24 reimbursement under section 3 of 1978 PA 16, MCL 800.453, and for
25 costs associated with the court of claims.

26 Sec. 306. By February 1, the state court administrative office

1 shall produce a statistical report, categorized by county,
2 regarding both the collected and uncollected amounts of restitution
3 payments, court fees, and any other applicable judgment placed upon
4 any person within the county reported for the years 2009 through
5 2014.

6 Sec. 307. From the funds appropriated in part 1 for mental
7 health courts and diversion services, \$1,730,000.00 is intended to
8 address the recommendations of the mental health diversion council.

9 Sec. 308. If sufficient funds are not available from the court
10 fee fund to pay judges' compensation, the difference between the
11 appropriated amount from that fund for judges' compensation and the
12 actual amount available after the amount appropriated for trial
13 court reimbursement is made shall be appropriated from the state
14 general fund for judges' compensation. If an appropriation is made
15 under this section, the state court administrative office shall
16 notify, within 14 days of the appropriation, the senate and house
17 standing committees on appropriations, the senate and house
18 subcommittees on judiciary, the senate and house fiscal agencies,
19 and the state budget office.

20 Sec. 309. By April 1, the state court administrative office
21 shall provide a report on drug treatment, mental health, and
22 veterans court programs in this state. The report shall include
23 information on the number of each type of program that has been
24 established, the number of program participants in each
25 jurisdiction, and the impact of the programs on offender criminal
26 involvement and recidivism. The report shall be submitted to the
27 senate and house appropriations subcommittees on judiciary, the

1 senate and house fiscal agencies, and the state budget director.

2 Sec. 311. (1) The funds appropriated in part 1 for drug
3 treatment courts as that term is defined in section 1060 of the
4 revised judicature act of 1961, 1961 PA 236, MCL 600.1060, shall be
5 administered by the state court administrative office to operate
6 drug treatment court programs. A drug treatment court shall be
7 responsible for handling cases involving substance abusing
8 nonviolent offenders through comprehensive supervision, testing,
9 treatment services, and immediate sanctions and incentives. A drug
10 treatment court shall use all available county and state personnel
11 involved in the disposition of cases including, but not limited to,
12 parole and probation agents, prosecuting attorneys, defense
13 attorneys, and community corrections providers. The funds may be
14 used in connection with other federal, state, and local funding
15 sources.

16 (2) From the funds appropriated in part 1, the chief justice
17 shall allocate sufficient funds for the judicial institute to
18 provide in-state training for those identified in subsection (1),
19 including training for new drug treatment court judges.

20 (3) For drug treatment court grants, consideration for
21 priority may be given to those courts where higher instances of
22 substance abuse cases are filed.

23 (4) The judiciary shall receive \$1,500,000.00 in Byrne formula
24 grant funding as an interdepartmental grant from the department of
25 state police to be used for expansion of drug treatment courts, to
26 assist in avoiding prison bed space growth for nonviolent offenders
27 in collaboration with the department of corrections.

1 Sec. 312. From the funds appropriated in part 1, the state
2 court administrator shall produce a statistical report regarding
3 the implementation of the parental rights restoration act, 1990 PA
4 211, MCL 722.901 to 722.908, as it pertains to minors seeking a
5 court-issued waiver of parental consent. The state court
6 administrative office shall report the total number of petitions
7 filed and the total number of petitions granted under that act.

8 Sec. 317. Funds appropriated in part 1 shall not be used for
9 the permanent assignment of state-owned vehicles to justices or
10 judges or any other judicial branch employee. This section does not
11 preclude the use of state-owned motor pool vehicles for state
12 business in accordance with approved guidelines.

13 Sec. 320. (1) From the funds appropriated in part 1 for the
14 swift and sure sanctions program, created under section 3 of
15 chapter XIA of the code of criminal procedure, 1927 PA 175, MCL
16 771A.3, the state court administrative office shall administer a
17 program to distribute grants to qualifying courts in accordance
18 with the objectives and requirements of the probation swift and
19 sure sanctions act, chapter XIA of the code of criminal procedure,
20 1927 PA 175, MCL 771A.1 to 771A.8. Of the \$4,250,000.00 designated
21 for the program, not more than \$100,000.00 shall be available to
22 the state court administrative office to pay for employee costs
23 associated with the administration of the program funds. Courts
24 interested in participating in the swift and sure sanctions program
25 may apply to the state court administrative office for a portion of
26 the funds 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
3 senate and house appropriations subcommittees on judiciary, the
4 senate and house fiscal agencies, and the state budget director.
5 The 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 Sec. 322. If Byrne formula grant funding is awarded to the
2 state appellate defender, the state appellate defender office may
3 receive and expend Byrne formula grant funds in an amount not to
4 exceed \$250,000.00 as an interdepartmental grant from the
5 department of state police. If the appellate defender appointed
6 under section 3 of the appellate defender act, 1978 PA 620, MCL
7 780.713, receives federal grant funding from the United States
8 Department of Justice in excess of the amount appropriated in part
9 1, the office of appellate defender may receive and expend grant
10 funds in an amount not to exceed \$300,000.00 as other federal
11 grants.

12 Sec. 322a. If Byrne formula grant funding is awarded to the
13 Michigan indigent defense commission, the Michigan indigent defense
14 commission may receive and expend Byrne formula grant funds in an
15 amount not to exceed \$250,000.00 as an interdepartmental grant from
16 the department of state police. The Michigan indigent defense
17 commission, created under section 5 of the Michigan indigent
18 defense commission act, 2013 PA 93, MCL 780.985, may receive and
19 expend federal grant funding from the United States Department of
20 Justice in an amount not to exceed \$300,000.00 as other federal
21 grants.

22 Sec. 323. The state court administrative office shall provide
23 courts with a quarterly listing of out-of-state placements of
24 juveniles by each court. The state court administrative office
25 shall also provide each judge who hears juvenile matters with the
26 annual listing of per diem costs of the public and private
27 residential care facilities located or doing business in this

1 state, and the recidivism data for each facility, if available, as
2 provided by the department of health and human services. The courts
3 shall acknowledge receipt of this information.

4 PART 2A

5 PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS

6 FOR FISCAL YEAR 2016-2017

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, 2017 for
10 the line items listed in part 1. The fiscal year 2016-2017
11 appropriations are anticipated to be the same as those for fiscal
12 year 2015-2016, 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 2016 consensus revenue estimating
16 conference.

17 ARTICLE XIII

18 DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS

19 PART 1

20 LINE-ITEM APPROPRIATIONS

21 FOR FISCAL YEAR 2015-2016

22 Sec. 101. The amounts listed in this part are appropriated for
23 the department of licensing and regulatory affairs, subject to the

conditions set forth in part 2, for the fiscal year ending September 30, 2016, from the funds identified in this part. The following is a summary of the appropriations in this part:

DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS

APPROPRIATION SUMMARY

Full-time equated unclassified positions..... 57.5

Full-time equated classified positions..... 2,163.3

GROSS APPROPRIATION..... \$ 407,649,000

Interdepartmental grant revenues:

Total interdepartmental grants and intradepartmental

transfers 46,068,700

ADJUSTED GROSS APPROPRIATION..... \$ 361,580,300

Federal revenues:

Total federal revenues..... 63,674,900

Special revenue funds:

Total local revenues..... 679,000

Total private revenues..... 341,300

Total other state restricted revenues..... 258,403,600

State general fund/general purpose..... \$ 38,481,500

Sec. 102. DEPARTMENTAL ADMINISTRATION

Full-time equated unclassified positions..... 57.5

Full-time equated classified positions..... 115.0

Unclassified salaries--57.5 FTE positions..... \$ 4,605,200

Executive director programs--24.0 FTE positions..... 2,890,200

Financial and administrative services--74.0 FTE

positions 7,805,800

Office of regulatory reinvention--4.0 FTE positions.. 482,600

1	Office of reinventing performance in Michigan--6.0 FTE	
2	positions	700,000
3	Office for new Americans--4.0 FTE positions	593,000
4	FOIA coordination--2.0 FTE positions	302,900
5	Local community stabilization authority--1.0 FTE	
6	position	150,000
7	Property management	11,776,400
8	Information technology services and projects	19,979,100
9	Worker's compensation	<u>342,700</u>
10	GROSS APPROPRIATION	\$ 49,627,900
11	Appropriated from:	
12	Interdepartmental grant revenues:	
13	IDG-DIFS, accounting services	150,000
14	IDG-TED, unemployment hearings	555,000
15	Federal revenues:	
16	DED-vocational rehabilitation and independent living .	2,184,100
17	DOL-occupational safety and health	992,400
18	EPA-underground storage tanks	28,600
19	HHS-Medicaid, certification of health care providers	
20	and suppliers	708,700
21	HHS-Medicare, certification of health care providers	
22	and suppliers	1,165,600
23	Special revenue funds:	
24	Local stabilization authority contract	150,000
25	Aboveground storage tank fees	145,500
26	Accountancy enforcement fund	67,000
27	Asbestos abatement fund	179,600

1	Boiler inspection fund.....	630,800
2	Builder enforcement fund.....	98,800
3	Construction code fund.....	1,609,400
4	Corporation fees.....	8,622,900
5	Elevator fees.....	683,400
6	Fire alarm fees.....	5,300
7	Fire safety standard and enforcement fund.....	1,100
8	Fire service fees.....	771,800
9	Fireworks safety fund.....	93,600
10	Health professions regulatory fund.....	2,672,200
11	Health systems fees.....	438,900
12	Licensing and regulation fund.....	3,035,800
13	Liquor license revenue.....	300,000
14	Liquor purchase revolving fund.....	7,046,300
15	Michigan medical marihuana fund.....	917,600
16	Mobile home code fund.....	603,900
17	Nurse professional fund.....	36,900
18	PMECSEMA fund.....	217,700
19	Private occupational school license fees.....	164,000
20	Property development fees.....	6,000
21	Public utility assessments.....	3,985,700
22	Radiological health fees.....	296,200
23	Real estate appraiser education fund.....	6,400
24	Real estate education fund.....	15,200
25	Real estate enforcement fund.....	9,900
26	Restructuring mechanism assessments.....	11,000
27	Safety education and training fund.....	1,372,700

1	Second injury fund.....		395,000
2	Securities fees.....		4,594,100
3	Securities investor education and training fund.....		14,400
4	Security business fund.....		3,100
5	Self-insurers security fund.....		255,900
6	Silicosis and dust disease fund.....		173,500
7	Survey and remonumentation fund.....		142,000
8	Tax tribunal fund.....		1,631,400
9	Unarmed combat fund.....		12,800
10	Underground storage tank fees.....		355,200
11	Utility consumer representation fund.....		52,900
12	Worker's compensation administrative revolving fund..		99,800
13	State general fund/general purpose.....	\$	1,917,800
14	Sec. 103. ENERGY AND UTILITY PROGRAMS		
15	Full-time equated classified positions.....	183.0	
16	Michigan agency for energy--52.0 FTE positions.....	\$	12,155,100
17	Public service commission--131.0 FTE positions.....		<u>21,647,600</u>
18	GROSS APPROPRIATION.....	\$	33,802,700
19	Appropriated from:		
20	Federal revenues:		
21	DOE-heating oil and propane.....		3,851,200
22	DOT-gas pipeline safety.....		1,219,900
23	EPA-pollution prevention.....		84,000
24	Special revenue funds:		
25	Oil overcharge.....		30,000
26	Public utility assessments.....		26,847,100
27	Restructuring mechanism assessments.....		550,900

1	Retired engineers technical assistance program fund..	669,600
2	State general fund/general purpose.....	\$ 550,000
3	Sec. 104. LIQUOR CONTROL COMMISSION	
4	Full-time equated classified positions.....	143.0
5	Management support services--28.0 FTE positions.....	\$ 4,361,200
6	Liquor licensing and enforcement--115.0 FTE positions	<u>15,089,200</u>
7	GROSS APPROPRIATION.....	\$ 19,450,400
8	Appropriated from:	
9	Special revenue funds:	
10	Direct shipper enforcement revolving fund.....	124,500
11	Liquor license fee enhancement fund.....	75,000
12	Liquor license revenue.....	7,304,100
13	Liquor purchase revolving fund.....	11,946,800
14	State general fund/general purpose.....	\$ 0
15	Sec. 105. OCCUPATIONAL REGULATION	
16	Full-time equated classified positions.....	1,024.9
17	Bureau of fire services--80.0 FTE positions.....	\$ 11,414,500
18	Bureau of construction codes--176.0 FTE positions....	21,767,000
19	Detroit demolition permit assistance.....	800,000
20	Corporations, securities, and commercial licensing	
21	bureau--178.0 FTE positions	26,818,100
22	Bureau of health care services--351.9 FTE positions..	59,284,100
23	Medical marihuana program--20.0 FTE positions	4,228,800
24	Bureau of children and adult licensing--219.0 FTE	
25	positions	<u>28,569,000</u>
26	GROSS APPROPRIATION.....	\$ 152,881,500
27	Appropriated from:	

1	Interdepartmental grant revenues:	
2	IDG-DHHS, inspection contract.....	100,000
3	IDG-MDE, child care licensing.....	16,340,200
4	Federal revenues:	
5	DHS-fire training systems.....	28,000
6	DOT-hazardous materials training and planning.....	60,000
7	EPA-underground storage tanks.....	1,255,300
8	HHS-Medicaid, certification of health care providers	
9	and suppliers	8,991,600
10	HHS-Medicare, certification of health care providers	
11	and suppliers	12,215,700
12	Special revenue funds:	
13	Private - civil monetary penalties.....	199,500
14	Aboveground storage tank fees.....	447,200
15	Accountancy enforcement fund.....	404,300
16	Boiler inspection fund.....	3,756,800
17	Builder enforcement fund.....	478,300
18	Construction code fund.....	8,440,000
19	Corporation fees.....	6,916,900
20	Elevator fees.....	4,780,500
21	Fire alarm fees.....	125,400
22	Fire safety standard and enforcement fund.....	40,000
23	Fire service fees.....	2,452,400
24	Fireworks safety fund.....	682,900
25	Health professions regulatory fund.....	23,491,300
26	Health systems fees.....	3,309,300
27	Licensing and regulation fund.....	11,386,500

1	Liquor purchase revolving fund.....	130,900
2	Michigan medical marihuana fund.....	4,228,800
3	Mobile home code fund.....	2,982,300
4	Nurse professional fund.....	1,937,200
5	PMECSEMA fund.....	1,821,300
6	Private occupational school license fees.....	817,600
7	Property development fees.....	318,100
8	Real estate appraiser education fund.....	63,200
9	Real estate education fund.....	340,600
10	Real estate enforcement fund.....	696,400
11	Securities fees.....	4,918,700
12	Securities investor education and training fund.....	999,900
13	Security business fund.....	340,100
14	Survey and remonumentation fund.....	837,200
15	Unarmed combat fund.....	137,000
16	Underground storage tank fees.....	2,518,500
17	State general fund/general purpose.....	\$ 23,891,600
18	Sec. 106. EMPLOYMENT SERVICES	
19	Full-time equated classified positions.....	464.4
20	Workers' compensation agency--56.0 FTE positions.....	\$ 7,745,500
21	Insurance funds administration--23.0 FTE positions...	5,236,300
22	Compensation supplement fund.....	1,820,000
23	Bureau of services for blind persons--113.0 FTE	
24	positions	25,011,000
25	Bureau of employment relations--22.0 FTE positions...	4,117,800
26	Michigan occupational safety and health	
27	administration--197.0 FTE positions.....	28,660,200

1	Radiation safety section--21.4 FTE positions	3,437,000
2	Wage and hour program--32.0 FTE positions	<u>3,658,300</u>
3	GROSS APPROPRIATION.....	\$ 79,686,100
4	Appropriated from:	
5	Federal revenues:	
6	DED-vocational rehabilitation and independent living .	18,279,800
7	DOL-occupational safety and health.....	11,695,100
8	HHS-mammography quality standards.....	764,900
9	Special revenue funds:	
10	Local revenues.....	529,000
11	Private revenues.....	111,800
12	Asbestos abatement fund.....	1,016,800
13	Corporation fees.....	8,455,400
14	Michigan business enterprise program fund.....	562,000
15	Radiological health fees.....	2,672,100
16	Safety education and training fund.....	9,554,100
17	Second injury fund.....	2,814,600
18	Securities fees.....	8,484,500
19	Self-insurers security fund.....	1,337,100
20	Silicosis and dust disease fund.....	1,084,600
21	Worker's compensation administrative revolving fund..	2,462,800
22	State general fund/general purpose.....	\$ 9,861,500
23	Sec. 107. MICHIGAN ADMINISTRATIVE HEARING SYSTEM	
24	Full-time equated classified positions.....	233.0
25	Michigan administrative hearing system--215.0 FTE	
26	positions	\$ 38,678,000
27	Michigan compensation appellate commission--18.0 FTE	

1	positions	<u>4,546,700</u>
2	GROSS APPROPRIATION.....	\$ 43,224,700
3	Appropriated from:	
4	Interdepartmental grant revenues:	
5	IDG revenues - administrative hearings and rules	28,923,500
6	Federal revenues:	
7	Federal revenues - administrative hearings and rules .	150,000
8	Special revenue funds:	
9	State restricted revenues - administrative hearings	
10	and rules	12,783,100
11	Worker's compensation administrative revolving fund ..	333,200
12	State general fund/general purpose	\$ 1,034,900
13	Sec. 108. DEPARTMENT GRANTS	
14	Fire protection grants	\$ 9,273,900
15	Firefighter training grants	1,000,000
16	Liquor law enforcement grants	7,200,000
17	Medical marihuana operation and oversight grants	3,000,000
18	Remonumentation grants	7,300,000
19	Subregional libraries state aid	451,800
20	Utility consumer representation	<u>750,000</u>
21	GROSS APPROPRIATION	\$ 28,975,700
22	Appropriated from:	
23	Special revenue funds:	
24	Fire protection fund	8,500,000
25	Fireworks safety fund	1,000,000
26	Liquor license revenue	7,200,000
27	Michigan medical marihuana fund	3,000,000

1	Survey and remonumentation fund.....	7,300,000
2	Utility consumer representation fund.....	750,000
3	State general fund/general purpose.....	\$ 1,225,700

4 PART 2

5 PROVISIONS CONCERNING APPROPRIATIONS

6 FOR FISCAL YEAR 2015-2016

7 GENERAL SECTIONS

8 Sec. 201. Pursuant to section 30 of article IX of the state

9 constitution of 1963, total state spending from state resources

10 under part 1 for fiscal year 2015-2016 is \$296,885,100.00 and state

11 spending from state resources to be paid to local units of

12 government for fiscal year 2015-2016 is \$28,225,700.00. The

13 itemized statement below identifies appropriations from which

14 spending to local units of government will occur:

15 DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS

16	Fire protection grants.....	\$ 9,273,900
17	Firefighter training grants.....	1,000,000
18	Liquor law enforcement grants.....	7,200,000
19	Medical marihuana operation and oversight grants.....	3,000,000
20	Remonumentation grants.....	7,300,000
21	Subregional libraries state aid.....	<u>451,800</u>
22	Total department of licensing and regulatory	
23	affairs	\$ 28,225,700

24 Sec. 202. The appropriations authorized under this part and

25 part 1 are subject to the management and budget act, 1984 PA 431,

1 MCL 18.1101 to 18.1594.

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

3 (a) "DED" means the United States Department of Education.

4 (b) "Department" means the department of licensing and
5 regulatory affairs.

6 (c) "DHHS" means the Michigan department of health and human
7 services.

8 (d) "DHS" means the United States Department of Homeland
9 Security.

10 (e) "DIFS" means the department of insurance and financial
11 services.

12 (f) "Director" means the director of the department.

13 (g) "DOE" means the United States Department of Energy.

14 (h) "DOL" means the United States Department of Labor.

15 (i) "DOT" means the United States Department of
16 Transportation.

17 (j) "EPA" means the United States Environmental Protection
18 Agency.

19 (k) "Fiscal agencies" means Michigan house fiscal agency and
20 Michigan senate fiscal agency.

21 (l) "FOIA" means the freedom of information act, 1976 PA 442,
22 MCL 15.231 to 15.246.

23 (m) "FTE" means full-time equated.

24 (n) "HHS" means the United States Department of Health and
25 Human Services.

26 (o) "IDG" means interdepartmental grant.

27 (p) "MDE" means the Michigan department of education.

1 (q) "PMECSEMA" means pain management education and controlled
2 substances electronic monitoring and antidiversion.

3 (r) "Subcommittees" means all members of the subcommittees of
4 the house and senate appropriations committees with jurisdiction
5 over the budget for the department.

6 (s) "TED" means the Michigan department of talent and economic
7 development.

8 Sec. 205. In addition to the metrics required under section
9 447 of the management and budget act, 1984 PA 431, MCL 18.1447, for
10 each new program or program enhancement for which funds in excess
11 of \$500,000.00 are appropriated in part 1, the department shall
12 provide, not later than November 1, a list of program-specific
13 metrics intended to measure its performance based on a return on
14 taxpayer investment. The department shall deliver the program-
15 specific metrics to members of the senate and house subcommittees
16 that have subject matter jurisdiction for this budget, fiscal
17 agencies, and the state budget director. The department shall
18 provide an update on its progress in tracking program-specific
19 metrics and the status of program success at an appropriations
20 subcommittee meeting called for by the subcommittee chairperson.

21 Sec. 208. The departments and agencies receiving
22 appropriations in part 1 shall use the Internet to fulfill the
23 reporting requirements of this part. This requirement may include
24 transmission of reports via electronic mail to the recipients
25 identified for each reporting requirement, or it may include
26 placement of reports on an Internet or intranet site.

27 Sec. 209. Funds appropriated in part 1 shall not be used for

1 the purchase of foreign goods or services, or both, if
2 competitively priced and of comparable quality American goods or
3 services, or both, are available. Preference shall be given to
4 goods or services, or both, manufactured or provided by Michigan
5 businesses, if they are competitively priced and of comparable
6 quality. In addition, preference shall be given to goods or
7 services, or both, that are manufactured or provided by Michigan
8 businesses owned and operated by veterans, if they are
9 competitively priced and of comparable quality.

10 Sec. 210. The director shall take all reasonable steps to
11 ensure businesses in deprived and depressed communities compete for
12 and perform contracts to provide services or supplies, or both. The
13 director shall strongly encourage firms with which the department
14 contracts to subcontract with certified businesses in depressed and
15 deprived communities for services, supplies, or both.

16 Sec. 212. 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 or reports unless
21 otherwise required by federal and state guidelines.

22 Sec. 215. The department shall not take disciplinary action
23 against an employee for communicating with a member of the
24 legislature or his or her staff.

25 Sec. 216. Not later than November 30, the state budget office
26 shall prepare and transmit a report that provides for estimates of
27 the total general fund/general purpose appropriation lapses at the

1 close of the prior fiscal year. This report shall summarize the
2 projected year-end general fund/general purpose appropriation
3 lapses by major departmental program or program areas. The report
4 shall be transmitted to the chairpersons of the senate and house
5 appropriations committees and the fiscal agencies.

6 Sec. 218. The departments and agencies receiving
7 appropriations in part 1 shall prepare a report on out-of-state
8 travel expenses not later than January 1 of each year. The travel
9 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 house and senate appropriations committee, the
14 house and senate fiscal agencies, and the state budget director.
15 The report shall include the following information:

16 (a) The dates of each travel occurrence.

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

22 Sec. 219. No later than April 1, the department shall submit
23 to the subcommittees and the fiscal agencies a report pertaining to
24 the following information:

25 (a) The amount, in square footage, of office space paid for
26 with the appropriation in part 1 for both state-owned and leased
27 office space, respectively, during the previous fiscal year.

1 (b) The amount, in square footage, of office space actually
2 utilized by the department for both state-owned and leased office
3 space, respectively, during the previous fiscal year.

4 (c) The amount of office space the department estimates will
5 be utilized during the current and subsequent fiscal years.

6 Sec. 220. The department may carry into the succeeding fiscal
7 year unexpended federal pass-through funds to local institutions
8 and governments that do not require additional state matching
9 funds. Federal pass-through funds to local institutions and
10 governments that are received in amounts in addition to those
11 included in part 1 and that do not require additional state
12 matching funds are appropriated for the purposes intended. Within
13 14 days after the receipt of federal pass-through funds, the
14 department shall notify the house and senate chairpersons of the
15 subcommittees, the fiscal agencies, and the state budget director
16 of pass-through funds appropriated under this section.

17 Sec. 221. Funds appropriated in this part and part 1 shall not
18 be used by a principal executive department, state agency, or
19 authority to hire a person to provide legal services that are the
20 responsibility of the attorney general. This prohibition does not
21 apply to legal services for bonding activities and for those
22 outside services that the attorney general authorizes.

23 Sec. 223. (1) In addition to the funds appropriated in part 1,
24 there is appropriated an amount not to exceed \$19,000,000.00 for
25 federal contingency funds.

26 (2) In addition to the funds appropriated in part 1, there is
27 appropriated an amount not to exceed \$25,000,000.00 for state

1 restricted contingency funds.

2 (3) In addition to the funds appropriated in part 1, there is
3 appropriated an amount not to exceed \$7,800,000.00 for local
4 contingency funds.

5 (4) In addition to the funds appropriated in part 1, there is
6 appropriated an amount not to exceed \$400,000.00 for private
7 contingency funds.

8 (5) Funds appropriated pursuant to this section are not
9 available for expenditure until they have been transferred to
10 another line item in part 1 under section 393(2) of the management
11 and budget act, 1984 PA 431, MCL 18.1393.

12 Sec. 225. (1) Grants supported with private revenues received
13 by the department are appropriated upon receipt and are available
14 for expenditure by the department, subject to subsection (3), for
15 purposes specified within the grant agreement and as permitted
16 under state and federal law.

17 (2) Within 10 days after the receipt of a private grant
18 appropriated in subsection (1), the department shall notify the
19 house and senate chairpersons of the subcommittees, the fiscal
20 agencies, and the state budget director of the receipt of the
21 grant, including the fund source, purpose, and amount of the grant.

22 (3) The amount appropriated under subsection (1) shall not
23 exceed \$1,500,000.00.

24 Sec. 227. (1) The department shall sell documents at a price
25 not to exceed the cost of production and distribution. Money
26 received from the sale of these documents shall revert to the
27 department. In addition to the funds appropriated in part 1, these

1 funds are available for expenditure when they are received by the
2 department of treasury. This subsection applies only for the
3 following documents:

4 (a) Corporation and securities division documents, reports,
5 and papers required or permitted by law pursuant to section 1060(5)
6 of the business corporation act, 1972 PA 284, MCL 450.2060.

7 (b) The Michigan liquor control code of 1998, 1998 PA 58, MCL
8 436.1101 to 436.2303.

9 (c) The mobile home commission act, 1987 PA 96, MCL 125.2301
10 to 125.2349; the business corporation act, 1972 PA 284, MCL
11 450.1101 to 450.2098; the nonprofit corporation act, 1982 PA 162,
12 MCL 450.2101 to 450.3192; and the uniform securities act (2002),
13 2008 PA 551, MCL 451.2101 to 451.2703.

14 (d) Worker's compensation health care services rules.

15 (e) Construction code manuals.

16 (f) Copies of transcripts from administrative law hearings.

17 (2) In addition to the funds appropriated in part 1, funds
18 appropriated for the department under sections 55, 57, 58, and 59
19 of the administrative procedures act of 1969, 1969 PA 306, MCL
20 24.255, 24.257, 24.258, and 24.259, and section 203 of the
21 legislative council act, 1986 PA 268, MCL 4.1203, are appropriated
22 for all expenses necessary to provide for the cost of publication
23 and distribution.

24 (3) Unexpended funds at the end of the fiscal year shall carry
25 forward to the subsequent fiscal year and not lapse to the general
26 fund.

27 Sec. 228. Unless prohibited by law, the department may accept

1 credit card or other electronic means of payment for licenses,
2 fees, or permits.

3 Sec. 229. The department shall maintain, on a publicly
4 accessible website, a department scorecard that identifies, tracks,
5 and regularly updates key metrics that are used to monitor and
6 improve the department's performance.

7 Sec. 231. The department shall cooperate with the department
8 of technology, management, and budget to maintain a searchable
9 website accessible by the public at no cost that includes, but is
10 not limited to, all of the following for each department or agency:

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

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

13 (c) Fiscal year-to-date payments to a selected vendor,
14 including the vendor name, payment date, payment amount, and
15 payment description.

16 (d) The number of active department employees by job
17 classification.

18 (e) Job specifications and wage rates.

19 Sec. 232. The department shall not develop or produce any
20 television or radio productions.

21 Sec. 234. Within 14 days after the release of the executive
22 budget recommendation, the department shall cooperate with the
23 state budget office to provide the senate and house appropriations
24 chairs, the senate and house appropriations subcommittees chairs,
25 and the senate and house fiscal agencies with an annual report on
26 estimated state restricted fund balances, state restricted fund
27 projected revenues, and state restricted fund expenditures for the

1 preceding and current fiscal years.

