HOUSE BILL No. 4368

March 16, 2017, Introduced by Rep. Cox and referred to the Committee on Appropriations.

A bill to make appropriations for various state departments and agencies; the judicial branch, and the legislative branch for the fiscal years ending September 30, 2018; to provide anticipated appropriations for the fiscal year ending September 30, 2019; to provide for certain conditions on appropriations; to provide for the expenditure of the appropriations.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

PART 1

LINE-ITEM APPROPRIATIONS

	For Fiscal Year Ending Sept. 30, 2018	For Fiscal Year Ending Sept. 30, 2019
APPROPRIATION SUMMARY		
GROSS APPROPRIATION	**$ 56,267,284,800**	**$ 56,107,581,100**
Total interdepartmental grants and interdepartmental		

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transfers	880,233,700	880,233,700
ADJUSTED GROSS APPROPRIATION	$ 55,387,051,100	$ 55,227,347,400
Total federal revenues	23,096,003,500	22,961,727,700
Total local revenues	214,888,900	213,388,900
Total private revenues	168,256,300	168,256,300
Total other state restricted revenues	21,758,509,400	21,897,244,900
State general fund/general purpose	$ 10,149,393,000	$ 9,986,729,600

Article 1

DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 1-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of agriculture and rural development are appropriated for the fiscal year ending September 30, 2018, and are anticipated to be appropriated for the fiscal year ending September 30, 2019, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT

APPROPRIATION SUMMARY

Full-time equated unclassified positions.....	6.0	6.0
Full-time equated classified positions.....	493.5	493.5
**GROSS APPROPRIATION	**$ 104,928,800**	**$ 100,748,700**
Total interdepartmental grants and interdepartmental transfers.....	310,300	310,300
ADJUSTED GROSS APPROPRIATION	$ 104,618,500	$ 100,438,400
Total federal revenues	11,273,900	11,273,900
Total local revenues	0	0
Total private revenues	101,600	101,600
Total other state restricted revenues	36,661,000	36,660,900
State general fund/general purpose	$ 56,582,000	$ 52,402,000
State general fund/general purpose schedule:		
*Ongoing state general fund/general purpose	*52,402,000*	*52,402,000*
*One-time state general fund/general purpose	*4,180,000*	*0*

Sec. 1-102. DEPARTMENTAL ADMINISTRATION AND SUPPORT

1	Full-time equated unclassified positions.....		6.0		6.0
2	Full-time equated classified positions.....		36.0		36.0
3	Unclassified salaries-6.0 FTE positions	$	562,300	$	562,300
4	Accounting service center		1,150,400		1,150,400
5	Commissions and boards		23,800		23,800
6	Emergency management-4.0 FTE positions		979,600		979,600
7	Executive direction-11.0 FTE positions		1,426,100		1,426,100
8	Operational services-20.0 FTE positions		2,008,800		2,008,800
9	Property management		709,000		709,000
10	Statistical reporting service-1.0 FTE position		204,700		204,700
11	**GROSS APPROPRIATION	**$**	**7,064,700**	**$**	**7,064,700**
12	Appropriated from:				
13	Federal revenues:				
14	Other federal revenues		334,400		334,400
15	Special revenue funds:				
16	Private revenues		50,000		50,000
17	Other state restricted revenues		1,050,500		1,050,500
18	State general fund/general purpose	$	5,629,800	$	5,629,800
19	**Sec. 1-103. INFORMATION TECHNOLOGY**				
20	Information technology services and projects	$	1,778,500	$	1,778,500
21	**GROSS APPROPRIATION	**$**	**1,778,500**	**$**	**1,778,500**
22	Appropriated from:				
23	Interdepartmental grant revenues:				
24	IDG from department of licensing and regulatory affairs		3,200		3,200
25	Special revenue funds:				
26	Other state restricted revenues		187,600		187,600
27	State general fund/general purpose	$	1,587,700	$	1,587,700

Sec. 1-104. FOOD AND DAIRY				
Full-time equated classified positions.....		125.0		125.0
Food safety and quality assurance-94.0 FTE positions .	$	16,648,400	$	16,648,400
Milk safety and quality assurance-31.0 FTE positions .		4,510,300		4,510,300
**GROSS APPROPRIATION	**$**	**21,158,700**	**$**	**21,158,700**
Appropriated from:				
Federal revenues:				
Other federal revenues		2,437,800		2,437,800
Special revenue funds:				
Other state restricted revenues		5,729,700		5,729,700
State general fund/general purpose	$	12,991,200	$	12,991,200
Sec. 1-105. ANIMAL INDUSTRY				
Full-time equated classified positions.....		61.0		61.0
Animal agriculture initiative	$	399,000	$	399,000
Animal disease prevention and response-61.0 FTE positions.....		9,267,300		9,267,300
Indemnification - livestock depredation		50,000		50,000
**GROSS APPROPRIATION	**$**	**9,716,300**	**$**	**9,716,300**
Appropriated from:				
Federal revenues:				
Other federal revenues		616,000		616,000
Special revenue funds:				
Private revenues		30,500		30,500
Other state restricted revenues		263,000		263,000
State general fund/general purpose	$	8,806,800	$	8,806,800
Sec. 1-106. PESTICIDE AND PLANT PEST MANAGEMENT				
Full-time equated classified positions.....		94.0		94.0

1	Pesticide and plant pest management-88.0 FTE positions	$	14,073,800	$	14,073,800
2	Producer security/grain dealers-6.0 FTE positions		618,500		618,500
3	**GROSS APPROPRIATION**	**$**	**14,692,300**	**$**	**14,692,300**
4	Appropriated from:				
5	Federal revenues:				
6	Other federal revenues		1,678,500		1,678,500
7	Special revenue funds:				
8	Private revenues		21,100		21,100
9	Other state restricted revenues		7,148,800		7,148,800
10	State general fund/general purpose	$	5,843,900	$	5,843,900
11	**Sec. 1-107. ENVIRONMENTAL STEWARDSHIP**				
12	Full-time equated classified positions.....		65.5		65.5
13	Environmental stewardship - MAEAP-25.0 FTE positions .	$	10,236,600	$	10,236,600
14	Farmland and open space preservation-10.0 FTE positions		1,623,100		1,623,100
15	Intercounty drain-6.0 FTE positions		802,900		802,900
16	Migrant labor housing-9.0 FTE positions		1,206,800		1,206,800
17	Qualified forest program-9.0 FTE positions		2,697,300		2,697,300
18	Right-to-farm-6.5 FTE positions		950,800		950,800
19	**GROSS APPROPRIATION**	**$**	**17,517,500**	**$**	**17,517,500**
20	Appropriated from:				
21	Interdepartmental grant revenues:				
22	IDG from department of environmental quality		88,500		88,500
23	Federal revenues:				
24	Other federal revenues		1,477,300		1,477,300
25	Special revenue funds:				
26	Other state restricted revenues		9,719,500		9,719,500
27	State general fund/general purpose	$	6,232,200	$	6,232,200

Sec. 1-108. LABORATORY SERVICES				
Full-time equated classified positions.....		96.0		96.0
Consumer protection program-41.0 FTE positions	$	6,711,200	$	6,711,200
Laboratory services-42.0 FTE positions		6,829,000		6,829,000
USDA monitoring-13.0 FTE positions		1,622,100		1,622,100
**GROSS APPROPRIATION	**$**	**15,162,300**	**$**	**15,162,300**
Appropriated from:				
Interdepartmental grant revenues:				
IDG from department of licensing and regulatory affairs		218,600		218,600
Federal revenues:				
Other federal revenues		2,422,200		2,422,200
Special revenue funds:				
Other state restricted revenues		5,874,100		5,874,100
State general fund/general purpose	$	6,647,400	$	6,647,400
Sec. 1-109. AGRICULTURE DEVELOPMENT				
Full-time equated classified positions.....		16.0		16.0
Agriculture development-12.0 FTE positions	$	4,019,800	$	4,019,800
Food and agriculture investment program		2,743,900		2,743,900
Grape and wine program-3.0 FTE positions		927,000		927,000
Rural development fund grant program-1.0 FTE position		2,000,000		2,000,000
**GROSS APPROPRIATION	**$**	**9,690,700**	**$**	**9,690,700**
Appropriated from:				
Federal revenues:				
Other federal revenues		2,307,700		2,307,700
Special revenue funds:				
Other state restricted revenues		3,020,500		3,020,500
State general fund/general purpose	$	4,362,500	$	4,362,500

Sec. 1-110. FAIRS AND EXPOSITIONS			
County fairs, shows, and expositions grants	$ 300,500	$ 300,500
Fairs and racing	256,600	256,600
Licensed tracks - light horse racing	40,300	40,300
Light horse racing - breeders' awards	20,000	20,000
Purses and supplements - fairs/licensed tracks	708,300	708,300
Standardbred breeders' awards	345,900	345,900
Standardbred purses and supplements - licensed tracks	671,800	671,800
Standardbred sire stakes	275,000	275,000
Thoroughbred breeders' awards	368,600	368,600
Thoroughbred sire stakes	378,800	378,800
Thoroughbred supplements - licensed tracks	601,900	601,900
**GROSS APPROPRIATION	**$ 3,967,700**	**$ 3,967,700**
Appropriated from:		
Special revenue funds:		
Other state restricted revenues	3,667,200	3,667,200
State general fund/general purpose	$ 300,500	$ 300,500
Sec. 1-111. ONE-TIME APPROPRIATIONS		
Double up food bucks (statewide)	$ 750,000	$ 0
Drinking water declaration of emergency	680,100	0
Enhanced wildlife risk management project	1,000,000	0
Intercounty drain	250,000	0
Tree fruit commission	1,500,000	0
**GROSS APPROPRIATION	**$ 4,180,100**	**$ 0**
Appropriated from:		
Special revenue funds:		
Other state restricted revenues	100	0

State general fund/general purpose	$ 4,180,000	$	0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2018

GENERAL SECTIONS

Sec. 1-201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for the fiscal year 2018 is $93,243,000.00 and state spending from state resources to be paid to local units of government for fiscal year 2018 is $7,350,000.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF AGRICULTURE AND RURAL DEVELOPMENT

Environmental stewardship - MAEAP.....	$ 4,250,000
Enhanced wildlife risk management project.....	1,000,000
Qualified forest program.....	1,500,000
Rural development fund grant program.....	600,000
TOTAL	$ 7,350,000

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

Sec. 1-203. As used in this article:

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

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

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

(d) "IDG" means interdepartmental grant.

(e) "MAEAP" means the Michigan agriculture environmental assurance program.

(f) "TB" means tuberculosis.

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

Sec. 1-204. The departments and agencies receiving appropriations in part 1 shall use the Internet to fulfill the reporting requirements of this article. 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. 1-205. 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 services, or both, are available. Preference shall be given to goods or services, or both, manufactured or provided by Michigan businesses, if they are competitively priced and of comparable quality. In addition, preference should be given to goods or services, or both, that are manufactured or provided by Michigan businesses owned and operated by veterans, if they are competitively priced and of comparable quality.

Sec. 1-206. The director 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. Each director shall strongly encourage firms with which the department contracts to subcontract with certified businesses in depressed and deprived communities for services, supplies, or both.

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

(a) The dates of each travel occurrence.

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

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

Sec. 1-209. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total general fund/general purpose appropriation lapses at the close of the prior fiscal year. This report shall summarize the projected year-end general fund/general purpose appropriation lapses by major departmental program or program areas. The report shall be transmitted to the chairpersons of the senate and house appropriations committees and the senate and house fiscal agencies.

Sec. 1-210. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $5,000,000.00 for federal contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article 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 $6,000,000.00 for state restricted contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

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

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

Sec. 1-211. The department shall cooperate with the department of technology, management and budget to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following for each department or agency:

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

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

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

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

(e) Job specifications and wage rates.

Sec. 1-212. Within 14 days after the release of the executive budget recommendation, the department shall cooperate with the state budget office to provide the senate and house appropriations chairs, the senate and house appropriations subcommittees chairs, and the senate and house fiscal agencies with an annual report on estimated state restricted fund balances, state restricted fund projected revenues, and state restricted fund expenditures for the fiscal years ending September 30, 2017 and September 30, 2018.

Sec. 1-213. The department shall maintain, on a publicly accessible website, a department scorecard that identifies, tracks and regularly updates key metrics that are used to monitor and improve the agency's performance.

Sec. 1-214. Total authorized appropriations from all sources under part 1 for legacy costs for the fiscal year ending September 30, 2018 are estimated at $12,400,000.00. From this amount, total agency appropriations for pension-related legacy costs are estimated at $6,381,100.00. Total agency appropriations for retiree health care legacy costs are estimated at $6,018,900.00.

DEPARTMENTAL ADMINISTRATION AND SUPPORT

Sec. 1-301. (1) The department may establish a fee schedule and collect fees for the following work activities and services:

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

(b) Fruit and vegetable inspection and grading services at shipping and termination points and processing plants.

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

(d) Laboratory support analyses to determine foreign substances in horses engaged in racing or pulling contests at tracks.

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

(f) Laboratory support test samples for other state and local agencies and public or private organizations.

(2) The department may receive and expend revenue from the fees authorized under subsection (1), subject to appropriation, for the purpose of recovering expenses

associated with the work activities and services described in subsection (1). Fee revenue collected by the department under subsection (1) shall not lapse to the state general fund at the end of the fiscal year but shall carry forward for appropriation by the legislature in the subsequent fiscal year.

(3) The department shall notify the subcommittees, fiscal agencies, and the state budget office 30 days prior to proposing changes in fees authorized under this section or under section 5 of the market conditions act, 1915 PA 91, MCL 285.35.

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

Sec. 1-302. (1) The department may contract with or provide grants to local units of government, institutions of higher education, or nonprofit organizations to support activities authorized by appropriations in part 1. As used in this section, contracts and grants include, but are not limited to, contracts for delivery of groundwater/freshwater programs, MAEAP technical assistance, forest management, invasive species monitoring, wildlife risk mitigation, grants promoting proper pesticide disposal, and research grants for the purpose of enhancing the agricultural industries in this state.

(2) The department shall provide notice of contracts or grants authorized under this section to the subcommittees, fiscal agencies, and the state budget office not later than 7 days before the department notifies contract or grant recipients.

FOOD AND DAIRY

Sec. 1-401. (1) The department shall report on the previous calendar year's activities of the food and dairy division. The report shall include information on

activities and outcomes of the dairy safety and inspection program, the food safety inspection program, the foodborne illness and emergency response program, and the food service program.

(2) The report shall include information on significant foodborne outbreaks and emergencies, including any enforcement actions taken related to food safety during the prior calendar year.

(3) The report shall be transmitted to the subcommittees, fiscal agencies, and the state budget office and posted to the department's website on or before April 1 of each year.

ANIMAL INDUSTRY

Sec. 1-452. The department shall report on the previous calendar year's activities of the animal industry division. The report shall be transmitted to the subcommittees, fiscal agencies, and the state budget office and posted to the department's website on or before April 1 of each year.

Sec. 1-453. (1) The department shall not make an indemnification payment exceeding $100,000 in accordance with the animal industry act, 1988 PA 466, MCL 287.701 to 287.746, until the department provides all of the following information to the subcommittees, fiscal agencies, and the state budget office:

(a) The reason for the indemnification.

(b) The amount of the indemnification.

(2) From the funds appropriated in part 1 for indemnification - livestock depredation, the department shall make indemnification payments for livestock killed by a wolf, coyote, or cougar pursuant to the wildlife depredation indemnification act, 2012 PA 487, MCL 285.361 to 285.365.

(3) The department shall include in their annual report required in section 452 all indemnification payments for livestock depredation made in the previous fiscal

year. The report shall include all of the following information:

(a) The reason for the indemnification.

(b) The amount of the indemnification.

(c) The person to whom the indemnification was paid.

Sec. 1-454. The department shall use its resources to collaborate with the USDA to monitor bovine TB, consistent with the May 2016 memorandum of understanding between the department and the USDA.

Sec. 1-458. From the funds appropriated in part 1 for animal industry, the department shall provide inspection and testing of aquaculture facilities and aquaculture researchers as provided under section 7 of the Michigan aquaculture development act, 1996 PA 199, MCL 286.877.

PESTICIDE AND PLANT PEST MANAGEMENT

Sec. 1-501. The department shall report on the previous calendar year's activities of the pesticide and plant pest management division. The report shall be transmitted to the subcommittees, fiscal agencies, and the state budget office and posted to the department's website on or before April 1 of each year.

ENVIRONMENTAL STEWARDSHIP

Sec. 1-601. The funds appropriated in part 1 for environmental stewardship/MAEAP shall be used to support department agriculture pollution prevention programs, including groundwater and freshwater protection programs under part 87 of the Michigan natural resources and environmental protection act, 1994 PA 451, MCL 324.8701 to 324.8717, and technical assistance in implementing conservation grants available under the federal farm bill of 2014.

Sec. 1-602. The department shall report on the previous calendar year's activities of the environmental stewardship division. The report shall be transmitted

to the subcommittees, fiscal agencies, and the state budget office and posted to the department's website on or before April 1 of each year.

Sec. 1-604. The department may receive and expend federal revenues in excess of the federal revenue appropriated in part 1, section 107, for environmental stewardship and MAEAP activities. The department shall notify the subcommittees, fiscal agencies, and the state budget office prior to expending federal revenues authorized under this section.

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

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

Sec. 1-651. The department shall report on the previous calendar year's activities of the laboratory division. The report shall be transmitted to the subcommittees, fiscal agencies, and the state budget office and posted to the department's website on or before April 1 of each year.

AGRICULTURE DEVELOPMENT

Sec. 1-706. (1) From the funds appropriated in part 1 for agriculture development, the department shall increase trade show and export business visit attendance by 10 trade shows and 10 export business visits from the 2016-2017 fiscal year. The purpose of this expansion is to promote the business of Michigan companies and their products in global markets.

(2) The department shall report on the previous calendar year's activities of the agriculture development division. The report shall be transmitted to the

subcommittees, fiscal agencies, and the state budget office and posted to the department's website on or before April 1 of each year.

(3) The report shall include the following information on any grants awarded during the prior fiscal year:

(a) The name of the grantee.

(b) The amount of the grant.

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

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

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

Sec. 1-711. (1) From the funds appropriated in part 1 for the food and agriculture investment program, the department shall establish and administer a food and agriculture investment program.

(2) The food and agriculture investment program shall expand the Michigan food and agriculture sector, grow Michigan exports, and increase food processing activities within the state by accelerating projects and infrastructure development that supports growth in the food and agriculture processing industry.

(3) In addition to the funds appropriated in part 1, the department may receive and expend funds received from outside sources for the food and agriculture investment program.

(4) Prior to the allocation of funding, all projects shall receive approval from the Michigan commission of agriculture and rural development, except for projects selected through a competitive process by a joint evaluation committee selected by the director and consisting of representatives that have agriculture, business, and economic development expertise. Projects funded through the food and agriculture investment program will be required to have a grant agreement that outlines milestones and activities that must be met in order to receive a disbursement of funds. Projects

must also identify measurable project outcomes.

(5) The department shall include in the agriculture development annual report a report on the food and agriculture investment program for the previous fiscal year which shall include a listing of the grantees, award amounts, match funding, and project outcomes.

(6) The food and agriculture investment program shall be administered by the department and provide support for food and agriculture projects that will enable growth in the industry and Michigan's economy.

(7) The unexpended portion of the food and agriculture investment program shall be considered a work project appropriation in accordance with section 451a(1) of the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

(a) The purpose of the project is to promote and expand the Michigan food and agriculture sector, grow Michigan exports, and increase food processing activities within the state.

(b) All projects will be funded in accordance with this section and the project guidelines approved by the Michigan agriculture commission prior to an award.

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

(d) The tentative completion date for the work project is September 30, 2020.

(8) The department may expend money from the funds appropriated in part 1 for the food and agriculture investment program including all of the following activities:

(a) grants

(b) loans or loan guarantees

(c) infrastructure development

(d) other economic assistance

(e) program administration

(f) export assistance, including staffing and the promotion of agriculture

exports and agriculture products at trade shows, buyers missions, food shows, trade missions and other trade and export activities within the United States and internationally.

FAIRS AND EXPOSITIONS

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

Sec. 1-805. (1) The department shall establish and administer a county fairs, shows, and expositions grant program. The program shall have the following objectives:

(a) Assist in the promotion of building improvements or other capital improvements at county fairgrounds of the state.

(b) Provide financial support, promotion, prizes, and premiums of equine, livestock, and other agricultural commodity expositions in the state.

(2) The department shall award grants on a competitive basis to county fairs or other organizations from the funds appropriated in part 1 for county fairs, shows, and expositions grants. Grantees will be required to provide a dollar-for-dollar cash match with grant awards and identify measurable project outcomes. A county fair organization that received a county fair capital improvement grant in the prior fiscal year shall not receive a grant from the appropriation in part 1.

(3) From the amount appropriated in part 1 for county fairs, shows, and expositions, up to $20,000.00 shall be expended for the purpose of financial support, promotion, prizes, and premiums of equine, livestock, and other agricultural commodity expositions in this state.

(4) All fairs receiving grants under this section shall provide a report to the department on the financial impact resulting from the capital improvement project on both fair and non-fair events. These reports are due for three years immediately following the completion of the capital improvement project.

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

(6) The department may expend money from the funds appropriated in part 1 for the county fairs, shows, and expositions grants for administering the program.

(7) The unexpended portion of the county fairs, shows, and expositions grants is considered a work project appropriation in accordance with section 451a of the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

(a) The purpose of the project is to support building improvements or other capital improvements at county fairgrounds of the state.

(b) All grants will be distributed in accordance with this section and the grant guidelines published prior to the request for proposals.

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

(d) The tentative completion date for the work project is September 30, 2020.

(8) The department shall provide a year-end report on the county fairs, shows, and expositions grants no later than December 1, 2018 to the subcommittees, fiscal agencies, and state budget office, which shall include a listing of the grantees, award amounts, match funding, and project outcomes.

ONE-TIME APPROPRIATIONS

Sec. 1-901. (1) From the funds appropriated in part 1 for the drinking water declaration of emergency, the department shall allocate funds to address needs in a city in which a declaration of emergency was issued because of drinking water contamination. These funds may support, but are not limited to, the following

activities:

(a) Genesee County food inspectors to perform water testing at local food service establishments.

(b) Nutritional incentives provided to local residents through the Double Up Food Bucks expansion program.

(2) The unexpended funds appropriated for drinking water declaration of emergency are designated as a work project appropriation, and any unencumbered or unexpended funds shall not lapse at the end of the fiscal year and shall be available for expenditure for projects under this section until the projects have been completed. The following is in compliance with section 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

(a) The purpose of the project is to address needs in a city in which a declaration of emergency was issued because of drinking water contamination.

(b) The projects will be accomplished by utilizing state employees or contracts with service providers, or both.

(c) The total estimated cost of the project is appropriated in Part 1.

(d) The tentative completion date is September 30, 2019.