2 Sec. 235. Total authorized appropriations from all sources
3 under part 1 for legacy costs for the fiscal year ending September
4 30, 2016 are \$55,244,600.00. From this amount, total agency
5 appropriations for pension-related legacy costs are estimated at
6 \$31,352,700.00. Total agency appropriations for retiree health care
7 legacy costs are estimated at \$23,891,800.00.

8 Sec. 241. (1) The department may charge registration fees to
9 attendees of informational, training, or special events sponsored
10 by the department.

11 (2) These fees shall reflect the costs for the department to
12 sponsor the informational, training, or special events.

13 (3) Revenue generated by the registration fees is appropriated
14 upon receipt and available for expenditure to cover the
15 department's costs of sponsoring informational, training, or
16 special events.

17 (4) Revenue generated by registration fees in excess of the
18 department's costs of sponsoring informational, training, or
19 special events shall carry forward to the subsequent fiscal year
20 and not lapse to the general fund.

21 (5) Not later than November 15, the department shall submit a
22 report to the subcommittees, fiscal agencies, and the state budget
23 office that identifies each of the following in the immediately
24 preceding fiscal year:

25 (a) Each informational, training, or special event sponsored
26 by the department.

27 (b) The amount of revenue generated by registration fees.

1 (c) The amount expended for the department's costs of
2 sponsoring informational, training, or special events.

3 (d) Any balance carried forward into the subsequent fiscal
4 year.

5 (6) The amount appropriated under subsection (3) shall not
6 exceed \$500,000.00.

7 Sec. 242. The department may make available to interested
8 entities otherwise unavailable customized listings of
9 nonconfidential information in its possession, such as names and
10 addresses of licensees. The department may establish and collect a
11 reasonable charge to provide this service. The revenue received
12 from this service shall be used to offset expenses to provide the
13 service. Any balance of this revenue collected and unexpended at
14 the end of the fiscal year shall revert to the appropriate
15 restricted fund.

16 Sec. 243. The department shall work to establish memoranda of
17 understanding with other state departments or agencies that
18 participate in the reinventing performance in Michigan program
19 supported by appropriations in part 1. Each memorandum shall detail
20 a mechanism for the department to recover costs related to program
21 services performed on behalf of the receiving agency. Not later
22 than March 1, the department shall submit a report to the state
23 budget office, subcommittees, and fiscal agencies containing the
24 following information:

25 (a) The name of each state department or agency participating
26 in the program.

27 (b) Whether a memorandum of understanding was established with

1 each participating state department or agency.

2 (c) The amount agreed upon in each memorandum of
3 understanding.

4 Sec. 245. The department, in conjunction with the department
5 of health and human services, shall maintain an accounting
6 structure within the Michigan administrative information network
7 that will allow expenditures associated with the administration of
8 the Healthy Michigan plan to be identified. By October 1, the
9 department shall provide the state budget office and the fiscal
10 agencies with the relevant accounting structure and associated
11 business objects script and report that group's administrative
12 costs.

13 Sec. 248. (1) No later than March 1, the department shall
14 submit a report to the subcommittees and fiscal agencies pertaining
15 to licensing and regulatory programs during the previous fiscal
16 year for the following agencies:

17 (a) Public service commission.

18 (b) Liquor control commission.

19 (c) Bureau of construction codes.

20 (d) Corporations, securities, and commercial licensing bureau.

21 (e) Bureau of health care services.

22 (f) Michigan occupational safety and health administration.

23 (2) The report shall be in a format that is consistent between
24 the agencies listed in subsection (1) and shall provide, but is not
25 limited to, the following information for each agency in subsection
26 (1):

27 (a) Revenue generated by and expenditures disbursed for each

1 regulatory product.

2 (b) Number of applications, both initial and renewal, for each
3 regulatory product.

4 (c) Number of applications, both initial and renewal, approved
5 for each regulatory product.

6 (d) Number of applications, both initial and renewal, denied
7 for each regulatory product.

8 (e) Average amount of time, both tolled and untolled, to
9 approve or deny applications, both initial and renewal, for each
10 regulatory product.

11 (f) Number of examinations proctored for initial applications
12 for each regulatory product, if applicable.

13 (g) Number of complaints received pertaining to each regulated
14 activity.

15 (h) Number of investigations opened pertaining to each
16 regulated activity.

17 (i) Number of investigations closed pertaining to each
18 regulated activity.

19 (j) Average amount of time to close investigations pertaining
20 to each regulated activity.

21 (k) Number of enforcement actions pertaining to each regulated
22 activity.

23 (l) Number of administrative hearings pertaining to each
24 regulated activity.

25 (m) Number of administrative hearing adjudications pertaining
26 to each regulated activity.

27 (n) The type and amount of each fee charged to support each

1 regulated activity.

2 (3) In addition to providing agency-level information as
3 specified in subsection (2), the report shall include a summary
4 that provides the following information as a sum total for all of
5 the agencies specified in subsection (1):

6 (a) Total fee revenue and expenditures.

7 (b) The numbers of applications, both initial and renewal,
8 received, approved, and denied for each regulatory product.

9 (c) Number of complaints received.

10 (d) Number of investigations opened.

11 (e) Number of investigations closed.

12 (f) Number of enforcement actions taken.

13 (g) Number of administrative hearing adjudications undertaken.

14 (4) As used in subsection (2), "regulatory products" means
15 licensure, certification, registration, permitting, approval, or
16 any other regulatory service provided by the agencies specified in
17 subsection (1) for occupations, facilities, entities, industries,
18 or activities regulated by the agencies specified in subsection
19 (1).

20 Sec. 252. It is the intent of the legislature that the
21 department establish an employee performance monitoring process
22 that is consistent throughout the department in addition to current
23 civil service commission evaluations. By April 1, the department
24 shall submit a report to the state budget office, the
25 subcommittees, and the fiscal agencies on changes to the employee
26 performance monitoring process that are planned or implemented.

OCCUPATIONAL REGULATION

Sec. 501. Money appropriated under this part and part 1 for the bureau of fire services shall not be expended unless, in accordance with section 2c of the fire prevention code, 1941 PA 207, MCL 29.2c, inspection and plan review fees will be charged according to the following schedule:

Operation and maintenance inspection fee

<u>Facility type</u>	<u>Facility size</u>	<u>Fee</u>
Hospitals	Any	\$8.00 per bed

Plan review and construction inspection fees for
hospitals and schools

<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
\$1,500,001.00 to \$10,000,000.00	\$1.30 per \$1,000.00
\$10,000,001.00 or more	\$1.10 per \$1,000.00
	or a maximum fee of \$60,000.00.

Sec. 502. The funds collected by the department for licenses, permits, and other elevator regulation fees set forth in the Michigan administrative code and as determined under section 8 of 1976 PA 333, MCL 338.2158, and section 16 of 1967 PA 227, MCL 408.816, that are unexpended at the end of the fiscal year shall carry forward to the subsequent fiscal year.

Sec. 503. No later than February 15, the department shall submit a report to the subcommittees, fiscal agencies, and state budget director providing the following information:

(a) The number of honorably discharged veterans, individually

1 or if a majority interest of a corporation or limited liability
2 company, that were exempted from paying licensure, registration,
3 filing, or any other fees collected under each licensure or
4 regulatory program administered by the bureau of construction codes
5 and the corporations, securities, and commercial licensing bureau
6 during the preceding fiscal year.

7 (b) The specific fees and total amount of revenue exempted
8 under each licensure or regulatory program administered by the
9 bureau of construction codes and the corporations, securities, and
10 commercial licensing bureau during the preceding fiscal year.

11 (c) The actual costs of providing licensing and other
12 regulatory services to veterans exempted from paying licensure,
13 registration, filing, or any other fees during the preceding fiscal
14 year and a description of how these costs were calculated.

15 (d) The estimated amount of revenue that will be exempted
16 under each licensure or regulatory program administered by the
17 bureau of construction codes and the corporations, securities, and
18 commercial licensing bureau in both the current and subsequent
19 fiscal years and a description of how the exempted revenue was
20 estimated.

21 Sec. 505. (1) Funds remaining in the homeowner construction
22 lien recovery fund are appropriated to the department for payment
23 of court-ordered homeowner construction lien recovery fund
24 judgments entered prior to August 23, 2010. Pursuant to available
25 funds, the payment of final judgments shall be made in the order in
26 which the final judgments were entered and began accruing interest.

27 (2) Not later than April 1, the department shall submit to the

1 subcommittees and fiscal agencies a report on the revenues,
2 expenditures, and balance of the homeowner construction lien
3 recovery fund as of the end of the previous fiscal year.

4 Sec. 507. The department shall submit a report by January 1 to
5 the standing committees on appropriations of the senate and house
6 of representatives, the fiscal agencies, and the state budget
7 director that includes all of the following information for the
8 prior fiscal year regarding the medical marihuana program under the
9 Michigan medical marihuana act, 2008 IL 1, MCL 333.26421 to
10 333.26430:

11 (a) The number of initial applications received.

12 (b) The number of initial applications approved and the number
13 of initial applications denied.

14 (c) The average amount of time, from receipt to approval or
15 denial, to process an initial application.

16 (d) The number of renewal applications received.

17 (e) The number of renewal applications approved and the number
18 of renewal applications denied.

19 (f) The average amount of time, from receipt to approval or
20 denial, to process a renewal application.

21 (g) The percentage of initial applications not approved or
22 denied within the time requirements established in section 6 of the
23 Michigan medical marihuana act, 2008 IL 1, MCL 333.26426.

24 (h) The percentage of renewal 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 (i) The percentage of registry cards for approved initial

1 applications not issued within the time requirements established in
2 section 6 of the Michigan medical marihuana act, 2008 IL 1, MCL
3 333.26426.

4 (j) The percentage of registry cards for approved renewal
5 applications not issued within the time requirements established in
6 section 6 of the Michigan medical marihuana act, 2008 IL 1, MCL
7 333.26426.

8 (k) The amount collected from the medical marihuana program
9 application and renewal fees authorized in section 5 of the
10 Michigan medical marihuana act, 2008 IL 1, MCL 333.26425.

11 (l) The costs of administering the medical marihuana program
12 under the Michigan medical marihuana act, 2008 IL 1, MCL 333.26421
13 to 333.26430.

14 Sec. 508. If the revenue collected by the department for
15 health systems administration or radiological health administration
16 and projects from fees and collections exceeds the amount
17 appropriated in part 1, the revenue may be carried forward into the
18 subsequent fiscal year. The revenue carried forward under this
19 section shall be used as the first source of funds in the
20 subsequent fiscal year.

21 Sec. 511. No later than February 1, the department shall
22 submit a report to the subcommittees, fiscal agencies, and state
23 budget director providing the following information:

24 (a) The total amount of reimbursements made to local units of
25 government for delegated inspections of fireworks retail locations
26 pursuant to section 11 of the Michigan fireworks safety act, 2011
27 PA 256, MCL 28.461, from the funds appropriated in part 1 for the

1 bureau of fire services during the preceding fiscal year.

2 (b) The amount of reimbursement for delegated inspections of
3 fireworks retail locations for each local unit of government that
4 received reimbursement from the funds appropriated in part 1 for
5 the bureau of fire services during the preceding fiscal year.

6 Sec. 512. To the extent allowed under applicable state and
7 federal laws, the bureau of health care services shall make
8 disciplinary actions taken against health professionals publicly
9 available through the online license verification website.

10 Sec. 513. (1) Beginning October 1, for the purpose of
11 defraying the costs associated with responding to false final
12 inspection appointments and to discourage the practice of calling
13 for final inspections when the project is incomplete or
14 noncompliant with a plan of correction previously provided by the
15 bureau of fire services, the bureau of fire services may assess a
16 fee not to exceed \$200.00 for responding to confirmed false
17 inspection appointments. Fees collected under this section shall be
18 deposited into the restricted account referenced by section 2c(2)
19 of the fire prevention code, 1941 PA 207, MCL 29.2c, and explicitly
20 identified within the Michigan administrative information network.

21 (2) Not later than September 30, the department shall prepare
22 a report that provides the amount of the fee assessed under
23 subsection (1), the number of fees assessed and issued per region,
24 the cost allocation for the work performed and reduced as a result
25 of this section, and any recommendations for consideration by the
26 legislature. The department shall submit this information to the
27 state budget director, the subcommittees, and the fiscal agencies.

1 Sec. 514. (1) From the funds appropriated in part 1 for the
2 bureau of children and adult licensing from the interdepartmental
3 grant from the department of education, the department shall
4 increase the number of child care licensing consultants and staff.
5 The purpose of the additional staff is to increase the number of
6 monitoring visits to applicants for a child care license and those
7 who are licensed to ensure the health and safety of children in
8 early learning settings across this state.

9 (2) By February 1, the department shall submit a report to the
10 subcommittees, the fiscal agencies, and the senate and house policy
11 offices detailing the improvements that the bureau of children and
12 adult licensing has achieved due to the increased number of child
13 care licensing consultants that were hired using the funds
14 appropriated in part 1 for the bureau of children and adult
15 licensing.

16 **EMPLOYMENT SERVICES**

17 Sec. 704. (1) The appropriation in part 1 for the bureau of
18 services for blind persons includes funds for case services. These
19 funds may be used for tuition payments for blind clients.

20 (2) Revenue collected by the bureau of services for blind
21 persons and from private and local sources that is unexpended at
22 the end of the fiscal year may carry forward to the subsequent
23 fiscal year.

24 Sec. 705. The bureau of services for blind persons shall work
25 collaboratively with service organizations and government entities
26 to identify qualified match dollars to maximize use of available

1 federal vocational rehabilitation funds.

2 Sec. 706. Not later than January 1, the department shall
3 submit a report to the subcommittees and fiscal agencies including,
4 but not limited to, the following information pertaining to the
5 activities of the youth low-vision program during the preceding
6 fiscal year:

7 (a) Number of individuals, classified by age, who received
8 services or devices.

9 (b) Description of the services and devices purchased under
10 the program.

11 (c) Total payments to each provider of services or devices,
12 classified by the county in which the provider is located.

13 (d) Amount by which private health insurance or other public
14 health programs were utilized to offset the expense of services or
15 devices.

16 (e) Amount of expenditures under the program that qualified
17 for federal matching revenue and the amount of federal matching
18 revenue received by the department.

19 Sec. 707. The bureau of services for blind persons may provide
20 and enter into agreements to provide general services, training,
21 meetings, information, special equipment, software, facility use,
22 and technical consulting services to other principal executive
23 departments, state agencies, local units of government, the
24 judicial branch of government, other organizations, and patrons of
25 department facilities. The department may charge fees for these
26 services that are reasonably related to the cost of providing the
27 services. In addition to the funds appropriated in part 1, funds

1 collected by the department for these services are appropriated for
2 all expenses necessary. The funds appropriated under this section
3 are allotted for expenditure when they are received by the
4 department of treasury.

5 **DEPARTMENT GRANTS**

6 Sec. 901. The appropriation in part 1 for fire protection
7 grants shall be appropriated to cities, villages, and townships
8 with state-owned facilities for fire services, instead of taxes, in
9 accordance with 1977 PA 289, MCL 141.951 to 141.956.

10 Sec. 902. (1) Not later than November 30, the department shall
11 prepare a report that provides the number of registry
12 identification cards issued to or renewed for patients residing in
13 each county as of September 30 of the preceding fiscal year, under
14 the Michigan medical marihuana act, 2008 IL 1, MCL 333.26421 to
15 333.26430. The department shall submit this report to the state
16 budget director, the subcommittees, and the fiscal agencies.

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

1 communication, and enforcement of the Michigan medical marihuana
2 act, 2008 IL 1, MCL 333.26421 to 333.26430.

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

12 (4) In order to be eligible to receive a grant under
13 subsection (2), a county law enforcement office shall apply no
14 later than January 1 and agree to report how the grant was expended
15 and provide that report to the department no later than September
16 15. The department shall submit a report no later than October 15
17 of the subsequent fiscal year to the state budget director, the
18 subcommittees, and the fiscal agencies detailing the grant amounts
19 by recipient and the reported uses of the grants in the preceding
20 fiscal year.

21 (5) County law enforcement offices may distribute
22 discretionary grants made under subsection (2) to municipal law
23 enforcement agencies for the operation and oversight of the
24 Michigan medical marihuana program pursuant to section 6(1) of the
25 Michigan medical marihuana act, 2008 IL 1, MCL 333.26426. If a
26 county law enforcement office distributes a discretionary grant in
27 this manner, that county law enforcement office shall require the

1 receiving municipal law enforcement agency to provide a report on
2 how that grant was spent. Reports from municipal law enforcement
3 agencies shall be included as part of the report submitted to the
4 department as required in subsection (4).

5 Sec. 903. (1) The amount appropriated in part 1 for
6 firefighter training grants shall only be expended for payments to
7 counties to reimburse organized fire departments for firefighter
8 training and other activities required under the firefighters
9 training council act, 1966 PA 291, MCL 29.361 to 29.377.

10 (2) If the amount appropriated in part 1 for firefighter
11 training grants is expended by the firefighter training council,
12 established in section 3 of the firefighters training council act,
13 1966 PA 291, MCL 29.363, for payments to counties under section 14
14 of the firefighters training council act, 1966 PA 291, MCL 29.374,
15 it is the intent of the legislature that:

16 (a) The amount appropriated in part 1 for firefighter training
17 grants shall be disbursed pursuant to section 14(2) of the
18 firefighters training council act, 1966 PA 291, MCL 29.374.

19 (b) If the amount disbursed to any county under subsection
20 (2)(a) is less than \$5,000.00, the amounts disbursed to each county
21 under subsection (2)(a) shall be adjusted to provide for a minimum
22 payment of \$5,000.00 to each county.

23 (3) No later than February 1, the department shall submit a
24 financial report to the subcommittees and fiscal agencies
25 identifying the following information for the preceding fiscal
26 year:

27 (a) The amount of the payments that would be made to each

1 county if the distribution formula described by the first sentence
2 of section 14(2) of the firefighters training council act, 1966 PA
3 291, MCL 29.374, would have been utilized to disburse the total
4 amount appropriated in part 1 for firefighter training grants.

5 (b) The amount of the payments approved by the firefighter
6 training council for disbursement to each county.

7 (c) The amount of the payments actually expended or encumbered
8 within each county.

9 (d) A description of any other payments or expenditures made
10 under the authority of the firefighter training council.

11 (e) The amount of payments approved for disbursements to
12 counties that was not expended or encumbered and lapsed back to the
13 fireworks safety fund.

14 (4) It is the intent of the legislature that the amount
15 appropriated in part 1 for firefighter training grants be adjusted
16 each fiscal year to reflect lapses from the preceding fiscal year
17 into the fireworks safety fund created in section 11 of the
18 Michigan fireworks safety act, 2011 PA 256, MCL 28.461, for the
19 purpose of ensuring that lapsed grant funds are reallocated in
20 subsequent fiscal years.

21 Sec. 904. (1) The funds appropriated in part 1 for a regional
22 or subregional library shall not be released until a budget for
23 that regional or subregional library has been approved by the
24 department for expenditures for library services directly serving
25 the blind and persons with disabilities.

26 (2) In order to receive subregional state aid as appropriated
27 in part 1, a regional or subregional library's fiscal agency shall

1 agree to maintain local funding support at the same level in the
2 current fiscal year as in the fiscal agency's preceding fiscal
3 year. If a reduction in expenditures equally affects all agencies
4 in a local unit of government that is the regional or subregional
5 library's fiscal agency, that reduction shall not be interpreted as
6 a reduction in local support and shall not disqualify a regional or
7 subregional library from receiving state aid under part 1. If a
8 reduction in income affects a library cooperative or district
9 library that is a regional or subregional library's fiscal agency
10 or a reduction in expenditures for the regional or subregional
11 library's fiscal agency, a reduction in expenditures for the
12 regional or subregional library shall not be interpreted as a
13 reduction in local support and shall not disqualify a regional or
14 subregional library from receiving state aid under part 1.

15 PART 2A

16 PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS

17 FOR FISCAL YEAR 2016-2017

18 **GENERAL SECTIONS**

19 Sec. 1201. Except as otherwise provided in this part, it is
20 the intent of the legislature to provide appropriations for the
21 fiscal year ending on September 30, 2017 for the line items listed
22 in part 1. The fiscal year 2016-2017 appropriations are anticipated
23 to be the same as those for fiscal year 2015-2016, except that the
24 line items will be adjusted for changes in caseload and related
25 costs, federal fund match rates, economic factors, and available

revenue. These adjustments will be determined after the January 2016 consensus revenue estimating conference.

Sec. 1202. 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, 2017 for the line items listed in part 1.

ARTICLE XIV

DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the department of military and veterans affairs for the fiscal year ending September 30, 2016, from the following funds:

DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

APPROPRIATION SUMMARY

Full-time equated unclassified positions..... 9.0

Full-time equated classified positions..... 888.5

GROSS APPROPRIATION..... \$ 166,953,700

Total interdepartmental grants and intradepartmental

transfers 99,300

Schedule of interdepartmental grant and

intradepartmental transfer revenue sources:

IDG, state police 99,300

ADJUSTED GROSS APPROPRIATION..... \$ 166,854,400

Total federal revenues..... 90,208,600

1	Schedule of federal revenue sources:	
2	DOD-DOA-NGB	59,931,200
3	USDVA-VHA	27,136,600
4	Federal counter narcotics revenues.....	100,000
5	HHS-HCFA, title XIX, Medicaid.....	88,100
6	HHS-HCFA, Medicare, hospital insurance.....	2,952,700
7	Total local revenues.....	1,497,400
8	Schedule of local revenue sources:	
9	Local - school aid fund	1,497,400
10	Total private revenues.....	739,600
11	Schedule of private revenue sources:	
12	Private - veterans' homes post and posthumous	
13	funds	540,000
14	Private donations	199,600
15	Total other state restricted revenues.....	23,221,500
16	Schedule of restricted revenue sources:	
17	Billeting fund	1,500,000
18	Lease revenue	12,200
19	Income and assessments	13,992,800
20	Mackinac Bridge authority	70,000
21	Military family relief fund	1,000,000
22	Michigan National Guard armory construction	
23	fund	1,000,000
24	Michigan veterans' trust fund.....	5,200,100
25	Rental fees	346,400
26	Test project fees	100,000
27	State general fund/general purpose	\$ 51,187,300

1	State general fund/general purpose schedule:		
2	Ongoing state general fund/general		
3	purpose	48,187,300	
4	One-time state general fund/general		
5	purpose	3,000,000	
6	Sec. 102. MILITARY		
7	Full-time equated unclassified positions.....	9.0	
8	Full-time equated classified positions.....	324.0	
9	Unclassified positions.....	\$	1,390,700
10	Departmental and National Guard operations		63,639,400
11	Schedule of programs:		
12	Support services.....	1,791,300	
13	Armories and joint force readiness.....	15,879,100	
14	National Guard training facilities		
15	and air bases	33,399,400	
16	Michigan youth challenge academy.....	4,541,300	
17	Military family relief fund.....	600,000	
18	Starbase grant.....	2,322,000	
19	National Guard tuition assistance program...	3,741,600	
20	Information technology services and		
21	projects	1,364,700	
22	GROSS APPROPRIATION	\$	65,030,100
23	Appropriated from:		
24	Interdepartmental grant revenues.....		99,300
25	Federal revenues.....		45,444,400
26	Local revenues.....		1,497,400
27	Private revenues.....		199,600

1	State restricted revenues	3,023,000
2	State general fund/general purpose	\$ 14,766,400
3	Sec. 103. MICHIGAN VETERANS AFFAIRS AGENCY	
4	Full-time equated classified positions.....	564.5
5	Michigan veterans affairs agency	\$ 16,098,000
6	Schedule of programs:	
7	Michigan veterans affairs agency	
8	administration.....	6,964,400
9	Veterans service grants	3,733,500
10	Targeted grants	200,000
11	Veterans' trust fund administration.....	1,453,600
12	Veterans' trust fund grants.....	3,746,500
13	Veterans' homes	\$ 66,325,600
14	Schedule of programs:	
15	Grand Rapids home for veterans.....	45,854,000
16	Board of managers (Grand Rapids home)	665,000
17	D.J. Jacobetti home for veterans.....	19,531,600
18	Board of managers (Jacobetti home).....	275,000
19	GROSS APPROPRIATION	\$ 82,423,600
20	Appropriated from:	
21	Federal revenues.....	29,764,200
22	Private revenues.....	540,000
23	State restricted revenues.....	19,198,500
24	State general fund/general purpose	\$ 32,920,900
25	Sec. 104. CAPITAL OUTLAY	
26	Capital outlay	\$ 16,500,000
27	Schedule of programs:	

1	Special maintenance - National Guard.....	15,000,000	
2	Special maintenance - veterans' homes.....	500,000	
3	Land and acquisitions	1,000,000	
4	GROSS APPROPRIATION	\$	16,500,000
5	Appropriated from:		
6	Federal revenues.....		15,000,000
7	State restricted revenues.....		1,000,000
8	State general fund/general purpose.....	\$	500,000
9	Sec. 105. ONE-TIME APPROPRIATIONS		
10	Special maintenance - National Guard		<u>3,000,000</u>
11	GROSS APPROPRIATION	\$	3,000,000
12	Appropriated from:		
13	State general fund/general purpose	\$	3,000,000

14 PART 1B

15 SUPPLEMENTAL LINE-ITEM APPROPRIATIONS

16 Sec. 151. There is appropriated for the department of military
 17 and veterans affairs for the fiscal year ending September 30, 2015,
 18 from the following funds:

19 **DEPARTMENT OF MILITARY AND VETERANS AFFAIRS**

20 APPROPRIATION SUMMARY

21	Full-time equated unclassified positions.....	0.0	
22	Full-time equated classified positions.....	0.0	
23	GROSS APPROPRIATION.....	\$	4,995,700
24	Total interdepartmental grants and intradepartmental		
25	transfers		0
26	ADJUSTED GROSS APPROPRIATION.....	\$	4,995,700

1	Total federal revenues.....	3,995,700
2	Total local revenues.....	0
3	Total private revenues.....	1,000,000
4	Total other state restricted revenues.....	0
5	State general fund/general purpose.....	\$ 0
6	Sec. 152. MILITARY	
7	Full-time equated unclassified positions.....	0.0
8	Full-time equated classified positions.....	0.0
9	Unclassified positions.....	\$ 0
10	Departmental and National Guard operations.....	4,995,700
11	Schedule of programs:	
12	Michigan youth challenge academy.....	4,995,700
13	GROSS APPROPRIATION.....	\$ 4,995,700
14	Appropriated from:	
15	Federal revenues.....	3,995,700
16	Private revenues.....	1,000,000
17	State general fund/general purpose.....	\$ 0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2015-2016

GENERAL SECTIONS

22 Sec. 201. Pursuant to section 30 of article IX of the state
 23 constitution of 1963, total state spending from state resources
 24 under part 1 for fiscal year 2015-2016 is \$74,408,800.00 and state
 25 spending from state resources to be paid to local units of
 26 government for fiscal year 2015-2016 is \$102,400.00. The itemized

1 statement below identifies appropriations from which spending to
 2 local units of government will occur:

3 DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

4 National Guard operations..... \$ 52,400

5 Schedule of programs:

6 Payments in lieu of taxes 52,400

7 Michigan veterans affairs agency..... \$ 50,000

8 Schedule of programs:

9 County counselor education and training

10 expenses 50,000 _____

11 TOTAL..... \$ 102,400

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

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

16 (a) "Core services" means that phrase as defined in section
 17 373 of the management and budget act, 1984 PA 431, MCL 18.1373.

18 (b) "Department" means the department of military and veterans
 19 affairs.

20 (c) "DOD" means the United States Department of Defense.

21 (d) "DOD-DOA-NGB" means the DOD Department of the Army,
 22 National Guard Bureau.

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

24 (f) "HCFA" means the Health Care Financing Administration, now
 25 renamed the Centers for Medicare and Medicaid Services.

26 (g) "HHS" means the United States Department of Health and
 27 Human Services.

1 (h) "HVAC" means heating, ventilation, and air conditioning.

2 (i) "IDG" means interdepartmental grant.

3 (j) "MVAA" means the Michigan veterans affairs agency.

4 (k) "Subcommittees" means all members of the subcommittees of
5 the senate and house appropriations committees with jurisdiction
6 over the budget of the department.

7 (l) "USDVA" means the United States Department of Veterans
8 Affairs.

9 (m) "USDVA-VHA" means the USDVA Veterans Health
10 Administration.

11 (n) "VSO" means veterans service organization.

12 (o) "Work project" means that term as defined in section 404
13 of the management and budget act, 1984 PA 431, MCL 18.1404, and
14 that meets the criteria in section 451a(1) of the management and
15 budget act, 1984 PA 431, MCL 18.1451a.

16 Sec. 206. (1) In addition to the funds appropriated in part 1,
17 there is appropriated an amount not to exceed \$10,000,000.00 for
18 federal 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 (2) In addition to the funds appropriated in part 1, there is
23 appropriated an amount not to exceed \$2,000,000.00 for state
24 restricted 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 (3) In addition to the funds appropriated in part 1, there is
2 appropriated an amount not to exceed \$100,000.00 for local
3 contingency funds. These funds are not available for expenditure
4 until they have been transferred to another line item in part 1
5 under section 393(2) of the management and budget act, 1984 PA 431,
6 MCL 18.1393.

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

13 Sec. 207. The department shall cooperate with the department
14 of technology, management, and budget to maintain a searchable
15 website that is accessible by the public at no cost that includes,
16 but is not limited to, all of the following:

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 departments and agencies receiving
26 appropriations in part 1 shall use the Internet to fulfill the
27 reporting requirements of this part. This requirement may include

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

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

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

21 Sec. 215. The department shall not take disciplinary action
22 against an employee for communicating with a member of the
23 legislature or his or her staff.

24 Sec. 216. (1) Notwithstanding any other provision of this
25 part, the schedule of programs in part 1 lists programs which may,
26 but are not required to be, funded under part 1.

27 (2) Notwithstanding any other provisions of this part, the

1 schedule of revenue sources in part 1 may or may not be received
2 from the funding entities listed.

3 (3) Any funding required by statute is not subject to funding
4 flexibility and shall be funded in accordance with that statute.

5 Sec. 218. The departments and agencies receiving
6 appropriations in this part and part 1 shall prepare a report on
7 out-of-state travel expenses not later than January 1 of each year.
8 The travel report shall be a listing of all travel by classified
9 and unclassified employees outside this state in the immediately
10 preceding fiscal year that was funded in whole or in part with
11 funds appropriated in the department's budget. The report shall be
12 submitted to the senate and house appropriations committees, the
13 house and senate fiscal agencies, and the state budget director.
14 The report shall include the following information:

15 (a) The dates of each travel occurrence.

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

21 Sec. 219. The department shall provide quarterly reports to
22 the subcommittees, the senate and house fiscal agencies, and the
23 state budget office, which shall provide the following data:

24 (a) A list of all major work projects, including a status
25 report of each project.

26 (b) The department's financial status, featuring a report of
27 budgeted versus actual expenditures by part 1 line item including a

1 year-end projection of budget requirements. If projected department
2 budget requirements exceed the allocated budget, the report shall
3 include a plan to reduce overall expenses while still satisfying
4 specified service level requirements.

5 (c) A report on the status of performance metrics cited in
6 this part and information required to be reported in this part.

7 (d) The number of active employees at the close of the fiscal
8 quarter by job classification and program.

9 (e) A summary of fund shifts, that have been approved by the
10 state budget office, that have occurred between items listed in the
11 schedule of programs mentioned in part 1.

12 (f) Evidence of efficiencies and management of funds within
13 established appropriations.

14 Sec. 222. The appropriations in part 1 are for the core
15 services, support services, and work projects of the department,
16 including, but not limited to, the following core services:

17 (a) Armories and joint force readiness.

18 (b) National Guard training facilities and air bases.

19 (c) Michigan youth challenge academy.

20 (d) Military family relief fund.

21 (e) Starbase grant.

22 (f) National Guard tuition assistance program.

23 (g) Michigan veterans affairs agency administration.

24 (h) Veterans service grants.

25 (i) Veterans' trust fund administration.

26 (j) Veterans' trust fund grants.

27 (k) Grand Rapids home for veterans.

1 (l) Board of managers (Grand Rapids).

2 (m) D.J. Jacobetti home for veterans.

3 (n) Board of managers (Jacobetti).

4 Sec. 225. 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 activities that the attorney general authorizes.

10 Sec. 228. Not later than November 30, the state budget office
11 shall prepare and transmit a report that provides for estimates of
12 the total general fund/general purpose appropriations lapses at the
13 close of the prior fiscal year. This report shall summarize the
14 projected year-end general fund/general purpose appropriations
15 lapses by major departmental program or program areas. The report
16 shall be transmitted to the office of the state budget, the
17 chairpersons of the senate and house standing committees on
18 appropriations, the subcommittees, and the senate and house fiscal
19 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, 2015 and
27 September 30, 2016.

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 agency's performance.

5 Sec. 231. Total authorized appropriations from all sources
6 under part 1 for legacy costs for the fiscal year ending September
7 30, 2016 are \$19,866,900.00. From this amount, total agency
8 appropriations for pension-related legacy costs are estimated at
9 \$11,276,300.00, and total agency appropriations for retiree health
10 care legacy costs are estimated at \$8,590,600.00.

11 Sec. 232. The appropriations in part 1 for capital outlay
12 shall be carried forward at the end of the fiscal year consistent
13 with section 248 of the management and budget act, 1984 PA 431, MCL
14 18.1248.

15 Sec. 233. Sixty days prior to the public announcement of the
16 intention to sell any department real property, the department
17 shall submit notification of that intent to the subcommittees and
18 the senate and house fiscal agencies.

19 Sec. 234. The one-time appropriations in part 1 for special
20 maintenance shall be carried forward at the end of the fiscal year
21 consistent with section 248 of the management and budget act, 1984
22 PA 431, MCL 18.1248.

23 Sec. 240. In addition to the metrics required under section
24 447 of the management and budget act, 1984 PA 431, MCL 18.1447, for
25 each new program or program enhancement for which funds in excess
26 of \$500,000.00 are appropriated in part 1, the department shall
27 provide not later than November 1, 2015 a list of program-specific

1 metrics intended to measure its performance based on a return on
2 taxpayer investment. The department shall deliver the program-
3 specific metrics to members of the senate and house subcommittees
4 that have subject matter jurisdiction for this budget, fiscal
5 agencies, and the state budget director. The department shall
6 provide an update on its progress in tracking program-specific
7 metrics and the status of program success at an appropriations
8 subcommittee meeting called for by the subcommittee chair.

9 **MILITARY**

10 **UNCLASSIFIED POSITIONS**

11 Sec. 300. (1) From the funds appropriated in part 1, there is
12 funding to support unclassified employee positions as authorized by
13 section 5 of article XI of the state constitution of 1963. These
14 positions include the following: department director - the adjutant
15 general for Michigan; assistant adjutant general - army; assistant
16 adjutant general - installations; assistant adjutant general - air;
17 senior policy executive - Michigan veterans affairs agency; senior
18 deputy director - state operations; director - strategy and policy;
19 director - public safety group; and director - Michigan veterans
20 affairs agency.

21 (2) Not less than 30 days prior to the department submitting a
22 request for an additional unclassified employee position from the
23 civil service commission, or for any substantive change to the
24 duties of an existing unclassified employee position, the
25 department shall notify the subcommittees and the senate and house
26 fiscal agencies.

1 **ARMORIES AND JOINT FORCE READINESS**

2 Sec. 302. (1) From the funds appropriated in part 1 for
3 military operations, effective and efficient executive direction
4 and administrative leadership shall be provided to the department.

5 (2) The department shall operate and maintain National Guard
6 armories.

7 (3) The department shall evaluate armories and submit a
8 quarterly report on the status of the armories.

9 (4) The department shall maintain a system to measure the
10 condition and adequacy of the armories.

11 (5) The Michigan Army National Guard and Air National Guard
12 shall work to provide a culture that is free of sexual assault,
13 through an environment of prevention, education and training,
14 response capability, victim support, reporting procedures, and
15 appropriate accountability that enhances the safety and well-being
16 of all guard members.

17 (6) By December 1, the department shall report the following
18 information to the subcommittees, the senate and house fiscal
19 agencies, and the state budget office:

20 (a) An assessment of the grounds and facilities of each armory
21 to objectively measure and determine the current facility condition
22 and capability to support authorized manpower, unit training, and
23 operations.

24 (b) Recommendations for the placement of new armories, the
25 relocation or consolidation of existing armories, or a change in
26 the mission of units assigned to armories to ideally position the
27 National Guard in current or projected population centers.

1 (c) Recommendations for the enhanced use of armories to
2 facilitate family support programs during deployments.

3 (d) An analysis of the feasibility, potential costs, and
4 benefits of use of armories shared with other local, state, or
5 federal agencies to improve responses to local emergencies as well
6 as the community support provided to armories.

7 (e) An investment strategy and proposed funding amounts in a
8 prioritized project list to correct the most critical facility
9 shortfalls across the inventory of armories in this state.

10 **NATIONAL GUARD TRAINING FACILITIES AND AIR BASES**

11 Sec. 304. (1) The department shall provide Army and Air
12 National Guard forces, when directed, for state and local
13 emergencies and in support of national military requirements.

14 (2) The department shall operate and maintain Army National
15 Guard training facilities, including Fort Custer and Camp Grayling.

16 (3) The department shall maintain a system that measures the
17 condition and adequacy of air facilities using both quality and
18 functionality criteria.

19 (4) The department shall operate and maintain Air National
20 Guard air bases, including Selfridge Air National Guard base,
21 Battle Creek Air National Guard base, and Alpena combat readiness
22 training center.

23 (5) The department shall provide the following information as
24 provided under section 219:

25 (a) The apportioned and assigned strength of the Michigan Army
26 National Guard.

27 (b) The apportioned and assigned strength of the Michigan Air

1 National Guard.

2 (c) Recruiting, retention, and attrition data, including
3 measurement against stated performance goals, for the Michigan Army
4 National Guard.

5 (d) Recruiting, retention, and attrition data, including
6 measurement against stated performance goals, for the Michigan Air
7 National Guard.

8 Sec. 305. There is hereby created and established under the
9 jurisdiction and control of the department a revolving account to
10 be known as the billeting fund account. All of the fees and other
11 revenues generated from the operation of the chargeable transient
12 quarters program shall be deposited in the billeting fund account.
13 Appropriations will be made from the account for the support of
14 program operations and the maintenance and operations of the
15 chargeable transient quarters program and will not exceed the
16 estimated revenues for the fiscal year in which they are made,
17 together with unexpended balances from prior years. The department
18 shall submit an annual report of operations and expenditures
19 regarding the billeting fund account to the appropriations
20 committees of the senate and house of representatives, the house
21 and senate fiscal agencies, and the state budget office at the end
22 of the fiscal year.

23 **MICHIGAN YOUTH CHALLENGE ACADEMY**

24 Sec. 307. (1) The department shall maintain the Michigan youth
25 challenge academy to provide values, skills, education, and self-
26 discipline instruction for at-risk youth as provided under 32 USC
27 509.

1 (2) The department shall take steps to recruit candidates to
2 the challenge program from economically disadvantaged areas,
3 including those with low-income and high-unemployment backgrounds.

4 (3) The department shall partner with the department of health
5 and human services to identify youth who may be eligible for the
6 challenge program from those youth served by department of health
7 and human services programs. These eligible youth shall be given
8 priority for enrollment in the program.

9 (4) The department shall maintain the staffing and resources
10 necessary to train at least 144 cadets simultaneously at the
11 Michigan youth challenge academy.

12 (5) The department shall ensure that the average grade level
13 increase for Michigan youth challenge academy graduates is 2 years
14 as measured with the test adult basic education (TABE) metrics.

15 **MILITARY FAMILY RELIEF FUND**

16 Sec. 308. (1) The department shall provide grants for
17 disbursement from the military family relief fund, as provided
18 under the military family relief fund act, 2004 PA 363, MCL 35.1211
19 to 35.1216, and R 200.5 to R 200.95 of the Michigan administrative
20 code.

21 (2) The department shall provide information on the revenues,
22 expenditures for advertising and assistance grants, and fund
23 balance of the Michigan military family relief fund, as provided
24 under section 219.

25 (3) The department shall provide sufficient staffing and other
26 resources to provide outreach to the Michigan families of members
27 of the reserve component of the armed forces called into active

1 duty and to support the processing and approval of at least 60
2 grant applications this fiscal year under the Michigan military
3 relief fund and report those applications as provided in section
4 219.

5 **STARBASE GRANT**

6 Sec. 309. The department shall maintain the starbase program
7 at Air National Guard facilities, as provided under 10 USC 2193b,
8 to improve the knowledge, skills, and interest of students,
9 primarily in the fourth and fifth grades, in math, science, and
10 technology. The starbase program is to specifically target minority
11 and at-risk students for participation.

12 **NATIONAL GUARD TUITION ASSISTANCE PROGRAM**

13 Sec. 310. (1) The department shall establish and maintain a
14 National Guard tuition assistance program for members of the
15 Michigan Air and Army National Guard.

16 (2) The objective of the National Guard tuition program is to
17 bolster military readiness by increasing recruitment and retention
18 of Michigan Air and Army National Guard service members (and to
19 fill federally authorized strength levels for the state), improve
20 the Michigan Air and Army National Guard's competitive draw from
21 other military enlistment options in the state, enhance the ability
22 of the Michigan Air and Army National Guard to compete for members
23 and federal dollars with surrounding states, and increase the pool
24 of eligible candidates within the Michigan Air and Army National
25 Guard to become commissioned officers.

26 (3) The department shall make efforts to increase the number
27 of Michigan Air and Army National Guard members participating in

1 the program to 1,000 during the third year of the program's
2 existence. To evaluate the effectiveness of the program, the
3 department shall monitor the number of new recruits and new
4 reenlistments and the percentage of those who become participants
5 in the program to determine whether the percentage of authorized
6 Michigan Air and Army National Guard strength obtained and retained
7 is competitive in comparison with the neighboring air and army
8 national guards from the states of Illinois, Indiana, Ohio, and
9 Wisconsin.

10 **INFORMATION TECHNOLOGY SERVICES AND PROJECTS**

11 Sec. 311. The funds appropriated in part 1 for information
12 technology services and projects shall be used as a pass through
13 via an IDG to the department of technology, management, and budget
14 for technology services, including maintenance and repair services,
15 and technology projects, to maximize the operational efficiency and
16 effectiveness of the department.

17 **MICHIGAN VETERANS AFFAIRS AGENCY**

18 **MICHIGAN VETERANS AFFAIRS AGENCY ADMINISTRATION**

19 Sec. 400. (1) The MVAA agency shall provide outreach services
20 to Michigan veterans that advise them on the benefits to which they
21 are entitled, as provided under Executive Reorganization Order No.
22 2013-2, MCL 32.92. The MVAA shall also do the following:

23 (a) Maintain the staffing partnerships and other resources
24 necessary to develop and operate an outreach program that will
25 communicate benefit eligibility information to at least 50% of
26 Michigan's population of veterans, as assessed by annual census

1 estimates, with a goal of reaching 100% and enabling 100% to access
2 benefit information online.

3 (b) Communicate veteran benefit information pertaining to the
4 Michigan military family relief fund, Michigan veterans' trust
5 fund, and USDVA health, financial, and memorial benefits to which
6 they are entitled.

7 (c) Provide sufficient staffing and other resources to approve
8 requests for military discharge certificates (DD-214) annually.

9 (d) Continue the process to digitize all medical records,
10 military discharge documents, and burial records that are currently
11 on paper and microfilm.

12 (e) Provide a report, as provided under section 219, on the
13 MVAA's performance on the performance measures, outcomes, and
14 initiatives developed by the agency in the strategic plan required
15 by section 501 of 2013 PA 9.

16 (f) Provide a report to the subcommittees, senate and house
17 fiscal agencies, and the state budget office no later than April 1
18 providing for the following:

19 (i) To the extent known, data on the estimated number of
20 homeless veterans, by county, in this state.

21 (ii) A summary of the activities and strategies developed to
22 date under the MVAA community assessment and regional service
23 delivery model pilot.

24 (2) From the funds appropriated in part 1, the MVAA shall
25 provide for the regional coordination of services, as follows:

26 (a) Regional coordinators shall be selected by the MVAA
27 through a grant agreement with VSOs or by other means.

1 (b) Regional coordinators shall provide the following
2 services:

3 (i) Coordinate veteran benefit counselors' efforts throughout
4 a specified region.

5 (ii) Coordinate services with the department of health and
6 human services and the department of corrections.

7 (iii) Coordinate with regional workforce and economic
8 development agencies.

9 (iv) Coordinate activities among local foundations, nonprofit
10 organizations, and community groups to improve accessibility,
11 enrollment, and utilization of the array of health care, education,
12 employment assistance, and quality of life services provided at the
13 local level.

14 (c) The MVAA may work with MVAA service officers, regional
15 coordinators, county veteran counselors, VSO service officers, and
16 other service providers to incorporate the provision of information
17 relating to mental health care resources into their daily
18 operations to aid veterans in understanding the mental health care
19 support services they may be eligible to receive.

20 (d) The MVAA shall coordinate with the department of health
21 and human services to identify Medicaid recipients who are veterans
22 and who may be eligible for federal veterans health care benefits
23 or other benefits, to the extent that the identification does not
24 violate applicable confidentiality requirements.

25 (e) The MVAA shall collaborate with the department of
26 corrections to create and maintain a process by which prisoners can
27 obtain a copy of their DD-214 form or other military discharge

1 documentation if necessary.

2 (f) The MVAA shall ensure that all MVAA service officers, VSO
3 service officers, and regional coordinators receive appropriate
4 training in processing applications for benefits payable to
5 veterans due to military sexual trauma, post-traumatic stress
6 disorder, depression, anxiety, substance abuse, or other mental
7 health issues.

8 (3) The MVAA shall provide claims processing services to
9 Michigan veterans in support of benefit claims submitted to the
10 USDVA for the health, financial, and memorial benefits for which
11 they are eligible, and shall do all of the following:

12 (a) Report the following information as provided in section
13 219:

14 (i) The number of benefit claims, by type, submitted to the
15 USDVA by MVAA and coalition partner veteran service officers.

16 (ii) The number of fully developed claims, submitted to the
17 USDVA, with an overall goal of 40% of benefit claims submitted that
18 are considered fully developed by the USDVA.

19 (b) Maintain the staffing and resources necessary to process a
20 minimum of 500 claims per year.

21 (4) The MVAA shall maintain staffing and resources necessary
22 to develop and implement a process to ensure that all county
23 counselors receive the training and accreditation necessary to
24 provide quality services to our veterans. The MVAA shall report
25 information as provided in section 219 on the number and percentage
26 of county veterans counselors requesting training by the MVAA, with
27 an overall goal of 100% of county veterans counselors trained.

1 (5) From the funds appropriated in part 1 for MVAA operations,
2 the MVAA shall provide grant assistance to enhance the capacity and
3 capabilities of counties in providing benefit claims assistance.
4 These funds shall be used to continue the implementation of an
5 Internet-based data system, to increase the number of county
6 veterans counselors, and to increase the number of counties that
7 provide service to veterans through county veterans counselors. The
8 MVAA shall provide a report, as provided in section 219, on the
9 expenditures and activities of the grant funds directed by this
10 subsection.

11 (6) From the funds appropriated in part 1 for MVAA, the MVAA
12 is authorized to expend up to \$50,000.00 to hire legal services to
13 represent veterans benefit cases before federal court to maintain
14 accreditation under 38 CFR 14.628(d)(1)(iv).

15 **VETERANS SERVICE ORGANIZATION GRANTS**

16 Sec. 406. (1) The MVAA shall disburse VSO grants to assist
17 them to achieve agency goals and performance objectives in
18 partnership with the VSOs. Grants to VSOs will be disbursed to fund
19 programs and projects which are determined by the agency to meet
20 agency performance objectives and ensure that VSOs communicate the
21 availability of emergency grants through the Michigan veterans'
22 trust fund. In disbursing veterans service organization grants, the
23 MVAA shall do the following:

24 (a) Ensure that each VSO that receives grants is issued
25 performance standards.

26 (b) Ensure that each VSO that receives grant funds uses those
27 funds for veterans advocacy and outreach.

1 (c) Monitor the performance of each VSO that receives grants.

2 (2) Veterans service organization grants awarded by the MVAA
3 shall provide for the following, as developed by the MVAA:

4 (a) The provision of service to veterans statewide, using a
5 regional service delivery model, with services provided at
6 specified locations and times, including service provided in state
7 correctional facilities.

8 (b) The payment of a fixed hourly service rate.

9 (c) A specified number of service hours within each geographic
10 region of this state, with a statewide goal of at least 116,500
11 hours, including service hours provided to eligible incarcerated
12 veterans within 1 year of their earliest release date.

13 (d) Use of an MVAA-designated Internet-based claims data
14 system.

15 (3) The MVAA shall report the following information as
16 provided in section 219:

17 (a) A summary of activities supported through the
18 appropriation in part 1 for veterans service organization grants,
19 including separately for each service region, the amount of
20 expenditures to date, number of service hours, number of claims for
21 benefits submitted by type of claim, and other information deemed
22 appropriate by the MVAA.

23 (b) The number of fully developed claims, by type, submitted
24 to the USDVA by veterans service organizations, with an overall
25 goal of 40% of benefit claims submitted that are considered fully
26 developed by the USDVA.

27 **VETERANS' TRUST FUND ADMINISTRATION**

1 Sec. 407. (1) The Michigan veterans' trust fund board together
2 with the MVAA shall provide emergency grants for disbursement from
3 the Michigan veterans' trust fund, as provided under the following
4 program authorities:

5 (a) Sections 37, 38, and 39 of article IX of the state
6 constitution of 1963.

7 (b) 1946 (1st Ex Sess) PA 9, MCL 35.602 to 35.610.

8 (c) R 35.1 to R 35.7 of the Michigan administrative code.

9 (d) R 35.621 to R 35.623 of the Michigan administrative code.

10 (2) No later than December 1, the MVAA shall provide a
11 detailed report of the Michigan veterans' trust fund that includes,
12 for the prior fiscal year, information on grants provided from the
13 emergency grant program, including details concerning the
14 methodology of allocations, the selection of emergency grant
15 program authorized agents, a description of how the emergency grant
16 program is administered in each county, and a detailed breakdown of
17 trust fund expenditures for that year, including the amount
18 distributed to each county for administrative costs and emergency
19 grants. The report shall also include the number of approved
20 applications, by category of assistance, and the number of denied
21 applications, by reason of denial. The report shall also provide an
22 update on the department's efforts to reduce program administrative
23 costs and maintain the Michigan veterans' trust fund corpus to its
24 original amount of at least \$50,000,000.00.

25 (3) It is the intent of the legislature that from the funds
26 appropriated in part 1 to the Michigan veterans agency
27 administration, Michigan veterans' trust fund administration, up to

1 \$550,000.00 shall be expended on administration costs; up to
2 \$400,000.00 shall be expended on establishing a system to apply for
3 grants through an Internet website, including posting all relevant
4 information and documentation needed for submitting a formal
5 application electronically; and up to \$450,000.00 shall be expended
6 on implementation of a regional office model. Any funds not
7 expended or encumbered at the end of the current fiscal year shall
8 be deposited into the Michigan veterans' trust fund corpus.

9 **VETERANS' TRUST FUND GRANTS**

10 Sec. 408. (1) The MVAA shall provide a report, as provided
11 under section 219, on the financial status of the Michigan
12 veterans' trust fund, including the number and amount of emergency
13 grants, state administrative expenses, and county administrative
14 expenses.

15 (2) The Michigan veterans' trust fund board together with the
16 agency shall maintain the staffing and resources necessary to
17 process a minimum of 2,000 applications for veterans' trust fund
18 emergency grants.

19 **GRAND RAPIDS HOME FOR VETERANS**

20 Sec. 501. (1) The MVAA and the board of managers shall provide
21 compassionate and quality nursing and domiciliary care services at
22 the Grand Rapids home for veterans so that members can achieve
23 their highest potential of wellness, independence, self-worth, and
24 dignity.

25 (2) The department shall provide resources necessary to
26 provide nursing care services to veterans in accordance with
27 federal standards, including the following:

1 (a) A licensed minimum number of 403 residents in skilled
2 nursing beds at the Grand Rapids home for veterans.

3 (b) A licensed minimum number of 72 residents in domiciliary
4 beds at the Grand Rapids home for veterans.

5 (3) Appropriations in part 1 for the Grand Rapids home for
6 veterans shall not be used for any purpose other than for veterans
7 and veterans' families.

8 (4) Any contractor providing competency evaluated nursing
9 assistants (CENA) to the Grand Rapids home for veterans shall
10 ensure that each CENA has at least 8 hours of training on
11 information provided by the home.

12 (5) Any contractor providing competency evaluated nursing
13 assistants to the Grand Rapids home for veterans shall ensure that
14 each CENA has at least 1 eight-hour shift of shadowing at the
15 veterans' home.

16 (6) Any contractor providing competency evaluated nursing
17 assistants to the Grand Rapids home for veterans shall ensure that
18 each CENA is competent in the basic skills needed to perform his or
19 her assigned duties at the home.

20 (7) Any contractor providing competency evaluated nursing
21 assistants to the Grand Rapids home for veterans shall ensure that
22 each CENA has at least 1 year of experience in long-term care.

23 (8) The Grand Rapids home for veterans shall provide each CENA
24 at least 12 hours of in-service training once that individual has
25 been assigned to the home.

26 (9) All complaints of abusive or neglectful care at the Grand
27 Rapids home for veterans by a resident member, a resident member's

1 family or legal guardian, or staff of the veterans' home, received
2 by a supervisor shall be referred to the director of nursing upon
3 receipt of such complaint. The director of nursing shall report on
4 not less than a monthly basis, except that the board of managers
5 may specify a more frequent reporting period, to the home
6 administrator, board of managers, agency, subcommittees, the senate
7 and house fiscal agencies, and the state budget office the
8 following information:

9 (a) A description of the process by which resident members and
10 others may file complaints of alleged abuse or neglect at the Grand
11 Rapids home for veterans.

12 (b) Summary statistics on the number and general nature of
13 complaints of abuse or neglect.

14 (c) Summary statistics on the final disposition of complaints
15 of abuse or neglect received.

16 (10) The Grand Rapids home for veterans shall provide an on-
17 site, board-certified psychiatrist for all resident members with
18 mental health disorders in order to ensure that those resident
19 members receive needed services in a professional and timely
20 manner. The Grand Rapids home for veterans shall provide all
21 members and staff a safe and secure environment.

22 (11) The Grand Rapids home for veterans shall ensure that it
23 effectively develops, executes, and monitors all comprehensive care
24 plans in accordance with federal regulations and its internal
25 policies, with a goal that a comprehensive care plan is fully
26 developed for all resident members.

27 (12) The Grand Rapids home for veterans shall implement

1 controls over its food, maintenance supplies, and medical supplies
2 inventories.

3 (13) The Grand Rapids home for veterans shall implement
4 controls over its pharmaceutical inventory.

5 (14) The Grand Rapids home for veterans shall establish
6 sufficient controls for calculating resident member maintenance
7 assessments in order to accurately calculate resident member
8 maintenance assessments for each billing cycle. The Grand Rapids
9 home for veterans shall establish sufficient controls to ensure
10 that all past due resident member maintenance assessments are
11 addressed within 30 days.

12 (15) The Grand Rapids home for veterans shall establish
13 sufficient controls over monetary donations and donated goods.

14 (16) The Grand Rapids home for veterans shall implement
15 sufficient controls over the handling of resident member funds to
16 ensure the release of funds within 3 business days upon the
17 resident member leaving the home and to ensure that a
18 representative of a resident member is provided a full accounting
19 of that resident member's funds within 10 business days of the
20 death of that resident member.

21 (17) The MVAA shall post on its website all policies adopted
22 by the board of managers and the home related to the administrative
23 operations of the home.

24 (18) The process by which visitors, residents, and employees
25 of the Grand Rapids home for veterans may register complaints shall
26 be displayed in high-traffic areas throughout the home.

27 (19) The MVAA shall report its findings regarding the Grand

1 Rapids home for veterans' compliance with the requirements and
2 standards under this section as provided in section 219. The
3 quarterly reports shall include, but are not limited to, the
4 following information:

5 (a) The number of patient care hours and staffing levels
6 measured against USDVA-VHA standards.

7 (b) The number and dollar value of lost and discarded
8 prescriptions and the number of early prescription refills.

9 (c) An accounting of resident member populations at the Grand
10 Rapids home for veterans by period of service, by gender, by care
11 setting, and by bed space available.

12 (d) The financial status of the Grand Rapids home for
13 veterans, including an accounting of post and posthumous funds,
14 donations, and state-appropriated funds.

15 (e) Information regarding assessments, reassessments, and
16 admissions at the Grand Rapids home for veterans.

17 (f) The number of volunteer hours at the Grand Rapids home for
18 veterans.

19 (20) The Grand Rapids home for veterans shall provide to the
20 subcommittees, the senate and house fiscal agencies, and the state
21 budget office the results of any annual or for-cause survey
22 conducted by the USDVA-VHA and any corresponding corrective action
23 plan. This information shall also be made available publicly
24 through the department's or MVAA's website.

25 **BOARD OF MANAGERS (GRAND RAPIDS)**

26 Sec. 502. The board of managers shall exercise certain
27 regulatory and governance authority regarding admission and member

1 affairs at the Grand Rapids home for veterans. The board of
2 managers shall also work to represent the interest of the veterans'
3 community in both advisory and advocacy roles.

4 **D.J. JACOBETTI HOME FOR VETERANS**

5 Sec. 503. (1) The MVAA and the board of managers shall provide
6 compassionate and quality nursing and domiciliary care services at
7 the D.J. Jacobetti home for veterans so that members can achieve
8 their highest potential of wellness, independence, self-worth, and
9 dignity.

10 (2) The department shall provide resources necessary to
11 provide adequate nursing care services to veterans in accordance
12 with federal standards, including the following:

13 (a) A licensed minimum number of 158 residents in skilled
14 nursing beds at the D.J. Jacobetti home for veterans.

15 (b) A licensed minimum number of 11 residents in domiciliary
16 beds at the D.J. Jacobetti home for veterans.