Article 2

DEPARTMENT OF ATTORNEY GENERAL

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 2-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of attorney general are appropriated for the fiscal year ending September 30, 2018, and are anticipated to be appropriated for the fiscal year ending September 30, 2019, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

DEPARTMENT OF ATTORNEY GENERAL

APPROPRIATION SUMMARY

Full-time equated unclassified positions.....	6.0	6.0
Full-time equated classified positions.....	533.0	533.0
**GROSS APPROPRIATION	**$ 101,068,800**	**$ 100,443,800**
Total interdepartmental grants and interdepartmental transfers.....	29,915,300	29,915,300
ADJUSTED GROSS APPROPRIATION	$ 71,153,500	$ 70,528,500
Total federal revenues	9,518,000	9,518,000
Total local revenues	0	0
Total private revenues	0	0
Total other state restricted revenues	21,336,900	21,461,900
State general fund/general purpose	$ 40,298,600	$ 39,548,600
State general fund/general purpose schedule:		
Ongoing state general fund/general purpose	*39,548,600*	*39,548,600*
One-time state general fund/general purpose	*750,000*	*0*

Sec. 2-102. ATTORNEY GENERAL OPERATIONS

Full-time equated unclassified positions.....	6.0	6.0
Full-time equated classified positions.....	533.0	533.0
Attorney general-1.0 FTE position	$ 112,500	$ 112,500
Unclassified salaries-5.0 FTE positions	776,600	776,600
Attorney general operations-490.0 FTE positions	89,565,900	89,690,900
Child support enforcement-25.0 FTE positions	3,525,000	3,525,000
Prosecuting attorneys coordinating council-12.0 FTE positions.....	2,155,500	2,155,500
Public safety initiative-1.0 FTE position	906,200	906,200
Sexual assault law enforcement-5.0 FTE positions	1,716,400	1,716,400
**GROSS APPROPRIATION	**$ 98,758,100**	**$ 98,883,100**
Appropriated from:		
Interdepartmental grant revenues:		
IDG from department of corrections	664,500	664,500
IDG from department of education	599,200	599,200
IDG from department of environmental quality	2,020,000	2,020,000
IDG from department of health and human services	7,032,400	7,032,400
IDG from department of insurance and financial services	1,218,700	1,218,700
IDG from department of licensing and regulatory affairs	4,951,800	4,951,800
IDG from department of military and veterans affairs .	166,100	166,100
IDG from department of state	45,000	45,000
IDG from department of state police	260,100	260,100
IDG from department of talent and economic development	952,900	952,900
IDG from department of technology, management and budget.....	2,252,000	2,252,000
IDG from department of transportation	2,832,000	2,832,000
IDG from department of treasury	6,920,600	6,920,600

Federal revenues:		
Other federal revenues	9,518,000	9,518,000
Special revenue funds:		
Michigan merit award trust fund	499,500	499,500
Other state restricted revenues	20,837,400	20,962,400
State general fund/general purpose	$ 37,987,900	$ 37,987,900
Sec. 2-103. INFORMATION TECHNOLOGY		
Information technology services and projects	$ 1,560,700	$ 1,560,700
**GROSS APPROPRIATION	**$ 1,560,700**	**$ 1,560,700**
Appropriated from:		
Special revenue funds:		
State general fund/general purpose	$ 1,560,700	$ 1,560,700
Sec. 2-104. ONE-TIME APPROPRIATIONS		
PACC juvenile life without parole cases	$ 750,000	$ 0
**GROSS APPROPRIATION	**$ 750,000**	**$ 0**
Appropriated from:		
Special revenue funds:		
State general fund/general purpose	$ 750,000	$ 0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2018

GENERAL SECTIONS

Sec. 2-201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for the fiscal year 2018 is $61,635,500.00 and state spending from state resources to be paid to local units of

government for fiscal year 2018 is $0.00.

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

Sec. 2-203. As used in this article:

(a) "Department" means the department of attorney general.

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

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

(d) "IDG" means interdepartmental grant.

(e) "PACC" means prosecuting attorneys coordinating council.

Sec. 2-204. The departments and agencies receiving appropriations in part 1 shall use the Internet to fulfill the reporting requirements of this article. 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. 2-205. 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 services, or both, are available. Preference shall be given to goods or services, or both, manufactured or provided by Michigan businesses, if they are competitively priced and of comparable quality. In addition, preference should be given to goods or services, or both, that are manufactured or provided by Michigan businesses owned and operated by veterans, if they are competitively priced and of comparable quality.

Sec. 2-206. The director 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. Each director shall strongly encourage firms with which the department contracts to subcontract with certified businesses in depressed and deprived communities for services, supplies, or both.

Sec. 2-207. The departments and agencies receiving appropriations in part 1 shall prepare a report on out-of-state travel expenses not later than January 1 of each year. The travel report shall be a listing of all travel by classified and unclassified employees outside this state in the immediately preceding fiscal year that was funded in whole or in part with funds appropriated in the department's budget. The report shall be submitted to the senate and house appropriations committees, the house and senate fiscal agencies, and the state budget director. The report shall include the following information:

(a) The dates of each travel occurrence.

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

Sec. 2-208. Funds appropriated in part 1 shall not be used by a principal executive department, state agency, or authority to hire a person to provide legal services that are the responsibility of the attorney general. This prohibition does not apply to legal services for bonding activities and for those outside services that the attorney general authorizes.

Sec. 2-209. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total general fund/general purpose appropriation lapses at the close of the prior fiscal year. This report shall summarize the projected year-end general fund/general purpose appropriation lapses by major departmental program or program areas. The report shall be transmitted to the chairpersons of the senate and house appropriations committees and the senate and house fiscal agencies.

Sec. 2-210. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $1,500,000.00 for federal contingency funds.

These funds are not available for expenditure until they have been transferred to another line item in this article 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 $1,500,000.00 for state restricted contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

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

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

Sec. 2-211. The department shall cooperate with the department of technology, management and budget to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following for each department or agency:

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

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

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

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

(e) Job specifications and wage rates.

Sec. 2-212. Within 14 days after the release of the executive budget recommendation, the department shall cooperate with the state budget office to provide the senate and house appropriations chairs, the senate and house appropriations subcommittees chairs, and the senate and house fiscal agencies with an annual report on estimated state restricted fund balances, state restricted fund projected revenues, and state restricted fund expenditures for the fiscal years ending September 30, 2017 and September 30, 2018.

Sec. 2-213. The department shall maintain, on a publicly accessible website, a department scorecard that identifies, tracks and regularly updates key metrics that are used to monitor and improve the agency's performance.

Sec. 2-214. Total authorized appropriations from all sources under part 1 for legacy costs for the fiscal year ending September 30, 2018 are estimated at $17,281,300.00. From this amount, total agency appropriations for pension-related legacy costs are estimated at $8,893,100.00. Total agency appropriations for retiree health care legacy costs are estimated at $8,388,200.00.

DEPARTMENT OF ATTORNEY GENERAL

Sec. 2-301. From the funds appropriated in part 1 for attorney general operations, the Attorney General shall maintain a minimum of 24 drug investigations and may prosecute when sufficient evidence is obtained. The purpose of this investment is to establish a specialized drug investigation and prosecution unit.

Sec. 2-302. (1) The attorney general shall perform all legal services, including representation before courts and administrative agencies rendering legal opinions and providing legal advice to a principal executive department or state agency. A principal executive department or state agency shall not employ or enter into a contract with any other person for services described in this section.

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

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

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

Sec. 2-304. The department of attorney general is responsible for the legal representation for state of Michigan state employee worker's disability compensation cases. The risk management revolving fund revenue appropriation in part 1 is to be satisfied by billings from the department of attorney general for the actual costs of legal representation, including salaries and support costs.

Sec. 2-305. In addition to the funds appropriated in part 1, not more than $400,000.00 shall be reimbursed per fiscal year for food stamp fraud cases heard by the third circuit court of Wayne County that were initiated by the department of attorney general pursuant to the existing contract between the department of health and human services, the Prosecuting Attorneys Association of Michigan, and the department of attorney general. The source of this funding is money earned by the department of attorney general under the agreement after the allowance for reimbursement to the department of attorney general for costs associated with the prosecution of food stamp fraud cases. It is recognized that the federal funds are

earned by the department of attorney general for its documented progress on the prosecution of food stamp fraud cases according to the United States Department of Agriculture regulations and that, once earned by this state, the funds become state funds.

Sec. 2-306. Any proceeds from a lawsuit initiated by or settlement agreement entered into on behalf of this state against a manufacturer of tobacco products by the attorney general are state funds and are subject to appropriation as provided by law.

Sec. 2-307. (1) In addition to the antitrust revenues in part 1, antitrust, securities fraud, consumer protection or class action enforcement revenues, or attorney fees recovered by the department, not to exceed $250,000.00, are appropriated to the department for antitrust, securities fraud, and consumer protection or class action enforcement cases.

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

Sec. 2-308. (1) In addition to the funds appropriated in part 1, there is appropriated up to $1,000,000.00 from litigation expense reimbursements awarded to the state.

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

(3) Unexpended funds at the end of the fiscal year may be carried forward for

expenditure in the following year, up to a maximum authorization of $1,000,000.00.

Sec. 2-309. From the prisoner reimbursement funds appropriated in part 1, the department may spend up to $627,400.00 on activities related to the state correctional facility reimbursement act, 1935 PA 253, MCL 800.401 to 800.406. In addition to the funds appropriated in part 1, if the department collects in excess of $1,131,000.00 in gross annual prisoner reimbursement receipts provided to the general fund, the excess, up to a maximum of $1,000,000.00, is appropriated to the department of attorney general and may be spent on the representation of the department of corrections and its officers, employees, and agents, including, but not limited to, the defense of litigation against the state, its departments, officers, employees, or agents in civil actions filed by prisoners.

Sec. 2-310. (1) For the purposes of providing title IV-D child support enforcement funding, the department of health and human services, as the state IV-D agency, shall maintain a cooperative agreement with the attorney general for federal IV-D funding to support the child support enforcement activities within the office of the attorney general.

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

Sec. 2-312. The department of attorney general shall not receive and expend funds in addition to those authorized in part 1 for legal services provided specifically to other state departments or agencies except for costs for expert witnesses, court costs, or other nonsalary litigation expenses associated with a pending legal action.

Sec. 2-314. From the lawsuit settlement proceeds fund appropriated in part 1, the department may spend the funds for the costs of all associated expenses related to the declaration of emergency due to drinking water contamination up to $2,600,000.00.

Sec. 2-314a. (1) From the funds appropriated in part 1 for one-time

appropriations for the attorney general, the department of attorney general shall allocate $750,000.00 for investigations, crime victim rights, prosecutions, and appeals for retroactive juvenile life without parole cases.

(2) The attorney general's office shall submit a detailed expenditure report to the house and senate appropriations subcommittees on general government and the judiciary, the senate and house fiscal agencies, and the state budget director by September 30 detailing how the funds provided in subsection (1) were expended.

Sec. 2-317. (1) The department of attorney general shall report all legal costs and associated expenses related to the declaration of emergency due to drinking water contamination, and the investigations and any resulting prosecutions, for publication in the Flint water emergency-financial and activities tracking and reporting document that is posted by the state budget director on the public website, michigan.gov/flintwater. The tracking and reporting documents shall include the budget line item source for each expenditure.

(2) At the conclusion of all attorney general investigations related to the declaration of emergency due to drinking water contamination, all materials related to any investigations shall be preserved pursuant to applicable document retention policies.

Article 3

DEPARTMENT OF CIVIL RIGHTS

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 3-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of civil rights are appropriated for the fiscal year ending September 30, 2018, and are anticipated to be appropriated for the fiscal year ending September 30, 2019, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

DEPARTMENT OF CIVIL RIGHTS

APPROPRIATION SUMMARY

Full-time equated unclassified positions.....	6.0	6.0
Full-time equated classified positions.....	127.0	127.0
**GROSS APPROPRIATION	**$ 16,099,600**	**$ 16,099,600**
Total interdepartmental grants and interdepartmental transfers.....	296,600	296,600
ADJUSTED GROSS APPROPRIATION	$ 15,803,000	$ 15,803,000
Total federal revenues	2,775,800	2,775,800
Total local revenues	0	0
Total private revenues	18,700	18,700
Total other state restricted revenues	151,900	151,900
State general fund/general purpose	$ 12,856,600	$ 12,856,600
State general fund/general purpose schedule:		
*Ongoing state general fund/general purpose	*12,856,600*	*12,856,600*
*One-time state general fund/general purpose	*0*	*0*
Sec. 3-102. CIVIL RIGHTS OPERATIONS		
Full-time equated unclassified positions.....	6.0	6.0

Full-time equated classified positions.....		127.0		127.0
Unclassified salaries-6.0 FTE positions	$	680,100	$	680,100
Civil rights operations-121.0 FTE positions		13,906,500		13,906,500
Division on deaf and hard of hearing-6.0 FTE positions		800,400		800,400
**GROSS APPROPRIATION	**$**	**15,387,000**	**$**	**15,387,000**
Appropriated from:				
Interdepartmental grant revenues:				
IDG from department of technology, management and budget.....		296,600		296,600
Federal revenues:				
Other federal revenues		2,760,800		2,760,800
Special revenue funds:				
Private revenues		18,700		18,700
Other state restricted revenues		151,900		151,900
State general fund/general purpose	$	12,159,000	$	12,159,000
Sec. 3-103. INFORMATION TECHNOLOGY				
Information technology services and projects	$	712,600	$	712,600
**GROSS APPROPRIATION	**$**	**712,600**	**$**	**712,600**
Appropriated from:				
Federal revenues:				
Other federal revenues		15,000		15,000
Special revenue funds:				
State general fund/general purpose	$	697,600	$	697,600

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2018

GENERAL SECTIONS

Sec. 3-201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for the fiscal year 2018 is $13,008,500.00 and state spending from state resources to be paid to local units of government for fiscal year 2018 is $0.00.

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

Sec. 3-203. As used in this article:

(a) "Department" means the department of civil rights.

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

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

(d) "IDG" means interdepartmental grant.

Sec. 3-204. The departments and agencies receiving appropriations in part 1 shall use the Internet to fulfill the reporting requirements of this article. 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. 3-205. 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 services, or both, are available. Preference shall be given to goods or services, or both, manufactured or provided by Michigan businesses, if they are competitively priced and of comparable quality. In addition, preference should be given to goods or services, or both, that are manufactured or provided by Michigan businesses owned and operated by veterans, if they are competitively priced and of comparable quality.

Sec. 3-206. The director 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. Each director shall strongly encourage firms with which the department contracts to subcontract with certified businesses in depressed and deprived communities for services, supplies, or both.

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

(a) The dates of each travel occurrence.

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

Sec. 3-208. Funds appropriated in part 1 shall not be used by a principal executive department, state agency, or authority to hire a person to provide legal services that are the responsibility of the attorney general. This prohibition does not apply to legal services for bonding activities and for those outside services that the attorney general authorizes.

Sec. 3-209. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total general fund/general purpose appropriation lapses at the close of the prior fiscal year. This report shall summarize the projected year-end general fund/general purpose appropriation lapses by major departmental program or program areas. The report shall be transmitted to the chairpersons of the senate and house appropriations committees and the senate and

house fiscal agencies.

Sec. 3-210. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $2,000,000.00 for federal contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article 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 $750,000.00 for private contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

Sec. 3-211. The department shall cooperate with the department of technology, management and budget to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following for each department or agency:

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

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

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

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

(e) Job specifications and wage rates.

Sec. 3-212. Within 14 days after the release of the executive budget recommendation, the department shall cooperate with the state budget office to provide the senate and house appropriations chairs, the senate and house appropriations subcommittees chairs, and the senate and house fiscal agencies with an annual report on estimated state restricted fund balances, state restricted fund projected revenues, and state restricted fund expenditures for the fiscal years ending September 30, 2017

and September 30, 2018.

Sec. 3-213. The department shall maintain, on a publicly accessible website, a department scorecard that identifies, tracks and regularly updates key metrics that are used to monitor and improve the agency's performance.

Sec. 3-214. Total authorized appropriations from all sources under part 1 for legacy costs for the fiscal year ending September 30, 2018 are estimated at $2,695,600.00. From this amount, total agency appropriations for pension-related legacy costs are estimated at $1,387,200.00. Total agency appropriations for retiree health care legacy costs are estimated at $1,308,400.00.

CIVIL RIGHTS OPERATIONS

Sec. 3-402. (1) In addition to the appropriations contained in part 1, the department of civil rights may receive and expend funds from local or private sources for all of the following purposes:

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

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

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

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

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

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

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

(2) The department of civil rights shall annually report to the state budget director, the senate and house of representatives standing committees on

appropriations, and the senate and house fiscal agencies the amount of funds received and expended for purposes authorized under this section.

Sec. 3-403. The department of civil rights may contract with local units of government to review equal employment opportunity compliance of potential contractors and may charge for and expend amounts received from local units of government for the purpose of developing and providing these contractual services.

Article 4

DEPARTMENT OF CORRECTIONS

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 4-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of corrections are appropriated for the fiscal year ending September 30, 2018, and are anticipated to be appropriated for the fiscal year ending September 30, 2019, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

DEPARTMENT OF CORRECTIONS

APPROPRIATION SUMMARY

Full-time equated unclassified positions.....	16.0	16.0
Full-time equated classified positions.....	13,803.9	13,803.9
**GROSS APPROPRIATION	**$ 2,014,419,200**	**$ 2,010,060,200**
Total interdepartmental grants and interdepartmental transfers.....	0	0
ADJUSTED GROSS APPROPRIATION	$ 2,014,419,200	$ 2,010,060,200
Total federal revenues	5,293,800	5,293,800
Total local revenues	8,842,400	8,842,400
Total private revenues	0	0
Total other state restricted revenues	36,149,400	36,149,400
State general fund/general purpose	$ 1,964,133,600	$ 1,959,774,600
State general fund/general purpose schedule:		
*Ongoing state general fund/general purpose	*1,959,774,600*	*1,959,774,600*
*One-time state general fund/general purpose	*4,359,000*	*0*

Sec. 4-102. DEPARTMENTAL ADMINISTRATION AND SUPPORT

Full-time equated unclassified positions.....	16.0	16.0

Full-time equated classified positions.....	270.0		270.0
Unclassified salaries-16.0 FTE positions	$ 1,847,600	$	1,847,600
Administrative hearings officers	3,231,400		3,231,400
Budget and operations administration-188.0 FTE positions.....	25,322,500		25,322,500
Compensatory buyout and union leave bank	100		100
County jail reimbursement program	15,064,600		15,064,600
Equipment and special maintenance	1,559,700		1,559,700
Executive direction-20.0 FTE positions	4,238,300		4,238,300
Judicial data warehouse user fees	50,600		50,600
New custody staff training	9,411,200		9,411,200
Prison industries operations-62.0 FTE positions	9,893,600		9,893,600
Property management	2,413,100		2,413,100
Prosecutorial and detainer expenses	5,001,000		5,001,000
Sheriffs' coordinating and training office	100,000		100,000
Worker's compensation	10,482,200		10,482,200
**GROSS APPROPRIATION	**$ 88,615,900**	**$**	**88,615,900**
Appropriated from:			
Federal revenues:			
Other federal revenues	674,700		674,700
Special revenue funds:			
Other state restricted revenues	16,508,600		16,508,600
State general fund/general purpose	$ 71,432,600	$	71,432,600
Sec. 4-103. PRISONER REENTRY AND COMMUNITY SUPPORT			
Full-time equated classified positions.....	338.4		338.4
Community corrections comprehensive plans and services	$ 12,158,000	$	12,158,000
Education program-266.4 FTE positions	37,739,100		37,739,100

Felony drunk driver jail reduction and community			
treatment program.....	1,440,100		1,440,100
Prisoner reentry federal grants	751,000		751,000
Prisoner reentry local service providers	13,208,600		13,208,600
Prisoner reentry MDOC programs	9,624,100		9,624,100
Public safety initiative	4,500,000		4,500,000
Reentry services-72.0 FTE positions	15,264,300		15,264,300
Residential services	15,475,500		15,475,500
**GROSS APPROPRIATION	**$ 110,160,700**	**$**	**110,160,700**
Appropriated from:			
Federal revenues:			
Other federal revenues	2,274,600		2,274,600
Special revenue funds:			
Other state restricted revenues	5,213,200		5,213,200
State general fund/general purpose	$ 102,672,900	$	102,672,900
Sec. 4-104. FIELD OPERATIONS ADMINISTRATION			
Full-time equated classified positions.....	2,192.6		2,192.6
Criminal justice reinvestment	$ 4,573,300	$	4,573,300
Detroit Detention Center-63.1 FTE positions	8,567,400		8,567,400
Detroit Reentry Center-223.0 FTE positions	28,129,400		28,129,400
Field operations-1,873.5 FTE positions	214,438,600		214,438,600
Parole board operations-33.0 FTE positions	3,850,100		3,850,100
Parole sanction certainty program	1,440,000		1,440,000
Parole/probation services	940,000		940,000
Residential alternative to prison program	1,500,000		1,500,000
**GROSS APPROPRIATION	**$ 263,438,800**	**$**	**263,438,800**
Appropriated from:			

	Special revenue funds:			
Local revenues		8,842,400		8,842,400
Other state restricted revenues		7,858,500		7,858,500
State general fund/general purpose	$	246,737,900	$	246,737,900
Sec. 4-105. CORRECTIONAL FACILITIES ADMINISTRATION				
Full-time equated classified positions.....		311.0		311.0
Central records-44.0 FTE positions	$	5,178,100	$	5,178,100
Correctional facilities administration-21.0 FTE positions.....		5,084,000		5,084,000
Housing inmates in federal institutions		611,000		611,000
Inmate housing fund		100		100
Inmate legal services		590,900		590,900
Leased beds and alternatives to leased beds		100		100
Prison food service		58,491,900		58,491,900
Prison store operations-34.0 FTE positions		3,323,600		3,323,600
Public works programs		1,000,000		1,000,000
Transportation-212.0 FTE positions		25,570,300		25,570,300
**GROSS APPROPRIATION ..... **	**$**	**99,850,000**	**$**	**99,850,000**
Appropriated from:				
Federal revenues:				
Other federal revenues		683,000		683,000
Special revenue funds:				
Other state restricted revenues		4,894,500		4,894,500
State general fund/general purpose	$	94,272,500	$	94,272,500
Sec. 4-106. HEALTH CARE				
Full-time equated classified positions.....		1,466.1		1,466.1
Clinical complexes-1,052.1 FTE positions	$	145,809,400	$	145,809,400

Health care administration-22.0 FTE positions		3,818,700	3,818,700
Healthy Michigan plan administration-12.0 FTE positions		1,107,300	1,107,300
Hepatitis C treatment		11,735,500	11,735,500
Interdepartmental grant to health and human services, eligibility specialists.....		116,000	116,000
Mental health services and support-372.0 FTE positions		61,244,200	61,244,200
Prisoner health care services		73,942,800	73,942,800
Substance abuse testing and treatment services-8.0 FTE positions.....		21,596,300	21,596,300
Vaccination program		691,200	691,200
**GROSS APPROPRIATION	**$**	**320,061,400**	**$** **320,061,400**
Appropriated from:			
Federal revenues:			
Other federal revenues		626,700	626,700
Special revenue funds:			
Other state restricted revenues		257,200	257,200
State general fund/general purpose	$	319,177,500	$ 319,177,500
Sec. 4-107. CORRECTIONAL FACILITIES			
Full-time equated classified positions.....		9,225.8	9,225.8
Alger Correctional Facility - Munising-260.0 FTE positions.....	$	30,945,800	$ 30,945,800
Baraga Correctional Facility - Baraga-294.8 FTE positions.....		35,688,200	35,688,200
Bellamy Creek Correctional Facility - Ionia-390.2 FTE positions.....		44,219,200	44,219,200
Carson City Correctional Facility - Carson City-425.4 FTE positions.....		48,952,600	48,952,600

Central Michigan Correctional Facility - St. Louis-		
388.6 FTE positions.....	46,460,280	46,460,280
Charles E. Egeler Correctional Facility - Jackson-		
382.6 FTE positions.....	45,690,000	45,690,000
Chippewa Correctional Facility - Kincheloe-445.6 FTE		
positions.....	51,628,100	51,628,100
Cooper Street Correctional Facility - Jackson-263.1		
FTE positions.....	29,999,800	29,999,800
Earnest C. Brooks Correctional Facility - Muskegon-		
440.9 FTE positions.....	51,192,500	51,192,500
G. Robert Cotton Correctional Facility - Jackson-394.0		
FTE positions.....	45,054,700	45,054,700
Gus Harrison Correctional Facility - Adrian-442.6 FTE		
positions.....	49,856,800	49,856,800
Ionia Correctional Facility - Ionia-286.3 FTE positions	34,259,900	34,259,900
Kinross Correctional Facility - Kincheloe-257.6 FTE		
positions.....	32,747,300	32,747,300
Lakeland Correctional Facility - Coldwater-278.4 FTE		
positions.....	33,505,000	33,505,000
Macomb Correctional Facility - New Haven-294.8 FTE		
positions.....	35,016,900	35,016,900
Marquette Branch Prison - Marquette-321.7 FTE positions	39,625,000	39,625,000
Michigan Reformatory - Ionia-310.7 FTE positions	35,645,200	35,645,200
Muskegon Correctional Facility - Muskegon-205.0 FTE		
positions.....	25,637,900	25,637,900
Newberry Correctional Facility - Newberry-200.1 FTE		
positions.....	24,618,700	24,618,700

Oaks Correctional Facility - Eastlake-290.4 FTE positions	34,425,900	34,425,900
Ojibway Correctional Facility - Marenisco-203.1 FTE positions	23,689,900	23,689,900
Parnall Correctional Facility - Jackson-262.1 FTE positions	28,947,300	28,947,300
Richard A. Handlon Correctional Facility - Ionia-252.7 FTE positions	30,442,600	30,442,600
Saginaw Correctional Facility - Freeland-274.9 FTE positions	33,291,500	33,291,500
Special alternative incarceration program – Camp Cassidy Lake-119.0 FTE positions	13,869,400	13,869,400
St. Louis Correctional Facility - St. Louis-303.6 FTE positions	37,497,500	37,497,500
Thumb Correctional Facility - Lapeer-283.6 FTE positions	33,353,100	33,353,100
Womens Huron Valley Correctional Complex - Ypsilanti-506.1 FTE positions	60,163,400	60,163,400
Woodland Correctional Facility - Whitmore Lake-278.9 FTE positions	32,824,220	32,824,220
Northern region administration and support-48.0 FTE positions	4,789,600	4,789,600
Southern region administration and support-121.0 FTE positions	23,503,100	23,503,100
GROSS APPROPRIATION	**$ 1,097,541,400**	**$ 1,097,541,400**
Appropriated from:		
Federal revenues:		

Other federal revenues	1,034,800	1,034,800
Special revenue funds:		
Other state restricted revenues	102,100	102,100
State general fund/general purpose	$ 1,096,404,500	$ 1,096,404,500
Sec. 4-108. INFORMATION TECHNOLOGY		
Information technology services and projects	$ 30,392,000	$ 30,392,000
**GROSS APPROPRIATION ..... **	**$ 30,392,000**	**$ 30,392,000**
Appropriated from:		
Special revenue funds:		
Other state restricted revenues	1,315,300	1,315,300
State general fund/general purpose	$ 29,076,700	$ 29,076,700
Sec. 4-109. ONE-TIME APPROPRIATIONS		
New custody staff training	$ 4,359,000	$ 0
**GROSS APPROPRIATION ..... **	**$ 4,359,000**	**$ 0**
Appropriated from:		
Special revenue funds:		
State general fund/general purpose	$ 4,359,000	$ 0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2018

GENERAL SECTIONS

Sec. 4-201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for the fiscal year 2018 is $2,000,283,000.00 and state spending from state resources to be paid to local units of government for fiscal year 2018 is $114,388,800.00. The itemized statement below

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

DEPARTMENT OF CORRECTIONS

Public safety initiative	$ 4,500,000
Residential services	15,475,500
Field operations	62,750,500
Community corrections comprehensive plans and services	12,158,000
Reentry services	1,500,000
Felony drunk driver jail reduction and community treatment program	1,440,100
Leased beds and alternatives to leased beds	100
County jail reimbursement program	15,064,600
Residential alternative to prison program	1,500,000
TOTAL	$ 114,388,800

Sec. 4-202. The appropriations authorized under this article are subject to the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

Sec. 4-203. As used in this article:

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

(b) "Cost per prisoner" means the sum total of the funds appropriated under part 1 for the following, divided by the projected prisoner population in fiscal year 2017-2018:

(i) Correctional facilities.

(ii) Northern and southern region administration and support.

(iii) Clinical and mental health services and support.

(iv) Prisoner health care services.

(v) Vaccination program.

(vi) Prison food service.

(vii) Transportation.

(viii) Inmate legal services.

(ix) Correctional facilities administration.

(x) Central records.

(xi) Worker's compensation.

(xii) New custody staff training.

(xiii) Prison store operations.

(xiv) Education program.

(c) "Department" or "MDOC" means the Michigan department of corrections.

(d) "EPIC program" means the department's effective process improvement and communications program.

(e) "Evidence-based" means a decision-making process that integrates the best available research, clinician expertise, and client characteristics.

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

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

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

(i) "MDHHS" means the Michigan department of health and human services.

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

(k) "Objective risk and needs assessment" means an evaluation of an offender's criminal history; the offender's noncriminal history; and any other factors relevant to the risk the offender would present to the public safety, including, but not

limited to, having demonstrated a pattern of violent behavior, and a criminal record that indicates a pattern of violent offenses.

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

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

(n) "Offender target populations" means felons or misdemeanants who would likely be sentenced to imprisonment in a state correctional facility or jail, who would not likely increase the risk to the public safety based on an objective risk and needs assessment that indicates that the offender can be safely treated and supervised in the community.

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

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

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

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

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

(ii) Obtained housing.

(iii) Obtained a state identification card.

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

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

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

Sec. 4-204. The departments and agencies receiving appropriations in part 1 shall use the Internet to fulfill the reporting requirements of this article. 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. 4-205. 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 services, or both, are available. Preference shall be given to goods or services, or both, manufactured or provided by Michigan businesses, if they are competitively priced and of comparable quality. In addition, preference should be given to goods or services, or both, that are manufactured or provided by Michigan businesses owned and operated by veterans, if they are competitively priced and of comparable quality.

Sec. 4-207. The departments and agencies receiving appropriations in part 1 shall prepare a report on out-of-state travel expenses not later than January 1 of each year. The travel report shall be a listing of all travel by classified and

unclassified employees outside this state in the immediately preceding fiscal year that was funded in whole or in part with funds appropriated in the department's budget. The report shall be submitted to the senate and house appropriations committees, the house and senate fiscal agencies, and the state budget director. The report shall include the following information:

(a) The dates of each travel occurrence.

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

Sec. 4-208. Funds appropriated in part 1 shall not be used by a principal executive department, state agency, or authority to hire a person to provide legal services that are the responsibility of the attorney general. This prohibition does not apply to legal services for bonding activities and for those outside services that the attorney general authorizes.

Sec. 4-209. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total general fund/general purpose appropriation lapses at the close of the prior fiscal year. This report shall summarize the projected year-end general fund/general purpose appropriation lapses by major departmental program or program areas. The report shall be transmitted to the chairpersons of the senate and house appropriations committees and the senate and house fiscal agencies.

Sec. 4-210. (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 this article 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 $10,000,000.00 for state restricted contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

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

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

Sec. 4-211. The department shall cooperate with the department of technology, management and budget to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following for each department or agency:

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

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

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

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

(e) Job specifications and wage rates.

Sec. 4-212. Within 14 days after the release of the executive budget recommendation, the department shall cooperate with the state budget office to provide

the senate and house appropriations chairs, the senate and house appropriations subcommittees chairs, and the senate and house fiscal agencies with an annual report on estimated state restricted fund balances, state restricted fund projected revenues, and state restricted fund expenditures for the fiscal years ending September 30, 2017 and September 30, 2018.

Sec. 4-213. The department shall maintain, on a publicly accessible website, a department scorecard that identifies, tracks and regularly updates key metrics that are used to monitor and improve the agency's performance.

Sec. 4-214. Total authorized appropriations from all sources under part 1 for legacy costs for the fiscal year ending September 30, 2018 are estimated at $283,300,700.00. From this amount, total agency appropriations for pension-related legacy costs are estimated at $145,788,300.00. Total agency appropriations for retiree health care legacy costs are estimated at $137,512,400.00.

Sec. 4-219. (1) Any contract for prisoner telephone services entered into after the effective date of this section shall include a condition that fee schedules for prisoner telephone calls, including rates and any surcharges other than those necessary to meet program and special equipment costs, be the same as fee schedules for calls placed from outside of correctional facilities.

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

(3) The department shall submit a report to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget director by February 1 outlining revenues and expenditures from program and special equipment funds. The report shall include

all of the following:

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

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

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

Sec. 4-220. The department may charge fees and collect revenues in excess of appropriations in part 1 not to exceed the cost of offender services and programming, employee meals, parolee loans, academic/vocational services, custody escorts, compassionate visits, union steward activities, and public works programs and services provided to local units of government or private nonprofit organizations. The revenues and fees collected are appropriated for all expenses associated with these services and activities.

Sec. 4-247. In cooperation with the State Court Administrative Office, the department shall assist with the data compilation for the Swift and Sure Sanctions Program.

DEPARTMENTAL ADMINISTRATION AND SUPPORT

Sec. 4-301. For 3 years after a felony offender is released from the department's jurisdiction, the department shall maintain the offender's file on the offender tracking information system and make it publicly accessible in the same manner as the file of the current offender. However, the department shall immediately remove the

offender's file from the offender tracking information system upon determination that the offender was wrongfully convicted and the offender's file is not otherwise required to be maintained on the offender tracking information system.

Sec. 4-304. The department shall maintain a staff savings initiative program in conjunction with the EPIC program for employees to submit suggestions for efficiencies for the department. The department shall consider each suggestion in a timely manner. By March 1, the department shall report to the senate and house appropriations subcommittees on corrections, the legislative corrections ombudsman, the senate and house fiscal agencies, and the state budget director on process improvements that were implemented based on suggestions that were recommended for implementation from the staff savings initiative and EPIC programs.

Sec. 4-305. From the funds appropriated in part 1 for prosecutorial and detainer expenses, the department shall reimburse counties for housing and custody of parole violators and offenders being returned by the department from community placement who are available for return to institutional status and for prisoners who volunteer for placement in a county jail.

Sec. 4-306. Funds included in part 1 for the sheriffs' coordinating and training office are appropriated for and may be expended to defray costs of continuing education, certification, recertification, decertification, and training of local corrections officers, the personnel and administrative costs of the sheriffs' coordinating and training office, the local corrections officers advisory board, and the sheriffs' coordinating and training council under the local corrections officers training act, 2003 PA 125, MCL 791.531 to 791.546.

Sec. 4-307. The department shall issue an annual report for all vendor contracts to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office. The report shall cover service contracts with a value of $5 million or more

and include all of the following:

(a) The original start date and the current expiration date of each contract.

(b) The number, if any, of contract compliance monitoring site visits completed by the department for each vendor.

(c) The number and amount of fines, if any, for service-level agreement noncompliance for each vendor broken down by area of noncompliance.

PRISONER REENTRY AND COMMUNITY SUPPORT

Sec. 4-401. The department shall submit 3-year and 5-year prison population projection updates concurrent with submission of the executive budget recommendation to the senate and house appropriations subcommittees on corrections, the legislative corrections ombudsman, the senate and house fiscal agencies, and the state budget director. The report shall include explanations of the methodology and assumptions used in developing the projection updates.

Sec. 4-402. By March 1, the department shall provide a report on prisoner reentry expenditures and allocations to the members of the senate and house appropriations subcommittees on corrections, the legislative corrections ombudsman, the senate and house fiscal agencies, and the state budget director. At a minimum, the report shall include information on both of the following:

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

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

Sec. 4-407. By June 30, the department shall place the statistical report from the immediately preceding calendar year on an Internet site. The statistical report

shall include, but not be limited to, the information as provided in the 2004 statistical report.

Sec. 4-408. The department shall measure the recidivism rates of offenders.

Sec. 4-409. (1) The department shall engage with the talent investment agency within the department of talent and economic development and local entities to design services and shall use appropriations provided in part 1 for reentry and vocational education programs. The department shall ensure that the collaboration provides relevant professional development opportunities to prisoners to ensure that the programs are high quality, demand driven, locally receptive, and responsive to the needs of communities where the prisoners are expected to reside after their release from correctional facilities. The programs shall begin upon the intake of the prisoner into a department facility.

(2) The department may continue to offer workforce development programming through the entire duration of the prisoner's incarceration to encourage employment upon release.

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

Sec. 4-410. (1) The funds included in part 1 for community corrections comprehensive plans and services are to encourage the development through technical assistance grants, implementation, and operation of community corrections programs that enhance offender success and that also may serve as an alternative to incarceration in a state facility or jail. The comprehensive corrections plans shall include an explanation of how the public safety will be maintained, the goals for the local jurisdiction, offender target populations intended to be affected, offender eligibility criteria for purposes outlined in the plan, and how the plans will meet

the following objectives, consistent with section 8(4) of the community corrections act, 1988 PA 511, MCL 791.408:

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

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

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

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

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

(f) Contribute to offender success.

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

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

Sec. 4-413. (1) The department shall identify and coordinate information regarding the availability of and the demand for community corrections programs, jail-based community corrections programs, jail-based probation violation sanctions, and

all state-required jail data.

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

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

Sec. 4-414. (1) The department shall administer a county jail reimbursement program from the funds appropriated in part 1 for the purpose of reimbursing counties for housing in jails certain felons who otherwise would have been sentenced to prison.

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

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

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

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

(3) State reimbursement under this subsection shall be $65.00 per diem per diverted offender for offenders with a presumptive prison guideline score, $55.00 per diem per diverted offender for offenders with a straddle cell guideline for a group 1 crime, and $40.00 per diem per diverted offender for offenders with a straddle cell

guideline for a group 2 crime. Reimbursements shall be paid for sentences up to a 1-year total.

(4) As used in this subsection:

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

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

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

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

(6) Any county that receives funding under this section for the purpose of housing in jails certain felons who otherwise would have been sentenced to prison

shall, as a condition of receiving the funding, report by September 30 an annual average jail capacity and annual average jail occupancy for the immediately preceding fiscal year.

Sec. 4-416. Allowable uses of felony drunk driver jail reduction and community treatment program funding shall include reimbursing counties for transportation, treatment costs, and housing felony drunk drivers during a period of assessment for treatment and case planning. Reimbursements for housing during the assessment process shall be at the rate of $43.50 per day per offender, up to a maximum of 5 days per offender.

Sec. 4-418. (1) The department shall collaborate with the state court administrative office on facilitating changes to Michigan court rules that would require the court to collect at the time of sentencing the state operator's license, state identification card, or other documentation used to establish the identity of the individual to be admitted to the department. The department shall maintain those documents in the prisoner's personal file.

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

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

Sec. 4-419. The department shall provide monthly electronic mail reports to the senate and house appropriations subcommittees on corrections, the legislative corrections ombudsman, the senate and house fiscal agencies, and the state budget director. The reports shall include information on end-of-month prisoner populations

in county jails, the net operating capacity according to the most recent certification report, identified by date, and end-of-month data, year to date data, and comparisons to the prior year for the following:

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

(b) Parole populations.

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

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

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

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

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

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

Sec. 4-421. (1) Funds appropriated in part 1 for the parole sanction certainty program shall be distributed to an American Correctional Association accredited rehabilitation organization operating in any of the following counties: Berrien, Calhoun, Genesee, Kalamazoo, Kent, Macomb, Muskegon, Oakland, Saginaw, and Wayne for operations and administration of the program. The program may be utilized as a condition of parole for technical parole violators to ensure public safety and justice

through a program based on evidence-based tactics and programs.

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

Sec. 4-422. On an annual basis, the department shall issue a report to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, and the legislative corrections ombudsman, for the previous fiscal year detailing the outcomes of prisoners who have been reviewed for parole. The report shall include all of the following:

(a) How many prisoners were reviewed.

(b) How many prisoners were granted parole.

(c) How many prisoners were denied parole.

(d) How many parole decisions were deferred.

(e) The distribution of the total number of prisoners reviewed grouped by whether the prisoner had been interviewed for the first, second, third, fourth, fifth, sixth, or more than sixth time.

(f) The number of paroles granted, denied, or deferred for each of the parole guideline scores of low, average, and high.

(g) The reason for denying or deferring parole.

Sec. 4-425. (1) From the funds appropriated in part 1, the department shall establish a medication-assisted treatment reentry pilot program to provide prerelease treatment and postrelease referral for opioid-addicted and alcohol-addicted offenders who voluntarily participate in the medication-assisted treatment reentry pilot program. The department shall collaborate with residential and nonresidential

substance abuse treatment providers and with community-based clinics to provide postrelease treatment. The program shall employ a multifaceted approach to treatment, including a long-acting nonaddictive medication approved by the Food and Drug Administration for the treatment of opioid and alcohol dependence, counseling, and postrelease referral to community-based providers.

(2) The manufacturer of a long-acting nonaddictive medication approved by the Food and Drug Administration for opioid and alcohol dependence shall provide the department with samples of the medication, at no cost to the department, during the duration of the medication-assisted treatment reentry pilot program. Offenders shall receive 1 injection prior to being released from custody and shall be connected with an aftercare plan and assistance with obtaining insurance to cover subsequent injections.

(3) Participants of the program shall be required to attend substance abuse treatment programming as directed by their agent, shall be subject to routine drug and alcohol testing, shall not be allowed to consume drugs or alcohol, and shall possess a strong will to overcome addiction.

(4) The department shall submit a report by September 30 to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget director on the number of offenders who received injections upon release, the number of offenders who received injections and tested positive for drugs or alcohol, the number of offenders who received injections in the community for a duration of at least 3 months, and the number of offenders who received injections and were subsequently returned to prison.

FIELD OPERATIONS ADMINISTRATION

Sec. 4-603. (1) All prisoners, probationers, and parolees involved with the curfew monitoring program shall reimburse the department for costs associated with

their participation in the program. The department may require community service work reimbursement as a means of payment for those able-bodied individuals unable to pay for the costs of the equipment.

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

(3) Included in the appropriation in part 1 is adequate funding to implement the curfew monitoring program to be administered by the department. The curfew monitoring program is intended to provide sentencing judges and county sheriffs in coordination with local community corrections advisory boards access to the state's curfew monitoring program to reduce prison admissions and improve local jail utilization. The department shall determine the appropriate distribution of the curfew monitor units throughout the state based upon locally developed comprehensive corrections plans under the community corrections act, 1988 PA 511, MCL 791.401 to 791.414.

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

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

Sec. 4-604. The funds appropriated in part 1 for criminal justice reinvestment shall be used only to fund evidence-based programs designed to reduce recidivism among probationers and parolees.

Sec. 4-615. (1) The department shall submit a report detailing the number of prisoners who have received life imprisonment sentences with the possibility of parole and who are currently eligible for parole to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget director by April 30.

(2) The report shall include the following information on parolable lifers who have served more than 25 years: prisoner name, MDOC identification number, prefix, offense for which life term is being served, county of conviction, age at time offense was committed, current age, race, gender, true security classification, dates of parole board file reviews, dates of parole board interviews, parole guideline scores, and reason for decision not to release.

Sec. 4-617. From the funds appropriated in part 1 for the residential alternative to prison program, the department will provide vocational, educational, and cognitive programming in a secure environment to enhance existing alternative sentencing options, increase employment readiness and successful placement rates, and reduce new criminal behavior for the West Michigan probation violator population. The department shall measure and set the following metric goals:

(a) 85% of participants successfully complete the program

(b) Of the participants that complete the program, 75% will earn a nationally recognized credential for career and vocational programs

(c) Of the participants that complete the program, 100% will earn a certificate of completion for cognitive programming

(d) The prison commitment rate for probation violators will be reduced by 5% within the impacted geographical area after the first year of program operation.

HEALTH CARE

Sec. 4-804. The department shall report quarterly to the senate and house

appropriations subcommittees on corrections, the legislative corrections ombudsman, the senate and house fiscal agencies, and the state budget director on prisoner health care utilization. The report shall include the number of inpatient hospital days, outpatient visits, emergency room visits, and prisoners receiving off-site inpatient medical care in the previous quarter, by facility.

Sec. 4-807. The funds appropriated in part 1 for Hepatitis C treatment shall be used only to purchase specialty medication for Hepatitis C treatment in the prison population. In addition to the above appropriation, any rebates received from the medications used shall be used only to purchase specialty medication for Hepatitis C treatment. On a biannual basis, the department shall issue a report to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget office, showing for the previous 4 quarters the total amount spent on specialty medication for the treatment of Hepatitis C, the number of prisoners that were treated, the amount of any rebates that were received from the purchase of specialty medication, and what outstanding rebates are expected to be received.

CORRECTIONAL FACILITIES ADMINISTRATION

Sec. 4-906. Any local unit of government or private nonprofit organization that contracts with the department for public works services shall be responsible for financing the entire cost of such an agreement.

Sec. 4-907. The department shall report by March 1 to the senate and house appropriations subcommittees on corrections, the legislative corrections ombudsman, the senate and house fiscal agencies, and the state budget director on academic and vocational programs. The report shall provide information relevant to an assessment of the department's academic and vocational programs, including, but not limited to, all of the following:

(a) The number of instructors and the number of instructor vacancies, by program and facility.

(b) The number of prisoners enrolled in each program, the number of prisoners completing each program, the number of prisoners who do not complete each program and are not subsequently reenrolled, and the reason for not completing the program, the number of prisoners transferred to another facility while enrolled in a program and the reason for transfer, the number of prisoners enrolled who are repeating the program, and the number of prisoners on waiting lists for each program, all itemized by facility.

(c) The steps the department has undertaken to improve programs, track records, accommodate transfers and prisoners with health care needs, and reduce waiting lists.

(d) The number of prisoners paroled without a high school diploma and the number of prisoners paroled without a high school equivalency.

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

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

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

Sec. 4-911. By March 1, the department shall report to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget director the number of critical incidents occurring each month by type and the number and severity of assaults, escape attempts, suicides, and attempted suicides occurring each month at each facility during the immediately preceding calendar year.

Sec. 4-913. (1) From the funds appropriated in part 1, the department shall focus on providing required programming to prisoners who are past their earliest release date because of not having received the required programming. Programming includes, but is not limited to, violence prevention programming, assaultive offender programming, sexual offender programming, substance abuse treatment programming, thinking for a change programming, and any other programming that is required as a condition of parole.

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

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

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

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

Sec. 4-924. The department shall evaluate all prisoners at intake for substance abuse disorders, serious developmental disorders, serious mental illness, and other mental health disorders. Prisoners with serious mental illness or serious developmental disorders shall not be removed from the general population as a punitive response to behavior caused by their serious mental illness or serious developmental disorder. Due to persistent high violence risk or severe disruptive behavior that is unresponsive to treatment, prisoners with serious mental illness or serious developmental disorders may be placed in secure residential housing programs that will

facilitate access to institutional programming and ongoing mental health services. A prisoner with serious mental illness or serious developmental disorder who is confined in these specialized housing programs shall be evaluated or monitored by a medical professional at a frequency of not less than every 12 hours.

Sec. 4-925. By March 1, the department shall report to the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, and the state budget director on the annual number of prisoners in administrative segregation between October 1, 2016 and September 30, 2017, and the annual number of prisoners in administrative segregation between October 1, 2016 and September 30, 2017 who at any time during the current or prior prison term were diagnosed with serious mental illness or have a developmental disorder and the number of days each of the prisoners with serious mental illness or a developmental disorder have been confined to administrative segregation.

Sec. 4-929. From the funds appropriated in part 1, the department shall do all of the following:

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

(b) Provide appropriate placement for prisoners less than 18 years of age who have serious mental illness, serious emotional disturbance, or a serious developmental disorder and need to be housed separately from the general population. Prisoners less than 18 years of age who have serious mental illness, serious emotional disturbance, or a serious developmental disorder shall not be removed from an existing placement as

a punitive response to behavior caused by their serious mental illness, serious emotional disturbance, or a serious developmental disorder. Due to persistent high violence risk or severe disruptive behavior that is unresponsive to treatment, prisoners less than 18 years of age with serious emotional disturbance, serious mental illness, or serious developmental disorders may be placed in secure residential housing programs that will facilitate access to institutional programming and ongoing mental health services. A prisoner less than 18 years of age with serious mental illness, serious emotional disturbance, or a serious developmental disorder who is confined in these specialized housing programs shall be evaluated or monitored by a medical professional at a frequency of not less than every 12 hours.