17 (3) Appropriations in part 1 for the D.J. Jacobetti home for
18 veterans shall not be used for any purpose other than for veterans
19 and veterans' families.

20 (4) Any contractor providing competency evaluated nursing
21 assistants (CENA) to the D.J. Jacobetti home for veterans shall
22 ensure that each CENA has at least 8 hours of training on
23 information provided by the home.

24 (5) Any contractor providing competency evaluated nursing
25 assistants to the D.J. Jacobetti home for veterans shall ensure
26 that each CENA has at least 1 eight-hour shift of shadowing at the
27 home.

1 (6) Any contractor providing competency evaluated nursing
2 assistants to the D.J. Jacobetti home for veterans shall ensure
3 that each CENA is competent in the basic skills needed to perform
4 his or her assigned duties at the home.

5 (7) Any contractor providing competency evaluated nursing
6 assistants to the D.J. Jacobetti home for veterans shall ensure
7 that each CENA has at least 1 year of experience in long-term care.

8 (8) The D.J. Jacobetti home for veterans shall provide each
9 CENA at least 12 hours of in-service training once that individual
10 has been assigned to the home.

11 (9) All complaints of abusive or neglectful care at the D.J.
12 Jacobetti home for veterans by a resident member, a resident
13 member's family or legal guardian, or staff of the home, received
14 by a supervisor shall be referred to the director of nursing upon
15 receipt of such complaint. The director of nursing shall report on
16 not less than a monthly basis, except that the board of managers
17 may specify a more frequent reporting period, to the home
18 administrator, board of managers, agency, subcommittees, the senate
19 and house fiscal agencies, and the state budget office the
20 following information:

21 (a) A description of the process by which resident members and
22 others may file complaints of alleged abuse or neglect at the D.J.
23 Jacobetti home for veterans.

24 (b) Summary statistics on the number and the general nature of
25 complaints of abuse or neglect.

26 (c) Summary statistics on the final disposition of complaints
27 of abuse or neglect received.

1 (10) The MVAA shall post on its website all policies adopted
2 by the board of managers and the home related to the operations of
3 the home.

4 (11) The process by which visitors, residents, and employees
5 of the D.J. Jacobetti home for veterans may register complaints
6 shall be displayed in high-traffic areas throughout the home.

7 (12) The MVAA shall report the following, as provided under
8 section 219:

9 (a) An accounting of resident member populations at the D.J.
10 Jacobetti home for veterans by period of service, by gender, by
11 care setting, and by bed space available.

12 (b) The financial status of the D.J. Jacobetti home for
13 veterans, including an accounting of post and posthumous funds,
14 donations, and state-appropriated funds.

15 (c) Information regarding assessments, reassessments, and
16 admissions at the D.J. Jacobetti home for veterans.

17 (d) The number of volunteer hours at the D.J. Jacobetti home
18 for veterans.

19 (13) The D.J. Jacobetti home for veterans shall provide to the
20 subcommittees and the senate and house fiscal agencies the results
21 of any annual or for-cause survey conducted by the USDVA-VHA and
22 any corresponding corrective action plan. This information shall
23 also be made available publicly through the department's or MVAA's
24 website.

25 **BOARD OF MANAGERS (JACOBETTI)**

26 Sec. 504. The board of managers shall exercise certain
27 regulatory and governance authority regarding admission and member

1 affairs at the D.J. Jacobetti home for veterans. The board of
2 managers shall also work to represent the interest of the veterans'
3 community in both advisory and advocacy roles.

4 **CAPITAL OUTLAY**

5 **SPECIAL MAINTENANCE - NATIONAL GUARD**

6 Sec. 601. (1) The appropriations in part 1 for special
7 maintenance - National Guard shall be carried forward at the end of
8 the fiscal year consistent with section 248 of the management and
9 budget act, 1984 PA 431, MCL 18.1248.

10 (2) The appropriations for special maintenance - National
11 Guard shall be expended in accordance with the requirements of
12 sections 302 and 304 and shall be expended according to the
13 maintenance priorities of the department to repair and modernize
14 military training sites and support facilities, including armories,
15 which may include projects such as roof, HVAC, or boiler
16 replacement, interior renovations, facility expansion, improvements
17 to parking facilities, and other projects.

18 (3) The department shall provide a quarterly report as
19 provided under section 219 providing information on the status,
20 projected costs, and projected completion date of current and
21 planned special maintenance projects at the armories and other
22 National Guard facilities funded from capital outlay appropriations
23 made in part 1 and in prior appropriations years.

24 **SPECIAL MAINTENANCE - VETERANS' HOMES**

25 Sec. 603. (1) The appropriations in part 1 for special
26 maintenance - veterans' homes shall be carried forward at the end

1 of the fiscal year consistent with section 248 of the management
2 and budget act, 1984 PA 431, MCL 18.1248.

3 (2) The appropriations for special maintenance - veterans'
4 homes shall be expended in accordance with the requirements of
5 sections 501 and 503 and shall be expended according to the
6 maintenance priorities of the department to repair and modernize
7 the state's veterans' homes, which may include projects such as
8 roof, HVAC, or boiler replacement, interior renovations, facility
9 expansion, improvements to parking facilities, and other projects
10 designed to enhance the quality of life and medical care of
11 members.

12 (3) The MVAA shall provide a quarterly report as provided
13 under section 219 providing information on the status, projected
14 costs, and projected completion date of current and planned special
15 maintenance projects at the Grand Rapids home for veterans and D.J.
16 Jacobetti home for veterans funded from capital outlay
17 appropriations made in part 1 and in prior appropriations years.

18 **LAND AND ACQUISITIONS**

19 Sec. 604. (1) The department shall provide for the acquisition
20 and disposition of National Guard armories, facilities, and lands
21 as provided under sections 368, 382, and 382a of the Michigan
22 military act, 1967 PA 150, MCL 32.768, 32.782, and 32.782a.

23 (2) The department shall provide a listing of property sales
24 and acquisitions as provided under section 219.

25 **ONE-TIME APPROPRIATIONS**

26 **SPECIAL MAINTENANCE - NATIONAL GUARD**

Sec. 701. (1) The one-time appropriations in part 1 for special maintenance - National Guard shall be carried forward at the end of the fiscal year consistent with section 248 of the management and budget act, 1984 PA 431, MCL 18.1248.

(2) The one-time appropriations for special maintenance - National Guard shall be expended in accordance with the requirements of sections 302 and 304 and shall be expended according to the maintenance priorities of the department to repair and modernize military training sites and support facilities, including armories, which may include projects such as roof, HVAC, or boiler replacement, interior renovations, facility expansion, improvements to parking facilities, and other projects.

(3) The department shall provide a quarterly report as provided under section 219 providing information on the status, projected costs, and projected completion date of current and planned special maintenance projects at the armories and other National Guard facilities funded from one-time appropriations made in part 1.

PART 2A

PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS

FOR FISCAL YEAR 2016-2017

GENERAL SECTIONS

Sec. 1201. It is the intent of the legislature to provide appropriations for the fiscal year ending on September 30, 2017 for the line items listed in part 1. The fiscal year 2016-2017 appropriations are anticipated to be the same as those for fiscal

1 year 2015-2016, excluding appropriations designated as one-time
2 appropriations and adjusting for changes in caseload and related
3 costs, federal fund match rates, economic factors, and available
4 revenue. These adjustments will be determined after the January
5 2016 consensus revenue estimating conference.

6 Sec. 1202. The veterans affairs agency shall provide the
7 percentage of Michigan veterans contacted, with a goal of 100%, and
8 report upon those outreach findings to the subcommittees at
9 quarterly legislative hearings.

10 Sec. 1203. The veterans affairs agency shall maintain a
11 minimum 50% fully developed claims as determined by the USDVA.

12 PART 2B

13 PROVISIONS CONCERNING APPROPRIATIONS

14 FOR FISCAL YEAR 2014-2015

15 **GENERAL SECTIONS**

16 Sec. 2201. Pursuant to section 30 of article IX of the state
17 constitution of 1963, total state spending from state resources
18 under part 1B for fiscal year 2014-2015 is \$0.00 and state spending
19 from state resources to be paid to local units of government for
20 fiscal year 2014-2015 is \$0.00.

21 Sec. 2202. The appropriations authorized under this part and
22 part 1B are subject to the management and budget act, 1984 PA 431,
23 MCL 18.1101 to 18.1594.

24 Sec. 2203. The unexpended funds appropriated in part 1 for the
25 Michigan Youth Challenge Academy/Job Challenge Program are
26 considered work project appropriations, and any unencumbered or

unallotted funds are carried forward into the succeeding fiscal year. The following is in compliance with section 451a(1) of the management and budget act, 1984 PA 431, MCL 18.1451a:

(a) The purpose of the project to be carried forward is to implement the Michigan Youth Challenge Academy/Job Challenge Program and prepare participants to obtain employment in the manufacturing and industrial trades.

(b) The project will be accomplished by the department.

(c) The total estimated project completion cost is \$4,995,700.00.

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

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, 2016, from the following funds:

DEPARTMENT OF NATURAL RESOURCES

APPROPRIATION SUMMARY

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

Full-time equated classified positions..... 2,229.8

GROSS APPROPRIATION..... \$ 404,001,200

Interdepartmental grant revenues:

Total interdepartmental grants and intradepartmental

1	transfers	1,352,700
2	ADJUSTED GROSS APPROPRIATION.....	\$ 402,648,500
3	Federal revenues:	
4	Total federal revenues.....	77,128,000
5	Special revenue funds:	
6	Total private revenues.....	8,157,700
7	Total other state restricted revenues.....	277,765,000
8	State general fund/general purpose.....	\$ 39,597,800
9	State general fund/general purpose schedule:	
10	Ongoing state general fund/general	
11	purpose38,522,800	
12	One-time state general fund/general	
13	purpose 1,075,000	
14	FUND SOURCE SUMMARY	
15	Full-time equated unclassified positions.....	6.0
16	Full-time equated classified positions.....	2,229.8
17	GROSS APPROPRIATION.....	\$ 404,001,200
18	Interdepartmental grant revenues:	
19	IDG, land acquisition services-to-work orders.....	228,700
20	IDG, MacMullan conference center revenue.....	1,124,000
21	Total interdepartmental grants and intradepartmental	
22	transfers	1,352,700
23	ADJUSTED GROSS APPROPRIATION.....	\$ 402,648,500
24	Federal revenues:	
25	Federal funds.....	77,128,000
26	Total federal revenues.....	77,128,000
27	Special revenue funds:	

1	Private - Mann house trust fund.....	15,000
2	Private funds.....	8,142,700
3	Total private revenues.....	8,157,700
4	Cervidae licensing and inspection fees.....	136,700
5	Clean Michigan initiative fund.....	29,200
6	Commercial forest fund.....	26,100
7	Environmental protection fund.....	5,000,000
8	Fire equipment fund.....	662,900
9	Forest development fund.....	43,416,400
10	Forest land user charges.....	280,900
11	Forest recreation account.....	1,672,900
12	Game and fish protection fund.....	77,603,700
13	Game and fish protection fund - deer habitat reserve .	2,107,200
14	Game and fish protection fund - fisheries settlement .	1,045,700
15	Game and fish protection fund - turkey permit fees ...	1,002,700
16	Game and fish protection fund - waterfowl fees	157,700
17	Game and fish protection fund - wildlife management	
18	public education fund	1,600,000
19	Game and fish protection fund - wildlife resource	
20	protection fund	1,116,700
21	Game and fish protection fund - youth hunting and	
22	fishing education and outreach fund.....	96,000
23	History fees fund.....	229,000
24	Invasive species fund.....	30,300
25	Land exchange facilitation fund.....	6,093,500
26	Local public recreation facilities fund.....	1,589,700
27	Mackinac Island State Park fund.....	1,844,500

1	Mackinac Island State Park operation fund.....	192,400
2	Marine safety fund.....	3,139,000
3	Michigan heritage publications fund.....	38,600
4	Michigan natural resources trust fund.....	1,253,900
5	Michigan state parks endowment fund.....	32,125,700
6	Michigan state waterways fund.....	22,007,200
7	Michigan trailways fund.....	15,300
8	Museum operations fund.....	497,300
9	Nongame wildlife fund.....	496,800
10	Off-road vehicle safety education fund.....	201,900
11	Off-road vehicle trail improvement fund.....	7,005,100
12	Park improvement fund.....	46,761,400
13	Park improvement fund - Belle Isle subaccount.....	1,000,000
14	Permanent snowmobile trail easement fund.....	700,000
15	Public use and replacement deed fees.....	30,700
16	Recreation improvement account.....	1,013,300
17	Recreation passport fees.....	5,241,500
18	Snowmobile registration fee revenue.....	1,240,700
19	Snowmobile trail improvement fund.....	8,982,300
20	Sportsmen against hunger fund.....	76,600
21	Underwater preservation fund.....	3,500
22	Total other state restricted revenues.....	277,765,000
23	State general fund/general purpose.....	\$ 39,597,800
24	Sec. 102. EXECUTIVE OPERATIONS	
25	Full-time equated unclassified positions.....	6.0
26	Full-time equated classified positions.....	11.6
27	Natural resources commission.....	\$ 77,100

1	Unclassified salaries--6.0 FTE positions	735,600
2	Executive direction--11.6 FTE positions	<u>2,104,900</u>
3	GROSS APPROPRIATION.....	\$ 2,917,600
4	Appropriated from:	
5	Special revenue funds:	
6	Forest development fund.....	366,100
7	Forest land user charges.....	5,000
8	Forest recreation account.....	12,200
9	Game and fish protection fund.....	1,017,400
10	Game and fish protection fund - deer habitat reserve .	19,600
11	Game and fish protection fund - turkey permit fees ...	8,300
12	Game and fish protection fund - waterfowl fees	300
13	Game and fish protection fund - wildlife resource	
14	protection fund	12,300
15	Land exchange facilitation fund.....	19,600
16	Marine safety fund.....	32,300
17	Michigan natural resources trust fund.....	1,400
18	Michigan state parks endowment fund.....	408,000
19	Michigan state waterways fund.....	180,700
20	Nongame wildlife fund.....	5,200
21	Off-road vehicle safety education fund.....	500
22	Off-road vehicle trail improvement fund.....	81,200
23	Park improvement fund.....	439,500
24	Recreation improvement account.....	2,100
25	Snowmobile registration fee revenue.....	12,200
26	Snowmobile trail improvement fund.....	14,400
27	Sportsmen against hunger fund.....	100

1	State general fund/general purpose.....	\$	279,200
2	Sec. 103. DEPARTMENT INITIATIVES		
3	Full-time equated classified positions.....	16.0	
4	Great Lakes restoration initiative.....	\$	5,500,000
5	Michigan conservation corps.....		1,000,000
6	Invasive species prevention and control--16.0 FTE		
7	positions		<u>4,997,000</u>
8	GROSS APPROPRIATION.....	\$	11,497,000
9	Appropriated from:		
10	Federal revenues:		
11	Federal funds.....		5,500,000
12	Special revenue funds:		
13	State general fund/general purpose.....	\$	5,997,000
14	Sec. 104. DEPARTMENT SUPPORT SERVICES		
15	Full-time equated classified positions.....	108.5	
16	Finance and operations--104.5 FTE positions.....	\$	17,551,700
17	Accounting service center.....		1,450,400
18	Legislative and legal affairs--4.0 FTE positions.....		540,900
19	Building occupancy charges.....		2,845,900
20	Rent - privately owned property.....		488,400
21	Gifts and pass-through transactions.....		<u>5,000,000</u>
22	GROSS APPROPRIATION.....	\$	27,877,300
23	Appropriated from:		
24	Interdepartmental grant revenues:		
25	IDG, land acquisition services-to-work orders.....		228,700
26	Federal revenues:		
27	Federal funds.....		232,000

1	Special revenue funds:	
2	Private funds.....	5,000,000
3	Clean Michigan initiative fund.....	29,200
4	Forest development fund.....	2,381,700
5	Forest land user charges.....	11,400
6	Forest recreation account.....	51,700
7	Game and fish protection fund.....	6,545,800
8	Game and fish protection fund - deer habitat reserve .	138,400
9	Game and fish protection fund - turkey permit fees ...	73,800
10	Game and fish protection fund - waterfowl fees	2,700
11	Game and fish protection fund - wildlife resource	
12	protection fund	26,500
13	Land exchange facilitation fund.....	5,943,100
14	Local public recreation facilities fund.....	89,700
15	Marine safety fund.....	440,000
16	Michigan natural resources trust fund.....	1,230,500
17	Michigan state parks endowment fund.....	1,002,400
18	Michigan state waterways fund.....	535,100
19	Nongame wildlife fund.....	20,200
20	Off-road vehicle safety education fund.....	500
21	Off-road vehicle trail improvement fund.....	85,100
22	Park improvement fund.....	1,214,400
23	Public use and replacement deed fees.....	30,700
24	Recreation improvement account.....	11,200
25	Snowmobile registration fee revenue.....	64,400
26	Snowmobile trail improvement fund.....	86,500
27	Sportsmen against hunger fund.....	400

1	State general fund/general purpose.....	\$	2,401,200
2	Sec. 105. COMMUNICATION AND CUSTOMER SERVICES		
3	Full-time equated classified positions.....	133.3	
4	Marketing and outreach--81.8 FTE positions.....	\$	14,566,400
5	Michigan historical center--36.5 FTE positions.....		4,119,200
6	Archives--8.0 FTE positions.....		872,600
7	Museum stores--6.0 FTE positions.....		497,300
8	Special programs (Mann house)--1.0 FTE position.....		25,500
9	Michigan wildlife council.....		<u>1,600,000</u>
10	GROSS APPROPRIATION.....	\$	21,681,000
11	Appropriated from:		
12	Federal revenues:		
13	Federal funds.....		1,610,300
14	Special revenue funds:		
15	Private - Mann house trust fund.....		15,000
16	Private funds.....		389,700
17	Forest development fund.....		130,200
18	Forest recreation account.....		16,200
19	Game and fish protection fund.....		9,549,400
20	Game and fish protection fund - wildlife management		
21	public education fund		1,600,000
22	Game and fish protection fund - youth hunting and		
23	fishing education and outreach fund.....		92,500
24	History fees fund.....		229,000
25	Land exchange facilitation fund.....		45,300
26	Marine safety fund.....		35,100
27	Michigan heritage publications fund.....		38,600

1	Michigan state parks endowment fund.....	87,700
2	Michigan state waterways fund.....	144,800
3	Museum operations fund.....	497,300
4	Nongame wildlife fund.....	10,400
5	Off-road vehicle trail improvement fund.....	30,600
6	Park improvement fund.....	2,558,900
7	Recreation passport fees.....	23,500
8	Snowmobile registration fee revenue.....	19,100
9	Snowmobile trail improvement fund.....	44,600
10	Sportsmen against hunger fund.....	75,500
11	Underwater preservation fund.....	3,500
12	State general fund/general purpose.....	\$ 4,433,800
13	Sec. 106. WILDLIFE MANAGEMENT	
14	Full-time equated classified positions.....	226.5
15	Wildlife management--210.5 FTE positions.....	\$ 36,026,500
16	Natural resources heritage--9.0 FTE positions.....	622,400
17	State game and wildlife area maintenance--7.0 FTE	
18	positions	<u>1,224,200</u>
19	GROSS APPROPRIATION.....	\$ 37,873,100
20	Appropriated from:	
21	Federal revenues:	
22	Federal funds.....	20,826,200
23	Special revenue funds:	
24	Private funds.....	311,000
25	Cervidae licensing and inspection fees.....	84,100
26	Forest development fund.....	76,500
27	Game and fish protection fund.....	11,647,200

1	Game and fish protection fund - deer habitat reserve .	1,684,700
2	Game and fish protection fund - turkey permit fees ...	883,500
3	Game and fish protection fund - waterfowl fees	152,000
4	Nongame wildlife fund.....	421,800
5	State general fund/general purpose.....	\$ 1,786,100
6	Sec. 107. FISHERIES MANAGEMENT	
7	Full-time equated classified positions.....	221.5
8	Aquatic resource mitigation--2.0 FTE positions	\$ 976,000
9	Fish production--63.0 FTE positions	10,041,700
10	Fisheries resource management--156.5 FTE positions ...	20,546,600
11	Cormorant population mitigation program.....	<u>150,000</u>
12	GROSS APPROPRIATION.....	\$ 31,714,300
13	Appropriated from:	
14	Federal revenues:	
15	Federal funds.....	11,047,700
16	Special revenue funds:	
17	Private funds.....	133,800
18	Game and fish protection fund.....	19,152,000
19	Game and fish protection fund - fisheries settlement .	945,700
20	Invasive species fund.....	30,300
21	State general fund/general purpose.....	\$ 404,800
22	Sec. 108. LAW ENFORCEMENT	
23	Full-time equated classified positions.....	273.0
24	General law enforcement--273.0 FTE positions	\$ <u>40,554,400</u>
25	GROSS APPROPRIATION.....	\$ 40,554,400
26	Appropriated from:	
27	Interdepartmental grant revenues:	

1	Federal revenues:	
2	Federal funds.....	6,359,800
3	Special revenue funds:	
4	Cervidae licensing and inspection fees.....	52,600
5	Forest development fund.....	44,600
6	Forest recreation account.....	71,500
7	Game and fish protection fund.....	19,756,800
8	Game and fish protection fund - wildlife resource	
9	protection fund	1,038,200
10	Marine safety fund.....	1,316,600
11	Michigan state parks endowment fund.....	70,100
12	Michigan state waterways fund.....	21,300
13	Off-road vehicle safety education fund.....	153,200
14	Off-road vehicle trail improvement fund.....	1,663,000
15	Park improvement fund.....	71,500
16	Snowmobile registration fee revenue.....	708,800
17	State general fund/general purpose.....	\$ 9,226,400
18	Sec. 109. PARKS AND RECREATION DIVISION	
19	Full-time equated classified positions.....	902.9
20	MacMullan conference center--15.0 FTE positions	\$ 1,124,000
21	Recreational boating--163.5 FTE positions	17,154,700
22	State parks--673.4 FTE positions	64,232,800
23	Forest recreation and trails--51.0 FTE positions	5,966,100
24	State parks improvement revenue bonds - debt service .	<u>1,178,800</u>
25	GROSS APPROPRIATION.....	\$ 89,656,400
26	Appropriated from:	
27	Interdepartmental grant revenues:	

1	IDG, MacMullan conference center revenue	1,124,000
2	Federal revenues:	
3	Federal funds	1,721,800
4	Special revenue funds:	
5	Private funds	421,200
6	Forest recreation account	1,466,500
7	Michigan state parks endowment fund	20,462,800
8	Michigan state waterways fund	16,041,100
9	Michigan trailways fund	15,200
10	Off-road vehicle safety education fund	7,200
11	Off-road vehicle trail improvement fund	1,767,500
12	Park improvement fund	41,176,600
13	Park improvement fund - Belle Isle subaccount	1,000,000
14	Recreation improvement account	328,000
15	Recreation passport fees	268,000
16	Snowmobile registration fee revenue	15,500
17	Snowmobile trail improvement fund	1,429,000
18	State general fund/general purpose	\$ 2,412,000
19	Sec. 110. MACKINAC ISLAND STATE PARK COMMISSION	
20	Full-time equated classified positions	17.0
21	Historical facilities system--13.0 FTE positions	\$ 1,844,500
22	Mackinac Island State Park operations--4.0 FTE	
23	positions	<u>392,500</u>
24	GROSS APPROPRIATION	\$ 2,237,000
25	Appropriated from:	
26	Special revenue funds:	
27	Mackinac Island State Park fund	1,844,500

1	Mackinac Island State Park operation fund.....	192,400
2	State general fund/general purpose.....	\$ 200,100
3	Sec. 111. FOREST RESOURCES DIVISION	
4	Full-time equated classified positions.....	319.5
5	Adopt-a-forest program.....	\$ 25,000
6	Cooperative resource programs--11.0 FTE positions....	1,526,100
7	Forest management and timber market	
8	development--169.0 FTE positions.....	29,108,100
9	Forest fire equipment.....	431,500
10	Wildfire protection--114.0 FTE positions.....	13,513,700
11	Forest management initiatives--8.5 FTE positions....	836,400
12	Minerals management--17.0 FTE positions.....	<u>2,775,200</u>
13	GROSS APPROPRIATION.....	\$ 48,216,000
14	Appropriated from:	
15	Federal revenues:	
16	Federal funds.....	4,200,400
17	Special revenue funds:	
18	Private funds.....	1,037,000
19	Commercial forest fund.....	24,100
20	Fire equipment fund.....	662,900
21	Forest development fund.....	28,740,100
22	Forest land user charges.....	226,200
23	Game and fish protection fund.....	2,391,000
24	Michigan state parks endowment fund.....	2,608,900
25	Michigan state waterways fund.....	50,100
26	State general fund/general purpose.....	\$ 8,275,300
27	Sec. 112. GRANTS	

1	Dam management grant program.....	\$	350,000
2	Deer habitat improvement partnership initiative		200,000
3	Federal - clean vessel act grants		400,000
4	Federal - forest stewardship grants		3,000,000
5	Federal - land and water conservation fund payments ..		2,566,900
6	Federal - rural community fire protection		400,000
7	Federal - urban forestry grants		1,600,000
8	Fisheries habitat improvement grants		2,000,000
9	Grants to communities - federal oil, gas, and timber		
10	payments		3,450,000
11	Grants to counties - marine safety		2,874,700
12	National recreational trails		3,900,000
13	Nonmotorized trail development and maintenance grants		350,000
14	Off-road vehicle safety training grants		29,200
15	Off-road vehicle trail improvement grants		3,356,200
16	Recreation improvement fund grants		657,100
17	Recreation passport local grants		1,000,000
18	Snowmobile law enforcement grants		380,100
19	Snowmobile local grants program		7,340,400
20	Trail easements		700,000
21	Wildlife habitat improvement grants		1,500,000
22	Wildlife habitat improvement grants in state forests .		<u>500,000</u>
23	GROSS APPROPRIATION	\$	36,554,600
24	Appropriated from:		
25	Federal revenues:		
26	Federal funds		16,884,300
27	Special revenue funds:		

1	Private funds.....	100,000
2	Game and fish protection fund.....	4,000,000
3	Game and fish protection fund - deer habitat reserve .	200,000
4	Local public recreation facilities fund.....	1,000,000
5	Marine safety fund.....	1,207,300
6	Off-road vehicle safety education fund.....	29,200
7	Off-road vehicle trail improvement fund.....	3,356,200
8	Permanent snowmobile trail easement fund.....	700,000
9	Recreation improvement account.....	657,100
10	Snowmobile registration fee revenue.....	380,100
11	Snowmobile trail improvement fund.....	7,340,400
12	State general fund/general purpose.....	\$ 700,000
13	Sec. 113. INFORMATION TECHNOLOGY	
14	Information technology services and projects	\$ <u>10,165,000</u>
15	GROSS APPROPRIATION.....	\$ 10,165,000
16	Appropriated from:	
17	Special revenue funds:	
18	Commercial forest fund.....	2,000
19	Forest development fund.....	1,565,200
20	Forest land user charges.....	38,300
21	Forest recreation account.....	54,800
22	Game and fish protection fund.....	3,544,100
23	Game and fish protection fund - deer habitat reserve .	64,500
24	Game and fish protection fund - turkey permit fees ...	37,100
25	Game and fish protection fund - waterfowl fees	2,700
26	Game and fish protection fund - wildlife resource	
27	protection fund	39,700

1	Game and fish protection fund - youth hunting and	
2	fishing education and outreach fund.....	3,500
3	Land exchange facilitation fund.....	85,500
4	Marine safety fund.....	107,700
5	Michigan natural resources trust fund.....	22,000
6	Michigan state parks endowment fund.....	1,485,800
7	Michigan state waterways fund.....	459,100
8	Michigan trailways fund.....	100
9	Nongame wildlife fund.....	39,200
10	Off-road vehicle safety education fund.....	11,300
11	Off-road vehicle trail improvement fund.....	21,500
12	Park improvement fund.....	1,300,500
13	Recreation improvement account.....	14,900
14	Snowmobile registration fee revenue.....	40,600
15	Snowmobile trail improvement fund.....	67,400
16	Sportsmen against hunger fund.....	600
17	State general fund/general purpose.....	\$ 1,156,900
18	Sec. 114. CAPITAL OUTLAY	
19	(1) RECREATIONAL LANDS AND INFRASTRUCTURE	
20	State parks repair and maintenance.....	\$ 12,200,000
21	State game and wildlife area infrastructure.....	<u>3,600,000</u>
22	GROSS APPROPRIATION.....	\$ 15,800,000
23	Appropriated from:	
24	Federal revenues:	
25	Federal funds.....	3,600,000
26	Special revenue funds:	
27	Michigan state parks endowment fund.....	6,000,000

1	Recreation passport fees.....	4,950,000
2	State general fund/general purpose.....	\$ 1,250,000
3	(2) WATERWAYS BOATING PROGRAM	
4	Local boating infrastructure maintenance and	
5	improvements	\$ 381,600
6	State boating infrastructure maintenance.....	2,435,000
7	Fayette State Park, snail shell harbor, Delta	
8	County, add electrical service along the new	
9	broadside dock, phase II (total authorized cost is	
10	increased from \$850,000 to \$1,100,000; federal share	
11	is increased from \$500,000 to \$600,000; state share	
12	is increased from \$350,000 to \$500,000).....	250,000
13	Cedarville marina, Mackinac County, development of a	
14	new marina on the site of an existing boat launch	
15	on northern shore of Lake Huron (total authorized	
16	cost is \$600,000; state share is \$300,000; local	
17	share is \$300,000)	300,000
18	Wyandotte Bishop Park marina, Wayne County,	
19	development of a transient marina along the Detroit	
20	River at Bishop Park in the city of Wyandotte	
21	(total authorized cost is \$2,341,000; federal share	
22	is \$1,170,500; local share is \$1,170,500).....	1,170,500
23	Manistique marina, Schoolcraft County, marina	
24	improvements, phase IV (total authorized cost is	
25	increased from \$3,660,000 to \$4,660,000; state	
26	share is increased from \$1,830,000 to \$2,330,000;	
27	local share is increased from \$1,830,000 to	

1	\$2,330,000)	500,000
2	Hayes Township boating access site, Charlevoix	
3	County, development of a public boating access site	
4	on Lake Charlevoix (total authorized cost is	
5	\$966,800; state share is \$483,400; local share is	
6	\$483,400)	483,400
7	East Tawas state harbor, Iosco County, harbor	
8	renovation, dock replacements, dredging, fueling	
9	station, new electrical/utilities, phase II (total	
10	authorized cost is increased from \$3,120,000 to	
11	\$4,320,000; federal share \$1,550,000; state share	
12	is increased from \$1,570,000 to \$2,770,000)	<u>1,200,000</u>
13	GROSS APPROPRIATION.....	\$ 6,720,500
14	Appropriated from:	
15	Federal revenues:	
16	Federal funds.....	2,145,500
17	Special revenue funds:	
18	Michigan state waterways fund.....	4,575,000
19	State general fund/general purpose.....	\$ 0
20	Sec. 115. ONE-TIME BASIS ONLY APPROPRIATIONS	
21	Forestry investment.....	\$ 7,992,000
22	Recreation passport local grants (one-time)	500,000
23	Special grant programs.....	825,000
24	Shooting range enhancement projects - capital outlay .	4,000,000
25	Forest development infrastructure - capital outlay...	2,120,000
26	Fish production (one-time)	100,000
27	Kalamazoo River watershed improvements - capital	

1	outlay	5,000,000
2	GROSS APPROPRIATION.....	\$ 20,537,000
3	Appropriated from:	
4	Federal revenues:	
5	Federal funds.....	3,000,000
6	Special revenue funds:	
7	Private funds.....	750,000
8	Environmental protection fund.....	5,000,000
9	Forest development fund.....	10,112,000
10	Game and fish protection fund - fisheries settlement .	100,000
11	Local public recreation facilities fund.....	500,000
12	State general fund/general purpose.....	\$ 1,075,000

13 PART 2

14 PROVISIONS CONCERNING APPROPRIATIONS

15 FOR FISCAL YEAR 2015-2016

16 GENERAL SECTIONS

17 Sec. 201. Pursuant to section 30 of article IX of the state

18 constitution of 1963, total state spending from state resources

19 under part 1 for fiscal year 2015-2016 is \$317,362,800.00 and state

20 spending from state resources to be paid to local units of

21 government for fiscal year 2015-2016 is \$5,548,300.00. The itemized

22 statement below identifies appropriations from which spending to

23 local units of government will occur:

24 DEPARTMENT OF NATURAL RESOURCES

25 GRANTS

1	Dam management grant program.....	\$	175,000
2	Grants to counties - marine safety.....		1,207,300
3	Off-road vehicle safety training grants.....		29,200
4	Off-road vehicle trail improvement grants.....		526,000
5	Recreation improvement fund grants.....		65,700
6	Recreation passport local grants.....		1,500,000
7	Snowmobile law enforcement grants.....		380,100
8	CAPITAL OUTLAY		
9	Waterways boating program.....	\$	<u>1,665,000</u>
10	TOTAL.....	\$	5,548,300

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

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

- 15 (a) "Commission" means the natural resources commission.
- 16 (b) "Department" means the department of natural resources.
- 17 (c) "FTE" means full-time equated.
- 18 (d) "IDG" means interdepartmental grant.
- 19 (e) "IDT" means intradepartmental transfer.