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

MISCELLANEOUS

Sec. 4-1009. The department shall make an information packet for the families of incoming prisoners available on the department's website. The information packet shall be updated by February 1 of each year. The packet shall provide information on topics including, but not limited to: how to put money into prisoner accounts, how to make phone calls or create Jpay email accounts, how to visit in person, proper procedures for filing complaints or grievances, the rights of prisoners to physical and mental health care, how to utilize the offender tracking information system (OTIS), truth-in-sentencing and how it applies to minimum sentences, the parole process, and guidance on the importance of the role of families in the reentry process. The department is encouraged to partner with external advocacy groups and actual families of prisoners in the packet-writing process to ensure that the information is useful and complete.

ONE-TIME APPROPRIATIONS

Sec. 4-1100. From the funds appropriated in part 1 for new custody staff training, the department shall increase the training capacity for new custody staff by 177 officers. The purpose of this academy is to address higher than normal attrition of correction officers and to decrease overtime costs.

Article 5

DEPARTMENT OF EDUCATION

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 5-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of education are appropriated for the fiscal year ending September 30, 2018, and are anticipated to be appropriated for the fiscal year ending September 30, 2019, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

DEPARTMENT OF EDUCATION

APPROPRIATION SUMMARY

Full-time equated unclassified positions.....	6.0	6.0
Full-time equated classified positions.....	603.5	603.5
**GROSS APPROPRIATION	**$ 349,309,500**	**$ 349,309,400**
Total interdepartmental grants and interdepartmental transfers.....	0	0
ADJUSTED GROSS APPROPRIATION	$ 349,309,500	$ 349,309,400
Total federal revenues	251,854,700	251,854,700
Total local revenues	5,817,200	5,817,200
Total private revenues	2,034,300	2,034,300
Total other state restricted revenues	8,567,600	8,567,500
State general fund/general purpose	$ 81,035,700	$ 81,035,700
State general fund/general purpose schedule:		
*Ongoing state general fund/general purpose	*81,035,700*	*81,035,700*
*One-time state general fund/general purpose	*0*	*0*

Sec. 5-102. STATE BOARD OF EDUCATION/OFFICE OF THE SUPERINTENDENT

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

	Full-time equated classified positions.....		11.0	11.0
	Unclassified salaries-6.0 FTE positions	$	851,900	$ 851,900
	Education commission of the states		120,800	120,800
	State board of education, per diem payments		24,400	24,400
	State board/superintendent operations-11.0 FTE			
	positions.....		2,104,200	2,104,200
	**GROSS APPROPRIATION	**$**	**3,101,300**	**$ 3,101,300**
	Appropriated from:			
	Federal revenues:			
	Other federal revenues		234,800	234,800
	Special revenue funds:			
	Private revenues		28,100	28,100
	Other state restricted revenues		773,300	773,300
	State general fund/general purpose	$	2,065,100	$ 2,065,100
	Sec. 5-103. DEPARTMENTAL ADMINISTRATION AND SUPPORT			
	Full-time equated classified positions.....		23.6	23.6
	Central support operations-23.6 FTE positions	$	3,712,000	$ 3,712,000
	Federal and private grants		3,000,000	3,000,000
	Property management		3,181,700	3,181,700
	Terminal leave payments		353,300	353,300
	Training and orientation workshops		150,000	150,000
	Worker's compensation		25,100	25,100
	**GROSS APPROPRIATION	**$**	**10,422,100**	**$ 10,422,100**
	Appropriated from:			
	Federal revenues:			
	Other federal revenues		6,074,300	6,074,300
	Special revenue funds:			

Private revenues		1,000,000		1,000,000
Other state restricted revenues		554,000		554,000
State general fund/general purpose	$	2,793,800	$	2,793,800
Sec. 5-104. INFORMATION TECHNOLOGY				
Information technology services and projects	$	4,225,200	$	4,225,200
**GROSS APPROPRIATION ..... **	**$**	**4,225,200**	**$**	**4,225,200**
Appropriated from:				
Federal revenues:				
Other federal revenues		2,460,200		2,460,200
Special revenue funds:				
Other state restricted revenues		400,600		400,600
State general fund/general purpose	$	1,364,400	$	1,364,400
Sec. 5-105. SPECIAL EDUCATION SERVICES				
Full-time equated classified positions.....		47.0		47.0
Special education operations-47.0 FTE positions	$	9,164,800	$	9,164,800
**GROSS APPROPRIATION ..... **	**$**	**9,164,800**	**$**	**9,164,800**
Appropriated from:				
Federal revenues:				
Other federal revenues		8,584,200		8,584,200
Special revenue funds:				
Private revenues		110,100		110,100
Other state restricted revenues		44,700		44,700
State general fund/general purpose	$	425,800	$	425,800
Sec. 5-106. MICHIGAN SCHOOLS FOR THE DEAF AND BLIND				
Full-time equated classified positions.....		82.0		82.0
Camp Tuhsmeheta-1.0 FTE position	$	296,100	$	296,100
Low incidence outreach program		450,000		450,000

Michigan schools for the deaf and blind operations-			
81.0 FTE positions.....	13,456,000		13,456,000
Private gifts - blind	200,000		200,000
Private gifts - deaf	150,000		150,000
**GROSS APPROPRIATION	**$ 14,552,100**	**$**	**14,552,100**
Appropriated from:			
Federal revenues:			
Other federal revenues	7,431,900		7,431,900
Special revenue funds:			
Local revenues	5,805,500		5,805,500
Private revenues	646,100		646,100
Other state restricted revenues	668,600		668,600
State general fund/general purpose	$ 0	$	0
Sec. 5-107. PROFESSIONAL PREPARATION SERVICES			
Full-time equated classified positions.....	33.0		33.0
Professional preparation operations-33.0 FTE positions	$ 5,679,600	$	5,679,600
**GROSS APPROPRIATION	**$ 5,679,600**	**$**	**5,679,600**
Appropriated from:			
Federal revenues:			
Other federal revenues	1,465,900		1,465,900
Special revenue funds:			
Other state restricted revenues	3,988,800		3,988,800
State general fund/general purpose	$ 224,900	$	224,900
Sec. 5-108. MICHIGAN OFFICE OF GREAT START			
Full-time equated classified positions.....	66.0		66.0
Child development and care external support	$ 28,368,900	$	28,368,900
Child development and care public assistance	161,166,100		161,166,100

Head start collaboration office-1.0 FTE position		310,600	310,600
Office of great start operations-65.0 FTE positions ..		24,598,400	24,598,400
**GROSS APPROPRIATION ..... **	**$**	**214,444,000**	**$** **214,444,000**
Appropriated from:			
Federal revenues:			
Other federal revenues		172,826,100	172,826,100
Special revenue funds:			
Private revenues		250,000	250,000
Other state restricted revenues		64,600	64,600
State general fund/general purpose	$	41,303,300	$ 41,303,300
Sec. 5-109. STATE AID AND SCHOOL FINANCE SERVICES			
Full-time equated classified positions.....		11.5	11.5
State aid and finance operations-11.5 FTE positions ..	$	1,648,600	$ 1,648,600
**GROSS APPROPRIATION ..... **	**$**	**1,648,600**	**$** **1,648,600**
Appropriated from:			
Special revenue funds:			
State general fund/general purpose	$	1,648,600	$ 1,648,600
Sec. 5-110. AUDIT SERVICES			
Full-time equated classified positions.....		4.5	4.5
Audit operations-4.5 FTE positions	$	615,300	$ 615,300
**GROSS APPROPRIATION ..... **	**$**	**615,300**	**$** **615,300**
Appropriated from:			
Federal revenues:			
Other federal revenues		488,800	488,800
Special revenue funds:			
Other state restricted revenues		62,500	62,500
State general fund/general purpose	$	64,000	$ 64,000

Sec. 5-111. ADMINISTRATIVE LAW SERVICES			
Full-time equated classified positions.....	2.0	2.0
Administrative law operations-2.0 FTE positions	$ 1,375,400	$ 1,375,400
**GROSS APPROPRIATION ..... **	**$ 1,375,400**	**$ 1,375,400**
Appropriated from:		
Federal revenues:		
Other federal revenues	568,000	568,000
Special revenue funds:		
Other state restricted revenues	707,700	707,700
State general fund/general purpose	$ 99,700	$ 99,700
Sec. 5-112. ACCOUNTABILITY SERVICES		
Full-time equated classified positions.....	64.6	64.6
Accountability services operations-64.6 FTE positions	$ 16,216,300	$ 16,216,300
**GROSS APPROPRIATION ..... **	**$ 16,216,300**	**$ 16,216,300**
Appropriated from:		
Federal revenues:		
Other federal revenues	12,517,200	12,517,200
Special revenue funds:		
State general fund/general purpose	$ 3,699,100	$ 3,699,100
Sec. 5-113. SCHOOL SUPPORT SERVICES		
Full-time equated classified positions.....	83.6	83.6
School support services operations-83.6 FTE positions	$ 15,571,200	$ 15,571,200
**GROSS APPROPRIATION ..... **	**$ 15,571,200**	**$ 15,571,200**
Appropriated from:		
Federal revenues:		
Other federal revenues	14,522,300	14,522,300
Special revenue funds:		

Local revenues		11,700	11,700
Other state restricted revenues		159,300	159,300
State general fund/general purpose	$	877,900	$ 877,900
Sec. 5-114. FIELD SERVICES			
Full-time equated classified positions.....		47.0	47.0
Field services operations-47.0 FTE positions	$	9,400,800	$ 9,400,800
**GROSS APPROPRIATION ..... **	**$**	**9,400,800**	**$ 9,400,800**
Appropriated from:			
Federal revenues:			
Other federal revenues		8,636,300	8,636,300
Special revenue funds:			
Other state restricted revenues		37,300	37,300
State general fund/general purpose	$	727,200	$ 727,200
Sec. 5-115. EDUCATIONAL IMPROVEMENT AND INNOVATION SERVICES			
Full-time equated classified positions.....		44.7	44.7
Educational improvement and innovation operations-44.7			
FTE positions.....	$	9,010,100	$ 9,010,100
**GROSS APPROPRIATION ..... **	**$**	**9,010,100**	**$ 9,010,100**
Appropriated from:			
Federal revenues:			
Other federal revenues		5,898,200	5,898,200
Special revenue funds:			
Other state restricted revenues		565,100	565,100
State general fund/general purpose	$	2,546,800	$ 2,546,800
Sec. 5-116. CAREER AND TECHNICAL EDUCATION			
Full-time equated classified positions.....		29.0	29.0
Career and technical education operations-29.0 FTE			

positions.....	$	5,252,700	$	5,252,700
GROSS APPROPRIATION	**$**	**5,252,700**	**$**	**5,252,700**
Appropriated from:				
Federal revenues:				
Other federal revenues		3,904,900		3,904,900
Special revenue funds:				
State general fund/general purpose	$	1,347,800	$	1,347,800
Sec. 5-117. LIBRARY OF MICHIGAN				
Full-time equated classified positions.....		33.0		33.0
Library of Michigan operations-31.0 FTE positions	$	4,826,400	$	4,826,400
Library services and technology program-1.0 FTE				
position.....		5,611,400		5,611,400
Michigan eLibrary-1.0 FTE position		1,753,100		1,753,100
Renaissance zone reimbursements		3,300,000		3,300,000
State aid to libraries		9,876,000		9,876,000
GROSS APPROPRIATION	**$**	**25,366,900**	**$**	**25,366,900**
Appropriated from:				
Federal revenues:				
Other federal revenues		5,611,400		5,611,400
Special revenue funds:				
Other state restricted revenues		300,000		300,000
State general fund/general purpose	$	19,455,500	$	19,455,500
Sec. 5-118. EDUCATOR TALENT AND POLICY COORDINATION				
Full-time equated classified positions.....		17.0		17.0
Educator talent and policy coordination operations-				
17.0 FTE positions.....	$	2,621,200	$	2,621,200
GROSS APPROPRIATION	**$**	**2,621,200**	**$**	**2,621,200**

	Appropriated from:			
	Federal revenues:			
	Other federal revenues	630,200		630,200
	Special revenue funds:			
	Other state restricted revenues	241,000		241,000
	State general fund/general purpose	$ 1,750,000	$	1,750,000
	Sec. 5-119. PARTNERSHIP DISTRICT SUPPORT			
	Full-time equated classified positions.....	4.0		4.0
	Partnership district support operations-4.0 FTE positions.....	$ 641,800	$	641,800
	**GROSS APPROPRIATION	**$ 641,800**	**$**	**641,800**
	Appropriated from:			
	Special revenue funds:			
	State general fund/general purpose	$ 641,800	$	641,800
	Sec. 5-120. ONE-TIME APPROPRIATIONS			
	Drinking water declaration of emergency	$ 100	$	0
	**GROSS APPROPRIATION	**$ 100**	**$**	**0**
	Appropriated from:			
	Special revenue funds:			
	Other state restricted revenues	100		0
	State general fund/general purpose	$ 0	$	0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2018

GENERAL SECTIONS

Sec. 5-201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for the fiscal year 2018 is $89,603,300.00 and state spending from state resources to be paid to local units of government for fiscal year 2018 is $13,176,000.00. 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	3,300,000
TOTAL	$ 13,176,000

Sec. 5-202. The appropriations authorized under this article are subject to the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

Sec. 5-203. As used in this article:

(a) "ACT" means the American College Testing Corporation.

(b) "Department" means the Michigan department of education.

(c) "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.

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

Sec. 5-204. The departments and agencies receiving appropriations in part 1 shall use the Internet to fulfill the reporting requirements of this article. 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 Intranetsite.

Sec. 5-205. 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 services, or both, are available. Preference shall be given to goods or services, or both, manufactured or provided by Michigan businesses, if they are

competitively priced and of comparable quality. In addition, preference should be given to goods or services, or both, that are manufactured or provided by Michigan businesses owned and operated by veterans, if they are competitively priced and of comparable quality.

Sec. 5-206. 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 depressed and deprived communities for services, supplies, or both.

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

(a) The dates of each travel occurrence.

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

Sec. 5-208. Funds appropriated in part 1 shall not be used by a principal executive department, state agency, or authority to hire a person to provide legal services that are the responsibility of the attorney general. This prohibition does not apply to legal services for bonding activities and for those outside services that

the attorney general authorizes.

Sec. 5-209. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total general fund/general purpose appropriation lapses at the close of the prior fiscal year. This report shall summarize the projected year-end general fund/general purpose appropriation lapses by major departmental program or program areas. The report shall be transmitted to the chairpersons of the senate and house appropriations committees and the senate and house fiscal agencies.

Sec. 5-210. (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 this article 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 $700,000.00 for state restricted contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

(3) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $250,000.00 for local contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

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

18.1393.

Sec. 5-211. The department shall cooperate with the department of technology, management and budget to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following for each department or agency:

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

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

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

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

(e) Job specifications and wage rates.

Sec. 5-212. Within 14 days after the release of the executive budget recommendation, the department shall cooperate with the state budget office to provide the senate and house appropriations chairs, the senate and house appropriations subcommittees chairs, and the senate and house fiscal agencies with an annual report on estimated state restricted fund balances, state restricted fund projected revenues, and state restricted fund expenditures for the fiscal years ending September 30, 2017 and September 30, 2018.

Sec. 5-213. The department shall maintain, on a publicly accessible website, a department scorecard that identifies, tracks and regularly updates key metrics that are used to monitor and improve the agency's performance.

Sec. 5-214. Total authorized appropriations from all sources under part 1 for legacy costs for the fiscal year ending September 30, 2018 are estimated at $15,429,100.00. From this amount, total agency appropriations for pension-related legacy costs are estimated at $7,939,900.00. Total agency appropriations for retiree health care legacy costs are estimated at $7,489,200.00.

Sec. 5-215. The department shall provide through the Internet the state board of

education agenda and all supporting documents, and shall notify the state budget director and the senate and house fiscal agencies that the agenda and supporting documents are available on the Internet, at the time the agenda and supporting documents are provided to state board of education members.

Sec. 5-217. The department may assist the department of health and human services, other departments, and local school districts to secure reimbursement for eligible services provided in Michigan schools from the federal Medicaid program. The department may submit reports of direct expenses related to this effort to the department of health and human services for reimbursement.

Sec. 5-220. The department shall post on its website a link to the federal Institute of Education Sciences' What Works Clearinghouse. The department also shall work to disseminate knowledge about the What Works Clearinghouse to districts and intermediate districts so that it may be used to improve reading proficiency for pupils in grades K to 3.

Sec. 5-226. From the funds appropriated in part 1, the department shall coordinate with the other departments to streamline state services and resources, reduce duplication, and increase efficiency. This includes, but is not limited to, working with the department of technology, management, and budget to coordinate with the school reform office, working with the department of treasury to coordinate with the financial independence team and overseeing deficit districts, and working with the department of health and human services and department of licensing and regulatory affairs to coordinate with early childhood programs and overseeing child care providers.

STATE BOARD/OFFICE OF THE SUPERINTENDENT

Sec. 5-301. (1) The appropriations in part 1 may be used for per diem payments to the state board for meetings at which a quorum is present or for performing official

business authorized by the state board. The per diem payments shall be at a rate as follows:

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

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

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

SPECIAL EDUCATION SERVICES

Sec. 5-350. From the funds in part 1 for special education operations, the department shall perform the following activities:

(a) Design and distribute to all parents of a newly identified student with a disability information about federal and state mandates regarding the rights and protections of students with disabilities, including, but not limited to, individualized education programs to ensure that parents and legal guardians are fully informed about laws, rules, procedural safeguards, problem-solving options, and any other information the department determines is necessary so that parents and legal guardians may be able to provide meaningful input in collaboration with districts to develop and implement an individualized education program.

(b) Train mediators who are knowledgeable about the dispute resolution system and state and federal mandates pertaining to the rights and protections of students with disabilities outlined in the federal individuals with disabilities education act, 20 USC 1400 to 1482, and the Michigan administrative rules for special education programs and services, R 340.1701 to R 340.1862 of the Michigan administrative code. This annual training will include coursework, resources, and materials.

MICHIGAN SCHOOLS FOR THE DEAF AND BLIND

Sec. 5-401. The employees at the Michigan schools for the deaf and blind who work

on a school-year basis are considered annual employees for purposes of service credits, retirement, and insurance benefits.

Sec. 5-402. For each student enrolled at the Michigan schools for the deaf and blind, the department shall assess the intermediate school district of residence 100% of the cost of operating the student's instructional program. The amount shall exclude room and board related costs and the cost of weekend transportation between the school and the student's home.

Sec. 5-406. (1) The Michigan schools for the deaf and blind may promote its residential program as a possible appropriate option for children who are deaf or hard of hearing or who are blind or visually impaired. The Michigan schools for the deaf and blind shall distribute information detailing its services to all intermediate school districts in the state.

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

(3) Parents will continue to have a choice regarding the educational placement of their deaf or hard-of-hearing children.

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

Sec. 5-408. The funds collected by the Michigan schools for the deaf and blind and the low incidence outreach program for document reproduction and services; conferences, workshops, and training classes; and the use of specialized equipment, facilities, and software are appropriated for all expenses necessary to provide the

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

PROFESSIONAL PREPARATION SERVICES

Sec. 5-501. From the funds appropriated in part 1 for professional preparation services, the department shall maintain certificate revocation/felony conviction files of educational personnel.

Sec. 5-503. From the funds appropriated in part 1, the department shall coordinate professional development with the Michigan Virtual Learning Research Institute and external stakeholders.

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

Sec. 5-507. From the funds appropriated in part 1, the department shall adopt a teacher certification test that ensures that all newly certified elementary teachers have the skills to deliver evidence-based literacy instruction. The department may use teacher certification or teacher testing fee revenue to the extent allowable under law to implement this section, or may pass along increased testing fees to teachers as allowable and appropriate.

FIELD SERVICES

Sec. 5-701. (1) From the funds appropriated in part 1 for field services operations, the department shall produce a report detailing the progress made by districts with grades K to 8 or all of the grades a district operates if the district operates less than grades K to 8 receiving at-risk funding under section 31a of the state school aid act of 1979, 1979 PA 94, MCL 388.1631a, in implementing multitiered systems of supports in the prior school fiscal year.

(2) The report shall include, at a minimum:

(a) A description of the training, coaching, and technical assistance offered by the department to districts to support the implementation of effective multitiered systems of supports.

(b) A list of districts determined by the department to have successfully implemented multitiered systems of supports.

(c) A list of best practices that the department has identified that may be used by districts to implement multitiered systems of supports.

(d) Other information the department determines would be useful to understanding the status of districts' implementation of effective multitiered systems of supports.

(3) The report shall be provided to the state budget director, the house and senate subcommittees that oversee the department of education and school aid budgets, and the house and senate fiscal agencies by September 30, 2018.

LIBRARY OF MICHIGAN

Sec. 5-801. The funds collected by the Library of Michigan for document reproduction and services; conferences, workshops, and training classes; and the use of specialized equipment, facilities, and software are appropriated for all expenses necessary to provide the required services. These funds are available for expenditure when they are received and may be carried forward into the next succeeding fiscal year.

Sec. 5-804. (1) The funds appropriated in part 1 for renaissance zone reimbursements shall be used to reimburse public libraries under section 12 of the Michigan renaissance zone act, 1996 PA 376, MCL 125.2692, for taxes levied in 2017. The allocations shall be made not later than 60 days after the department of treasury certifies to the department and to the state budget director that the department of treasury has received all necessary information to properly determine the amounts due

to each eligible recipient.

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

MICHIGAN OFFICE OF GREAT START

Sec. 5-1004. From the funds appropriated in part 1 for child development and care public assistance, the department shall increase reimbursement rates for child development and care program providers. The purpose of the rate increase is to increase the number of low-income children in high-quality early learning programs, to increase the number of children ready for school at kindergarten entry, and to increase the number of children who are reading at grade level by the end of third grade.

Sec. 5-1005. From the increased funds appropriated in part 1 for child development and care external support, the department shall work with the department of licensing and regulatory affairs to provide fingerprinting services and background checks of employees of child care providers as required by the federal child care and development block grant.

Sec. 5-1007. (1) From the funds appropriated in part 1 for child development and care - external support, the department shall create a report that shall include, but is not limited to, the following:

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

(b) The total number of on-site visits conducted since the start of the 2017-2018 fiscal year. This includes required initial licensure visits, annual monitoring inspections, complaint investigations, and follow up to these visits as well as other

necessary on-site visits.

(c) The average number of on-site visits per consultant by licensing type made since the start of fiscal year 2017-2018. This includes required initial licensure visits, annual monitoring inspections, complaint investigations, and follow up to these visits as well as other necessary on-site visits.

(d) The number of providers that have improved their quality rating since the start of fiscal year 2017-2018 compared to the same time period in fiscal year 2016-2017.

(e) A list of trainings and other structured activities offered by the department or the department of licensing and regulatory affairs to licensing consultants and managers as well as child care providers to improve performance and quality, respectively.

(2) The report shall be sent to the state budget director, the house and senate subcommittees that oversee the department of education, and the house and senate fiscal agencies by November 30, 2018.

Sec. 5-1008. From the amount appropriated in part 1 for office of great start operations, the department shall work with the department of health and human services to coordinate services provided to families for home visits, reduce duplication of state services and spending, and increase efficiencies including the home visits funded under section 32p of the state school aid act of 1979, 1979 PA 94, MCL 388.1632p.

ACCOUNTABILITY SERVICES

Sec. 5-1021. Using the funds appropriated in part 1, the department shall work in collaboration with the department of technology, management, and budget to renegotiate the contract with the ACT to ensure that it registers, issues, and ships to schools a printed national career readiness certificate (NCRC) to each Michigan student who

takes the ACT WorkKeys test, successfully completes the exam, qualifies for the certificate, and ensures that the renegotiated contract results in minimal or no additional costs to the state. If a renegotiation cannot be completed that results in minimal or no additional costs to the state, the department shall rebid the contract for the workskills portion of the Michigan merit exam (MME).

Article 6

DEPARTMENT OF ENVIRONMENTAL QUALITY

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 6-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of environmental quality are appropriated for the fiscal year ending September 30, 2018, and are anticipated to be appropriated for the fiscal year ending September 30, 2019, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

DEPARTMENT OF ENVIRONMENTAL QUALITY

APPROPRIATION SUMMARY

Full-time equated unclassified positions.....	6.0	6.0
Full-time equated classified positions.....	1,254.0	1,254.0
**GROSS APPROPRIATION	**$ 510,842,000**	**$ 432,941,900**
Total interdepartmental grants and interdepartmental transfers.....	3,100,500	3,100,500
ADJUSTED GROSS APPROPRIATION	$ 507,741,500	$ 429,841,400
Total federal revenues	170,042,600	170,042,600
Total local revenues	0	0
Total private revenues	555,300	555,300
Total other state restricted revenues	285,825,300	208,925,200
State general fund/general purpose	$ 51,318,300	$ 50,318,300
State general fund/general purpose schedule:		
*Ongoing state general fund/general purpose	*50,318,300*	*50,318,300*
*One-time state general fund/general purpose	*1,000,000*	*0*

Sec. 6-102. DEPARTMENTAL ADMINISTRATION AND SUPPORT

Full-time equated unclassified positions.....	6.0	6.0
Full-time equated classified positions.....	52.0	52.0
Unclassified salaries-6.0 FTE positions	$ 776,600	$ 776,600
Accounting service center	1,401,300	1,401,300
Administrative hearings officers	383,900	383,900
Central support services-34.0 FTE positions	4,184,100	4,184,100
Communications and community outreach-5.0 FTE positions.....	1,013,800	1,013,800
Environmental support projects	5,000,000	5,000,000
Executive direction-13.0 FTE positions	2,117,800	2,117,800
Facilities management	1,000,000	1,000,000
Property management	7,070,500	7,070,500
**GROSS APPROPRIATION	**$ 22,948,000**	**$ 22,948,000**
Appropriated from:		
Interdepartmental grant revenues:		
IDG from department of state police	61,000	61,000
Federal revenues:		
Other federal revenues	27,600	27,600
Special revenue funds:		
Other state restricted revenues	18,116,200	18,116,200
State general fund/general purpose	$ 4,743,200	$ 4,743,200
Sec. 6-103. OFFICE OF THE GREAT LAKES		
Full-time equated classified positions.....	11.0	11.0
Coastal management grants	$ 1,250,000	$ 1,250,000
Office of the Great Lakes-11.0 FTE positions	2,033,700	2,033,700
**GROSS APPROPRIATION	**$ 3,283,700**	**$ 3,283,700**
Appropriated from:		

Federal revenues:			
Other federal revenues	2,043,600		2,043,600
Special revenue funds:			
Other state restricted revenues	484,800		484,800
State general fund/general purpose	$ 755,300	$	755,300
Sec. 6-104. GREAT LAKES RESTORATION INITIATIVE			
Full-time equated classified positions.....	6.0		6.0
Great Lakes restoration initiative-6.0 FTE positions .	$ 15,095,600	$	15,095,600
**GROSS APPROPRIATION	**$ 15,095,600**	**$**	**15,095,600**
Appropriated from:			
Federal revenues:			
Other federal revenues	15,095,600		15,095,600
Special revenue funds:			
State general fund/general purpose	$ 0	$	0
Sec. 6-105. OFFICE OF ENVIRONMENTAL ASSISTANCE			
Full-time equated classified positions.....	37.0		37.0
Office of environmental assistance-37.0 FTE positions	$ 6,140,700	$	6,140,700
Pollution prevention local grants	250,000		250,000
**GROSS APPROPRIATION	**$ 6,390,700**	**$**	**6,390,700**
Appropriated from:			
Federal revenues:			
Other federal revenues	704,700		704,700
Special revenue funds:			
Private revenues	364,200		364,200
Other state restricted revenues	2,581,700		2,581,700
State general fund/general purpose	$ 2,740,100	$	2,740,100
Sec. 6-106. WATER RESOURCES DIVISION			

Full-time equated classified positions.....	316.0		316.0
Aquatic nuisance control program-6.0 FTE positions ...	$ 918,800	$	918,800
Contaminated lake and river sediment cleanup program .	1,565,000		1,565,000
Expedited water/wastewater permits-1.0 FTE position ..	50,900		50,900
Federal - Great Lakes remedial action plan grants	583,800		583,800
Federal - nonpoint source water pollution grants	4,083,300		4,083,300
Fish contaminant monitoring	316,100		316,100
Groundwater discharge-22.0 FTE positions	3,214,800		3,214,800
Land and water interface permit programs-82.0 FTE positions.....	11,671,500		11,671,500
Nonpoint source pollution prevention and control project program.....	2,000,000		2,000,000
NPDES nonstormwater program-83.0 FTE positions	13,060,600		13,060,600
Program direction and project assistance-27.0 FTE positions.....	3,055,100		3,055,100
Real-time beach monitoring program	500,000		500,000
Surface water-86.0 FTE positions	15,557,000		15,557,000
Water quality and use initiative/general-5.0 FTE positions.....	1,645,700		1,645,700
Water quality protection grants	100,000		100,000
Water withdrawal assessment program-4.0 FTE positions	1,428,600		1,428,600
Wetland mitigation banking grants and loans	3,000,000		3,000,000
Wetlands program	1,000,000		1,000,000
**GROSS APPROPRIATION	**$ 63,751,200**	**$**	**63,751,200**
Appropriated from:			
Interdepartmental grant revenues:			
IDG from department of transportation	1,259,800		1,259,800

	Federal revenues:			
Other federal revenues		20,268,800		20,268,800
	Special revenue funds:			
Other state restricted revenues		23,931,700		23,931,700
State general fund/general purpose	$	18,290,900	$	18,290,900
Sec. 6-107. LAW ENFORCEMENT				
Full-time equated classified positions.....		14.0		14.0
Environmental investigations-14.0 FTE positions	$	2,830,100	$	2,830,100
**GROSS APPROPRIATION ..... **	**$**	**2,830,100**	**$**	**2,830,100**
Appropriated from:				
Federal revenues:				
Other federal revenues		575,600		575,600
Special revenue funds:				
Other state restricted revenues		1,701,500		1,701,500
State general fund/general purpose	$	553,000	$	553,000
Sec. 6-108. AIR QUALITY DIVISION				
Full-time equated classified positions.....		189.0		189.0
Air quality programs-189.0 FTE positions	$	27,132,400	$	27,132,400
**GROSS APPROPRIATION ..... **	**$**	**27,132,400**	**$**	**27,132,400**
Appropriated from:				
Federal revenues:				
Other federal revenues		7,196,800		7,196,800
Special revenue funds:				
Other state restricted revenues		14,121,600		14,121,600
State general fund/general purpose	$	5,814,000	$	5,814,000
Sec. 6-109. RESOURCE MANAGEMENT DIVISION				
Full-time equated classified positions.....		325.0		325.0

Drinking water and environmental health-126.0 FTE positions	$ 18,044,900	$ 18,044,900
Drinking water program grants	830,000	830,000
Hazardous waste management program-45.0 FTE positions	6,506,900	6,506,900
Low-level radioactive waste authority-2.0 FTE positions	233,400	233,400
Medical waste program-2.0 FTE positions	303,500	303,500
Municipal assistance-29.0 FTE positions	4,818,800	4,818,800
Noncommunity water grants	1,905,700	1,905,700
Oil, gas, and mineral services-59.0 FTE positions	10,680,900	10,680,900
Radiological protection program-12.0 FTE positions	1,977,200	1,977,200
Recycling initiative-3.0 FTE positions	1,011,800	1,011,800
Scrap tire grants	3,500,000	3,500,000
Scrap tire regulatory program-10.0 FTE positions	1,343,700	1,343,700
Septage waste compliance grants	275,000	275,000
Solid waste management program-37.0 FTE positions	5,077,800	5,077,800
Strategic water quality initiative grants and loans	62,000,000	0
Water state revolving funds	120,000,000	120,000,000
GROSS APPROPRIATION	**$ 238,509,600**	**$ 176,509,600**
Appropriated from:		
Interdepartmental grant revenues:		
IDG from department of state police	1,667,800	1,667,800
Federal revenues:		
Other federal revenues	116,450,300	116,450,300
Special revenue funds:		
Other state restricted revenues	106,001,200	44,001,200
State general fund/general purpose	$ 14,390,300	$ 14,390,300

Sec. 6-110. REMEDIATION AND REDEVELOPMENT DIVISION			
Full-time equated classified positions.....	299.0		299.0
Contaminated site investigations, cleanup and			
revitalization-135.0 FTE positions.....	$ 16,351,300	$	16,351,300
Emergency cleanup actions	4,000,000		4,000,000
Environmental cleanup and redevelopment program	15,000,000		15,000,000
Environmental cleanup support	1,840,000		1,840,000
Federal cleanup project management-40.0 FTE positions	6,986,500		6,986,500
Laboratory services-39.0 FTE positions	6,328,000		6,328,000
Refined petroleum product cleanup program-85.0 FTE			
positions.....	34,491,100		34,491,100
Superfund cleanup	1,000,000		1,000,000
**GROSS APPROPRIATION	**$ 85,996,900**	**$**	**85,996,900**
Appropriated from:			
Federal revenues:			
Other federal revenues	6,354,900		6,354,900
Special revenue funds:			
Private revenues	191,100		191,100
Other state restricted revenues	76,885,400		76,885,400
State general fund/general purpose	$ 2,565,500	$	2,565,500
Sec. 6-111. UNDERGROUND STORAGE TANK AUTHORITY			
Full-time equated classified positions.....	5.0		5.0
Underground storage tank cleanup program-5.0 FTE			
positions.....	$ 20,016,800	$	20,016,800
**GROSS APPROPRIATION	**$ 20,016,800**	**$**	**20,016,800**
Appropriated from:			
Special revenue funds:			

Other state restricted revenues	20,016,800		20,016,800
State general fund/general purpose	$ 0	$	0
Sec. 6-112. INFORMATION TECHNOLOGY			
Information technology services and projects	$ 8,986,900	$	8,986,900
**GROSS APPROPRIATION	**$ 8,986,900**	**$**	**8,986,900**
Appropriated from:			
Interdepartmental grant revenues:			
IDG from department of state police	25,800		25,800
IDG from department of transportation	86,100		86,100
Federal revenues:			
Other federal revenues	1,324,700		1,324,700
Special revenue funds:			
Other state restricted revenues	7,084,300		7,084,300
State general fund/general purpose	$ 466,000	$	466,000
Sec. 6-113. ONE-TIME APPROPRIATIONS			
Drinking water declaration of emergency	$ 1,000,100	$	0
Environmental cleanup and redevelopment program	14,900,000		0
**GROSS APPROPRIATION	**$ 15,900,100**	**$**	**0**
Appropriated from:			
Special revenue funds:			
Other state restricted revenues	14,900,100		0
State general fund/general purpose	$ 1,000,000	$	0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2018

GENERAL SECTIONS

Sec. 6-201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for the fiscal year 2018 is $337,143,600.00 and state spending from state resources to be paid to local units of government for fiscal year 2018 is $4,531,000.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF ENVIRONMENTAL QUALITY

Real-time beach monitoring program	$ 500,000
Medical waste program	65,000
Noncommunity water grants	1,800,000
Scrap tire grants	500,000
Drinking water program grants	600,000
Pollution prevention local grants	250,000
Surface water	160,000
Emergency cleanup actions	106,000
Recycling initiative	450,000
Septage waste compliance grants	100,000
TOTAL	$ 4,531,000

Sec. 6-202. The appropriations authorized under this article are subject to the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

Sec. 6-203. As used in this article:

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

Sec. 6-204. The departments and agencies receiving appropriations in part 1 shall

use the Internet to fulfill the reporting requirements of this article. 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. 6-205. 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 services, or both, are available. Preference shall be given to goods or services, or both, manufactured or provided by Michigan businesses, if they are competitively priced and of comparable quality. In addition, preference should be given to goods or services, or both, that are manufactured or provided by Michigan businesses owned and operated by veterans, if they are competitively priced and of comparable quality.

Sec. 6-206. The director 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. Each director shall strongly encourage firms with which the department contracts to subcontract with certified businesses in depressed and deprived communities for services, supplies, or both.

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

(a) The dates of each travel occurrence.

(b) The transportation and related costs of each travel occurrence, including the

proportion funded with state general fund/general purpose revenues, the proportion funded with state restricted revenues, the proportion funded with federal revenues, and the proportion funded with other revenues.

Sec. 6-208. Funds appropriated in part 1 shall not be used by a principal executive department, state agency, or authority to hire a person to provide legal services that are the responsibility of the attorney general. This prohibition does not apply to legal services for bonding activities and for those outside services that the attorney general authorizes.

Sec. 6-209. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total general fund/general purpose appropriation lapses at the close of the prior fiscal year. This report shall summarize the projected year-end general fund/general purpose appropriation lapses by major departmental program or program areas. The report shall be transmitted to the chairpersons of the senate and house appropriations committees and the senate and house fiscal agencies.

Sec. 6-210. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $30,000,000.00 for federal contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article 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 $5,000,000.00 for state restricted contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

(3) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $100,000.00 for local contingency funds. These funds are not

available for expenditure until they have been transferred to another line item in this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

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

Sec. 6-211. The department shall cooperate with the department of technology, management and budget to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following for each department or agency:

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

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

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

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

(e) Job specifications and wage rates.

Sec. 6-212. Within 14 days after the release of the executive budget recommendation, the department shall cooperate with the state budget office to provide the senate and house appropriations chairs, the senate and house appropriations subcommittees chairs, and the senate and house fiscal agencies with an annual report on estimated state restricted fund balances, state restricted fund projected revenues, and state restricted fund expenditures for the fiscal years ending September 30, 2017 and September 30, 2018.

Sec. 6-213. The department shall maintain, on a publicly accessible website, a department scorecard that identifies, tracks and regularly updates key metrics that

are used to monitor and improve the agency's performance.

Sec. 6-214. Total authorized appropriations from all sources under part 1 for legacy costs for the fiscal year ending September 30, 2018 are estimated at $32,219,000.00. From this amount, total agency appropriations for pension-related legacy costs are estimated at $16,580,100.00. Total agency appropriations for retiree health care legacy costs are estimated at $15,638,900.00.

Sec. 6-216. (1) The department shall report all of the following information relative to allocations made from appropriations for the environmental cleanup and redevelopment program, state cleanup, emergency actions, superfund cleanup, the revitalization revolving loan program, the brownfield grants and loans program, the leaking underground storage tank cleanup program, the contaminated lake and river sediments cleanup program, the refined petroleum product cleanup program, and the environmental protection bond projects under section 19508(7) of the natural resources and environmental protection act, 1994 PA 451, MCL 324.19508, to the state budget director, the senate and house appropriations subcommittees on environmental quality, and the senate and house fiscal agencies:

(a) The name and location of the site for which an allocation is made.

(b) The nature of the problem encountered at the site.

(c) A brief description of how the problem will be resolved if the allocation is made for a response activity.

(d) The estimated date that site closure activities will be completed.

(e) The amount of the allocation, or the anticipated financing for the site.

(f) A summary of the sites and the total amount of funds expended at the sites at the conclusion of the fiscal year.

(g) The number of brownfield projects that were successfully redeveloped.

(2) The report prepared under subsection (1) shall also include all of the following:

(a) The status of all state-owned facilities that are on the list compiled under part 201 of the natural resources and environmental protection act, 1994 PA 451, MCL 324.20101 to 324.20142.

(b) The report shall include the total amount of funds expended during the fiscal year and the total amount of funds awaiting expenditure.

(c) The total amount of bonds issued for the environmental protection bond program pursuant to part 193 of the natural resources and environmental protection act, 1994 PA 451, MCL 324.19301 to 324.19306, and bonds issued pursuant to the clean Michigan initiative act, 1998 PA 284, MCL 324.95101 to 324.95108.

(3) The report shall be made available by March 31 of each year.

Sec. 6-217. (1) The department may expend amounts remaining from the current and prior fiscal year appropriations to meet funding needs of legislatively approved sites for the environmental cleanup and redevelopment program, the refined petroleum product cleanup program, brownfield grants and loans, waterfront grants, and the environmental bond site reclamation program.

(2) Unexpended and unencumbered amounts remaining from appropriations from the environmental protection bond fund contained in 2003 PA 173, 2005 PA 109, 2006 PA 343, 2011 PA 63, and 2012 PA 236 are appropriated for expenditure for any site listed in this part and part 1 and any site listed in the public acts referenced in this section.

(3) Unexpended and unencumbered amounts remaining from appropriations from the clean Michigan initiative fund - response activities contained in 2000 PA 52, 2004 PA 309, 2005 PA 11, 2006 PA 343, 2007 PA 121, 2011 PA 63, 2013 PA 59, 2014 PA 252, 2015 PA 84, and 2016 PA 268 are appropriated for expenditure for any site listed in this part and part 1 and any site listed in the public acts referenced in this section.

(4) Unexpended and unencumbered amounts remaining from appropriations from the refined petroleum fund activities contained in 2007 PA 121, 2008 PA 247, 2009 PA 118,

2010 PA 189, 2011 PA 63, 2012 PA 200, 2013 PA 59, 2014 PA 252, 2015 PA 84, and 2016 PA 268 are appropriated for expenditure for any site listed in this part and part 1 and any site listed in the public acts referenced in this section.

(5) Unexpended and unencumbered amounts remaining from the appropriations from the strategic water quality initiatives fund contained in 2011 PA 50, 2011 PA 63, 2012 PA 200, 2013 PA 59, 2014 PA 252, 2015 PA 84, and 2016 PA 268 are appropriated for expenditure for any site listed in this part and part 1 and any site listed in the public acts referenced in this section.

Sec. 6-219. Unexpended settlement revenues at the end of the fiscal year may be carried forward into the settlement fund in the succeeding fiscal year up to a maximum carryforward of $2,500,000.00.

REMEDIATION AND REDEVELOPMENT DIVISION

Sec. 6-301. Revenues remaining in the interdepartmental transfers, laboratory services at the end of the fiscal year shall carry forward into the succeeding fiscal year.

Sec. 6-302. The unexpended funds appropriated in part 1 for emergency cleanup actions, the environmental cleanup and redevelopment program, and the refined petroleum product cleanup program are 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 projects to be carried forward is to provide contaminated site cleanup.

(b) The projects will be accomplished by contract.

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

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

Sec. 6-303. Effective October 1, 2017, surplus funds not to exceed $1,000,000.00 in the cleanup and redevelopment trust fund are appropriated to the environmental protection fund created in section 503a of the natural resources and environmental protection act, 1994 PA 451, MCL 324.503a.

Sec. 6-304. Effective October 1, 2017, surplus funds not to exceed $1,000,000.00 in the community pollution prevention fund created in section 3f of 1976 IL 1, MCL 445.573f, are appropriated to the environmental protection fund created in section 503a of the natural resources and environmental protection act, 1994 PA 451, MCL 324.503a.

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

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

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

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

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

Sec. 6-313. From the funds appropriated in part 1 for the vapor intrusion program, the department shall investigate at least 120 sites to determine whether chemical vapors have migrated from the original location of exposure. The purpose of this program is to evaluate, investigate, and mitigate sites statewide where vapor

intrusion issues are or may be present.

WATER RESOURCES DIVISION

Sec. 6-405. 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. 6-407. The unexpended funds appropriated in part 1 for the contaminated lake and river sediment cleanup program are 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 projects to be carried forward is to provide contaminated sediment cleanup.

(b) The projects will be accomplished by contract.

(c) The total estimated cost of all projects is $1,565,000.

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

RESOURCE MANAGEMENT DIVISION

Sec. 6-603. From the funds appropriated in part 1, by December 31, 2017, the department shall compile and make available to the public on a publicly accessible website a report containing a summary document of each completed asset management plan for any stormwater, asset management, or wastewater grant awarded to a local unit of government to fund the development of a plan. As a condition of receiving a stormwater, asset management, or wastewater grant, a local unit of government shall

make its asset management plan available to the department upon request when completed and shall retain copies of the plan that can be made available to the public for a minimum of 15 years. The department shall make available a summary document of each plan on a publicly accessible website by September 30 of the year it was completed. The summary document shall include a summary of the plan and contact.

Sec. 6-604. From the funds appropriated in part 1, the department will host three training sessions to public water supply owners and operators to provide technical assistance on the Lead and Copper Rule (LCR) of the Safe Drinking Water Act and contact 100% of public water supplies that are subject to the Lead and Copper Rule with information on current LCR requirements including any modifications to Michigan's LCR and associated guidance and policies. The purpose of the program is to ensure that water is in accordance with Safe Drinking Water Act.

UNDERGROUND STORAGE TANK AUTHORITY

Sec. 6-701. The unexpended funds appropriated in part 1 for the underground storage tank cleanup program are 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 projects to be carried forward is to provide contaminated site cleanup.

(b) The projects will be accomplished by contract.

(c) The total estimated cost of all projects is $20,000,000.00.

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

ONE-TIME APPROPRIATIONS

Sec. 6-801. (1) From the funds appropriated in part 1 for the drinking water

declaration of emergency, the department shall allocate funds to address needs in a city in which a declaration of emergency was issued because of drinking water contamination. These funds may support, but are not limited to, the following activities:

(a) Operational, managerial, and training expertise to water treatment plant operators and managers.

(b) Water system needs.

(2) The unexpended funds appropriated for drinking water declaration of emergency are designated as a work project appropriation, and any unencumbered or unexpended funds shall not lapse at the end of the fiscal year and shall be available for expenditure for projects under this section until the projects have been completed. The following is in compliance with section 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

(a) The purpose of the project is to address needs in a city in which a declaration of emergency was issued because of drinking water contamination.

(b) The projects will be accomplished by utilizing state employees or contracts with service providers, or both.

(c) The total estimated cost of the project is appropriated in Part 1.

(d) The tentative completion date is September 30, 2019.

Article 7

EXECUTIVE OFFICE

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 7-101. Subject to the conditions set forth in this article, the amounts listed in this part for the executive office are appropriated for the fiscal year ending September 30, 2018, and are anticipated to be appropriated for the fiscal year ending September 30, 2019, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

EXECUTIVE OFFICE

APPROPRIATION SUMMARY

Full-time equated unclassified positions.....	10.0	10.0
Full-time equated classified positions.....	79.2	79.2
**GROSS APPROPRIATION	**$ 6,848,500**	**$ 6,848,500**
Total interdepartmental grants and interdepartmental transfers.....	0	0
ADJUSTED GROSS APPROPRIATION	$ 6,848,500	$ 6,848,500
Total federal revenues	0	0
Total local revenues	0	0
Total private revenues	0	0
Total other state restricted revenues	0	0
State general fund/general purpose	$ 6,848,500	$ 6,848,500
State general fund/general purpose schedule:		
Ongoing state general fund/general purpose	*6,848,500*	*6,848,500*
One-time state general fund/general purpose	*0*	*0*

Sec. 7-102. DEPARTMENTAL ADMINISTRATION AND SUPPORT

Full-time equated unclassified positions.....	10.0	10.0

Full-time equated classified positions.....	79.2	79.2
Governor-1.0 FTE position	$ 159,300	$ 159,300
Lieutenant governor-1.0 FTE position	111,600	111,600
Unclassified salaries-8.0 FTE positions	1,307,300	1,307,300
Executive office-79.2 FTE positions	5,270,300	5,270,300
**GROSS APPROPRIATION	**$ 6,848,500**	**$ 6,848,500**
Appropriated from:		
Special revenue funds:		
State general fund/general purpose	$ 6,848,500	$ 6,848,500

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2018

GENERAL SECTIONS

Sec. 7-201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for the fiscal year 2018 is $6,848,500.00 and state spending from state resources to be paid to local units of government for fiscal year 2018 is $0.00.