20 Sec. 204. In addition to the metrics required under section
 21 447 of the management and budget act, 1984 PA 431, MCL 18.1447, for
 22 each new program or program enhancement for which funds in excess
 23 of \$500,000.00 are appropriated in part 1, the department shall
 24 provide not later than November 1, 2015 a list of program-specific
 25 metrics intended to measure its performance based on a return on
 26 taxpayer investment. The department shall deliver the program-
 27 specific metrics to members of the senate and house subcommittees

that have subject matter jurisdiction for this budget, fiscal agencies, and the state budget director. The department shall provide an update on its progress in tracking program-specific metrics and the status of program success at an appropriations subcommittee meeting called for by the subcommittee chair.

Sec. 205. The departments and agencies receiving appropriations in part 1 shall use the Internet to fulfill the reporting requirements of this part. This requirement may include transmission of reports via electronic mail to the recipients identified for each reporting requirement, or it may include placement of reports on an Internet or intranet site.

Sec. 206. Appropriations of state restricted game and fish protection funds have been made in the following amounts to the following departments and agencies:

Legislative auditor general.....	\$	30,700
Attorney general.....		735,100
Department of technology, management, and budget.....		438,300
Department of treasury.....		2,782,900

Sec. 207. Pursuant to section 43703(3) of the natural resources and environmental protection act, 1994 PA 451, MCL 324.43703, there is appropriated from the game and fish protection trust fund to the game and fish protection account of the Michigan conservation and recreation legacy fund, \$6,000,000.00 for the fiscal year ending September 30, 2016.

Sec. 210. Funds appropriated in part 1 shall not be used for the purchase of foreign goods or services, or both, if competitively priced and of comparable quality American goods or

1 services, or both, are available. Preference shall be given to
2 goods or services, or both, manufactured or provided by Michigan
3 businesses if they are competitively priced and of comparable
4 quality. In addition, preference should be given to goods or
5 services, or both, that are manufactured or provided by Michigan
6 businesses owned and operated by veterans, if they are
7 competitively priced and of comparable quality.

8 Sec. 211. The director of the department shall take all
9 reasonable steps to ensure businesses in deprived and depressed
10 communities compete for and perform contracts to provide services
11 or supplies, or both. The director shall strongly encourage firms
12 with which the department contracts to subcontract with certified
13 businesses in depressed and deprived communities for services,
14 supplies, or both.

15 Sec. 212. The department shall not take disciplinary action
16 against an employee for communicating with a member of the
17 legislature or his or her staff.

18 Sec. 214. 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. 215. (1) In addition to the funds appropriated in part 1,
25 there is appropriated an amount not to exceed \$3,000,000.00 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 \$10,000,000.00 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 \$100,000.00 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 \$1,000,000.00 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. 217. 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. 218. The departments and agencies receiving

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

10 (a) The dates of each travel occurrence.

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

16 Sec. 220. Not later than November 30, the state budget office
17 shall prepare and transmit a report that provides for estimates of
18 the total general fund/general purpose appropriation lapses at the
19 close of the prior fiscal year. This report shall summarize the
20 projected year-end general fund/general purpose appropriation
21 lapses by major departmental program or program areas. The report
22 shall be transmitted to the chairpersons of the senate and house
23 appropriations committees, and the senate and house fiscal
24 agencies.

25 Sec. 222. 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 senate and house appropriations

1 chairs, the senate and house appropriations subcommittees chairs,
2 and the senate and house fiscal agencies with an annual report on
3 estimated state restricted fund balances, state restricted fund
4 projected revenues, and state restricted fund expenditures for the
5 fiscal years ending September 30, 2015 and September 30, 2016.

6 Sec. 223. Before January 31, 2016, the department, in
7 cooperation with the Michigan state waterways commission, shall
8 provide to the state budget director, the senate and house
9 appropriations subcommittees on natural resources, and the senate
10 and house fiscal agencies a list of projects completed by the
11 commission in fiscal year 2014-2015, including the county and
12 municipality in which each project is located.

13 Sec. 234. 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. 235. The department shall maintain, on a publicly
26 accessible website, a department scorecard that identifies, tracks,
27 and regularly updates key metrics that are used to monitor and

1 improve the agency's performance.

2 Sec. 237. Total authorized appropriations from all sources
3 under part 1 for legacy costs for the fiscal year ending September
4 30, 2016 are \$46,042,200.00. From this amount, total agency
5 appropriations for pension-related legacy costs are estimated at
6 \$26,133,200.00. Total agency appropriations for retiree health care
7 legacy costs are estimated at \$19,909,000.00.

8 **DEPARTMENT INITIATIVES**

9 Sec. 251. From the amounts appropriated in part 1 for invasive
10 species prevention and control, the department shall allocate not
11 less than \$3,600,000.00 for grants for the prevention, detection,
12 eradication, and control of invasive species.

13 **DEPARTMENT SUPPORT SERVICES**

14 Sec. 302. The department may charge land acquisition projects
15 appropriated for the fiscal year ending September 30, 2016, and for
16 prior fiscal years, a standard percentage fee to recover actual
17 costs, and may use the revenue derived to support the land
18 acquisition service charges provided for in part 1.

19 Sec. 303. As appropriated in part 1, the department may charge
20 both application fees and transaction fees related to the exchange
21 or sale of state-owned land or rights in land authorized by part 21
22 of the natural resources and environmental protection act, 1994 PA
23 451, MCL 324.2101 to 324.2162. The fees shall be set by the
24 director of the department at a rate which allows the department to
25 recover its costs for providing these services.

1 **COMMUNICATION AND CUSTOMER SERVICES**

2 Sec. 404. For the purposes of administering the museum store
3 as provided in section 7a of 1913 PA 271, MCL 399.7a, the
4 department is exempt from section 261 of the management and budget
5 act, 1984 PA 431, MCL 18.1261.

6 Sec. 405. As appropriated in part 1, proceeds in excess of
7 costs incurred in the conduct of auctions, sales, or transfers of
8 artifacts no longer considered suitable for the collections of the
9 state historical museum may be expended upon receipt for additional
10 material for the collection. The department shall notify the
11 chairpersons, vice chairpersons, and minority vice chairpersons of
12 the senate and house appropriations subcommittees on natural
13 resources 1 week prior to any auctions or sales. Any unexpended
14 funds may be carried forward into the next succeeding fiscal year.

15 Sec. 406. As appropriated in part 1, funds collected by the
16 department for historical markers; document reproduction and
17 services; conferences, admissions, workshops, and training classes;
18 and the use of specialized equipment, facilities, exhibits,
19 collections, and software shall be used for expenses necessary to
20 provide the required services. The department may charge fees for
21 the aforementioned services, including admission fees. Any
22 unexpended funds may be carried forward into the next succeeding
23 fiscal year.

24 Sec. 408. By October 21, 2015, the department shall submit to
25 the senate and house appropriations subcommittees on natural
26 resources a report on all land transactions approved by the
27 commission in the fiscal year ending September 30, 2015. For each

1 land transaction, the report shall include the size of the parcel,
2 the county and municipality in which the parcel is located, the
3 dollar amount of the transaction, the fund source affected by the
4 transaction, and whether the transaction is by purchase, public
5 auction, transfer, exchange, or conveyance.

6 **WILDLIFE DIVISION**

7 Sec. 501. From the increased funds appropriated in part 1 for
8 wildlife management, the department shall utilize increased federal
9 funding made available from increased firearm and ammunition sales.
10 The purpose of this program expansion is to support the
11 restoration, conservation, management, and enhancement of wildlife
12 habitat on public and private lands.

13 Sec. 503. From the funds appropriated in part 1, the
14 department shall produce a report detailing any efforts undertaken
15 to enforce the invasive species order on swine raised under the
16 husbandry of residents of this state. The report shall include fund
17 sources used and the amount of expenditures and shall be submitted
18 to the legislature by December 31, 2015.

19 Sec. 504. From the funds appropriated in part 1, the
20 department shall provide a report to the legislature on the use of
21 registration fees collected from privately owned cervid operations.
22 Appropriations in part 1 from cervidae licensing and inspection
23 fees shall not be used for anything other than work directly
24 related to the regulation of privately owned cervid operations in
25 this state.

1 **FISHERIES DIVISION**

2 Sec. 601. (1) From the appropriation in part 1 for aquatic
3 resource mitigation, not more than \$758,000.00 shall be allocated
4 for grants to watershed councils, resource development councils,
5 soil conservation districts, local governmental units, and other
6 nonprofit organizations for stream habitat stabilization and soil
7 erosion control.

8 (2) The fisheries division in the department shall develop
9 priority and cost estimates for all projects recommended for grants
10 under subsection (1).

11 Sec. 602. As a condition of expenditure of fisheries
12 management appropriations under part 1, the department of natural
13 resources shall not impede the certification process for water
14 control structures on Michigan waterways. The department of natural
15 resources shall fund from funds appropriated in part 1 all non-
16 water-quality studies or requirements that the department requests
17 of either of the following:

18 (a) The department of environmental quality as a condition for
19 issuance of a certification under section 401 of the federal water
20 pollution control act, 33 USC 1341.

21 (b) The Federal Energy Regulatory Commission as a condition of
22 licensing under the federal power act, 16 USC 791a to 825r.

23 Sec. 603. The department shall provide a quarterly report to
24 the legislature on use of funding provided for cormorant
25 management. The department shall use general fund/general purpose
26 revenue for this purpose and submit revenue appropriated in part 1
27 for cormorant management to the United States Department of

1 Agriculture animal and plant health inspection service to allow for
2 increased taking of cormorants and their nests. If any funds
3 appropriated for cormorant management are retained by the
4 department, or other funds become available for this purpose, the
5 department shall use those funds to harass cormorants with the goal
6 of reducing foraging attempts on fish populations.

7 **PARKS AND RECREATION DIVISION**

8 Sec. 705. From the funds appropriated in part 1, the
9 department shall produce a report detailing a plan to address the
10 capital outlay and maintenance needs in state parks that are
11 identified in the department's fiscal year 2015-2016 capital outlay
12 5-year plan. The report shall be posted on the department's website
13 and submitted to the state budget office, the senate and house
14 appropriations subcommittees on natural resources, and the senate
15 and house fiscal agencies by January 1, 2016.

16 Sec. 706. The department shall work with the state budget
17 office to ensure that the funds appropriated in 2013 PA 102 for the
18 Grand River waterway study continue to be carried forward as a work
19 project per the management and budget act, 1984 PA 431, MCL 18.1101
20 to 18.1594, or until the project is complete.

21 **FOREST RESOURCES DIVISION**

22 Sec. 801. From the increased funds appropriated in part 1 for
23 forest management and timber market development, the department
24 shall utilize funding made available from increased harvest of
25 timber on state forestlands. The purpose of this program expansion

1 is to strategically invest in technology and equipment enhancements
2 to expand the growth of the forest products economy.

3 Sec. 802. Of the funds appropriated in part 1, the department
4 shall, subject to the forest certification process, prescribe
5 treatment on 79,000 acres, prepare appropriate treatment for not
6 less than 67,500 acres at the current average rate of 12.5 to 15
7 cords per acre, and offer those cords for sale in the 2015-2016
8 fiscal year, provided that the department shall take into
9 consideration the impact of timber harvesting on wildlife habitat
10 and recreation uses. The department shall, subject to the forest
11 certification process, increase marking or treatment of hardwood
12 timber for sale and harvest by 10% over 2014-2015 fiscal year
13 levels. In addition, the department shall take into consideration
14 silvicultural analysis and report annually to the legislature on
15 plans and efforts to address factors limiting management of timber.
16 The department shall increase the number of prepared acres if it
17 appears that regional market demand requires increased volumes of
18 harvested timber. The department shall provide quarterly reports on
19 the number of acres treated, pursuant to this section, to the
20 senate and house appropriations subcommittees on natural resources
21 and the standing committees of the senate and house of
22 representatives with primary responsibility for natural resources
23 issues. The department shall complete and deliver these reports no
24 later than 45 days after the end of the fiscal quarter.

25 Sec. 803. In addition to the money appropriated in part 1, the
26 department may receive and expend money from federal sources for
27 the purpose of providing response to wildfires as required by a

1 compact with the federal government. If additional expenditure
2 authorization is required, the department shall notify the state
3 budget office that expenditure under this section is required. The
4 department shall notify the house and senate appropriations
5 subcommittees on natural resources and the house and senate fiscal
6 agencies of the expenditures under this section by November 1,
7 2016.

8 Sec. 805. The department shall spend amounts appropriated in
9 part 1 for forest-related activities to employ or contract for
10 sufficient foresters to mark timber, pursuant to section 802.

11 Sec. 807. (1) In addition to the funds appropriated in part 1,
12 there is appropriated from the disaster and emergency contingency
13 fund up to \$800,000.00 to cover costs related to any disaster as
14 defined in section 2 of the emergency management act, 1976 PA 390,
15 MCL 30.402.

16 (2) Funds appropriated under subsection (1) shall not be
17 expended unless the state budget director recommends the
18 expenditure and the department notifies the house and senate
19 committees on appropriations. By December 1 each year, the
20 department shall provide a report to the senate and house fiscal
21 agencies and the state budget office on the use of the disaster and
22 emergency contingency fund during the prior fiscal year.

23 (3) If Federal Emergency Management Agency (FEMA)
24 reimbursement is approved for costs paid from the disaster and
25 emergency contingency fund, the federal revenue shall be deposited
26 into the disaster and emergency contingency fund.

27 (4) Unexpended and unencumbered funds remaining in the

1 disaster and emergency contingency fund at the close of the fiscal
2 year shall not lapse to the general fund and shall be carried
3 forward and be available for expenditures in subsequent fiscal
4 years.

5 Sec. 808. Using the funds appropriated in part 1, by April 1,
6 2016, the department shall develop a lawful and reasonable plan
7 designed to motivate lessees under state-granted oil and gas leases
8 past their primary term to undertake warranted new operations to
9 ensure that department-managed minerals are fully developed in an
10 orderly manner to increase and optimize production. The plan shall
11 be consistent with department procedure number 2306.E8.

12 LAW ENFORCEMENT

13 Sec. 901. The appropriation in part 1 for snowmobile law
14 enforcement grants shall be used by the department to provide
15 grants to county law enforcement agencies to enforce part 821 of
16 the natural resources and environmental protection act, 1994 PA
17 451, MCL 324.82101 to 324.82161, including rules promulgated under
18 that part and ordinances enacted pursuant to that part. The
19 department shall consider the number of enforcement hours and the
20 number of miles of snowmobile trails in each county in allocating
21 these grants. Any funds not distributed to counties revert back to
22 the snowmobile registration fee subaccount created under section
23 82111 of the natural resources and environmental protection act,
24 1994 PA 451, MCL 324.82111. Counties shall provide semiannual
25 reports to the department on the use of grant money received under
26 this section.

1 Sec. 902. The department shall provide a report on the marine
2 safety grant program to the senate and house appropriations
3 subcommittees on natural resources and the senate and house fiscal
4 agencies by December 1, 2015. The report shall include the
5 following information for the preceding year: the total amount of
6 revenue received for watercraft registrations, the amount deposited
7 into the marine safety fund, and the expenditures made from the
8 marine safety fund, including the amounts expended for department
9 administration, other state agencies, the law enforcement division,
10 and grants to counties. The report shall also include the
11 distribution methodology used by the department to distribute the
12 marine safety grants and a list of the grants and the amounts
13 awarded by county.

14 GRANTS

15 Sec. 1001. Federal pass-through funds to local institutions
16 and governments that are received in amounts in addition to those
17 included in part 1 for grants to communities - federal oil, gas,
18 and timber payments and that do not require additional state
19 matching funds are appropriated for the purposes intended. By
20 November 30, 2015, the department shall report to the senate and
21 house appropriations subcommittees on natural resources, the senate
22 and house fiscal agencies, and the state budget director on all
23 amounts appropriated under this section during the fiscal year
24 ending September 30, 2015.

25 CAPITAL OUTLAY

1 Sec. 1103. The appropriations in part 1 for capital outlay
2 shall be carried forward at the end of the fiscal year consistent
3 with the provisions of section 248 of the management and budget
4 act, 1984 PA 431, MCL 18.1248.

5 PART 2A

6 PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS

7 FOR FISCAL YEAR 2016-2017

8 GENERAL SECTIONS

9 Sec. 2001. It is the intent of the legislature to provide
10 appropriations for the fiscal year ending on September 30, 2017 for
11 the line items listed in part 1. The fiscal year 2016-2017
12 appropriations are anticipated to be the same as those for fiscal
13 year 2015-2016, except that the line items will be adjusted for
14 changes in caseload and related costs, federal fund match rates,
15 economic factors, and available revenue. These adjustments will be
16 determined after the January 2016 consensus revenue estimating
17 conference.

18 ARTICLE XVI

19 DEPARTMENT OF STATE POLICE

20 PART 1

21 LINE-ITEM APPROPRIATIONS

22 Sec. 101. There is appropriated for the department of state
23 police for the fiscal year ending September 30, 2016, from the

1 following funds:

2 **DEPARTMENT OF STATE POLICE**

3 APPROPRIATION SUMMARY

4	Full-time equated unclassified positions.....	3.0	
5	Full-time equated classified positions.....	3,118.0	
6	GROSS APPROPRIATION.....		\$ 620,837,400
7	Interdepartmental grant and intradepartmental		
8	transfer revenues:		
9	Total interdepartmental grants and intradepartmental		
10	transfers		26,224,300
11	ADJUSTED GROSS APPROPRIATION.....		\$ 594,613,100
12	Federal revenues:		
13	Total federal revenues.....		87,945,900
14	Special revenue funds:		
15	Total local revenues.....		5,456,700
16	Total private revenues.....		76,700
17	Total other state restricted revenues.....		124,828,200
18	State general fund/general purpose.....		\$ 376,305,600
19	State general fund/general purpose schedule:		
20	Ongoing state general fund/general		
21	purpose	372,605,600	
22	One-time state general fund/general		
23	purpose	3,700,000	
24	Sec. 102. UNCLASSIFIED POSITIONS		
25	Full-time equated unclassified positions.....	3.0	
26	Unclassified positions--3.0 FTE positions.....		\$ <u>585,500</u>
27	GROSS APPROPRIATION.....		\$ 585,500

1	Appropriated from:	
2	Interdepartmental grant and intradepartmental	
3	transfer revenues:	
4	Total interdepartmental grants and intradepartmental	
5	transfers	7,500
6	Special revenue funds:	
7	Total other state restricted revenues	378,500
8	State general fund/general purpose	\$ 199,500
9	Sec. 103. EXECUTIVE DIRECTION AND DEPARTMENTAL	
10	SERVICES	
11	Full-time equated classified positions.....	104.0
12	Executive direction and departmental services--	104.0
13	FTE positions	\$ <u>76,742,900</u>
14	GROSS APPROPRIATION.....	\$ 76,742,900
15	Appropriated from:	
16	Interdepartmental grant and intradepartmental	
17	transfer revenues:	
18	Total interdepartmental grants and intradepartmental	
19	transfers	785,800
20	Federal revenues:	
21	Total federal revenues	1,314,000
22	Special revenue funds:	
23	Total local revenues	1,116,300
24	Total other state restricted revenues	12,051,300
25	State general fund/general purpose	\$ 61,475,500
26	Sec. 104. LAW ENFORCEMENT SERVICES	
27	Full-time equated classified positions.....	507.0

1	Law enforcement services--507.0 FTE positions	\$	<u>97,949,700</u>
2	GROSS APPROPRIATION.....	\$	97,949,700
3	Appropriated from:		
4	Interdepartmental grant and intradepartmental		
5	transfer revenues:		
6	Total interdepartmental grants and intradepartmental		
7	transfers		6,147,800
8	Federal revenues:		
9	Total federal revenues.....		17,403,700
10	Special revenue funds:		
11	Total local revenues.....		598,600
12	Total other state restricted revenues.....		34,704,600
13	State general fund/general purpose.....	\$	39,095,000
14	Sec. 105. COMMISSION ON LAW ENFORCEMENT STANDARDS		
15	Full-time equated classified positions..... 18.0		
16	Commission on law enforcement standards--18.0 FTE		
17	positions	\$	<u>9,918,500</u>
18	GROSS APPROPRIATION.....	\$	9,918,500
19	Appropriated from:		
20	Federal revenues:		
21	Total federal revenues.....		174,900
22	Special revenue funds:		
23	Total other state restricted revenues.....		8,852,000
24	State general fund/general purpose.....	\$	891,600
25	Sec. 106. FIELD SERVICES		
26	Full-time equated classified positions..... 2,003.0		
27	Field services--2,003.0 FTE positions	\$	<u>299,934,300</u>

1	GROSS APPROPRIATION.....	\$	299,934,300
2	Appropriated from:		
3	Interdepartmental grant and intradepartmental		
4	transfer revenues:		
5	Total interdepartmental grants and intradepartmental		
6	transfers		6,706,100
7	Federal revenues:		
8	Total federal revenues.....		6,512,300
9	Special revenue funds:		
10	Total local revenues.....		2,062,900
11	Total other state restricted revenues.....		43,765,200
12	State general fund/general purpose.....	\$	240,887,800
13	Sec. 107. SPECIALIZED SERVICES		
14	Full-time equated classified positions.....		485.0
15	Specialized services--485.0 FTE positions.....	\$	<u>120,940,800</u>
16	GROSS APPROPRIATION.....	\$	120,940,800
17	Appropriated from:		
18	Interdepartmental grant and intradepartmental		
19	transfer revenues:		
20	Total interdepartmental grants and intradepartmental		
21	transfers		12,577,100
22	Federal revenues:		
23	Total federal revenues.....		62,541,000
24	Special revenue funds:		
25	Total local revenues.....		1,678,900
26	Total private revenues.....		76,700
27	Total other state restricted revenues.....		14,010,900

1	State general fund/general purpose	\$	30,056,200
2	Sec. 108. SECONDARY ROAD PATROL		
3	Full-time equated classified positions	1.0	
4	Secondary road patrol program--1.0 FTE position	\$	<u>11,065,700</u>
5	GROSS APPROPRIATION	\$	11,065,700
6	Appropriated from:		
7	Special revenue funds:		
8	Total other state restricted revenues		11,065,700
9	State general fund/general purpose	\$	0
10	Sec. 109. ONE-TIME APPROPRIATIONS		
11	One-time appropriations	\$	<u>3,700,000</u>
12	GROSS APPROPRIATION	\$	3,700,000
13	Appropriated from:		
14	State general fund/general purpose	\$	3,700,000

15 PART 1B

16 SUPPLEMENTAL LINE-ITEM APPROPRIATIONS

17 Sec. 151. There is appropriated for the department of state

18 police for the fiscal year ending September 30, 2015, from the

19 following funds:

20 **DEPARTMENT OF STATE POLICE**

21 APPROPRIATION SUMMARY

22	GROSS APPROPRIATION	\$	1,000,000
23	Total interdepartmental grants and intradepartmental		
24	transfers		0
25	ADJUSTED GROSS APPROPRIATION	\$	1,000,000

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.....	0
7	State general fund/general purpose.....	\$ 1,000,000
8	Sec. 152. FIELD SERVICES	
9	Field services.....	\$ <u>1,000,000</u>
10	GROSS APPROPRIATION.....	\$ 1,000,000
11	Appropriated from:	
12	State general fund/general purpose.....	\$ 1,000,000

13 PART 2

14 PROVISIONS CONCERNING APPROPRIATIONS

15 FOR FISCAL YEAR 2015-2016

16 **GENERAL SECTIONS**

17 Sec. 201. Pursuant to section 30 of article IX of the state

18 constitution of 1963, total state spending from state resources

19 under part 1 for fiscal year 2015-2016 is \$501,133,800.00 and state

20 spending from state resources to be paid to local units of

21 government for fiscal year 2015-2016 is \$15,464,100.00. The

22 itemized statement below identifies appropriations from which

23 spending to local units of government will occur:

24 DEPARTMENT OF STATE POLICE

25	Commission on law enforcement standards.....	\$ 3,839,900
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1	Specialized services	669,200
2	Secondary road patrol program.....	<u>10,955,000</u>
3	TOTAL.....	\$ 15,464,100

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

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

8 (a) "AFIS" means the automated fingerprint identification
9 system.

10 (b) "CJIC" means the criminal justice information center.

11 (c) "CJIS" means Criminal Justice Information Systems.

12 (d) "Core service" means that phrase as defined in section 373
13 of the management and budget act, 1984 PA 431, MCL 18.1373.

14 (e) "Department" means the department of state police.

15 (f) "DHS" means the United States Department of Homeland
16 Security.

17 (g) "DNA" means deoxyribonucleic acid.

18 (h) "DOJ" means the United States Department of Justice.

19 (i) "DOT" means the United States Department of
20 Transportation.

21 (j) "DTMB" means the department of technology, management, and
22 budget.

23 (k) "FEMA" means the Federal Emergency Management Agency.