Article 8

DEPARTMENT OF HEALTH AND HUMAN SERVICES

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 8-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of health and human services are appropriated for the fiscal year ending September 30, 2018, and are anticipated to be appropriated for the fiscal year ending September 30, 2019, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:**DEPARTMENT OF HEALTH AND HUMAN SERVICES**

APPROPRIATION SUMMARY

Full-time equated unclassified positions.....	6.0	6.0
Full-time equated classified positions.....	15,614.5	15,671.0
GROSS APPROPRIATION	**$ 25,537,414,500**	**$ 25,402,423,000**
Total interdepartmental grants and interdepartmental transfers.....	13,640,900	13,640,900
ADJUSTED GROSS APPROPRIATION	$ 25,523,773,600	$ 25,388,782,100
Total federal revenues	18,351,244,100	18,226,968,300
Total local revenues	118,751,000	118,751,000
Total private revenues	149,873,300	149,873,300
Total other state restricted revenues	2,442,169,800	2,359,903,400
State general fund/general purpose	$ 4,461,735,400	$ 4,533,286,100
State general fund/general purpose schedule:		
Ongoing state general fund/general purpose	*4,455,670,400*	*4,533,286,100*
One-time state general fund/general purpose	*6,065,000*	*0*

Sec. 8-102. DEPARTMENTAL ADMINISTRATION AND SUPPORT

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

Full-time equated classified positions.....		759.1	773.1
Unclassified salaries-6.0 FTE positions	$	1,153,000	$ 1,153,000
Administrative hearings officers		11,219,700	11,219,700
Demonstration projects-7.0 FTE positions		7,355,100	7,355,100
Departmental administration and management-565.1 FTE positions.....		109,477,900	130,678,400
Developmental disabilities council and projects-10.0 FTE positions.....		3,073,700	3,073,700
Office of inspector general-177.0 FTE positions		21,892,200	21,892,200
Property management		64,339,500	64,339,500
Terminal leave payments		5,686,100	5,686,100
Worker's compensation		7,502,800	7,502,800
**GROSS APPROPRIATION	**$**	**231,700,000**	**$ 252,900,500**
Appropriated from:			
Interdepartmental grant revenues:			
IDG from department of education		1,919,500	1,919,500
Federal revenues:			
Social security act, temporary assistance for needy families.....		22,973,500	22,973,500
Other federal revenues		105,206,600	123,531,000
Special revenue funds:			
Local revenues		16,400	16,400
Private revenues		3,843,200	3,843,200
Other state restricted revenues		841,400	841,400
State general fund/general purpose	$	96,899,400	$ 99,775,500
Sec. 8-103. CHILD SUPPORT ENFORCEMENT			
Full-time equated classified positions.....		185.7	185.7

1	Child support enforcement operations-179.7 FTE				
2	positions.....	$	22,312,200	$	22,312,200
3	Child support incentive payments		24,409,600		24,409,600
4	Legal support contracts		113,607,100		113,607,100
5	State disbursement unit-6.0 FTE positions		8,112,800		8,112,800
6	**GROSS APPROPRIATION	**$**	**168,441,700**	**$**	**168,441,700**
7	Appropriated from:				
8	Federal revenues:				
9	Other federal revenues		144,379,500		144,379,500
10	Special revenue funds:				
11	State general fund/general purpose	$	24,062,200	$	24,062,200
12	**Sec. 8-104. COMMUNITY SERVICES AND OUTREACH**				
13	Full-time equated classified positions.....		74.6		74.6
14	Bureau of community services and outreach-20.0 FTE				
15	positions.....	$	2,529,300	$	2,529,300
16	Child advocacy centers-0.5 FTE position		1,500,000		1,500,000
17	Community services and outreach administration-11.0				
18	FTE positions.....		1,465,000		1,465,000
19	Community services block grant		25,840,000		25,840,000
20	Crime victim grants administration services-13.0 FTE				
21	positions.....		2,177,100		2,177,100
22	Crime victim justice assistance grants		59,279,300		59,279,300
23	Crime victim rights services grants		16,870,000		16,870,000
24	Domestic violence prevention and treatment-14.6 FTE				
25	positions.....		15,817,200		15,817,200
26	Homeless programs		19,466,700		23,211,500
27	Housing and support services		13,031,000		13,031,000

Michigan community service commission-15.0 FTE			
positions	11,628,700		11,628,700
Rape prevention and services-0.5 FTE position	5,097,300		5,097,300
School success partnership program	450,000		450,000
Weatherization assistance	16,340,000		16,340,000
GROSS APPROPRIATION	**$ 191,491,600**	**$**	**195,236,400**
Appropriated from:			
Federal revenues:			
Social security act, temporary assistance for needy families	11,690,500		11,690,500
Other federal revenues	142,505,700		142,505,700
Special revenue funds:			
Private revenues	44,100		44,100
Other state restricted revenues	20,877,500		20,877,500
State general fund/general purpose	$ 16,373,800	$	20,118,600
Sec. 8-105. CHILDREN'S SERVICES AGENCY - CHILD WELFARE			
Full-time equated classified positions	3,844.2		3,844.2
Adoption subsidies	$ 212,142,600	$	212,142,600
Adoption support services-10.0 FTE positions	27,283,500		27,283,500
Attorney general contract	4,366,500		4,366,500
Child abuse and neglect - children's justice act-1.0 FTE position	622,600		622,600
Child care fund	180,653,700		180,653,700
Child protection	800,300		800,300
Child welfare administration travel	375,000		375,000
Child welfare field staff - caseload compliance-2,461.0 FTE positions	229,613,400		229,613,400

Child welfare field staff - noncaseload compliance- 330.0 FTE positions.....	34,559,000	34,559,000
Child welfare first line supervisors-578.0 FTE positions.....	72,890,500	72,890,500
Child welfare institute-45.0 FTE positions	8,203,600	8,203,600
Child welfare licensing-59.0 FTE positions	6,914,000	6,914,000
Child welfare medical/psychiatric evaluations	10,435,500	10,435,500
Children's services administration-172.2 FTE positions	20,075,100	20,075,100
Children's trust fund-12.0 FTE positions	3,327,700	3,327,700
Contractual services, supplies, and materials	9,300,000	9,300,000
Education planners-15.0 FTE positions	1,530,100	1,530,100
Family preservation and prevention services administration-9.0 FTE positions.....	1,299,300	1,299,300
Family preservation programs-13.0 FTE positions	38,877,000	38,877,000
Family support subsidy	16,951,400	16,951,400
Foster care payments	197,226,800	197,226,800
Guardianship assistance program	12,004,800	12,004,800
Interstate compact	179,600	179,600
Peer coaches-45.5 FTE positions	5,737,300	5,737,300
Performance based funding implementation-3.0 FTE positions.....	1,444,800	1,444,800
Permanency resource managers-28.0 FTE positions	3,197,900	3,197,900
Prosecuting attorney contracts	3,879,500	3,879,500
Psychotropic oversight	618,200	618,200
Second line supervisors and technical staff-54.0 FTE positions.....	8,912,000	8,912,000
Settlement monitor	1,885,800	1,885,800

Strong families/safe children		12,350,100	12,350,100
Title IV-E compliance and accountability office-4.0			
FTE positions.....		424,700	424,700
Youth in transition-4.5 FTE positions		15,026,300	15,026,300
**GROSS APPROPRIATION	**$**	**1,143,108,600**	**$** **1,143,108,600**
Appropriated from:			
Interdepartmental grant revenues:			
IDG from department of education		90,200	90,200
Federal revenues:			
Social security act, temporary assistance for needy			
families.....		348,965,600	348,965,600
Other federal revenues		358,978,500	358,978,500
Special revenue funds:			
Local revenues		16,375,700	16,375,700
Private revenues		2,927,400	2,927,400
Other state restricted revenues		2,091,900	2,091,900
State general fund/general purpose	$	413,679,300	$ 413,679,300
Sec. 8-106. CHILDREN'S SERVICES AGENCY - JUVENILE JUSTICE			
Full-time equated classified positions.....		120.5	120.5
Bay pines center-47.0 FTE positions	$	5,468,900	$ 5,468,900
Committee on juvenile justice administration-2.5 FTE			
positions.....		351,400	351,400
Committee on juvenile justice grants		3,000,000	3,000,000
Community support services-3.0 FTE positions		2,116,600	2,116,600
County juvenile officers		3,904,300	3,904,300
Juvenile justice, administration and maintenance-21.0			
FTE positions.....		3,739,300	3,739,300

Shawono center-47.0 FTE positions	5,565,400	5,565,400
W.J. Maxey training school	250,000	250,000
**GROSS APPROPRIATION	**$ 24,395,900**	**$ 24,395,900**
Appropriated from:		
Federal revenues:		
Other federal revenues	8,330,600	8,330,600
Special revenue funds:		
Local revenues	6,376,000	6,376,000
State general fund/general purpose	$ 9,689,300	$ 9,689,300
Sec. 8-107. PUBLIC ASSISTANCE		
Full-time equated classified positions.....	8.0	8.0
Emergency services local office allocations	$ 10,357,500	$ 10,357,500
Family independence program	78,699,500	78,699,500
Food assistance program benefits	2,348,117,400	2,348,117,400
Food Bank Council of Michigan	2,045,000	2,045,000
Indigent burial	4,375,000	4,375,000
Low-income home energy assistance program	181,718,400	181,718,400
Michigan energy assistance program-1.0 FTE position ..	50,000,000	50,000,000
Multicultural integration funding	15,303,800	15,303,800
Refugee assistance program-7.0 FTE positions	27,993,400	27,993,400
State disability assistance payments	11,422,400	11,422,400
State supplementation	61,696,700	61,696,700
State supplementation administration	2,381,100	2,381,100
**GROSS APPROPRIATION	**$ 2,794,110,200**	**$ 2,794,110,200**
Appropriated from:		
Federal revenues:		
Social security act, temporary assistance for needy		

families.....	46,086,200	46,086,200
Other federal revenues	2,545,756,900	2,545,756,900
Special revenue funds:		
Other state restricted revenues	72,326,600	72,326,600
State general fund/general purpose	$ 129,940,500	$ 129,940,500
Sec. 8-108. FIELD OPERATIONS AND SUPPORT SERVICES		
Full-time equated classified positions.....	6,395.5	6,432.5
Administrative support workers-221.0 FTE positions ...	$ 12,872,400	$ 12,872,400
Adult services field staff-520.0 FTE positions	56,171,200	56,171,200
Contractual services, supplies, and materials	16,524,300	16,574,000
Donated funds positions-288.0 FTE positions	32,702,700	32,702,700
Elder law of Michigan MiCAFE contract	350,000	350,000
Electronic benefit transfer (EBT)	8,509,000	8,509,000
Employment and training support services	4,219,100	4,219,100
Field policy and administration-66.0 FTE positions ...	11,103,600	11,103,600
Field staff travel	8,103,900	8,103,900
Independent living	10,031,600	10,031,600
Medical/psychiatric evaluations	1,420,100	1,420,100
Michigan rehabilitation services-526.0 FTE positions .	128,750,800	128,750,800
Nutrition education-2.0 FTE positions	33,045,300	33,045,300
Public assistance field staff-4,752.5 FTE positions ..	483,553,300	487,427,400
Training and program support-20.0 FTE positions	2,448,000	2,448,000
Volunteer services and reimbursement	942,400	942,400
**GROSS APPROPRIATION	**$ 810,747,700**	**$ 814,671,500**
Appropriated from:		
Interdepartmental grant revenues:		
IDG from department of corrections	116,000	116,000

IDG from department of education		7,769,500		7,769,500
Federal revenues:				
Social security act, temporary assistance for needy families.....		67,495,500		67,495,500
Other federal revenues		427,846,000		429,451,500
Special revenue funds:				
Local revenues		11,083,500		11,083,500
Private revenues		10,132,000		10,132,000
Other state restricted revenues		78,300		78,300
State general fund/general purpose	$	286,226,900	$	288,545,200
Sec. 8-109. DISABILITY DETERMINATION SERVICES				
Full-time equated classified positions.....		587.4		587.4
Disability determination operations-583.3 FTE positions	$	112,005,400	$	112,005,400
Retirement disability determination-4.1 FTE positions		608,500		608,500
**GROSS APPROPRIATION	**$**	**112,613,900**	**$**	**112,613,900**
Appropriated from:				
Interdepartmental grant revenues:				
IDG from department of technology, management and budget.....		785,600		785,600
Federal revenues:				
Other federal revenues		108,362,800		108,362,800
Special revenue funds:				
State general fund/general purpose	$	3,465,500	$	3,465,500
Sec. 8-110. BEHAVIORAL HEALTH PROGRAM ADMINISTRATION AND SPECIAL PROJECTS				
Full-time equated classified positions.....		97.0		97.0
Behavioral health program administration-77.0 FTE positions.....	$	58,033,200	$	58,033,200

Federal and other special projects	2,535,600	2,535,600
Gambling addiction-1.0 FTE position	3,006,500	3,006,500
Office of recipient rights-19.0 FTE positions	2,721,900	2,721,900
Protection and advocacy services support	194,400	194,400
**GROSS APPROPRIATION	**$ 66,491,600**	**$ 66,491,600**
Appropriated from:		
Federal revenues:		
Other federal revenues	34,685,000	34,685,000
Special revenue funds:		
Private revenues	1,004,700	1,004,700
Other state restricted revenues	3,006,500	3,006,500
State general fund/general purpose	$ 27,795,400	$ 27,795,400
Sec. 8-111. BEHAVIORAL HEALTH SERVICES		
Full-time equated classified positions.....	9.5	9.5
Autism services	$ 105,097,300	$ 105,097,300
Children with serious emotional disturbance waiver ...	10,000,000	10,000,000
Children's waiver home care program	20,241,100	20,241,100
Civil service charges	399,300	399,300
Community substance use disorder prevention, education, and treatment.....	77,075,000	77,917,400
Community mental health non-Medicaid services	120,050,400	120,050,400
Federal mental health block grant-2.5 FTE positions ..	15,457,300	15,457,300
Health homes	3,369,000	3,369,000
Healthy Michigan plan - behavioral health	268,199,000	268,199,000
Medicaid mental health services	2,335,981,300	2,335,981,300
Medicaid substance use disorder services	50,369,600	50,369,600
Nursing home PAS/ARR-OBRA-7.0 FTE positions	12,274,100	12,274,100

State disability assistance program substance use disorder services	2,018,800	2,018,800
GROSS APPROPRIATION	**$ 3,020,532,200**	**$ 3,021,374,600**
Appropriated from:		
Federal revenues:		
Other federal revenues	1,984,795,800	1,982,482,000
Special revenue funds:		
Local revenues	25,475,800	25,475,800
Other state restricted revenues	23,881,400	24,355,900
State general fund/general purpose	$ 986,379,200	$ 989,060,900
Sec. 8-112. STATE PSYCHIATRIC HOSPITALS AND FORENSIC MENTAL HEALTH SERVICES		
Full-time equated classified positions	2,292.9	2,292.9
Caro Regional Mental Health Center – psychiatric hospital - adult-474.3 FTE positions	$ 59,211,600	$ 59,211,600
Center for forensic psychiatry-607.3 FTE positions	82,823,400	82,823,400
Gifts and bequests for patient living and treatment environment	1,000,000	1,000,000
Hawthorn Center - psychiatric hospital - children and adolescents-289.4 FTE positions	31,793,100	31,793,100
IDEA, federal special education	120,000	120,000
Kalamazoo Psychiatric Hospital - adult-482.1 FTE positions	68,057,700	68,057,700
Purchase of medical services for residents of hospitals and centers	445,600	445,600
Revenue recapture	750,000	750,000
Special maintenance	924,600	924,600
Walter P. Reuther Psychiatric Hospital - adult-439.8		

FTE positions.....	59,603,400	59,603,400
**GROSS APPROPRIATION	**$ 304,729,400**	**$ 304,729,400**
Appropriated from:		
Federal revenues:		
Other federal revenues	37,938,500	37,938,500
Special revenue funds:		
Local revenues	20,000,500	20,000,500
Private revenues	1,000,000	1,000,000
Other state restricted revenues	19,376,600	19,376,600
State general fund/general purpose	$ 226,413,800	$ 226,413,800
Sec. 8-113. HEALTH POLICY		
Full-time equated classified positions.....	42.9	42.9
Bone marrow transplant registry	$ 250,000	$ 250,000
Certificate of need program administration-12.3 FTE positions.....	2,825,300	2,825,300
Health innovation grants	1,000,000	1,000,000
Health policy administration-25.2 FTE positions	13,065,200	13,065,200
Human trafficking intervention services	200,000	200,000
Michigan essential health provider	3,591,300	3,591,300
Minority health grants and contracts	612,700	612,700
Nurse education and research program-3.0 FTE positions	784,400	784,400
Primary care services-1.4 FTE positions	4,068,700	4,068,700
Rural health services-1.0 FTE position	1,555,500	1,555,500
**GROSS APPROPRIATION	**$ 27,953,100**	**$ 27,953,100**
Appropriated from:		
Interdepartmental grant revenues:		
IDG from department of licensing and regulatory		

	affairs.....		784,400	784,400
	IDG from department of treasury		117,700	117,700
	Federal revenues:			
	Social security act, temporary assistance for needy			
	families.....		30,400	30,400
	Other federal revenues		16,869,900	16,869,900
	Special revenue funds:			
	Private revenues		865,000	865,000
	Other state restricted revenues		2,709,400	2,709,400
	State general fund/general purpose	$	6,576,300	$ 6,576,300
	Sec. 8-114. LABORATORY SERVICES			
	Full-time equated classified positions.....		100.0	100.0
	Laboratory services-100.0 FTE positions	$	20,812,100	$ 20,812,100
	**GROSS APPROPRIATION	**$**	**20,812,100**	**$ 20,812,100**
	Appropriated from:			
	Interdepartmental grant revenues:			
	IDG from department of environmental quality		991,000	991,000
	Federal revenues:			
	Other federal revenues		2,340,100	2,340,100
	Special revenue funds:			
	Other state restricted revenues		10,633,400	10,633,400
	State general fund/general purpose	$	6,847,600	$ 6,847,600
	Sec. 8-115. DISEASE CONTROL, PREVENTION, AND EPIDEMIOLOGY			
	Full-time equated classified positions.....		114.9	114.9
	Childhood lead program-4.5 FTE positions	$	2,048,300	$ 2,048,300
	Epidemiology administration-75.1 FTE positions		21,009,400	21,009,400
	Healthy homes program-12.0 FTE positions		27,740,400	27,740,400

1	Immunization program-12.8 FTE positions		16,886,600		16,886,600
2	Newborn screening follow-up and treatment services-				
3	10.5 FTE positions.....		7,427,500		7,427,500
4	**GROSS APPROPRIATION	**$**	**75,112,200**	**$**	**75,112,200**
5	Appropriated from:				
6	Federal revenues:				
7	Other federal revenues		53,683,100		53,683,100
8	Special revenue funds:				
9	Private revenues		339,900		339,900
10	Other state restricted revenues		12,896,400		12,896,400
11	State general fund/general purpose	$	8,192,800	$	8,192,800
12	**Sec. 8-116. LOCAL HEALTH AND ADMINISTRATIVE SERVICES**				
13	Full-time equated classified positions.....		228.2		228.2
14	AIDS prevention, testing, and care programs-37.7 FTE				
15	positions.....	$	70,623,800	$	70,623,800
16	Cancer prevention and control program-13.0 FTE				
17	positions.....		15,064,100		15,064,100
18	Chronic disease control and health promotion				
19	administration-27.4 FTE positions.....		8,461,300		8,461,300
20	Dental programs-3.8 FTE positions		2,203,500		2,203,500
21	Diabetes and kidney program-8.0 FTE positions		3,051,600		3,051,600
22	Essential local public health services		40,886,100		40,886,100
23	Health and wellness initiatives-11.7 FTE positions ...		9,008,400		9,008,400
24	Implementation of 1993 PA 133, MCL 333.17015		20,000		20,000
25	Local health services-1.3 FTE positions		1,955,100		1,955,100
26	Medicaid outreach cost reimbursement to local health				
27	departments.....		12,500,000		12,500,000

Public health administration-9.0 FTE positions	1,945,400	1,945,400
Sexually transmitted disease control program-20.0 FTE positions.....	6,295,000	6,295,000
Smoking prevention program-12.0 FTE positions	2,148,300	2,148,300
Violence prevention-2.9 FTE positions	3,124,100	3,124,100
Vital records and health statistics-81.4 FTE positions	10,049,700	10,049,700
GROSS APPROPRIATION ..... $	**187,336,400**	**$ 187,336,400**
Appropriated from:		
Federal revenues:		
Other federal revenues	79,937,900	79,937,900
Special revenue funds:		
Local revenues	5,150,000	5,150,000
Private revenues	39,279,600	39,279,600
Other state restricted revenues	18,672,700	18,672,700
State general fund/general purpose ..... $	44,296,200	$ 44,296,200
Sec. 8-117. FAMILY, MATERNAL, AND CHILD HEALTH		
Full-time equated classified positions.....	112.3	112.3
Family planning local agreements ..... $	8,310,700	$ 8,310,700
Family, maternal, and children's health services administration-53.3 FTE positions.....	9,103,600	9,103,600
Local MCH services	7,018,100	7,018,100
Pregnancy prevention program	602,100	602,100
Prenatal care outreach and service delivery support-14.0 FTE positions.....	18,978,800	18,978,800
Special projects	6,289,100	6,289,100
Sudden infant death syndrome program	321,300	321,300
Women, infants, and children program-45.0 FTE positions	274,330,000	274,330,000

GROSS APPROPRIATION		**$ 324,953,700**		**$ 324,953,700**
Appropriated from:				
Federal revenues:				
Other federal revenues		252,926,000		252,926,000
Special revenue funds:				
Local revenues		75,000		75,000
Private revenues		61,702,400		61,702,400
Other state restricted revenues		595,900		595,900
State general fund/general purpose	$	9,654,400	$	9,654,400
Sec. 8-118. EMERGENCY MEDICAL SERVICES, TRAUMA, AND PREPAREDNESS				
Full-time equated classified positions		76.0		76.0
Bioterrorism preparedness-53.0 FTE positions	$	30,398,600	$	30,398,600
Emergency medical services program-23.0 FTE positions		6,591,600		6,591,600
GROSS APPROPRIATION		**$ 36,990,200**		**$ 36,990,200**
Appropriated from:				
Federal revenues:				
Other federal revenues		31,366,100		31,366,100
Special revenue funds:				
Other state restricted revenues		4,020,500		4,020,500
State general fund/general purpose	$	1,603,600	$	1,603,600
Sec. 8-119. CHILDREN'S SPECIAL HEALTH CARE SERVICES				
Full-time equated classified positions		46.8		46.8
Bequests for care and services-2.8 FTE positions	$	1,535,300	$	1,535,300
Children's special health care services administration-44.0 FTE positions		6,028,300		6,028,300
Medical care and treatment		247,241,600		247,241,600
Nonemergency medical transportation		905,900		905,900

Outreach and advocacy	5,510,000	5,510,000
**GROSS APPROPRIATION	**$ 261,221,100**	**$ 261,221,100**
Appropriated from:		
Federal revenues:		
Other federal revenues	138,362,100	138,362,100
Special revenue funds:		
Private revenues	1,013,700	1,013,700
Other state restricted revenues	3,382,900	3,382,900
State general fund/general purpose	$ 118,462,400	$ 118,462,400
Sec. 8-120. AGING AND ADULT SERVICES AGENCY		
Full-time equated classified positions.....	48.0	48.0
Aging and adult services administration-48.0 FTE positions.....	$ 9,394,700	$ 9,394,700
Community services	43,717,300	43,717,300
Employment assistance	3,500,000	3,500,000
Nutrition services	42,254,200	42,254,200
Respite care program	6,468,700	6,468,700
Senior volunteer service programs	4,465,300	4,465,300
**GROSS APPROPRIATION	**$ 109,800,200**	**$ 109,800,200**
Appropriated from:		
Federal revenues:		
Other federal revenues	59,998,600	59,998,600
Special revenue funds:		
Private revenues	520,000	520,000
Michigan merit award trust fund	4,068,700	4,068,700
Other state restricted revenues	2,000,000	2,000,000
State general fund/general purpose	$ 43,212,900	$ 43,212,900