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

25 (m) "IDG" means interdepartmental grant.

26 (n) "IDT" means intradepartmental transfer.

27 (o) "LEIN" means the law enforcement information network.

1 (p) "MCOLES" means Michigan commission on law enforcement
2 standards.

3 (q) "MDOC" means the Michigan department of corrections.

4 (r) "MDOS" means the Michigan department of state.

5 (s) "MDOT" means the Michigan department of transportation.

6 (t) "MDTR" means the Michigan department of treasury.

7 (u) "SRMS" means state records management system.

8 (v) "Subcommittees" means all members of the subcommittees of
9 the senate and house standing committees on appropriations with
10 jurisdiction over the budget for the department.

11 (w) "Support service" means that phrase as defined in section
12 373 of the management and budget act, 1984 PA 431, MCL 18.1373.

13 (x) "Work project" means that term as defined in section 404
14 of the management and budget act, 1984 PA 431, MCL 18.1404, and
15 that meets the criteria in section 451a(1) of the management and
16 budget act, 1984 PA 431, MCL 18.1451a.

17 Sec. 204. The following are the appropriations from part 1 for
18 interdepartmental grant funds received by the department from
19 sources outside the department: \$2,842,000.00 from training academy
20 charges; \$339,600.00 from the department of corrections contract;
21 \$364,100.00 from the department of state; \$11,413,900.00 from the
22 department of transportation - state trunkline funds; \$6,123,400.00
23 from casino gaming fees; \$678,100.00 from the department of
24 treasury - emergency telephone fund coordinator; and \$737,600.00
25 from the department of treasury - emergency telephone fund
26 operations.

27 Sec. 205. (1) The following are the appropriations from part 1

for interdepartmental grant funds made from the department to other departments:

Attorney general - operations.....	\$	251,800
Attorney general - justice training grant.....		162,400
Environmental quality.....		1,720,100
Judiciary - justice training grant.....		339,200
Military and veterans affairs.....		99,300
DTMB - building occupancy charges.....		8,671,500
DTMB - accounting service center.....		1,036,600
DTMB - information technology.....		23,883,000

(2) Based on the availability of federal funding and the demonstrated need as indicated by applications submitted to the state court administrative office, the department shall provide \$1,500,000.00 in Byrne justice assistance grant program funding to the judiciary by interdepartmental grant.

Sec. 206. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed \$10,000,000.00 for federal contingency funds. These funds are not available for expenditure until they have been transferred to another line item in part 1 under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

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

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

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

13 Sec. 207. The department shall cooperate with the department
14 of technology, management, and budget to maintain a searchable
15 website that is accessible by the public at no cost that includes,
16 but is not limited to, all of the following:

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 and agencies receiving appropriations
26 in part 1 shall use the Internet to fulfill the reporting
27 requirements of this part. This requirement may include

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

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

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

21 Sec. 215. A department or state agency shall not take
22 disciplinary action against an employee for communicating with a
23 member of the legislature or his or her staff.

24 Sec. 216. (1) Notwithstanding any other provision of this
25 part, the schedules of programs listed below may, but are not
26 required to be, funded under this part or part 1:

27 (a) The schedule of programs for executive direction and

departmental services appropriated in section 103 includes the following:

Departmentwide.....	\$ 37,836,600
Departmental services.....	6,862,300
Executive direction.....	7,970,200
Information technology services and projects	24,073,800

(b) The schedule of programs for law enforcement services appropriated in section 104 includes the following:

Biometrics and identification.....	\$ 7,633,200
Criminal justice information center.....	17,945,300
Forensic science.....	42,077,200
Grants and community services.....	17,516,800
Training.....	12,777,200

(c) The schedule of programs for commission on law enforcement standards appropriated in section 105 includes the following:

Public safety officers benefit program.....	\$ 150,500
Standards and training/justice training grants	9,120,700
Training only to local units.....	647,300

(d) The schedule of programs for field services appropriated in section 106 includes the following:

Casino gaming oversight.....	\$ 5,949,000
General law enforcement and criminal investigations ..	287,931,700
Michigan International Speedway traffic control	831,900
Tobacco tax fraud investigations.....	5,221,700

(e) The schedule of programs for specialized services appropriated in section 107 includes the following:

Commercial vehicle enforcement.....	\$ 25,306,900
-------------------------------------	---------------

1	Commercial vehicle regulation.....	2,772,200
2	Emergency management and homeland security.....	49,852,400
3	Highway safety planning.....	16,121,000
4	Special operations.....	26,888,300

5 (f) The schedule of programs for one-time appropriations
6 appropriated in section 109 includes the following:

7	Trooper school.....	\$ 3,200,000
8	Sexual assault prevention and education initiative...	500,000

9 (2) Notwithstanding any other provision of this part, revenues
10 in part 1 may or may not be received from the funding entities or
11 fund sources or in the amounts listed in the following schedule of
12 revenues:

13	IDG-MDOC, contract.....	\$ 339,600
14	IDG-MDOS.....	364,100
15	IDG-MDOT, state trunkline fund.....	11,413,900
16	IDG-MDTR, casino gaming fees.....	6,123,400
17	IDG-MDTR, emergency telephone fund coordinator.....	678,100
18	IDG-MDTR, emergency telephone fund operations.....	737,600
19	IDG, training academy charges.....	2,842,000
20	IDT, auto theft funds.....	760,100
21	IDT, Michigan justice training fund.....	1,050,000
22	IDT, truck safety fund.....	1,915,500
23	DHS.....	41,902,000
24	DOJ.....	12,925,500
25	DOJ, interest-bearing.....	8,142,000
26	DOT.....	23,352,200
27	Federal investigation - reimbursed services.....	1,087,400

1	Federal forfeiture revenue.....	536,800
2	Local - AFIS fees.....	81,900
3	Local - LEIN fees.....	1,022,700
4	Local - reimbursed services.....	2,062,900
5	Local - school bus revenue.....	1,690,600
6	Local - SRMS fees.....	598,600
7	Private donations.....	76,700
8	Auto theft prevention fund.....	7,704,400
9	Criminal justice information center service fees....	22,787,300
10	Drunk driving prevention and training fund.....	1,443,900
11	Forensic science reimbursement fees.....	1,541,700
12	Hazardous materials training center fees.....	1,193,600
13	Highway safety fund.....	11,088,000
14	Michigan justice training fund.....	8,491,700
15	Michigan merit award trust fund.....	793,100
16	Motor carrier fees.....	7,680,300
17	Narcotics-related forfeiture revenue.....	813,600
18	Nonnarcotic forfeiture revenue.....	99,000
19	Nuclear plant emergency planning reimbursement.....	2,676,100
20	Precision driving track fees.....	323,200
21	Private security licensing fees.....	9,100
22	Reimbursed services.....	1,248,900
23	Rental of department aircraft.....	59,400
24	Secondary road patrol and training fund.....	12,277,300
25	Sex offenders registration fund.....	608,700
26	State forensic laboratory fund.....	1,762,800
27	State police service fees.....	2,282,500

1	State services fee fund.....	7,938,400
2	Tobacco tax revenue.....	4,434,700
3	Traffic crash revenue.....	335,200
4	Traffic law enforcement and safety fund.....	25,215,500
5	Trooper school recruitment fund.....	1,100
6	Truck driver safety fund.....	2,018,700

7 (3) Any funding required by statute is not subject to funding
8 flexibility and shall be funded in accordance with that statute.

9 Sec. 218. The departments and agencies receiving
10 appropriations in part 1 shall prepare a report on out-of-state
11 travel expenses not later than January 1 of each year. The travel
12 report shall be a listing of all travel by classified and
13 unclassified employees outside this state in the immediately
14 preceding fiscal year that was funded in whole or in part with
15 funds appropriated in the department's budget. The report shall be
16 submitted to the senate and house appropriations committees, the
17 senate and house fiscal agencies, and the state budget director.
18 The report shall include the following information:

19 (a) The dates of each travel occurrence.

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

25 Sec. 219. (1) The department shall provide quarterly reports
26 to the subcommittees, the senate and house fiscal agencies, and the
27 state budget office that provide the following data:

1 (a) A list of major work projects, including the status of
2 each project.

3 (b) The department's financial status, featuring a report of
4 budgeted versus actual expenditures by part 1 line item including a
5 year-end projection of budget requirements. If projected department
6 budget requirements exceed the allocated budget, the report shall
7 include a plan to reduce overall expenses while still satisfying
8 specified service level requirements.

9 (c) A report on the performance metrics cited or information
10 required to be reported in this part, reasons for nonachievement of
11 metric targets, and proposed corrective actions.

12 (2) The department shall provide a summary of fund shifts,
13 that have been approved by the state budget office, that have
14 occurred between items listed in the schedule of programs described
15 in section 216 on a quarterly basis to the subcommittees and the
16 senate and house fiscal agencies.

17 Sec. 221. The appropriations in part 1 are for the core
18 services, support services, and work projects of the department,
19 including, but not limited to, the following core services:

20 (a) State executive security, including capitol complex
21 security.

22 (b) Training.

23 (c) Commission on law enforcement standards.

24 (d) Criminal justice information systems.

25 (e) Scientific analysis and identification, including
26 laboratory operations, DNA analysis program, and biometrics and
27 identification.

1 (f) General law enforcement and traffic safety.

2 (g) Criminal investigations, including tobacco tax fraud
3 investigations and fire investigations.

4 (h) Special operations.

5 (i) Commercial vehicle regulation and enforcement.

6 (j) Emergency management and homeland security.

7 (k) Highway safety planning.

8 (l) Secondary road patrol program.

9 Sec. 222. The department shall notify the subcommittees, the
10 chairpersons of the senate and house standing committees on
11 appropriations, and the senate and house fiscal agencies not less
12 than 90 days before recommending to close or consolidate any state
13 police posts. The notification shall include a local and state
14 impact study of the proposed post closure or consolidation.

15 Sec. 223. At least 90 days before beginning any effort to
16 privatize, the department shall submit a complete project plan to
17 the subcommittees and the senate and house fiscal agencies. The
18 plan shall include the criteria under which the privatization
19 initiative will be evaluated. The evaluation shall be completed and
20 submitted to the subcommittees and the senate and house fiscal
21 agencies within 30 months.

22 Sec. 224. Funds appropriated in part 1 or this part shall not
23 be used by a principal executive department, state agency, or
24 authority to hire a person to provide legal services that are the
25 responsibility of the attorney general. This prohibition does not
26 apply to legal services for bonding activities and for those
27 activities that the attorney general authorizes.

1 Sec. 226. (1) When the department provides contractual
2 services to a local unit of government, the department shall be
3 reimbursed for all costs incurred in providing the services,
4 including, but not limited to, retirement and overtime costs.

5 (2) The department shall define service cost models for those
6 services requiring reimbursement.

7 (3) Contractual services provided to an entity other than a
8 local unit of government may be provided by department personnel,
9 but only on an overtime basis outside the normal work schedule of
10 the personnel.

11 (4) This section does not apply to services provided to state
12 agencies.

13 Sec. 228. 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 appropriations lapses at the
16 close of the prior fiscal year. This report shall summarize the
17 projected year-end general fund/general purpose appropriations
18 lapses by major departmental program or program areas. The report
19 shall be transmitted to the office of the state budget, the
20 chairpersons of the senate and house appropriations committees, the
21 subcommittees, and the senate and house fiscal agencies.

22 Sec. 229. 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 subcommittees, and the senate and house fiscal agencies
26 with an annual report on estimated state restricted fund balances,
27 state restricted fund projected revenues, and state restricted fund

1 expenditures for the preceeding and current fiscal years.

2 Sec. 230. The department shall maintain, on a publicly
3 accessible website, a department scorecard that identifies, tracks,
4 and regularly updates key metrics that are used to monitor and
5 improve the department's performance.

6 Sec. 232. The department shall serve as an active liaison
7 between the DTMB and state, local, regional, and federal public
8 safety agencies on matters pertaining to the Michigan public safety
9 communications system and shall report user issues to the DTMB.

10 Sec. 233. Total authorized appropriations from all sources
11 under part 1 for legacy costs for the fiscal year ending September
12 30, 2016 are \$123,378,400.00. From this amount, total agency
13 appropriations for pension-related legacy costs are estimated at
14 \$67,221,200.00, and total agency appropriations for retiree health
15 care legacy costs are estimated at \$56,157,300.00.

16 Sec. 235. The department shall initiate discussions with the
17 city of Wayland regarding a potential partnership between the city
18 and the department for a joint public safety building located in
19 the city.

20 Sec. 238. Money privately donated to the department is
21 appropriated under part 1 to be used for the purposes designated by
22 the donor of the money, if specified.

23 Sec. 240. In addition to the metrics required under section
24 447 of the management and budget act, 1984 PA 431, MCL 18.1447, for
25 each new program or program enhancement for which funds in excess
26 of \$500,000.00 are appropriated in part 1, the department shall
27 provide not later than November 1, 2015 a list of program-specific

1 metrics intended to measure its performance based on a return on
2 taxpayer investment. The department shall deliver the program-
3 specific metrics to members of the senate and house subcommittees
4 that have subject matter jurisdiction for this budget, fiscal
5 agencies, and the state budget director. The department shall
6 provide an update on its progress in tracking program-specific
7 metrics and the status of program success at an appropriations
8 subcommittee meeting called for by the subcommittee chair.

9 Sec. 250. The department shall participate in a workgroup to
10 investigate means of minimizing fraud in the MIBridges benefits
11 programs. The members of the workgroup shall include, but are not
12 limited to, the department and the department of health and human
13 services, the department of state, and members of the house of
14 representatives and the senate. The workgroup shall, at a minimum,
15 address the following possibilities and make recommendations on the
16 implementation of any of the following items considered feasible:

17 (a) Whether the department of health and human services'
18 policies concerning the replacement of lost bridge cards
19 sufficiently deter improper use of those cards.

20 (b) What technologies may exist to deter the sale or other
21 improper use of bridge cards.

22 (c) Whether a state driver license or state identification
23 card might be used to replace the existing bridge cards.

24 (d) What federal policies exist that may inhibit or enhance
25 adoption of fraud minimization actions.

26 **EXECUTIVE DIRECTION AND DEPARTMENTAL SERVICES**

1 Sec. 301. (1) The department shall provide security services
2 at the State Capitol Complex facilities and the State Secondary
3 Complex as provided under section 6c of 1935 PA 59, MCL 28.6c.

4 (2) The department shall maintain the staff and resources
5 necessary to respond to emergencies at the State Capitol Complex,
6 State Secondary Complex, House Office Building, Farnum Building,
7 Capitol parking lot, Townsend Parking Ramp, the Roosevelt Parking
8 Ramp, and other areas as directed.

9 (3) The department shall pursue federal grants to improve the
10 security at the Capitol Building.

11 (4) The department may develop a phased approach for improving
12 security at the Capitol Building.

13 (5) The department shall dedicate a minimum of 27,000 patrol
14 hours for the State Capitol Complex facilities.

15 Sec. 304. The department shall provide administrative support
16 for department operations, as provided under the management and
17 budget act, 1984 PA 431, MCL 18.1101 to 18.1594, including the
18 following:

19 (a) The operations of the automobile theft prevention
20 authority.

21 (b) Administration of the Edward Byrne memorial justice
22 assistance program.

23 (c) Asset forfeiture reporting requirements.

24 (d) Oversight and administration of 9-1-1 operations
25 statewide.

26 **LAW ENFORCEMENT SERVICES**

1 Sec. 401. (1) The department shall maintain the staffing and
2 resources necessary to exercise the authority, powers, functions,
3 and responsibilities concerning the development and delivery of
4 professional, innovative, and quality training that supports the
5 enforcement and public safety efforts of the criminal justice
6 community.

7 (2) The department shall provide performance data as provided
8 under section 219 for average classroom occupancy rate, with an
9 annual goal of 55%.

10 (3) The department shall submit a report to the subcommittees
11 and the senate and house fiscal agencies within 60 days of the
12 conclusion of any trooper, motor carrier, or state properties
13 security recruit school. The report shall include the following:

14 (a) The number of veterans and the number of MCOLES-certified
15 police officers who were admitted to and the number who graduated
16 from the recruit school.

17 (b) The total number of recruits who were admitted to the
18 school, the number of recruits who graduated from the school, and
19 the location at which each of these recruits is assigned.

20 (4) The department shall distribute and review course
21 evaluations to ensure that quality training is provided.

22 Sec. 402. (1) In accordance with applicable state and federal
23 laws and regulations, the department shall maintain and ensure
24 compliance with CJIS databases and applications in the support of
25 public safety and law enforcement communities

26 (2) The department shall improve the accuracy, timeliness, and
27 completeness of criminal history information by conducting a

1 minimum of 30 outreach activities targeted to criminal justice
2 agencies.

3 (3) The department shall provide for the compilation of crime
4 statistics consistent with the uniform crime reporting (UCR)
5 program and the national incident-based report system (NIBRS).

6 (4) The department shall provide for the compilation and
7 evaluation of traffic crash reports and the maintenance of the
8 state accident data collection system.

9 (5) The department shall make traffic crash information
10 available to the public at a reasonable cost. For bulk access to
11 the accident records in which the vehicle identification number has
12 been collected and computerized, the department shall make those
13 records available to the public at cost, provided that the name and
14 address have been excluded.

15 (6) In accordance with applicable state and federal laws and
16 regulations, the department shall provide for the maintenance and
17 dissemination of criminal history records and juvenile records,
18 including to the extent necessary to exchange criminal history
19 records information with the Federal Bureau of Investigation and
20 other states through the interstate identification index, the
21 National Crime Information Center, and other federal CJIS databases
22 and indices.

23 (7) In accordance with applicable state and federal laws, the
24 department shall provide for the maintenance of records, including
25 criminal history records regarding firearms licensure.

26 (8) The department shall provide to the legislature a report
27 not later than December 1, 2016 that includes all of the following:

1 (a) The department's actual revenue received from fees paid
2 for concealed pistol license (CPL) applications for fiscal year
3 2015-2016 and the uses of that revenue.

4 (b) The department's fiscal year 2015-2016 costs for
5 administering its responsibilities under 2015 PA 3, MCL 28.421 to
6 28.435, but not including costs related to the administration of
7 other state statutes, or requirements of federal law.

8 (c) An itemization of the fiscal year 2015-2016 revenue,
9 source of revenue, expenditures, purpose of expenditures, and
10 amount remaining at the end of fiscal year 2015-2016 for the
11 concealed weapon enforcement fund created under section 5v of 1927
12 PA 372, MCL 28.425v.

13 (9) The department shall maintain the staff and resources
14 necessary to maintain the sex offender registry and enforce the
15 registration requirements as provided by law.

16 (10) The department shall provide information on the number of
17 background checks processed through the internet criminal history
18 access tool (ICHAT) as provided in section 219.

19 (11) The following unexpended and unencumbered revenues
20 deposited into the criminal justice information service fee fund
21 shall not lapse to the general fund, but shall be carried forward
22 into the subsequent fiscal year:

23 (a) Fees for fingerprinting and criminal record checks and
24 name-based criminal record checks pursuant to 1935 PA 120, MCL
25 28.271 to 28.273.

26 (b) Fees for application and licensing for initial and renewal
27 concealed pistol licenses pursuant to 1927 PA 372, MCL 28.421 to

1 28.435.

2 (c) Fees for searching, copying, and providing public records
3 pursuant to the freedom of information act, 1976 PA 442, MCL 15.231
4 to 15.246.

5 (d) Revenue from other sources, including, but not limited to,
6 investment and interest earnings.

7 (12) Unexpended and unencumbered revenue generated by state
8 records management system fees shall not lapse to the general fund,
9 but shall be carried forward into the subsequent fiscal year.

10 Sec. 403. (1) The department shall provide forensic testing
11 services to aid in criminal investigations.

12 (2) The department shall ensure its ability to maintain
13 accreditation by the American Society of Crime Laboratory
14 Directors/Laboratory Accreditation Board (ASCLD/LAB), or other
15 federally designated accrediting agency, as provided under 42 USC
16 14132.

17 (3) The department shall provide forensic science services
18 with an average turnaround time of 55 days, assuming an annual
19 caseload volume commensurate with that received in fiscal year
20 2012-2013, and shall achieve a goal of a 30-day average turnaround
21 time across all forensic science disciplines by December 31, 2016.

22 (4) The department shall provide the following data as
23 provided in section 219:

24 (a) The average turnaround time for processing forensic
25 evidence across all disciplines.

26 (b) Forensic laboratory staffing levels, including scientists
27 in training, and vacancies.

1 (c) The number of backlogged cases in each discipline.

2 (5) The department shall maintain the staffing and resources
3 necessary to provide lab operations services with a goal of
4 decreasing firearms backlog by 20% per year until eliminated,
5 assuming an annual caseload volume of 5,200 cases received.

6 (6) The department shall maintain the staffing and resources
7 necessary to provide lab operations services with a goal of
8 decreasing toxicology backlog by 15% per year until eliminated,
9 assuming an annual caseload volume of 20,000 cases received.

10 (7) The department shall explore an information technology
11 interface between the Michigan state police forensic science
12 division and at least 1 judicial system. This interface shall allow
13 state police forensic scientists to triage their investigations
14 based upon the status of judicial casework and allow court
15 officials to obtain the status of forensic studies pertinent to the
16 cases before their court. The interface should be scalable to
17 support all judicial systems throughout the state and be designed
18 in such a way as to allow courts to retain their current case
19 management system and still access the forensic science case data
20 if so desired.

21 (8) The department shall provide for the forensic testing and
22 analysis/profiling of DNA evidence to aid criminal investigations
23 by law enforcement agencies in this state.

24 (9) If changes are made to the department's protocol for
25 retaining and purging DNA analysis samples and records, the
26 department shall post a copy of the protocol changes on the
27 department's website.

1 (10) The department shall maintain the staffing and resources
2 necessary to provide DNA analysis services with a goal of
3 decreasing backlogs by 15% per year until eliminated, assuming an
4 annual caseload volume of 10,500 cases received.

5 (11) The department shall establish the sexual assault kit
6 initiative in the current fiscal year. The purpose of this new
7 initiative is to improve the turnaround times for the collection,
8 submission, and timely testing of all criminal sexual conduct kits
9 and, ultimately, to improve the overall clearance rates for sexual
10 assault cases.

11 (12) Not later than October 31 of the subsequent fiscal year,
12 the department shall submit a report to the subcommittees and
13 senate and house fiscal agencies that shall include, but is not
14 limited to, all of the following information:

15 (a) Sexual assault kit analysis backlog at the beginning of
16 the current fiscal year.

17 (b) The number of sexual assault kits collected or submitted
18 for analysis during the current fiscal year.

19 (c) The number of sexual assault kits analyzed and the number
20 of associated DNA profiles created and uploaded during the current
21 fiscal year.

22 (d) Sexual assault kit analysis backlog at the ending of the
23 current fiscal year.

24 (e) The average turnaround time to analyze sexual assault kits
25 and to create and upload associated DNA profiles for the current
26 fiscal year.

27 Sec. 404. (1) The biometrics and identification division shall

1 house and manage the automated fingerprint identification system
2 (AFIS), the statewide network of agency photographs (SNAP), and
3 combined offender DNA index system (CODIS) biometric databases.

4 (2) The department shall provide data on the number of 10-
5 print and palm-print submissions to the AFIS database, with a goal
6 of at least 97% of submissions provided electronically as provided
7 in section 219.

8 (3) The department shall maintain the staffing and resources
9 necessary to have a 28-day average wait time for scheduling a
10 polygraph examination, assuming an annual caseload received
11 commensurate with fiscal year 2012-2013, with a goal of achieving a
12 15-day average wait time.

13 (4) The department shall provide information on the number of
14 fingerprint checks processed as provided in section 219.

15 **COMMISSION ON LAW ENFORCEMENT STANDARDS**

16 Sec. 501. (1) MCOLES shall maintain the staffing and resources
17 necessary to exercise the authority, powers, functions, and
18 responsibilities necessary to establish standards for the
19 selection, employment, training, education, licensing, and
20 revocation of all law enforcement officers and provide the basic
21 law enforcement training curriculum for law enforcement training
22 academy programs statewide.

23 (2) MCOLES shall maintain staffing and resources necessary to
24 update law enforcement standards within 30 days of the effective
25 date of any new legislation.

1 **FIELD SERVICES**

2 Sec. 601. (1) Department enlisted personnel who are employed
3 to enforce traffic laws as provided in section 629e of the Michigan
4 vehicle code, 1949 PA 300, MCL 257.629e, shall not be prohibited
5 from responding to crimes in progress or other emergency situations
6 and are responsible for making every effort to protect all
7 residents of this state.

8 (2) The department shall maintain the staffing and resources
9 necessary to continually work to enhance traffic safety throughout
10 the state and shall dedicate a minimum of 315,000 hours to
11 statewide patrol, of which a minimum of 30,000 shall be committed
12 to distressed cities in this state, and 4,000 shall be committed to
13 Belle Isle.

14 (3) The department shall maintain the staffing and resources
15 necessary to perform activities to maintain a 93% compliance rate
16 for reporting by registered sex offenders.

17 (4) The department shall submit a report on or before December
18 1 to the subcommittees and senate and house fiscal agencies
19 regarding the secure cities partnership during the prior fiscal
20 year.

21 Sec. 602. (1) The department shall identify and apprehend
22 criminals through criminal investigations in this state.

23 (2) The department shall maintain the staffing and resources
24 necessary to provide a comparable number of hours investigating
25 crimes as those performed in fiscal year 2012-2013.

26 (3) The department shall maintain the staffing and resources
27 necessary to annually meet or exceed a case clearance rate of 60%.

1 (4) The department shall annually provide 4 training
2 opportunities to local law enforcement partners with the goal of
3 increasing their knowledge of gambling laws, trends, and legal
4 issues.

5 Sec. 603. (1) The department shall provide protection to this
6 state, its economy, welfare, and vital state-sponsored programs
7 through the prevention and suppression of organized smuggling of
8 untaxed tobacco products in the state, through enforcement of the
9 tobacco products tax act, 1993 PA 327, MCL 205.421 to 205.436, and
10 other laws pertaining to combating criminal activity in this state,
11 by maintaining a tobacco tax enforcement unit.

12 (2) The department shall submit an annual report on December 1
13 to the subcommittees, the senate and house appropriations
14 subcommittees on general government, and the senate and house
15 fiscal agencies that details expenditures and activities related to
16 tobacco tax enforcement for the prior fiscal year.

17 (3) The tobacco tax enforcement unit shall dedicate a minimum
18 of 16,600 hours to tobacco tax enforcement.

19 Sec. 604. (1) The department shall provide fire investigation
20 services to citizens of this state through training and
21 investigative assistance to public safety agencies in this state.

22 (2) The department shall maintain the staffing and resources
23 necessary to maintain readiness to respond appropriately to at
24 least the number of requests for fire investigation services that
25 occurred in fiscal year 2010-2011 and shall be available for call
26 out statewide 100% of the time.

1 **SPECIALIZED SERVICES**

2 Sec. 701. (1) The department shall provide specialized
3 services in support of, and to enhance, local, state, and federal
4 law enforcement operations within this state in accordance with all
5 applicable state and federal laws and regulations.

6 (2) The department shall operate the Michigan intelligence
7 operation center for homeland security as the state's primary
8 federally designated fusion center to receive, analyze, gather, and
9 disseminate threat-related information among federal, state, local,
10 tribal, and private sector partners.

11 (3) The department shall ensure public safety by providing
12 public and private sector partners with timely and accurate
13 information regarding critical information key resource threats as
14 reported to or discovered by the Michigan intelligence operations
15 center for homeland security and shall increase public awareness on
16 how to report suspicious activity through website or telephone
17 communications.

18 (4) The department shall maintain the staffing and resources
19 necessary to provide training to maintain readiness to respond
20 appropriately to at least the number of requests for specialty
21 services which occurred in fiscal year 2010-2011.

22 (5) The canine unit shall be available for call out statewide
23 100% of the time.

24 (6) The bomb squad unit shall be available for call out
25 statewide 100% of the time.

26 (7) The emergency support teams shall be available for call
27 out statewide 100% of the time.

1 (8) The underwater recovery unit shall be available for call
2 out statewide 100% of the time.

3 (9) Aviation services shall be available for call out
4 statewide 100% of the time, unless prohibited by weather or
5 unexpected mechanical breakdowns.

6 (10) The department shall maintain the staffing and resources
7 necessary to support the cyber section, including the Michigan
8 cyber command center, the computer crimes unit, and the Internet
9 crimes against children task force.

10 Sec. 702. (1) The department shall maintain commercial vehicle
11 regulation and enforcement activities, including enforcement of
12 requirements concerning size, weight, and load restrictions;
13 operating authority; registration; fuel taxes; the transportation
14 of hazardous materials; the operations of new entrants; and
15 commercial driver's licenses.

16 (2) The department shall maintain the staffing and resources
17 necessary to meet inspection goals consistent with the department's
18 federal motor carrier assistance program activities.

19 (3) The department shall maintain a goal of annually
20 inspecting at least 50,000 commercial vehicles.

21 (4) The department shall maintain the staffing and resources
22 necessary to exercise the authority, powers, functions, and
23 responsibilities concerning the inspection of school buses as
24 provided under the pupil transportation act, 1990 PA 187, MCL
25 257.1801 to 257.1877.