Sec. 8-121. MEDICAL SERVICES ADMINISTRATION			
Full-time equated classified positions.....		466.5	476.5
Electronic health record incentive program-24.0 FTE positions.....	$	144,328,000	$ 144,328,000
Healthy Michigan plan administration-30.0 FTE positions		47,720,000	47,720,000
Medical services administration-384.5 FTE positions ..		82,310,400	82,310,400
Technology supporting integrated service-28.0 FTE positions.....		40,242,400	60,913,600
**GROSS APPROPRIATION	**$**	**314,600,800**	**$ 335,272,000**
Appropriated from:			
Federal revenues:			
Social security act, temporary assistance for needy families.....		749,600	749,600
Other federal revenues		265,296,500	283,403,300
Special revenue funds:			
Local revenues		107,300	107,300
Private revenues		101,300	101,300
Other state restricted revenues		336,300	336,300
State general fund/general purpose	$	48,009,800	$ 50,574,200
Sec. 8-122. MEDICAL SERVICES			
Adult home help services	$	323,217,200	$ 323,217,200
Ambulance services		18,376,100	18,376,100
Auxiliary medical services		5,500,000	5,500,000
Dental services		305,881,800	305,881,800
Federal Medicare pharmaceutical program		290,548,800	290,548,800
Health plan services		5,094,303,000	4,992,803,500
Healthy Michigan plan		3,813,681,000	3,748,146,200

Home health services	4,700,000	4,700,000
Hospice services	112,966,100	112,966,100
Hospital disproportionate share payments	45,000,000	45,000,000
Hospital services and therapy	787,773,900	787,773,900
Integrated care organizations	187,469,700	187,469,700
Long-term care services	1,779,991,300	1,779,991,300
Maternal and child health	20,279,500	20,279,500
Medicaid home- and community-based services waiver	328,662,200	328,662,200
Medicare premium payments	537,393,200	537,393,200
Personal care services	9,491,200	9,491,200
Pharmaceutical services	550,924,700	550,924,700
Physician services	262,552,800	262,552,800
Program of all-inclusive care for the elderly	107,841,200	107,841,200
School-based services	109,937,200	109,937,200
Special Medicaid reimbursement	308,796,100	308,796,100
Transportation	29,953,700	29,953,700
GROSS APPROPRIATION	**$ 15,035,240,700**	**$ 14,868,206,400**
Appropriated from:		
Federal revenues:		
Other federal revenues	10,894,648,100	10,738,124,300
Special revenue funds:		
Local revenues	34,090,800	34,090,800
Private revenues	2,100,000	2,100,000
Michigan merit award trust fund	45,000,000	45,000,000
Other state restricted revenues	2,184,525,900	2,110,646,700
State general fund/general purpose	$ 1,874,875,900	$ 1,938,244,600

Sec. 8-123. INFORMATION TECHNOLOGY

Child support automation	$ 41,877,600	$ 41,877,600
Information technology services and projects	159,092,500	159,179,300
Michigan Medicaid information system	55,634,400	55,634,400
**GROSS APPROPRIATION	**$ 256,604,500**	**$ 256,691,300**
Appropriated from:		
Interdepartmental grant revenues:		
IDG from department of education	1,067,000	1,067,000
Federal revenues:		
Social security act, temporary assistance for needy families.....	23,935,900	23,935,900
Other federal revenues	131,602,600	131,627,700
Special revenue funds:		
Private revenues	25,000,000	25,000,000
Other state restricted revenues	1,985,800	1,985,800
State general fund/general purpose	$ 73,013,200	$ 73,074,900

Sec. 8-124. ONE-TIME APPROPRIATIONS

Full-time equated classified positions.....	4.5	0.0
Autism navigator	$ 565,000	$ 0
Child lead poisoning elimination board	2,000,000	0
Drinking water declaration of emergency-4.5 FTE positions.....	13,361,700	0
Food Bank Council of Michigan	500,000	0
Refugee assistance program	1,000,000	0
University autism programs	1,000,000	0
**GROSS APPROPRIATION	**$ 18,426,700**	**$ 0**
Appropriated from:		
Federal revenues:		

Social security act, temporary assistance for needy families		3,500,000	0
Special revenue funds:			
Other state restricted revenues		8,861,700	0
State general fund/general purpose	$	6,065,000	$ 0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2018

GENERAL SECTIONS

Sec. 8-201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for the fiscal year 2018 is $6,903,905,200.00 and state spending from state resources to be paid to local units of government for fiscal year 2018 is $1,371,570,500.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF HEALTH AND HUMAN SERVICES

Multicultural integration funding	$ 5,478,200
Children's waiver home care program	6,500,000
Community mental health non-Medicaid services	120,050,400
Essential local public health services	35,736,100
Public health administration	1,000
Family, maternal, and children's health services administration	8,800
Senior volunteer service programs	940,800
Hospital services and therapy	1,575,500
Nursing home PAS/ARR-OBRA	2,728,200
Childhood lead program	314,800

1	Dental services	2,141,200
2	Behavioral health program administration	3,132,000
3	Children with serious emotional disturbance waiver	3,500,000
4	Health homes	70,700
5	Healthy Michigan plan - behavioral health	15,421,700
6	Medicaid mental health services	790,776,700
7	Laboratory services	5,300
8	Long-term care services	102,419,500
9	Physician services	8,926,800
10	Child care fund	142,736,200
11	Medicaid substance use disorder services	17,505,600
12	Health innovation grants	137,100
13	Community services	19,383,500
14	Housing and support services	637,300
15	State disability assistance program substance use disorder services	2,018,800
16	Prenatal care outreach and service delivery support	2,997,600
17	Crime victim rights services grants	7,216,000
18	Family independence program	5,100
19	State disability assistance payments	742,600
20	Primary care services	87,300
21	Sexually transmitted disease control program	701,300
22	Respite care program	6,468,700
23	Community substance use disorder prevention, education, and treatment	14,553,400
24	Immunization program	1,039,300
25	AIDS prevention, testing, and care programs	1,809,300
26	Health and wellness initiatives	2,189,900
27	Medical care and treatment	1,236,200

Nutrition services		11,087,000
Autism services		36,641,700
Epidemiology administration		154,800
Outreach and advocacy		2,440,900
Transportation		53,200
TOTAL	$	1,371,570,500

Sec. 8-202. The appropriations authorized under this article are subject to the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

Sec. 8-203. As used in this article:

(a) "AIDS" means acquired immunodeficiency syndrome.

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

(c) "Department" means the department of health and human services.

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

(e) "DSH" means disproportionate share hospital.

(f) "EPSDT" means early and periodic screening, diagnosis, and treatment.

(g) "Federal poverty level" means the poverty guidelines published annually in the Federal Register by the United States Department of Health and Human Services under its authority to revise the poverty line under 42 USC 9902.

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

(i) "GME" means graduate medical education.

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

(k) "HEDIS" means healthcare effectiveness data and information set.

(l) "HMO" means health maintenance organization.

(m) "IDEA" means the individuals with disabilities education act, 20 USC 1400 to

1482.

(n) "IDG" means interdepartmental grant.

(o) "MCH" means maternal and child health.

(p) "Medicaid" mean subchapter XIX of the social security act, 42 USC 1396 to 1396w-5.

(q) "Medicare" means subchapter XVIII of the social security act, 42 USC 1395 to 1395.

(r) "MiCAFE" means Michigan's coordinated access to food for the elderly.

(s) "MIChild" means the program described in section 1670.

(t) "MiSACWIS" means Michigan statewide automated child welfare information system.

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

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

(w) "Settlement" means the settlement agreement entered in the case of Dwayne B. v Snyder, docket no. 2:06-cv-13548 in the United States District Court for the Eastern District of Michigan.

(x) "Temporary assistance for needy families" or "TANF" or "title IV-A" means part A of subchapter IV of the social security act, 42 USC 601 to 619.

(y) "Title IV-B" means part B of title IV of the social security act, 42 USC 620 to 629m.

(z) "Title IV-D" means part D of title I+V of the social security act, 42 USC 651 to 669b.

(aa) "Title IV-E" means part E of title IV of the social security act, 42 USC 670 to 679c.

(bb) "Title X" means subchapter VIII of the public health service act, 42 USC 300 to 300a-8, which establishes grants to states for family planning services.

Sec. 8-204. The departments and agencies receiving appropriations in part 1 shall use the Internet to fulfill the reporting requirements of this article. 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. 8-205. 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 services, or both, are available. Preference shall be given to goods or services, or both, manufactured or provided by Michigan businesses, if they are competitively priced and of comparable quality. In addition, preference should be given to goods or services, or both, that are manufactured or provided by Michigan businesses owned and operated by veterans, if they are competitively priced and of comparable quality.

Sec. 8-206. The director 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. Each director shall strongly encourage firms with which the department contracts to subcontract with certified businesses in depressed and deprived communities for services, supplies, or both.

Sec. 8-207. The departments and agencies receiving appropriations in part 1 shall prepare a report on out-of-state travel expenses not later than January 1 of each year. The travel report shall be a listing of all travel by classified and

unclassified employees outside this state in the immediately preceding fiscal year that was funded in whole or in part with funds appropriated in the department's budget. The report shall be submitted to the senate and house appropriations committees, the house and senate fiscal agencies, and the state budget director. The report shall include the following information:

(a) The dates of each travel occurrence.

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

Sec. 8-208. Funds appropriated in part 1 shall not be used by a principal executive department, state agency, or authority to hire a person to provide legal services that are the responsibility of the attorney general. This prohibition does not apply to legal services for bonding activities and for those outside services that the attorney general authorizes.

Sec. 8-209. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total general fund/general purpose appropriation lapses at the close of the prior fiscal year. This report shall summarize the projected year-end general fund/general purpose appropriation lapses by major departmental program or program areas. The report shall be transmitted to the chairpersons of the senate and house appropriations committees and the senate and house fiscal agencies.

Sec. 8-210. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $400,000,000.00 for federal contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article 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 $45,000,000.00 for state restricted contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

(3) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $40,000,000.00 for local contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

(4) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $60,000,000.00 for private contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

Sec. 8-211. The department shall cooperate with the department of technology, management and budget to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following for each department or agency:

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

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

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

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

(e) Job specifications and wage rates.

Sec. 8-212. Within 14 days after the release of the executive budget recommendation, the department shall cooperate with the state budget office to provide

the senate and house appropriations chairs, the senate and house appropriations subcommittees chairs, and the senate and house fiscal agencies with an annual report on estimated state restricted fund balances, state restricted fund projected revenues, and state restricted fund expenditures for the fiscal years ending September 30, 2017 and September 30, 2018.

Sec. 8-213. The department shall maintain, on a publicly accessible website, a department scorecard that identifies, tracks and regularly updates key metrics that are used to monitor and improve the agency's performance.

Sec. 8-214. Total authorized appropriations from all sources under part 1 for legacy costs for the fiscal year ending September 30, 2018 are estimated at $335,657,300.00. From this amount, total agency appropriations for pension-related legacy costs are estimated at $172,731,300.00. Total agency appropriations for retiree health care legacy costs are estimated at $162,926,000.00.

Sec. 8-215. If a legislative objective of this part or of a bill or amendment to a bill to amend the social welfare act, 1939 PA 280, MCL 400.1 to 400.119b, cannot be implemented because implementation would conflict with or violate federal regulations, the department shall notify the state budget director, the chairs of the house and senate subcommittees on the department budget, and the house and senate fiscal agencies and policy offices of that fact.

Sec. 8-216. (1) In addition to funds appropriated in part 1 for all programs and services, there is appropriated for write-offs of accounts receivable, deferrals, and for prior year obligations in excess of applicable prior year appropriations, an amount equal to total write-offs and prior year obligations, but not to exceed amounts available in prior year revenues.

(2) The department's ability to satisfy appropriation fund sources in part 1 shall not be limited to collections and accruals pertaining to services provided in the current fiscal year, but shall also include reimbursements, refunds, adjustments,

and settlements from prior years.

Sec. 8-218. The department shall include, but not be limited to, the following in its annual list of proposed basic health services as required in part 23 of the public health code, 1978 PA 368, MCL 333.2301 to 333.2321:

(a) Immunizations.

(b) Communicable disease control.

(c) Sexually transmitted disease control.

(d) Tuberculosis control.

(e) Prevention of gonorrhea eye infection in newborns.

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

(g) Health and human services annex of the Michigan emergency management plan.

(h) Prenatal care.

Sec. 8-219. (1) The department may contract with the Michigan Public Health Institute for the design and implementation of projects and for other public health-related activities prescribed in section 2611 of the public health code, 1978 PA 368, MCL 333.2611. The department may develop a master agreement with the Institute to carry out these purposes for up to a 3-year period. The department shall report to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, and the state budget director on or before January 1 of the current fiscal year all of the following:

(a) A detailed description of each funded project.

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

(c) The expected project duration.

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

(2) From the funds appropriated in part 1 and allocated to the Michigan Public Health Institute, the department shall post or provide links on its website to all reports, studies, and publications produced by the Michigan Public Health Institute or its subcontractors.

Sec. 8-220. The department shall ensure that faith-based organizations are able to apply and compete for services, programs, or contracts that they are qualified and suitable to fulfill. The department shall not disqualify faith-based organizations solely on the basis of the religious nature of their organization or their guiding principles or statements of faith.

Sec. 8-221. According to section 1b of the social welfare act, 1939 PA 280, MCL 400.1b, the department shall treat part 1 and this part as a time-limited addendum to the social welfare act, 1939 PA 280, MCL 400.1 to 400.119b.

Sec. 8-222. The department shall report no later than April 1 of the current fiscal year on each specific policy change made to implement a public act affecting the department that took effect during the prior calendar year to the house and senate appropriations subcommittees on the budget for the department, the joint committee on administrative rules, the senate and house fiscal agencies, and policy offices. The department shall attach each policy bulletin issued during the prior calendar year to this report.

Sec. 8-223. The department may establish and collect fees for publications, videos and related materials, conferences, and workshops. Collected fees are appropriated when received and shall be used to offset expenditures to pay for printing and mailing costs of the publications, videos and related materials, and costs of the workshops and conferences. The department shall not collect fees under this section that exceed the cost of the expenditures.

Sec. 8-224. The department may retain all of the state's share of food assistance overissuance collections as an offset to general fund/general purpose costs. Retained collections shall be applied against federal funds deductions in all appropriation units where department costs related to the investigation and recoupment of food assistance overissuances are incurred. Retained collections in excess of such costs shall be applied against the federal funds deducted in the departmentwide administration appropriation unit.

Sec. 8-225. (1) Sanctions, suspensions, conditions for provisional license status, and other penalties shall not be more stringent for private service providers than for public entities performing equivalent or similar services.

(2) Neither the department nor private service providers or licensees shall be granted preferential treatment or considered automatically to be in compliance with administrative rules based on whether they have collective bargaining agreements with direct care workers. Private service providers or licensees without collective bargaining agreements shall not be subjected to additional requirements or conditions of licensure based on their lack of collective bargaining agreements.

Sec. 8-226. If the revenue collected by the department from fees and collections exceeds the amount appropriated in part 1, the revenue may be carried forward with the approval of the state budget director into the subsequent fiscal year. The revenue carried forward under this section shall be used as the first source of funds in the subsequent fiscal year.

Sec. 8-227. The state departments, agencies, and commissions receiving tobacco tax funds and Healthy Michigan fund revenue from part 1 shall report by April 1 of the current fiscal year to the senate and house appropriations committees, the senate and house fiscal agencies, and the state budget director on the following:

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

(b) Description of allocations or bid processes including need or demand indicators used to determine allocations.

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

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

Sec. 8-229. (1) The department shall extend the interagency agreement with the talent investment agency for the duration of the current fiscal year, which concerns TANF funding to provide job readiness and welfare-to-work programming. The interagency agreement shall include specific outcome and performance reporting requirements as described in this section. TANF funding provided to the talent investment agency in the current fiscal year is contingent on compliance with the data and reporting requirements described in this section. The interagency agreement must require the talent investment agency to provide all of the following items by January 1 of the current fiscal year for the previous fiscal year to the senate and house appropriations subcommittees and the state budget office on the department budget:

(a) An itemized spending report on TANF funding, including all of the following:

(i) Direct services to recipients.

(ii) Administrative expenditures.

(b) The number of family independence program (FIP) recipients served through the TANF funding, including all of the following:

(i) The number and percentage who obtained employment through Michigan Works!.

(ii) The number and percentage who fulfilled their TANF work requirement through other job readiness programming.

(iii) Average TANF spending per recipient.

(iv) The number and percentage of recipients who were referred to Michigan Works! but did not receive a job or job readiness placement and the reasons why.

(2) Not later than March 1 of the current fiscal year, the department shall provide to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, the senate and house policy offices and the state budget office, an annual report on the following matters itemized by Michigan Works! agency: the number of referrals to Michigan Works! job readiness programs, the number of referrals to Michigan Works! job readiness programs who became a participant in the Michigan Works! job readiness programs, the number of participants who obtained employment, and the cost per participant case.

Sec. 8-263. (1) Except as otherwise provided in this subsection, before submission of a waiver or state plan amendment proposal to the Centers for Medicare and Medicaid Services, the department shall provide written notification of the planned submission to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies and policy offices, and the state budget office. This subsection does not apply to the submission of a waiver or state plan amendment that does not propose a material change or is outside of the ordinary course of waiver or state plan amendment.

(2) The department shall provide written biannual reports to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the state budget office summarizing the status of any new or ongoing discussions with the Centers for Medicare and Medicaid Services regarding potential or future waiver applications as well as the status of submitted waivers that have not yet received federal approval. If, at the time a biannual report is due, there are no reportable items, then no report is required to be provided.

Sec. 8-270. The department shall advise the legislature of the receipt of a notification from the attorney general's office of a legal action in which expenses had been recovered pursuant to section 106(4) of the social welfare act, 1939 PA 280, MCL 400.106, or any other statute under which the department has the right to recover

expenses. By November 1 and May 1 of the current fiscal year, the department shall submit a written report to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, and the state budget office that includes, at a minimum, all of the following:

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

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

(c) Details on the disposition of the funds recovered such as the appropriation or revenue account in which the money was deposited.

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

Sec. 8-274. The department, in collaboration with the state budget office, shall submit to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, and the house and senate policy offices 1 week after the day the governor submits to the legislature the budget for the ensuing fiscal year a report on spending and revenue projections for each of the capped federal funds listed below. The report shall contain actual spending and revenue in the previous fiscal year, spending and revenue projections for the current fiscal year as enacted, and spending and revenue projections within the executive budget proposal for the fiscal year beginning October 1, 2017 for each individual line item for the department budget. The report shall also include federal funds transferred to other departments. The capped federal funds shall include, but not be limited to, all of the following:

(a) TANF.

(b) Title XX social services block grant.

(c) Title IV-B part I child welfare services block grant.

(d) Title IV-B part II promoting safe and stable families funds.

(e) Low-income home energy assistance program.

Sec. 8-275. (1) As part of the year-end closing process, the department, with the

approval of the state budget director, is authorized to realign sources between other federal, TANF, and capped federal financing authorizations in order to maximize federal revenues. This realignment of financing shall not produce a gross increase or decrease in the department's total individual line item authorizations, nor will it produce a net increase or decrease in total federal revenues, or a net increase in TANF authorization.

(2) Not later than November 30, the department shall submit to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, and the house and senate policy offices a report on the realignment of federal fund sources that took place as part of the year-end closing process for the previous fiscal year.

Sec. 8-279. (1) All master contracts relating to human services as funded by the appropriations in sections 103, 104, 105, 106, 107, 108, and 109 of part 1 shall be performance-based contracts that employ a client-centered results-oriented process that is based on measurable performance indicators and desired outcomes and includes the annual assessment of the quality of services provided.

(2) By February 1 of the current fiscal year, the department shall provide the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies and policy offices, and the state budget office a report detailing measurable performance indicators, desired outcomes, and an assessment of the quality of services provided by the department during the previous fiscal year.

Sec. 8-295. (1) From the funds appropriated in part 1 to agencies providing physical and behavioral health services to multicultural populations, the department shall award grants in accordance with the requirements of subsection (2). The state is not liable for any spending above the contract amount.

(2) The department shall require each contractor described in subsection (1) that receives greater than $1,000,000.00 in state grant funding to comply with performance-

related metrics to maintain their eligibility for funding. The organizational metrics shall include, but not be limited to, all of the following:

(a) Each contractor or subcontractor shall have accreditations that attest to their competency and effectiveness as behavioral health and social service agencies.

(b) Each contractor or subcontractor shall have a mission that is consistent with the purpose of the multicultural agency.

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

(d) Each contractor or subcontractor shall demonstrate cost-effectiveness.

(e) Each contractor or subcontractor shall ensure their ability to leverage private dollars to strengthen and maximize service provision.

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

(3) The department shall require an annual report from the contractors described in subsection (2). The annual report, due 60 days following the end of the contract period, shall include specific information on services and programs provided, the client base to which the services and programs were provided, information on any wraparound services provided, and the expenditures for those services. The department shall provide the annual reports to the senate and house appropriations subcommittees on health and human services, the senate and house fiscal agencies, and the state budget office.

Sec. 8-298. The department shall continue working with stakeholders to improve the coordination of publicly funded physical health and behavioral health services in Michigan. All efforts made towards improving the coordination of supports and services for persons having or at risk of having intellectual disabilities, developmental disabilities, substance use disorders, mental health and physical health needs shall

be built upon the published core values agreed upon by the Section 298 Stakeholder Workgroup. These values include, but are not limited to, person centered planning with the expectation of high quality and consistent care provided statewide.

DEPARTMENTAL ADMINISTRATION AND SUPPORT

Sec. 8-307. (1) From the funds appropriated in part 1 for demonstration projects, $950,000.00 shall be distributed as provided in subsection (2). The amount distributed under this subsection shall not exceed 50% of the total operating expenses of the program described in subsection (2), with the remaining 50% paid by local United Way organizations and other nonprofit organizations and foundations.

(2) Funds distributed under subsection (1) shall be distributed to Michigan 2-1-1, a nonprofit corporation organized under the laws of this state that is exempt from federal income tax under section 501(c)(3) of the internal revenue code of 1986, 26 USC 501(c)(3), and whose mission is to coordinate and support a statewide 2-1-1 system. Michigan 2-1-1 shall use the funds only to fulfill the Michigan 2-1-1 business plan adopted by Michigan 2-1-1 in January 2005.

(3) Michigan 2-1-1 shall refer to the department any calls received reporting fraud, waste, or abuse of state-administered public assistance.

(4) Michigan 2-1-1 shall report annually to the department and the house and senate standing committees with primary jurisdiction over matters relating to human services and telecommunications on 2-1-1 system performance, the senate and house appropriations subcommittees on the department budget, and the senate and house fiscal agencies, including, but not limited to, call volume by health and human service needs and unmet needs identified through caller data and customer satisfaction metrics.

Sec. 8-316. From the funds appropriated in part 1 for terminal leave payouts and other employee costs, the department shall not spend in excess of its annual gross appropriation unless it identifies and requests a legislative transfer from another

budgetary line item supporting administrative costs, as provided by section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

CHILD SUPPORT ENFORCEMENT

Sec. 8-401. (1) The appropriations in part 1 assume a total federal child support incentive payment of $26,500,000.00.

(2) From the federal money received for child support incentive payments, $12,000,000.00 shall be retained by the state and expended for child support program expenses.

(3) From the federal money received for child support incentive payments, $14,500,000.00 shall be paid to the counties based on each county's performance level for each of the federal performance measures as established in 45 CFR 305.2.

(4) If the child support incentive payment to the state from the federal government is greater than $26,500,000.00, then 100% of the excess shall be retained by the state and is appropriated until the total retained by the state reaches $15,397,400.00.

(5) If the child support incentive payment to the state from the federal government is greater than the amount needed to satisfy the provisions identified in subsections (1), (2), (3), and (4), the additional funds shall be subject to appropriation by the legislature.

(6) If the child support incentive payment to the state from the federal government is less than $26,500,000.00, then the state and county share shall each be reduced by 50% of the shortfall.

Sec. 8-409. (1) If statewide retained child support collections exceed $38,300,000.00, 75% of the amount in excess of $38,300,000.00 is appropriated to legal support contracts. This excess appropriation may be distributed to eligible counties to supplement and not supplant county title IV-D funding.

(2) Each county whose retained child support collections in the current fiscal year exceed its fiscal year 2004-2005 retained child support collections, excluding tax offset and financial institution data match collections in both the current year and fiscal year 2004-2005, shall receive its proportional share of the 75% excess.