26 (5) The department shall annually provide the subcommittees
27 and the senate and house fiscal agencies with the following

1 information for each public and nonpublic school concerning the
2 inspection of school buses:

3 (a) The total number of school buses inspected.

4 (b) The number of inspected school buses receiving a passing
5 sticker.

6 (c) The number of inspected school buses receiving a yellow
7 sticker.

8 (d) The number of inspected school buses receiving a red
9 sticker.

10 (6) The department shall maintain the staffing and resources
11 necessary to train at least 10 Michigan state police motor carrier
12 officer recruits.

13 Sec. 703. (1) The department shall coordinate the mitigation,
14 preparation, response, and recovery activities of municipal,
15 county, state, and federal governments, and other governmental
16 entities, for all hazards, disasters, and emergencies.

17 (2) The state director of emergency management may expend
18 money appropriated under part 1 to call upon any agency or
19 department of the state or any resource of the state to protect
20 life or property or to provide for the health or safety of the
21 population in any area of the state in which the governor proclaims
22 a state of emergency or state of disaster under 1945 PA 302, MCL
23 10.31 to 10.33, or under the emergency management act, 1976 PA 390,
24 MCL 30.401 to 30.421. The state director of emergency management
25 may expend the amounts the director considers necessary to
26 accomplish these purposes. The director shall submit to the state
27 budget director as soon as possible a complete report of all

1 actions taken under the authority of this section. The report shall
2 contain, as a separate item, a statement of all money expended that
3 is not reimbursable from federal money. The state budget director
4 shall review the expenditures and submit recommendations to the
5 legislature in regard to any possible need for a supplemental
6 appropriation.

7 (3) In addition to the money appropriated in part 1, the
8 department may receive and expend money from local, private,
9 federal, or state sources for the purpose of providing emergency
10 management training to local or private interests and for the
11 purpose of supporting emergency preparedness, response, recovery,
12 and mitigation activity. If additional expenditure authorization in
13 the Michigan administrative information network is approved by the
14 state budget office under this section, the department and the
15 state budget office shall notify the subcommittees and the senate
16 and house fiscal agencies within 10 days after the approval. The
17 notification shall include the amount and source and the additional
18 authorization, the date of its approval, and the projected use of
19 funds to be expended under the authorization.

20 (4) The department shall foster, promote, and maintain
21 partnerships to protect this state and homeland from all hazards.

22 (5) The department shall maintain the staffing and resources
23 necessary to do all of the following:

24 (a) Serve approximately 105 local emergency management
25 preparedness programs and 88 local emergency planning committees in
26 this state.

27 (b) Operate and maintain the state's emergency operations

1 center and provide command and control in support of emergency
2 response services.

3 (c) Maintain readiness, including training and equipment to
4 respond to civil disorders and natural disasters commensurate with
5 the capabilities of fiscal year 2010-2011.

6 (d) Perform hazardous materials response training.

7 (6) The department shall conduct a minimum of 3 training
8 sessions to enhance safe response in the event of natural or
9 manmade incidents, emergencies, or disasters.

10 (7) In addition to the funds appropriated in part 1, there is
11 appropriated from the disaster and emergency contingency fund an
12 amount necessary to cover costs related to any disaster or
13 emergency as defined in the emergency management act, 1976 PA 390,
14 MCL 30.401 to 30.421. Funds shall be expended as provided under
15 sections 18 and 19 of the emergency management act, 1976 PA 390,
16 MCL 30.418 and 30.419, and R 30.51 to R 30.61 of the Michigan
17 administrative code.

18 (8) Funds in the disaster and emergency contingency fund shall
19 not be expended unless the state budget director approves the
20 expenditure and the department and the state budget office notify
21 the senate and house appropriations committees. No later than
22 December 1, the department shall provide an annual report to the
23 senate and house appropriations committees, the senate and house
24 fiscal agencies, and the state budget office on the use of the
25 disaster and emergency contingency fund during the prior fiscal
26 year.

27 Sec. 704. The department shall provide for the planning,

1 administration, and implementation of highway traffic safety
2 programs to save lives and reduce injuries on Michigan roads in
3 partnership with other public and private organizations.

4 **SECONDARY ROAD PATROL PROGRAM**

5 Sec. 801. (1) The department shall provide funding to county
6 sheriff departments to patrol secondary roads.

7 (2) The sheriffs' duties under the secondary road patrol
8 program, as outlined in section 76(2) of 1846 RS 14, MCL 51.76, are
9 to patrol and monitor traffic violations; to enforce the criminal
10 laws of this state, violations of which are observed by or brought
11 to the attention of the sheriff's department while patrolling and
12 monitoring secondary roads; to investigate accidents involving
13 motor vehicles; and to provide emergency assistance to persons on
14 or near a highway or road the sheriff is patrolling and monitoring.

15 (3) The department shall provide the following information on
16 secondary road patrol activities supported by appropriations in
17 part 1, as provided in section 219:

18 (a) The number of funded full-time equivalent county sheriff
19 secondary road patrol deputies.

20 (b) The number of hours dedicated to patrol under the
21 secondary road patrol program, with an annual goal of at least
22 178,000 hours.

23 (4) The information required to be reported under subsection
24 (3) shall be reported for each quarter of the fiscal year. However,
25 the department may submit this information on a semiannual basis.

26 (5) The department shall request of each county receiving a

1 grant, its total budget for all patrol functions from all budget
2 sources.

3 **ONE-TIME APPROPRIATIONS**

4 Sec. 901. The amount appropriated in part 1 for one-time
5 appropriations shall only be expended as follows:

6 (a) \$3,200,000.00 to maintain the staffing and resources
7 necessary to train at least 88 new Michigan state trooper recruits.

8 (b) \$500,000.00 to implement the sexual assault prevention and
9 education initiative.

10 PART 2A
11 PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS
12 FOR FISCAL YEAR 2016-2017

13 **GENERAL SECTIONS**

14 Sec. 1201. It is the intent of the legislature to provide
15 appropriations for the fiscal year ending on September 30, 2017 for
16 the line items listed in part 1. The fiscal year 2016-2017
17 appropriations are anticipated to be the same as those for fiscal
18 year 2015-2016, excluding appropriations designated as one-time
19 appropriations and adjusting for changes in caseload and related
20 costs, federal fund match rates, economic factors, and available
21 revenue. These adjustments will be determined after the January
22 2016 consensus revenue estimating conference.

PART 2B

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2014-2015

GENERAL SECTIONS

Sec. 2201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1B for fiscal year 2014-2015 is \$1,000,000.00 and state spending from state resources to be paid to local units of government for fiscal year 2014-2015 is \$0.00.

Sec. 2202. The appropriations authorized under this part and part 1B are subject to the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

ARTICLE XVII

STATE TRANSPORTATION DEPARTMENT

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the state transportation department for the fiscal year ending September 30, 2016, from the following funds:

STATE TRANSPORTATION DEPARTMENT

APPROPRIATION SUMMARY

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

Full-time equated classified positions..... 2,912.3

GROSS APPROPRIATION..... \$ 3,896,201,400

Total interdepartmental grants and intradepartmental

1	transfers	3,928,500
2	ADJUSTED GROSS APPROPRIATION.....	\$ 3,892,272,900
3	Federal revenues:	
4	Federal aid - transportation programs	1,257,488,000
5	Total federal revenues	1,257,488,000
6	Special revenue funds:	
7	Local revenues	50,293,500
8	Private revenues	100,000
9	Total local and private revenues	50,393,500
10	Blue Water Bridge fund	23,943,300
11	Comprehensive transportation fund	272,383,600
12	Economic development fund	50,859,000
13	IRS debt service rebate	6,974,200
14	Intercity bus equipment fund	140,000
15	Local bridge fund	29,235,400
16	Michigan transportation fund	1,046,130,000
17	Rail freight fund	6,000,000
18	State aeronautics fund	16,878,600
19	State trunkline fund	731,847,300
20	Total other state restricted revenues	2,184,391,400
21	State general fund/general purpose	\$ 400,000,000
22	State general fund/general purpose schedule:	
23	Ongoing state general fund/general	
24	purpose	\$142,000,000
25	One-time state general fund/general	
26	purpose	\$258,000,000
27	Sec. 102. DEBT SERVICE	

1	State trunkline.....	\$	194,617,900
2	Economic development.....		11,672,600
3	Local bridge fund.....		2,406,800
4	Blue Water Bridge fund.....		6,963,600
5	Airport safety and protection plan.....		4,997,700
6	Comprehensive transportation.....		<u>18,202,200</u>
7	GROSS APPROPRIATION.....	\$	238,860,800
8	Appropriated from:		
9	Federal revenues:		
10	Federal aid - transportation programs.....		45,766,900
11	Special revenue funds:		
12	Blue Water Bridge fund.....		6,963,600
13	Comprehensive transportation fund.....		18,202,200
14	Economic development fund.....		11,672,600
15	Local bridge fund.....		2,406,800
16	IRS debt service rebate.....		6,974,200
17	State aeronautics fund.....		4,997,700
18	State trunkline fund.....		141,876,800
19	State general fund/general purpose.....	\$	0
20	Sec. 103. COLLECTION, ENFORCEMENT, AND OTHER AGENCY		
21	SUPPORT SERVICES		
22	MTF grant to department of environmental quality.....	\$	1,310,500
23	MTF grant to department of state for collection of		
24	revenue and fees		20,000,000
25	MTF grant to department of treasury.....		2,700,000
26	MTF grant to legislative auditor general.....		309,600
27	STF grant to department of attorney general.....		2,377,300

1	STF grant to civil service commission.....	5,447,000
2	STF grant to department of technology, management, and	
3	budget	1,136,300
4	STF grant to department of state police.....	11,413,900
5	STF grant to department of treasury.....	149,200
6	STF grant to legislative auditor general.....	719,100
7	SAF grant to department of attorney general.....	173,800
8	SAF grant to civil service commission.....	150,000
9	SAF grant to department of technology, management, and	
10	budget	31,200
11	SAF grant to department of treasury.....	75,300
12	SAF grant to legislative auditor general.....	29,700
13	CTF grant to department of attorney general.....	200,100
14	CTF grant to civil service commission.....	200,000
15	CTF grant to department of technology, management, and	
16	budget	36,800
17	CTF grant to department of treasury.....	8,900
18	CTF grant to legislative auditor general.....	<u>38,200</u>
19	GROSS APPROPRIATION.....	\$ 46,506,900
20	Appropriated from:	
21	Special revenue funds:	
22	Comprehensive transportation fund.....	484,000
23	Michigan transportation fund.....	24,320,100
24	State aeronautics fund.....	460,000
25	State trunkline fund.....	21,242,800
26	State general fund/general purpose.....	\$ 0
27	Sec. 104. EXECUTIVE DIRECTION	

1	Full-time equated unclassified positions.....	6.0	
2	Full-time equated classified positions.....	29.3	
3	Unclassified salaries.....		\$ 735,600
4	Asset management council.....		1,626,400
5	Commission audit--29.3 FTE positions.....		<u>3,347,900</u>
6	GROSS APPROPRIATION.....		\$ 5,709,900
7	Appropriated from:		
8	Special revenue funds:		
9	Michigan transportation fund.....		1,626,400
10	State trunkline fund.....		4,083,500
11	State general fund/general purpose.....		\$ 0
12	Sec. 105. BUSINESS SUPPORT		
13	Full-time equated classified positions.....	53.0	
14	Business support services--44.0 FTE positions.....		\$ 6,625,800
15	Economic development and enhancement programs--9.0 FTE		
16	positions		1,449,200
17	Property management.....		7,740,500
18	Worker's compensation.....		<u>1,805,200</u>
19	GROSS APPROPRIATION.....		\$ 17,620,700
20	Appropriated from:		
21	Special revenue funds:		
22	Comprehensive transportation fund.....		1,742,700
23	Economic development fund.....		378,700
24	Michigan transportation fund.....		777,100
25	State aeronautics fund.....		661,900
26	State trunkline fund.....		14,060,300
27	State general fund/general purpose.....		\$ 0

1	Sec. 106. INFORMATION TECHNOLOGY	
2	Information technology services and projects	\$ <u>31,429,600</u>
3	GROSS APPROPRIATION.....	\$ 31,429,600
4	Appropriated from:	
5	Federal revenues:	
6	Federal aid - transportation programs	520,500
7	Special revenue funds:	
8	Blue Water Bridge fund.....	53,600
9	Comprehensive transportation fund.....	217,800
10	Economic development fund.....	37,200
11	Michigan transportation fund.....	287,600
12	State aeronautics fund.....	170,000
13	State trunkline fund.....	30,142,900
14	State general fund/general purpose	\$ 0
15	Sec. 107. FINANCE, CONTRACTS, AND SUPPORT SERVICES	
16	Full-time equated classified positions..... 185.0	
17	Finance, contracts, and support services--185.0 FTE	
18	positions	\$ <u>21,416,800</u>
19	GROSS APPROPRIATION.....	\$ 21,416,800
20	Appropriated from:	
21	Interdepartmental grant revenues:	
22	IDG for accounting service center user charges	3,928,500
23	Special revenue funds:	
24	Michigan transportation fund.....	1,545,500
25	State trunkline fund.....	15,942,800
26	State general fund/general purpose	\$ 0
27	Sec. 108. TRANSPORTATION PLANNING	

1	Full-time equated classified positions.....	141.0	
2	Transportation planning--141.0 FTE positions		\$ 38,213,700
3	Grants to regional planning councils.....		<u>488,800</u>
4	GROSS APPROPRIATION.....		\$ 38,702,500
5	Appropriated from:		
6	Federal revenues:		
7	Federal aid - transportation programs		20,000,000
8	Special revenue funds:		
9	Comprehensive transportation fund.....		610,500
10	Michigan transportation fund.....		8,619,300
11	State aeronautics fund.....		15,000
12	State trunkline fund.....		9,457,700
13	State general fund/general purpose.....		\$ 0
14	Sec. 109. DESIGN AND ENGINEERING SERVICES		
15	Full-time equated classified positions.....	1,590.3	
16	Systems operations management--460.6 FTE positions ...		\$ 78,572,900
17	Development and delivery--1,079.7 FTE positions		76,247,700
18	Welcome center operations--50.0 FTE positions		<u>4,457,200</u>
19	GROSS APPROPRIATION.....		\$ 159,277,800
20	Appropriated from:		
21	Federal revenues:		
22	Federal aid - transportation programs		23,529,800
23	Special revenue funds:		
24	Michigan transportation fund.....		11,913,200
25	State trunkline fund.....		123,834,800
26	State general fund/general purpose.....		\$ 0
27	Sec. 110. HIGHWAY MAINTENANCE		

1	Full-time equated classified positions.....	743.7	
2	State trunkline operations--743.7 FTE positions		\$ <u>310,692,000</u>
3	GROSS APPROPRIATION.....		\$ 310,692,000
4	Appropriated from:		
5	Special revenue funds:		
6	State trunkline fund.....		310,692,000
7	State general fund/general purpose.....		\$ 0
8	Sec. 111. ROAD AND BRIDGE PROGRAMS		
9	State trunkline federal aid and road and bridge		
10	construction		\$ 839,663,400
11	Local federal aid and road and bridge construction...		240,443,000
12	Grants to local programs.....		33,000,000
13	Rail grade crossing.....		3,000,000
14	Local bridge program.....		26,828,600
15	County road commissions.....		615,734,000
16	Cities and villages.....		<u>343,299,300</u>
17	GROSS APPROPRIATION.....		\$ 2,101,968,300
18	Appropriated from:		
19	Federal revenues:		
20	Federal aid - transportation programs		982,720,800
21	Special revenue funds:		
22	Local funds.....		30,000,000
23	Blue Water Bridge fund.....		10,580,400
24	Local bridge fund.....		26,828,600
25	Michigan transportation fund.....		995,033,300
26	State trunkline fund.....		56,805,200
27	State general fund/general purpose.....		\$ 0

1	Sec. 112. BLUE WATER BRIDGE		
2	Full-time equated classified positions.....	41.0	
3	Blue Water Bridge operations--41.0 FTE positions	\$	<u>6,345,700</u>
4	GROSS APPROPRIATION.....	\$	6,345,700
5	Appropriated from:		
6	Special revenue funds:		
7	Blue Water Bridge fund.....		6,345,700
8	State general fund/general purpose	\$	0
9	Sec. 113. TRANSPORTATION ECONOMIC DEVELOPMENT		
10	Forest roads.....	\$	5,000,000
11	Rural county urban system.....		2,500,000
12	Target industries/economic redevelopment		15,385,300
13	Urban county congestion.....		7,942,600
14	Rural county primary.....		<u>7,942,600</u>
15	GROSS APPROPRIATION.....	\$	38,770,500
16	Appropriated from:		
17	Special revenue funds:		
18	Economic development fund.....		38,770,500
19	State general fund/general purpose	\$	0
20	Sec. 114. AERONAUTICS SERVICES		
21	Full-time equated classified positions.....	54.0	
22	Aviation services--54.0 FTE positions	\$	<u>7,039,300</u>
23	GROSS APPROPRIATION.....	\$	7,039,300
24	Appropriated from:		
25	Special revenue funds:		
26	State aeronautics fund.....		7,039,300
27	State general fund/general purpose	\$	0

1	Sec. 115. PUBLIC TRANSPORTATION SERVICES		
2	Full-time equated classified positions.....	36.0	
3	Passenger transportation services--36.0 FTE positions	\$	<u>5,689,500</u>
4	GROSS APPROPRIATION.....	\$	5,689,500
5	Appropriated from:		
6	Federal revenues:		
7	Federal aid - transportation programs.....		972,100
8	Special revenue funds:		
9	Comprehensive transportation fund.....		4,717,400
10	State general fund/general purpose.....	\$	0
11	Sec. 116. BUS TRANSIT DIVISION: STATUTORY OPERATING		
12	Local bus operating.....	\$	167,400,000
13	Nonurban operating/capital.....		<u>26,027,900</u>
14	GROSS APPROPRIATION.....	\$	193,427,900
15	Appropriated from:		
16	Federal revenues:		
17	Federal aid - transportation programs.....		24,027,900
18	Special revenue funds:		
19	Comprehensive transportation fund.....		167,400,000
20	Local funds.....		2,000,000
21	State general fund/general purpose.....	\$	0
22	Sec. 117. INTERCITY PASSENGER		
23	Full-time equated classified positions.....	39.0	
24	Office of rail--39.0 FTE positions.....	\$	6,355,400
25	Freight property management.....		1,000,000
26	Detroit/Wayne County Port Authority.....		468,200
27	Intercity services.....		5,690,000

1	Rail operations and infrastructure.....	103,090,400
2	Marine passenger service.....	400,000
3	Terminal development.....	<u>150,000</u>
4	GROSS APPROPRIATION.....	\$ 117,154,000
5	Appropriated from:	
6	Federal revenues:	
7	Federal aid - transportation programs.....	64,600,000
8	Special revenue funds:	
9	Local funds.....	150,000
10	Private funds.....	100,000
11	Comprehensive transportation fund.....	43,449,500
12	Intercity bus equipment fund.....	140,000
13	Rail freight fund.....	6,000,000
14	Michigan transportation fund.....	2,007,500
15	State trunkline fund.....	707,000
16	State general fund/general purpose.....	\$ 0
17	Sec. 118. PUBLIC TRANSPORTATION DEVELOPMENT	
18	Specialized services.....	\$ 17,938,900
19	Municipal credit program.....	2,000,000
20	Transit capital.....	31,160,800
21	Van pooling.....	195,000
22	Service initiatives.....	2,349,800
23	Transportation to work.....	<u>3,900,000</u>
24	GROSS APPROPRIATION.....	\$ 57,544,500
25	Appropriated from:	
26	Federal revenues:	
27	Federal aid - transportation programs.....	16,350,000

1	Special revenue funds:	
2	Local funds.....	5,635,000
3	Comprehensive transportation fund.....	35,559,500
4	State general fund/general purpose.....	\$ 0
5	Sec. 119. CAPITAL OUTLAY	
6	(1) BUILDINGS AND FACILITIES	
7	Special maintenance, remodeling, and additions.....	\$ <u>3,001,500</u>
8	GROSS APPROPRIATION.....	\$ 3,001,500
9	Appropriated from:	
10	State trunkline fund.....	3,001,500
11	State general fund/general purpose.....	\$ 0
12	(2) AIRPORT IMPROVEMENT PROGRAMS	
13	Airport safety, protection, and improvement program..	\$ <u>95,043,200</u>
14	GROSS APPROPRIATION.....	\$ 95,043,200
15	Appropriated from:	
16	Federal revenues:	
17	Federal aid - transportation programs.....	79,000,000
18	Special revenue funds:	
19	Local funds.....	12,508,500
20	State aeronautics fund.....	3,534,700
21	State general fund/general purpose.....	\$ 0
22	Sec. 120. ONGOING STATE GENERAL FUND APPROPRIATIONS	
23	State trunkline federal aid and road and bridge	
24	construction	\$ 113,000,000
25	State and local road and bridge programs.....	2,478,900
26	Transit capital and rail infrastructure.....	25,000,000
27	Airport safety, protection, and improvement program..	<u>1,521,100</u>

1	GROSS APPROPRIATION.....	\$	142,000,000
2	Appropriated from:		
3	State general fund/general purpose - ongoing.....	\$	142,000,000
4	Sec. 121. ONE-TIME BASIS ONLY		
5	State and local road and bridge programs.....	\$	<u>258,000,000</u>
6	GROSS APPROPRIATION.....	\$	258,000,000
7	Appropriated from:		
8	State general fund/general purpose - one-time.....	\$	258,000,000

9

PART 2

10

PROVISIONS CONCERNING APPROPRIATIONS

11

FOR FISCAL YEAR 2015-2016

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 2015-2016 is \$2,584,391,400.00 and

16

state spending from state resources to be paid to local units of

17

government for fiscal year 2015-2016 is \$1,438,206,000.00. The

18

itemized statement below identifies appropriations from which

19

spending to local units of government will occur:

20

STATE TRANSPORTATION DEPARTMENT

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..... 26,828,600

25

Grants to county road commissions..... 615,734,000

1	Grants to cities and villages.....	343,299,300
2	Economic development fund.....	23,385,200
3	Local bus operating.....	167,400,000
4	Detroit/Wayne County Port Authority.....	468,200
5	Marine passenger service.....	400,000
6	Terminal development.....	150,000
7	Specialized services.....	3,853,900
8	Municipal credit program.....	2,000,000
9	Transit capital.....	24,610,800
10	Service initiatives.....	999,800
11	Transportation to work.....	3,900,000
12	Airport safety, protection, and improvement	
13	program.....	5,055,800
14	Transit capital and rail infrastructure.....	25,000,000
15	State and local road and bridge programs.....	<u>158,631,600</u>
16	Total payments to local units of government.....	\$ 1,438,206,000

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

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

21 (a) "Amtrak" means the National Railroad Passenger
22 Corporation.

23 (b) "CTF" means comprehensive transportation fund.

24 (c) "Department" means the state transportation department.

25 (d) "Director" means the director of the department.

26 (e) "DOT" means the United States Department of
27 Transportation.

1 (f) "DOT-FHWA" means DOT, Federal Highway Administration.

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

3 (h) "IDG" means interdepartmental grant.

4 (i) "IRS" means the Internal Revenue Service.

5 (j) "MTF" means Michigan transportation fund.

6 (k) "SAF" means state aeronautics fund.

7 (l) "STF" means state trunkline fund.

8 Sec. 204. In addition to the metrics required under section
9 447 of the management and budget act, 1984 PA 431, MCL 18.1447, for
10 each new program or program enhancement for which funds in excess
11 of \$500,000.00 are appropriated in part 1, the department shall
12 provide not later than November 1, 2015 a list of program-specific
13 metrics intended to measure its performance based on a return on
14 taxpayer investment. The department shall deliver the program-
15 specific metrics to members of the senate and house subcommittees
16 that have subject matter jurisdiction for this budget, fiscal
17 agencies, and the state budget director. The department shall
18 provide an update on its progress in tracking program-specific
19 metrics and the status of program success at an appropriations
20 subcommittee meeting called for by the subcommittee chair.

21 Sec. 205. The department shall provide notice to the speaker
22 of the house, the house minority leader, the senate majority
23 leader, the senate minority leader, the house and senate standing
24 committees on transportation, the appropriate house and senate
25 appropriations subcommittees on transportation, and the house and
26 senate fiscal agencies on proposed federal rule changes related to
27 the department that would require amendments to the laws of this

1 state. The notice shall be given within 30 business days of the
2 proposed federal rule being posted to the federal register and
3 shall include a description of the proposed federal rule, the
4 publication date, the date when public comment closes, the document
5 citation, and a description of the statutory changes needed when
6 the rule is finalized.

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

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

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

25 (4) In addition to the funds appropriated in part 1, there is
26 appropriated an amount not to exceed \$1,000,000.00 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 pursuant to section 393(2) of the management and budget act, 1984
3 PA 431, MCL 18.1393.

4 Sec. 207. The department shall cooperate with the department
5 of technology, management, and budget to maintain a searchable
6 website accessible by the public at no cost that includes, but is
7 not limited to, all of the following:

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

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

10 (c) Fiscal year-to-date payments to a selected vendor,
11 including the vendor name, payment date, payment amount, and
12 payment description.

13 (d) The number of active department employees by job
14 classification.

15 (e) Job specifications and wage rates.

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.
8 Each director shall strongly encourage firms with which the
9 department contracts to subcontract with certified businesses in
10 depressed and deprived communities for services, supplies, or both.

11 Sec. 215. A department shall not take disciplinary action
12 against an employee for communicating with a member of the
13 legislature or his or her staff.

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

23 Sec. 229. Within 14 days after the release of the executive
24 budget recommendation, the department shall cooperate with the
25 state budget office to provide the senate and house appropriations
26 chairs, the senate and house appropriations subcommittees on
27 transportation, respectively, and the senate and house fiscal

1 agencies with an annual report on estimated state restricted fund
2 balances, state restricted fund projected revenues, and state
3 restricted fund expenditures for the fiscal years ending September
4 30, 2015 and September 30, 2016.

5 Sec. 233. Not later than April 1, the department shall prepare
6 and transmit a report that provides detail regarding the
7 department's expenditures for administration and planning
8 associated with local units of government. The report shall list
9 the portion of all the expenditures from part 1 that are allocated
10 for administration and planning that are associated with the
11 disbursement of all local funds. The report shall be transmitted to
12 the office of the state budget, the senate and house appropriations
13 chairs, the senate and house appropriations subcommittees on
14 transportation, respectively, and the senate and house fiscal
15 agencies.

16 Sec. 235. 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. 260. The departments and agencies receiving
21 appropriations in part 1 shall prepare a report on out-of-state
22 travel expenses not later than January 1 of each year. The travel
23 report shall be a listing of all travel by classified and
24 unclassified employees outside this state in the immediately
25 preceding fiscal year that was funded in whole or in part with
26 funds appropriated in the department's budget. The report shall be
27 submitted to the senate and house appropriations committees, the

1 house and senate fiscal agencies, and the state budget director.

2 The report shall include the following information:

3 (a) The dates of each travel occurrence.

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

9 Sec. 262. Funds appropriated in part 1 shall not be used by a
10 principal executive department, state agency, or authority to hire
11 a person to provide legal services that are the responsibility of
12 the attorney general. This prohibition does not apply to legal
13 services for bonding activities and for those activities that the
14 attorney general authorizes.

15 Sec. 270. In order to reduce costs and maintain quality, it is
16 the intent of the legislature that, excluding the fleet of motor
17 vehicles for the department of state police, the department will
18 prioritize the utilization of remanufactured parts as the primary
19 means of maintenance and repair for the state of Michigan's fleet
20 of motor vehicles.

21 Sec. 271. Total authorized appropriations from all sources
22 under part 1 for legacy costs for the fiscal year ending September
23 30, 2016 are \$68,873,400.00. From this amount, total agency
24 appropriations for pension-related legacy costs are estimated at
25 \$39,092,200.00. Total agency appropriations for retiree health care
26 legacy costs are estimated at \$29,781,200.00.

1 **DEPARTMENTAL SECTIONS**

2 Sec. 301. (1) The department may establish a fee schedule and
3 collect fees sufficient to cover the costs to issue the permits
4 that the department is authorized by law to issue upon request,
5 unless otherwise stipulated by law. All permit fees are
6 nonrefundable application fees and shall be credited to the
7 appropriate fund to recover the direct and indirect costs of
8 receiving, reviewing, and processing the requests.

9 (2) A bridge authority shall hold 3 public hearings on an
10 increase in any toll charged by the authority at least 30 days
11 before the toll change will become effective. Two of the hearings
12 shall be held within 5 miles of the bridge over which the bridge
13 authority has jurisdiction. One hearing shall be held in Lansing.
14 Public hearings held under this section shall be conducted in
15 accordance with the open meetings act, 1976 PA 267, MCL 15.261 to
16 15.275, and shall be conducted so as to provide a reasonable
17 opportunity for public comment, including both spoken and written
18 comments.

19 Sec. 304. If, as a requirement of bidding on a highway
20 project, the department requires a contractor to submit financial
21 or proprietary documentation as to how the bid was calculated, that
22 bid documentation shall be kept confidential and shall not be
23 disclosed other than to a department representative without the
24 contractor's written consent. The department may disclose the bid
25 documentation if necessary to address or defend a claim by a
26 contractor.

27 Sec. 305. (1) The department may permit space on public

1 passenger transportation properties to be occupied by public or
2 private tenants on a competitive market rate basis. The department
3 shall require that revenue from the tenants be placed in an account
4 to be used to pay the costs to maintain and improve the property.

5 (2) The department shall charge public transit agencies and
6 intercity bus carriers equal rates per square foot for leasing
7 space in state-owned intermodal facilities.

8 Sec. 306. (1) The amounts appropriated in part 1 to support
9 tax and fee collection, law enforcement, and other program services
10 provided to the department and to transportation funds by other
11 state departments shall be expended from transportation funds
12 pursuant to annual contracts between the department and those other
13 state departments. The contracts shall be executed prior to the
14 expenditure or obligation of those funds. The contracts shall
15 provide, but are not limited to, the following data applicable to
16 each state department:

17 (a) Estimated costs to be recovered from transportation funds.

18 (b) Description of services provided to the department and/or
19 transportation funds and financed with transportation funds.

20 (c) Detailed cost allocation methods appropriate to the type
21 of services being provided and the activities financed with
22 transportation funds.

23 (2) Not later than 2 months after publication of the state of
24 Michigan comprehensive annual financial report, each state
25 department receiving funding pursuant to an interdepartment
26 contract with the department shall submit a written report to the
27 department, the state budget director, and the house and senate

1 fiscal agencies stating by spending authorization account the
2 amount of estimated funds contracted with the department, the
3 amount of funds expended, the amount of funds returned to the
4 transportation funds, and any unreimbursed transportation-related
5 costs incurred but not billed to transportation funds. A copy of
6 the report shall be submitted to the auditor general, and the
7 report shall be subject to audit by the auditor general as provided
8 in subsection (3).

9 (3) Biennially, in each even-numbered fiscal year, the auditor
10 general shall conduct an audit of charges to transportation funds
11 by state departments for the 2 preceding fiscal years. The audit
12 shall include both charges governed by interdepartmental contracts
13 as well as miscellaneous charges from other state departments not
14 governed by contracts. The auditor general shall prepare a detailed
15 report, with recommendations and conclusions, including a summary
16 of charges and related services to transportation funds by
17 department, the appropriateness of those charges, the cost
18 allocation methodologies used in determining the level of funding,
19 and any unreimbursed transportation-related costs, if any. The
20 report shall be provided to the senate and house of representatives
21 committees on appropriations, the senate and house fiscal agencies,
22 and the state budget director 9 months after publication of the
23 state of Michigan comprehensive annual financial report.

24 Sec. 307. Before March 1 of each year, the department will
25 provide to the legislature, the state budget office, and the house
26 and senate fiscal agencies its rolling 5-year plan listing by
27 county or by county road commission all highway construction

1 projects for the fiscal year and all expected projects for the
2 ensuing fiscal years.

3 Sec. 308. (1) As prescribed in subsection (2), the department
4 shall submit reports to the state budget director, the house and
5 senate appropriations subcommittees on transportation, and the
6 house and senate fiscal agencies on department activities related
7 to the prequalification of construction contractors under 1933 PA
8 170, MCL 123.501 to 123.508, and related administrative rules. The
9 report shall be submitted on or before March 1, 2016.

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

11 (a) A description of the department's processes and procedures
12 for evaluating construction contractor performance on capital
13 construction projects administered by the department including
14 state trunkline projects, rail infrastructure projects, local
15 agency federal-aid highway projects, and airport improvement
16 projects.

17 (b) Criteria that would cause the department to rate
18 contractor performance as unsatisfactory.

19 (c) The impact, if any, on a contractor's prequalification if
20 given an unsatisfactory performance rating by the department.

21 (d) A description of all department actions related to
22 unsatisfactory contractor performance ratings and restrictions on
23 contractor prequalification during the fiscal year ending September
24 30, 2015.

25 Sec. 310. The department shall provide in a timely manner
26 copies of the agenda and approved minutes of monthly transportation
27 commission meetings to the members of the house and senate

1 appropriations subcommittees on transportation, the house and
2 senate fiscal agencies, and the state budget director.

3 Sec. 313. (1) From funds appropriated in part 1, the
4 department may increase a state infrastructure bank program and
5 grant or loan funds in accordance with regulations of the state
6 infrastructure bank program of the United States Department of
7 Transportation. The state infrastructure bank is to be administered
8 by the department for the purpose of providing a revolving, self-
9 sustaining resource for financing transportation infrastructure
10 projects.

11 (2) In addition to funds provided in subsection (1), money
12 received by the state as federal grants, repayment of state
13 infrastructure bank loans, or other reimbursement or revenue
14 received by the state as a result of projects funded by the program
15 and interest earned on that money shall be deposited in the
16 revolving state infrastructure bank fund and shall be available for
17 transportation infrastructure projects. At the close of the fiscal
18 year, any unencumbered funds remaining in the state infrastructure
19 bank fund shall remain in the fund and be carried forward into the
20 succeeding fiscal year.

21 (3) The department shall submit a report to the state budget
22 director, the house and senate appropriations subcommittees on
23 transportation, and the house and senate fiscal agencies on the
24 status of the state infrastructure bank. The report shall be
25 submitted on or before December 1, 2015. The report shall include
26 all of the following:

27 (a) The balance in the state infrastructure bank at September

1 30, 2015, including a breakdown of the balance by cash and cash
2 equivalents, outstanding loans, and balance available for loan to
3 local agencies.

4 (b) A breakdown of the state infrastructure loan balance by
5 amounts designated as originating from federal sources and the
6 amounts originating from nonfederal sources.

7 (c) A list of outstanding loans by agency, original loan
8 amount, project description, loan term, and amount outstanding.

9 Sec. 319. The department shall post signs at each rest area to
10 identify the agency or contractor responsible for maintenance of
11 the rest area. The signs shall include a department telephone
12 number and shall indicate that unsafe or unclean conditions at the
13 rest area may be reported to that telephone number.

14 Sec. 353. The department shall review its contractor payment
15 process and ensure that all prime contractors are paid promptly.
16 The department shall ensure that prime contractors are in
17 compliance with special provision 109.10 regarding the prompt
18 payment of subcontractors.

19 Sec. 357. When presented with complete local federal aid
20 project submittals, the department shall complete all necessary
21 reviews and inspections required to let local federal aid projects
22 within 120 days of receipt. The department shall implement a system
23 for monitoring the local federal aid project review process.

24 Sec. 375. The department is prohibited from reimbursing
25 contractors or consultants for costs associated with groundbreaking
26 ceremonies, receptions, open houses, or press conferences related
27 to transportation projects funded, in whole or in part, by revenue

1 appropriated in part 1.

2 Sec. 376. The department shall not spend funds appropriated in
3 part 1 for the purpose of examining the potential association
4 between commercial signs, outdoor advertising signs, billboards,
5 digital billboards, or commercial electronic variable message signs
6 and motor vehicle activity or motor vehicle driver behavior.

7 Sec. 381. The department shall require as a condition of each
8 contract or subcontract for construction, maintenance, or
9 engineering services that the prequalified contractor or
10 prequalified subcontractor agree to use the E-Verify system to
11 verify that all persons hired during the contract term by the
12 contractor or subcontractor are legally present and authorized to
13 work in the United States. The department may verify this
14 information directly or may require contractors and subcontractors
15 to verify the information and submit a certification to the
16 department. The department shall report to the house and senate
17 appropriations committees and the house and senate fiscal agencies
18 by March 1 of each year describing the processes it has developed
19 and implemented under provisions of this section. As used in this
20 section, "E-Verify" means an Internet-based system operated by the
21 Department of Homeland Security, U.S. Citizenship and Immigration
22 Services in partnership with the Social Security Administration.

23 Sec. 382. In administering a contract with a county road
24 commission, city, or village that allocates costs of construction
25 or reconstruction of highways, roads, and streets as provided in
26 section 18d of 1951 PA 51, MCL 247.668d, the department shall
27 submit the final cost-sharing bill to the county road commission,

1 city, or village not later than 2 years after the date of the final
2 contract payment to the construction contractor.

3 Sec. 383. (1) The department shall prepare a report on use of
4 department-owned aircraft during the fiscal year ending September
5 30, 2015. With respect to each department-owned aircraft, the
6 report shall include all of the following:

7 (a) Total hours of usage.

8 (b) Description of specific flights including dates of travel,
9 names of passengers including state agency, university, or local
10 government affiliation, travel origin and destination, and total
11 estimated costs associated with the air travel.

12 (2) The report shall be submitted to the senate and house
13 appropriations subcommittees on transportation and the house and
14 senate fiscal agencies no later than February 1, 2016.

15 (3) The department shall maintain a system for recovering the
16 cost of operating department-owned aircraft through charges to
17 aircraft users.

18 (4) From the funds appropriated in part 1, the department is
19 prohibited from transporting legislators or legislative staff on
20 state-owned aircraft without prior approval from the senate
21 majority leader or the speaker of the house of representatives and
22 only when the aircraft is already scheduled by state agencies on
23 related official state business.

24 (5) It is the intent of the legislature that the department
25 work with the Michigan state police to establish a reciprocal
26 agreement on employing fixed-wing aircraft with specifically
27 designed equipment for use by the Michigan state police when

1 conducting operations.

2 Sec. 384. (1) Except as otherwise provided in subsection (2),
3 the department shall not obligate the state to expend any state
4 transportation revenue for construction planning or construction of
5 the Detroit River International Crossing or a renamed successor. In
6 addition, except as provided in subsection (2), the department
7 shall not commit the state to any new contract related to the
8 construction planning or construction of the Detroit River
9 International Crossing or a renamed successor that would obligate
10 the state to expend any state transportation revenue. An
11 expenditure for staff resources used in connection with project
12 activities, which expenditure is subject to full and prompt
13 reimbursement from Canada, shall not be considered an expenditure
14 of state transportation revenue.

15 (2) If the legislature enacts specific enabling legislation
16 for the construction of the Detroit River International Crossing or
17 a renamed successor, subsection (1) does not apply once the
18 enabling legislation goes into effect.

19 Sec. 385. (1) The department shall submit reports to the state
20 budget director, the speaker of the house, the house minority
21 leader, the senate majority leader, the senate minority leader, the
22 house and senate appropriations subcommittees on transportation,
23 and the house and senate fiscal agencies on department activities
24 related to all nonconstruction or construction planning activities
25 related to the Detroit River International Crossing or a renamed
26 successor. The initial report shall be submitted on or before
27 December 1, 2015 and shall cover the fiscal year ending September

1 30, 2015.

2 (2) The initial report shall include, at a minimum, all of the
3 following:

4 (a) Department costs incurred in the fiscal year ending
5 September 30, 2015, including employee salaries, wages, benefits,
6 travel, and contractual services, and what activities those costs
7 were related to.

8 (b) Costs of other executive branch agencies incurred in the
9 fiscal year ending September 30, 2015, including employee salaries,
10 wages, benefits, travel, and contractual services, and what
11 activities those costs were related to.

12 (c) A breakdown of the source of funds used for the activities
13 described in subdivisions (a) and (b).

14 (d) A breakdown of reimbursements made by Canada under section
15 384(1) to the state for expenditures for staff resources used in
16 connection with project activities.

17 (e) A narrative description of the status of the Detroit River
18 International Crossing or a renamed successor, including efforts
19 undertaken to implement provisions of the crossing agreement
20 executed June 15, 2012 by representatives of the Canadian
21 government and this state.

22 (3) After submission of the initial report, a subsequent
23 report shall be submitted on March 1, 2016, June 1, 2016, and
24 September 1, 2016 and shall include the same information described
25 in subsection (2) for the applicable previous fiscal quarter.

26 Sec. 393. (1) The department shall promote best practices for
27 public transportation services in this state, including, but not

1 limited to, the following:

2 (a) Transit vehicle rehabilitation to reduce life-cycle cost
3 of public transportation through midlife rehabilitation of transit
4 buses.

5 (b) Cooperation between entities using transit, including
6 school districts, cities, townships, and counties with a view to
7 promoting cost savings through joint purchasing of fuel and other
8 procurements.

9 (c) Coordination of transportation dollars among state
10 departments which provide transit-related services, including the
11 department of health and human services. Priority should be given
12 to use of public transportation services where available.

13 (d) Promotion of intelligent transportation services for buses
14 that incorporate computer and navigation technology to make transit
15 systems more efficient, including stoplight coordinating, vehicle
16 tracking, data tracking, and computerized scheduling.

17 (2) The department shall report on efforts taken to implement
18 this section as well as section 393 of article XVII of 2011 PA 63.
19 The department shall complete and submit the report to the state
20 budget director, the house and senate appropriations subcommittees
21 on transportation, and the house and senate fiscal agencies on or
22 before March 1, 2016.

23 Sec. 394. The department and local road agencies shall make
24 the preservation of their existing road networks a funding
25 priority.

26 **FEDERAL**

1 Sec. 402. A portion of the federal DOT-FHWA highway research,
2 planning, and construction funds made available to this state shall
3 be allocated to transportation programs administered by local
4 jurisdictions in accordance with section 10o of 1951 PA 51, MCL
5 247.660o. A local road agency, with respect to a project approved
6 for federal aid funding in a state transportation improvement
7 program, may enter into a voluntary buyout agreement with the
8 department or with another local road agency to exchange the
9 federal aid with state restricted transportation funds as agreed to
10 by the respective parties. The state restricted transportation
11 funds received in exchange for federal aid funds shall be used for
12 the same purpose as the federal aid funds were originally intended.

13 **MICHIGAN TRANSPORTATION FUND**

14 Sec. 501. The money received under the motor carrier act, 1933
15 PA 254, MCL 475.1 to 479.43, and not appropriated to the department
16 of licensing and regulatory affairs or the department of state
17 police is deposited in the Michigan transportation fund.

18 Sec. 503. (1) The funds appropriated in part 1 for the
19 economic development and local bridge programs shall not lapse at
20 the end of the fiscal year but shall carry forward each fiscal year
21 for the purposes for which appropriated in accordance with 1987 PA
22 231, MCL 247.901 to 247.913, and section 10(5) of 1951 PA 51, MCL
23 247.660.

24 (2) Interest earned in the department of transportation
25 economic development fund and local bridge fund shall remain in the
26 respective funds and shall be allocated to the respective programs

1 based on actual interest earned at the end of each fiscal year.

2 (3) In addition to the funds appropriated in part 1, the
3 department of transportation economic development fund and local
4 bridge fund may receive federal, local, or private funds or
5 restricted source funds such as interest earnings. These funds are
6 appropriated for projects that are consistent with the purposes of
7 the respective funds.

8 (4) None of the funds statutorily dedicated to the
9 transportation economic development fund and local bridge fund
10 shall be diverted to other projects.

11 Sec. 504. Funds from the Michigan transportation fund shall be
12 distributed to the comprehensive transportation fund, the economic
13 development fund, the recreation improvement fund, and the state
14 trunkline fund, in accordance with this part and part 1 and part
15 711 of the natural resources and environmental protection act, 1994
16 PA 451, MCL 324.71101 to 324.71108, and may only be used as
17 specified in this part and part 1, 1951 PA 51, MCL 247.651 to
18 247.675, and part 711 of the natural resources and environmental
19 protection act, 1994 PA 451, MCL 324.71101 to 324.71108.

20 **STATE TRUNKLINE FUND**

21 Sec. 601. (1) The department shall work with the road
22 construction industry and engineering consulting community to
23 develop a warranty program for capital road and bridge
24 construction, reconstruction, and rehabilitation projects. In
25 developing the warranty program, the department shall consider all
26 of the following:

1 (a) Scope of warranties, including warranties on materials and
2 workmanship, pavement or bridge performance criteria, and the
3 application of warranties to design/build projects.

4 (b) Length of warranty.

5 (c) Costs and benefits associated with scope of warranty and
6 various warranty provisions, including length of warranty.

7 (d) Any other relevant factors that might determine the use of
8 warranties, scope of warranty, or length of warranty.

9 (e) Use of warranties on local agency projects administered by
10 the department.

11 (f) Other measures used to identify premature failure of road
12 pavement or bridge elements and the related cause of those
13 failures.

14 (2) The department shall report on March 1 of each year to the
15 house of representatives and senate appropriations subcommittees on
16 transportation and the house and senate fiscal agencies on
17 provisions of the department's warrant program described under
18 subsection (1). The department shall timely inspect warrantied
19 projects prior to the expiration of any associated warranty.

20 (3) The department shall report to the legislature all of the
21 following with regard to road and bridge construction projects:

22 (a) An update on procedures involving the attorney general's
23 office regarding nonresponsive contractors that had received notice
24 but failed to fulfill the terms of a warranty.

25 (b) An update on any upgrades and improvements to the
26 statewide warranty administrative database.

27 (c) The number of active road and bridge construction

1 warranties.

2 (d) The number of road and bridge project warranties that
3 required corrective action, and the date or dates of any corrective
4 action.

5 (e) The number of warrantied projects that required corrective
6 action but expired prior to the contractor receiving notice and the
7 total cost of each of those projects.

8 (f) The number of instances where a contractor was notified of
9 the need for corrective action more than 60 days after the
10 associated warranty period.

11 (g) The number of unresolved corrective actions outstanding
12 beyond 15 months, and the department's findings and any changes to
13 existing policies and procedures as required in subsection (5).

14 (4) The report required under subsection (3) is due on March 1
15 of each calendar year, shall reflect the prior 12-month period, and
16 shall be transmitted to the house of representatives and senate
17 appropriations subcommittees on transportation, the state budget
18 director, and the house and senate fiscal agencies.

19 (5) The department shall maintain documentation to support
20 initial acceptance of warrantied projects, interim and final
21 inspections, and notifications to contractors that the warranty
22 period had expired. The department also shall review and evaluate
23 consultant evaluation requirements or recommendations and update
24 existing policies and procedures accordingly.

25 Sec. 603. The department shall use traffic congestion as 1 of
26 the criteria in determining the priorities for designating which
27 roads shall be remediated in its 5-year road plan, which must be

1 submitted on or before March 1 of each year. Criteria for
2 evaluating traffic congestion shall include, but not be limited to,
3 coordination with local, county, and regional planning, improvement
4 in traffic operations, improvement in physical roadway conditions,
5 accident reduction, and coordination with area public
6 transportation planning.

7 Sec. 604. At the close of the fiscal year, any unencumbered
8 and unexpended balance in the state trunkline fund shall remain in
9 the state trunkline fund and shall carry forward and is
10 appropriated for federal aid road and bridge programs for projects
11 contained in the annual state transportation program.

12 Sec. 610. The department shall have as a priority the removal
13 of dead deer and other large animal remains from the traveled
14 portion and shoulder of state highways. The department, and
15 counties that perform state highway maintenance under contract,
16 shall remove animal remains, wherever practicable and when funds
17 are available, away from the traveled portion and shoulder of state
18 highways.

19 Sec. 612. The department shall establish guidelines governing
20 incentives and disincentives provided under contracts for state
21 trunkline projects. The guidelines shall include specific financial
22 information concerning incentives and disincentives. On or before
23 January 1 of each year, the department shall prepare a report for
24 the immediately preceding fiscal year regarding contract incentives
25 and disincentives. This report shall include a list, by project, of
26 the contractors that received contract incentives and/or
27 disincentives, the amount of the incentives and/or disincentives,

1 the fund source of any incentives, and the number of days that each
2 project was completed either ahead or past the contracted
3 completion date. This report shall be provided to the senate and
4 house appropriations subcommittees on transportation, the senate
5 and house standing committees on transportation, and the senate and
6 house fiscal agencies.

7 Sec. 660. (1) The legislature encourages the department to
8 examine the use of alternative road surface materials, including
9 recycled materials, and to develop criteria and specifications for
10 their use in both department-managed and contracted projects.

11 (2) The department shall evaluate the use of a bituminous mix
12 which incorporates crumb rubber from scrap tires.

13 (3) The department shall report on efforts taken to implement
14 this section. The report shall include descriptions of specific
15 materials evaluated, evaluation methods, and results of specific
16 field or laboratory tests. The department shall complete and submit
17 the report to the state budget director, the house and senate
18 appropriations subcommittees on transportation, and the house and
19 senate fiscal agencies on or before March 1 of each year.

20 **TRANSIT AND RAIL RELATED FUNDS**

21 Sec. 701. The department shall establish an intercity bus
22 equipment and facility fund as a subsidiary fund within the
23 comprehensive transportation fund created under section 10b of 1951
24 PA 51, MCL 247.660b. Proceeds received by this state from the sale
25 of state-owned intercity bus equipment shall be credited to the
26 intercity bus equipment facility fund for the purchase and repair

1 of intercity bus equipment, as appropriated. Security deposits not
2 returned to a lessee of state-owned intercity bus equipment under
3 terms of the lease agreement shall be credited to the intercity bus
4 equipment fund for the repair of intercity bus equipment, as
5 appropriated. Money received by the department from lease payments
6 for state-owned intercity bus equipment, and facility maintenance
7 charges under terms of leases of state-owned intercity facilities,
8 shall be credited to the intercity bus equipment facility fund for
9 the purchase and repair of intercity bus equipment or for the
10 maintenance and rehabilitation of state-owned intercity facilities,
11 as appropriated. At the close of the fiscal year, any funds
12 remaining in the intercity bus equipment facility fund shall remain
13 in the fund and be carried forward into the succeeding fiscal year.

14 Sec. 702. Money that is received by this state as repayment
15 for loans made for rail or water freight capital projects, and as a
16 result of the sale of property or equipment used or projected to be
17 used for rail or water freight projects shall be deposited in the
18 rail freight fund created by section 17 of the state transportation
19 preservation act of 1976, 1976 PA 295, MCL 474.67. At the close of
20 the fiscal year, any funds remaining in the rail freight fund shall
21 remain in the fund and be carried forward into the succeeding
22 fiscal year.

23 Sec. 703. After receiving notification from a railroad company
24 pursuant to section 8 of the state transportation preservation act
25 of 1976, 1976 PA 295, MCL 474.58, the department shall immediately
26 notify the house of representatives and senate appropriations
27 subcommittees on transportation and the state budget office that

1 the railroad company has filed with the appropriate governmental
2 agencies for abandonment of a line.

3 Sec. 706. The Detroit/Wayne County Port Authority shall issue
4 a complete operations assessment and a financial disclosure
5 statement. The operations assessment shall include operational
6 goals for the next 5 years and recommendations to improve land
7 acquisition and development efficiency. The report shall be
8 completed and submitted to the house of representatives and senate
9 appropriations subcommittees on transportation, the state budget
10 director, and the house and senate fiscal agencies by February 15
11 of each fiscal year for the prior fiscal year.

12 Sec. 711. (1) As prescribed in subsection (2), the department
13 shall submit reports to the state budget director, the house and
14 senate appropriations subcommittees on transportation, and the
15 house and senate fiscal agencies on rail passenger service provided
16 by Amtrak under a contractual agreement with the department. The
17 report shall be submitted on or before May 1 of each year.

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

19 (a) Passenger counts for the preceding fiscal year for each of
20 the 3 Amtrak routes in Michigan.

21 (b) Revenue and operating expenses by Amtrak route.

22 (c) Total state operating payments to Amtrak in the preceding
23 fiscal year by Amtrak route.

24 (d) A discussion of major factors affecting route costs and
25 revenue and net state costs in the preceding fiscal year, and
26 factors affecting route costs and revenue and net state costs
27 anticipated in the current and future fiscal years.

1 Sec. 713. On or before November 1, 2015, the department shall
2 report to the state budget director, the house and senate
3 appropriations subcommittees on transportation, and the house and
4 senate fiscal agencies on the status of commuter rail demonstration
5 projects in the state, including the disposition of rail cars
6 leased by the department for commuter rail service.

7 Sec. 735. For the fiscal year ending September 30, 2016, the
8 appropriation to a street railway pursuant to section 10e(22) of
9 1951 PA 51, MCL 247.660e, is \$0.

10 **AERONAUTICS FUND**

11 Sec. 801. Except as otherwise provided in section 903 for
12 capital outlay, at the close of the fiscal year, any unobligated
13 and unexpended balance in the state aeronautics fund created in the
14 aeronautics code of the state of Michigan, 1945 PA 327, MCL 259.1
15 to 259.208, shall lapse to the state aeronautics fund and be
16 appropriated by the legislature in the immediately succeeding
17 fiscal year.

18 Sec. 802. The legislature encourages the department to find
19 private entities or local public agencies to assume ownership and
20 operating responsibility for airports currently owned by the
21 department.

22 **CAPITAL OUTLAY**

23 Sec. 901. (1) From federal-state-local project appropriations
24 contained in part 1 for the purpose of assisting political entities
25 and subdivisions of this state in the construction and improvement

1 of publicly used airports and landing fields within this state, the
2 state transportation department may permit the award of contracts
3 on behalf of units of local government for the authorized locations
4 not to exceed the indicated amounts, of which the state allocated
5 portion shall not exceed the amount appropriated in part 1.

6 (2) Political entities and subdivisions shall provide not less
7 than 5% of the cost of any project under this section, unless a
8 total nonfederal share greater than 10% is otherwise specified in
9 federal law. State money shall not be allocated until local money
10 is allocated. State money for any 1 project shall not exceed 1/3 of
11 the total appropriation in part 1 from state funds for airport
12 improvement programs.

13 (3) The Michigan aeronautics commission may take those steps
14 necessary to match federal money available for airport construction
15 and improvement within this state and to meet the matching
16 requirements of the federal government. Whether acting alone or
17 jointly with another political subdivision or public agency or with
18 this state, a political subdivision or public agency of this state
19 shall not submit to any agency of the federal government a project
20 application for airport planning or development unless it is
21 authorized in this part and part 1 and the project application is
22 approved by the governing body of each political subdivision or
23 public agency making the application and by the Michigan
24 aeronautics commission.

25 Sec. 903. The appropriations in part 1 for capital outlay
26 shall be carried forward at the end of the fiscal year consistent
27 with the provisions of section 248 of the management and budget

1 act, 1984 PA 431, MCL 18.1248.

2 **ONE-TIME AND ONGOING GENERAL FUND APPROPRIATIONS**

3 Sec. 1001. The state general fund/general purpose
4 appropriation in part 1 for state trunkline federal aid and road
5 and bridge construction shall be used to ensure that the state
6 match all available federal-aid highway funds.

7 Sec. 1002. The general fund/general purpose appropriation in
8 part 1 for state and local road and bridge programs shall be
9 distributed to the state trunk line fund, county road commissions,
10 and cities and villages in the same percentages described in
11 section 10(1)(j) of 1951 PA 51, MCL 247.660. Funds distributed to
12 county road commissions under this section shall be distributed
13 among the county road commissions in accordance with section 12 of
14 1951 PA 51, MCL 247.662. Funds distributed to cities and villages
15 under this section shall be distributed among cities and villages
16 in accordance with section 13 of 1951 PA 51, MCL 247.663.

17 Sec. 1003. By December 1, 2016, the department shall report to
18 the house and senate appropriations subcommittees on
19 transportation, and the house and senate fiscal agencies, on the
20 use of general fund/general purpose funds appropriated in part 1
21 for transit capital and rail infrastructure. The report shall
22 include a summary of funds expended, encumbered, and lapsed for
23 both transit capital and rail infrastructure. With regard to
24 transit capital projects, the report shall include grantees, grant
25 amounts, project description, and project completion dates. With
26 regard to rail infrastructure projects, the report shall include

1 grant amounts, project description, and project completion dates.

2 Sec. 1006. The department shall prepare a report regarding
3 progress on the construction of a new rail tunnel crossing of the
4 Detroit River between the city of Detroit and Windsor, Ontario,
5 Canada, referenced in the balance of this section as "the project".
6 On November 10, 2015, the department shall provide the report to
7 the house and senate transportation appropriations subcommittees
8 and the house and senate fiscal agencies. The report shall include
9 the following:

10 (a) Whether the project has obtained all necessary
11 environmental and cross-border crossing permits from the
12 governments of Canada and the United States.

13 (b) Whether the project is included in the long-range
14 transportation plan of the southeast Michigan council of
15 governments.

16 (c) Whether the department is satisfied that the project will
17 accommodate not fewer than 400,000 rail cars per year.

18 (d) Whether the department is satisfied that the project will
19 be available for use by all rail companies.

20 (e) Whether the department is satisfied that all approvals
21 necessary for the completion of the project have been secured.

22 PART 2A

23 PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS

24 FOR FISCAL YEAR 2016-2017

25 GENERAL SECTIONS

1 Sec. 1201. It is the intent of the legislature to provide
2 appropriations for the fiscal year ending on September 30, 2017 for
3 the line items listed in part 1. The fiscal year 2016-2017
4 appropriations are anticipated to be the same as those for fiscal
5 year 2015-2016, except that the line items will be adjusted for
6 changes in caseload and related costs, federal fund match rates,
7 economic factors, and available revenue. These adjustments will be
8 determined after the January 2016 consensus revenue estimating
9 conference.