Sec. 8-410. (1) If title IV-D-related child support collections are escheated, the state budget director is authorized to adjust the sources of financing for the funds appropriated in part 1 for legal support contracts to reduce federal authorization by 66% of the escheated amount and increase general fund/general purpose authorization by the same amount. This budget adjustment is required to offset the loss of federal revenue due to the escheated amount being counted as title IV-D program income in accordance with federal regulations at 45 CFR 304.50.

(2) The department shall notify the chairs of the house and senate appropriations subcommittees on the department budget and the house and senate fiscal agencies within 15 days of the authorization adjustment in subsection (1).

COMMUNITY SERVICES AND OUTREACH

Sec. 8-450. (1) From the funds appropriated in part 1 for school success partnership program, the department shall allocate $450,000.00 by December 1 of the current fiscal year to support the Northeast Michigan Community Service Agency programming, which will take place in each county in the Governor's Prosperity Region 3. The department shall require the following performance objectives be measured and reported for the duration of the state funding for the school success partnership program:

(a) Increasing school attendance and decreasing chronic absenteeism.

(b) Increasing academic performance based on grades with emphasis on math and reading.

(c) Identifying barriers to attendance and success and connecting families with

resources to reduce these barriers.

(d) Increasing parent involvement with the parent's child's school and community.

(2) The Northeast Michigan Community Service Agency shall provide reports to the department on January 31 and June 30 of the current fiscal year on the number of children and families served and the services that were provided to families to meet the performance objectives identified in this section. The department shall distribute the reports within 1 week after receipt to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, the senate and house policy offices, and the state budget office.

Sec. 8-452. From the funds appropriated in part 1 for justice assistance grants, the department shall continue to support forensic nurse examiner programs to facilitate training for improved evidence collection for the prosecution of sexual assault. The funds shall be used for program coordination and training.

Sec. 8-453. From the funds appropriated in part 1 for homeless programs, the department shall increase emergency shelter program per diem rates to $16.00 per bed night to support efforts of shelter providers to move homeless individuals and households into permanent housing as quickly as possible. The purpose of this enhancement is to increase the number of shelter discharges to stable housing destinations, decrease recidivism rates for shelter clients, and reduce the average length of stay in emergency shelters.

Sec. 8-454. The department shall allocate the full amount of funds appropriated in part 1 for homeless programs to provide services for homeless individuals and families, including, but not limited to, third-party contracts for emergency shelter services.

CHILDREN'S SERVICE AGENCY - CHILD WELFARE

Sec. 8-501. A goal is established that not more than 25% of all children in

foster care at any given time during the current fiscal year will have been in foster care for 24 months or more.

Sec. 8-502. From the funds appropriated in part 1 for foster care, the department shall provide 50% reimbursement to Indian tribal governments for foster care expenditures for children who are under the jurisdiction of Indian tribal courts and who are not otherwise eligible for federal foster care cost sharing.

Sec. 8-503. (1) In accordance with the final report of the Michigan child welfare performance-based funding task force issued in response to section 503 of article X of 2013 PA 59, the department shall continue to develop actuarially sound case rates for necessary out-of-home child welfare services that achieve permanency by the department and private child placing agencies in a prospective payment system under a performance-based funding model.

(2) The department shall continue to develop a prospective rate payment system for private agencies that includes funding for adoption incentive payments. The full cost prospective rate payment system will identify and cover contractual costs paid through the case rate developed by an independent actuary.

(3) By March 1 of the current fiscal year, the department shall provide to the senate and house appropriations committees on the department budget, the senate and house fiscal agencies and policy offices, and the state budget office a report on the full cost analysis of the performance-based funding model. The report shall include background information on the project and give details about the contractual costs covered through the case rate.

(4) The department shall only implement the performance-based funding model into additional counties where the department, private child welfare agencies, the county, and the court operating within that county have signed a memorandum of understanding that incorporates the intentions of the concerned parties in order to implement the performance-based funding model.

(5) The department, in conjunction with members from both the house of representatives and senate, private child placing agencies, the courts, and counties shall implement the recommendations that are described in the workgroup report that was provided in section 503 of article X of 2013 PA 59 to establish a performance-based funding for public and private child welfare services providers. The department shall provide a quarterly report on the status of the performance-based contracting model to the senate and house appropriations subcommittees on the department budget, the senate and house standing committees on families and human services, the senate and house fiscal agencies and policy offices, and the state budget office.

(6) From the funds appropriated in part 1 for the performance-based funding model pilot, the department shall continue to work with the West Michigan Partnership for Children Consortium on the implementation of the performance-based funding model pilot. The consortium shall accept and comprehensively assess referred youth, assign cases to members of its continuum or leverage services from other entities, and make appropriate case management decisions during the duration of a case. The consortium shall operate an integrated continuum of care structure, with services provided by both private and public agencies, based on individual case needs. The consortium shall demonstrate significant organizational capacity and competencies, including experience with managing risk-based contracts, financial strength, experienced staff and leadership, and appropriate governance structure.

Sec. 8-504. (1) The department may establish a master agreement with the West Michigan Partnership for Children Consortium for a performance-based child welfare contracting pilot program. The consortium shall consist of a network of affiliated child welfare service providers that will accept and comprehensively assess referred youth, assign cases to members of its continuum or leverage services from other entities, and make appropriate case management decisions during the duration of a case.

(2) The consortium shall operate an integrated continuum of care structure, with services provided by private or public agencies, based on individual case needs.

(3) By March 1 of the current fiscal year, the consortium shall provide to the department and the house and senate appropriations subcommittees on the department budget a report on the consortium, including, but not limited to, actual expenditures, number of children placed by agencies in the consortium, fund balance of the consortium, and the status of the consortium evaluation.

Sec. 8-505. By March 1 of the current fiscal year, the department shall provide to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies and policy offices, and the state budget office a report for youth referred or committed to the department for care or supervision in the previous fiscal year outlining the number of youth served within the juvenile justice system, the type of setting for each youth, performance outcomes, and financial costs or savings.

Sec. 8-507. The department's ability to satisfy appropriation deducts in part 1 for foster care private collections shall not be limited to collections and accruals pertaining to services provided only in the current fiscal year but may include revenues collected during the current fiscal year for services provided in prior fiscal years.

Sec. 8-508. (1) In addition to the amount appropriated in part 1 for children's trust fund grants, money granted or money received as gifts or donations to the children's trust fund created by 1982 PA 249, MCL 21.171 to 21.172, is appropriated for expenditure.

(2) The department and the child abuse and neglect prevention board shall collaborate to ensure that administrative delays are avoided and the local grant recipients and direct service providers receive money in an expeditious manner. The department and board shall make available the children's trust fund contract funds to

grantees within 31 days of the start date of the funded project.

Sec. 8-513. (1) The department shall not expend funds appropriated in part 1 to pay for the direct placement by the department of a child in an out-of-state facility unless all of the following conditions are met:

(a) There is no appropriate placement available in this state as determined by the department interstate compact office.

(b) An out-of-state placement exists that is nearer to the child's home than the closest appropriate in-state placement as determined by the department interstate compact office.

(c) The out-of-state facility meets all of the licensing standards of this state for a comparable facility.

(d) The out-of-state facility meets all of the applicable licensing standards of the state in which it is located.

(e) The department has done an on-site visit to the out-of-state facility, reviewed the facility records, reviewed licensing records and reports on the facility, and believes that the facility is an appropriate placement for the child.

(2) The department shall not expend money for a child placed in an out-of-state facility without approval of the executive director of the children's services agency.

(3) The department shall submit an annual report to the state court administrative office, the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, the house and senate policy offices, and the state budget office on the number of Michigan children residing in out-of-state facilities at the time of the report, the total cost and average per diem cost of these out-of-state placements to this state, and a list of each such placement arranged by the Michigan county of residence for each child.

Sec. 8-522. (1) From the funds appropriated in part 1 for youth in transition, the department shall allocate $750,000.00 for college scholarships through the

fostering futures scholarship program in the Michigan education trust to youths who were in foster care because of child abuse or child neglect and are attending a college located in this state. Of the funds appropriated, 100% shall be used to fund scholarships for the youths described in this section.

(2) Not later than March 1 of the current fiscal year, the department shall provide a report to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, the senate and house policy offices, and the state budget office that includes the number of youths who received scholarships and the amount of each scholarship, and the total amount of funds spent or encumbered in the current fiscal year.

Sec. 8-523. (1) By February 15 of the current fiscal year, the department shall report on the families first, family reunification, and families together building solutions family preservation programs to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, the senate and house policy offices, and the state budget office. The report shall provide an estimate of total costs savings as a result of avoiding placement of children in foster care for families who received family preservation services and shall include information for each program on any innovations that may increase savings or reductions in administrative costs.

(2) From the funds appropriated in part 1 for youth in transition and domestic violence prevention and treatment, the department is authorized to make allocations of TANF funds only to agencies that report necessary data to the department for the purpose of meeting TANF eligibility reporting requirements.

Sec. 8-524. As a condition of receiving funds appropriated in part 1 for strong families/safe children, counties must submit the service spending plan to the department by October 1 of the current fiscal year for approval. The department shall approve the service spending plan within 30 calendar days after receipt of a properly

completed service spending plan.

Sec. 8-525. The department shall implement the same on-site evaluation processes for privately operated child welfare and juvenile justice residential facilities as is used to evaluate state-operated facilities. Penalties for noncompliance shall be the same for privately operated child welfare and juvenile justice residential facilities and state-operated facilities.

Sec. 8-526. From the funds appropriated in part 1 for foster care payments and related administrative costs, the department may implement the federally approved title IV-E child welfare waiver demonstration project. As required under the waiver, any savings resulting from the demonstration project must be quantified and reinvested into child welfare programming.

Sec. 8-533. (1) The department shall make payments to child placing facilities for in-home and out-of-home care services and adoption services within 30 days of receiving all necessary documentation from those agencies.

(2) No later than March 1 of the current fiscal year, the department shall submit a report to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, the senate and house policy offices, and the state budget office that details each private child placing agency and the percentage of payments that were in excess of 30 days during the entire prior fiscal year and the first quarter of the current fiscal year.

Sec. 8-546. (1) From the funds appropriated in part 1 for foster care payments and from child care fund, the department shall pay providers of general foster care, independent living, and trial unification services not less than a $46.20 administrative rate.

(2) From the funds appropriated in part 1, the department shall pay providers of independent living plus services statewide per diem rates for staff-supported housing and host-home housing based on proposals submitted in response to a solicitation for

pricing. The independent living plus program provides staff-supported housing and services for foster youth ages 16 through 19 who, because of their individual needs and assessments, are not initially appropriate for general independent living foster care.

(3) If required by the federal government to meet title IV-E requirements, providers of foster care services shall submit quarterly expenditure reports to the department to identify actual costs of providing foster care services.

Sec. 8-547. From the funds appropriated in part 1 for the guardianship assistance program, the department shall pay a minimum rate that is not less than the approved age-appropriate payment rates for youth placed in family foster care.

Sec. 8-559. (1) From the funds appropriated in part 1 for adoption support services, the department shall allocate $250,000.00 to the Adoptive Family Support Network by December 1 of the current fiscal year to operate and expand its adoptive parent mentor program to provide a listening ear, knowledgeable guidance, and community connections to adoptive parents and children who were adopted in this state or another state.

(2) The Adoptive Family Support Network shall submit to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, the senate and house policy offices, and the state budget office by March 1 of the current fiscal year a report on the program described in subsection (1), including, but not limited to, the number of cases served and the number of cases in which the program prevented an out-of-home placement.

Sec. 8-567. The department shall submit to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, the senate and house policy offices, and the state budget office by March 1 of the current fiscal year a report on completion of medical passports for children in foster care including the following:

(a) The percentage of medical passports that were properly filled out.

(b) From the total medical passports transferred, the percentage that transferred within 2 weeks from the date of placement or return to the home.

(c) From the total school records, the percentage that transferred within 2 weeks from the date of placement or return to the home.

(d) The implementation steps that have been taken to improve the outcomes for the measures in subdivisions (a) and (b).

Sec. 8-574. (1) From the funds appropriated in part 1 for foster care payments, $2,500,000.00 is allocated to support performance-based contracts with child placing agencies to facilitate the licensure of relative caregivers as foster parents. Agencies shall receive $2,300.00 for each facilitated licensure if completed within 180 days after a child's placement or, if a waiver was previously approved, 180 days from the application date. If the facilitated licensure, or approved waiver, is completed after 180 days, the agency shall receive up to $2,300.00. The agency facilitating the licensure would retain the placement and continue to provide case management services for at least 50% of the newly licensed cases for which the placement was appropriate to the agency. Up to 50% of the newly licensed cases would have direct foster care services provided by the department.

(2) From the funds appropriated for foster care payments, $375,000.00 is allocated to support family incentive grants to private and community-based foster care service providers to assist with home improvements or payment for physical exams for applicants needed by foster families to accommodate foster children.

Sec. 8-583. By March 1 of the current fiscal year, the department shall provide to the senate and house appropriations subcommittees on the department budget, the senate and house standing committees on families and human services, the senate and house fiscal agencies and policy offices, and the state budget office a report that includes:

(a) The number and percentage of foster parents that dropped out of the program in the previous fiscal year and the reasons the foster parents left the program and how those figures compare to prior fiscal years.

(b) The number and percentage of foster parents successfully retained in the previous fiscal year and how those figures compare to prior fiscal years.

Sec. 8-585. The department shall make available at least 1 pre-service training class each month in which new caseworkers for private foster care and adoption agencies can enroll.

Sec. 8-588. (1) Concurrently with public release, the department shall transmit all reports from the court-appointed settlement monitor, including, but not limited to, the needs assessment and period outcome reporting, to the state budget office, the senate and house appropriations subcommittees on the department budget, and the senate and house fiscal agencies and policy offices, without revision.

(2) The department shall report quarterly to the state budget office, the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the senate and house policy offices on the number of children enrolled in the guardianship assistance and foster care - children with serious emotional disturbance waiver programs.

Sec. 8-589. On a monthly basis, the department shall report on the number of all foster care cases administered by the department and all foster care cases administered by private providers.

Sec. 8-593. The department may allow residential service providers for child abuse and child neglect cases to implement a staff ratio during working hours of 1 staff to 5 children.

Sec. 8-594. From the funds appropriated in part 1 for foster care payments, the department shall support regional resource teams to provide for the recruitment, retention, and training of foster and adoptive parents and shall expand the Michigan

Youth Opportunities Initiative to all Michigan counties. The purpose of this investment is to increase the number of annual inquiries from prospective foster parents, increase the number of non-relative foster homes that achieve licensure each year, increase the annual retention rate of non-relative foster homes, reduce the number of older foster youth placed outside of family settings, and provide older youth with enhanced support in transitioning to adulthood.

PUBLIC ASSISTANCE

Sec. 8-601. Whenever a client agrees to the release of his or her name and address to the local housing authority, the department shall request from the local housing authority information regarding whether the housing unit for which vendoring has been requested meets applicable local housing codes. Vendoring shall be terminated for those units that the local authority indicates in writing do not meet local housing codes until such time as the local authority indicates in writing that local housing codes have been met.

Sec. 8-604. (1) The department shall operate a state disability assistance program. Except as provided in subsection (3), persons eligible for this program shall include needy citizens of the United States or aliens exempted from the supplemental security income citizenship requirement who are at least 18 years of age or emancipated minors meeting 1 or more of the following requirements:

(a) A recipient of supplemental security income, social security, or medical assistance due to disability or 65 years of age or older.

(b) A person with a physical or mental impairment that meets federal supplemental security income disability standards, except that the minimum duration of the disability shall be 90 days. Substance use disorder alone is not defined as a basis for eligibility.

(c) A resident of an adult foster care facility, a home for the aged, a county

infirmary, or a substance use disorder treatment center.

(d) A person receiving 30-day postresidential substance use disorder treatment.

(e) A person diagnosed as having acquired immunodeficiency syndrome.

(f) A person receiving special education services through the local intermediate school district.

(g) A caretaker of a disabled person who meets the requirements specified in subdivision (a), (b), (e), or (f).

(2) Applicants for and recipients of the state disability assistance program shall be considered needy if they:

(a) Meet the same asset test as is applied for the family independence program.

(b) Have a monthly budgetable income that is less than the payment standards.

(3) Except for a person described in subsection (1)(c) or (d), a person is not disabled for purposes of this section if his or her drug addiction or alcoholism is a contributing factor material to the determination of disability. "Material to the determination of disability" means that, if the person stopped using drugs or alcohol, his or her remaining physical or mental limitations would not be disabling. If his or her remaining physical or mental limitations would be disabling, then the drug addiction or alcoholism is not material to the determination of disability and the person may receive state disability assistance. Such a person must actively participate in a substance abuse treatment program, and the assistance must be paid to a third party or through vendor payments. For purposes of this section, substance abuse treatment includes receipt of inpatient or outpatient services or participation in alcoholics anonymous or a similar program.

Sec. 8-605. The level of reimbursement provided to state disability assistance recipients in licensed adult foster care facilities shall be the same as the prevailing supplemental security income rate under the personal care category.

Sec. 8-606. County department offices shall require each recipient of family

independence program and state disability assistance who has applied with the social security administration for supplemental security income to sign a contract to repay any assistance rendered through the family independence program or state disability assistance program upon receipt of retroactive supplemental security income benefits.

Sec. 8-607. (1) The department's ability to satisfy appropriation deductions in part 1 for state disability assistance/supplemental security income recoveries and public assistance recoupment revenues shall not be limited to recoveries and accruals pertaining to state disability assistance, or family independence assistance grant payments provided only in the current fiscal year, but may include revenues collected during the current year that are prior year related and not a part of the department's accrued entries.

(2) The department may use supplemental security income recoveries to satisfy the deduct in any line in which the revenues are appropriated, regardless of the source from which the revenue is recovered.

Sec. 8-608. Adult foster care facilities providing domiciliary care or personal care to residents receiving supplemental security income or homes for the aged serving residents receiving supplemental security income shall not require those residents to reimburse the home or facility for care at rates in excess of those legislatively authorized. To the extent permitted by federal law, adult foster care facilities and homes for the aged serving residents receiving supplemental security income shall not be prohibited from accepting third-party payments in addition to supplemental security income if the payments are not for food, clothing, shelter, or result in a reduction in the recipient's supplemental security income payment.

Sec. 8-609. The state supplementation level under the supplemental security income program for the personal care/adult foster care and home for the aged categories shall not be reduced during the current fiscal year. The legislature shall be notified not less than 30 days before any proposed reduction in the state

supplementation level.

Sec. 8-610. (1) In developing good cause criteria for the state emergency relief program, the department shall grant exemptions if the emergency resulted from unexpected expenses related to maintaining or securing employment.

(2) For purposes of determining housing affordability eligibility for state emergency relief, a group is considered to have sufficient income to meet ongoing housing expenses if their total housing obligation does not exceed 75% of their total net income.

(3) State emergency relief payments shall not be made to individuals who have been found guilty of fraud in regard to obtaining public assistance.

(4) State emergency relief payments shall not be made available to persons who are out-of-state residents or illegal immigrants.

(5) State emergency relief payments for rent assistance shall be distributed directly to landlords and shall not be added to Michigan bridge cards.

Sec. 8-611. The state supplementation level under the supplemental security income program for the living independently or living in the household of another categories shall not exceed the minimum state supplementation level as required under federal law or regulations.

Sec. 8-613. (1) The department shall provide reimbursements for the final disposition of indigent persons. The reimbursements shall include the following:

(a) The maximum allowable reimbursement for the final disposition is $800.00.

(b) The adult burial with services allowance is $725.00.

(c) The adult burial without services allowance is $490.00.

(d) The infant burial allowance is $170.00.

(2) Reimbursement for a cremation permit fee of up to $75.00 and for mileage at the standard rate will be made available for an eligible cremation. The reimbursements under this section shall take into consideration religious preferences that prohibit

cremation.

Sec. 8-615. Except as required by federal law or regulations, funds appropriated in part 1 shall not be used to provide public assistance to a person who is an illegal alien. This section shall not prohibit the department from entering into contracts with food banks, emergency shelter providers, or other human services agencies who may, as a normal part of doing business, provide food or emergency shelter.

Sec. 8-616. The department shall require retailers that participate in the electronic benefits transfer program to charge no more than $2.50 in fees for cash back as a condition of participation.

Sec. 8-619. (1) Subject to subsection (2), the department shall exempt from the denial of title IV-A assistance and food assistance benefits under 21 USC 862a any individual who has been convicted of a felony that included the possession, use, or distribution of a controlled substance, after August 22, 1996, if the individual is not in violation of his or her probation or parole requirements. Benefits shall be provided to such individuals as follows:

(a) A third-party payee or vendor shall be required for any cash benefits provided.

(b) An authorized representative shall be required for food assistance receipt.

(2) Subject to federal approval, an individual is not entitled to the exemption in this section if the individual was convicted in 2 or more separate cases of a felony that included the possession, use, or distribution of a controlled substance after August 22, 1996.

Sec. 8-620. (1) The department shall make a determination of Medicaid eligibility not later than 90 days if disability is an eligibility factor. For all other Medicaid applicants, including patients of a nursing home, the department shall make a determination of Medicaid eligibility within 45 days of application.

(2) The department shall report on a quarterly basis to the senate and house

appropriations subcommittees on the department budget, the senate and house standing committees on families and human services, the senate and house fiscal agencies, the senate and house policy offices, and the state budget office on the average Medicaid eligibility standard of promptness for each of the required standards of promptness under subsection (1) and for medical review team reviews achieved statewide and at each local office.

Sec. 8-643. As a condition of receipt of federal TANF funds, homeless shelters and human services agencies shall collaborate with the department to obtain necessary TANF eligibility information on families as soon as possible after admitting a family to the homeless shelter. From the funds appropriated in part 1 for homeless programs, the department is authorized to make allocations of TANF funds only to the agencies that report necessary data to the department for the purpose of meeting TANF eligibility reporting requirements. Homeless shelters or human services agencies that do not report necessary data to the department for the purpose of meeting TANF eligibility reporting requirements will not receive reimbursements that exceed the per diem amount they received in fiscal year 2000. The use of TANF funds under this section should not be considered an ongoing commitment of funding.

Sec. 8-645. An individual or family is considered homeless, for purposes of eligibility for state emergency relief, if living temporarily with others in order to escape domestic violence. For purposes of this section, domestic violence is defined and verified in the same manner as in the department's policies on good cause for not cooperating with child support and paternity requirements.

Sec. 8-653. From the funds appropriated in part 1 for food assistance, an individual who is the victim of domestic violence and does not qualify for any other exemption may be exempt from the 3-month in 36-month limit on receiving food assistance under 7 USC 2015. This exemption can be extended an additional 3 months upon demonstration of continuing need.

Sec. 8-654. The department shall notify recipients of food assistance program benefits that their benefits can be spent with their bridge cards at many farmers' markets in the state. The department shall also notify recipients about the Double Up Food Bucks program that is administered by the Fair Food Network. Recipients shall receive information about the Double Up Food Bucks program, including information that when the recipient spends $20.00 at participating farmers' markets through the program, the recipient can receive an additional $20.00 to buy Michigan produce.

Sec. 8-655. Within 14 days after the spending plan for low-income home energy assistance program is approved by the state budget office, the department shall provide the spending plan, including itemized projected expenditures, to the chairpersons of the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, the senate and house policy offices, and the state budget office.

Sec. 8-660. From the funds appropriated in part 1 for Food Bank Council of Michigan, the department is authorized to make allocations of TANF funds only to the agencies that report necessary data to the department for the purpose of meeting TANF eligibility reporting requirements. The agencies that do not report necessary data to the department for the purpose of meeting TANF eligibility reporting requirements will not receive allocations in excess of those received in fiscal year 2000. The use of TANF funds under this section should not be considered an ongoing commitment of funding.

Sec. 8-669. The department shall allocate up to $9,000,000.00 for the annual clothing allowance. The allowance shall be granted to all eligible children in a family independence program group.

Sec. 8-677. (1) The department shall establish a state goal for the percentage of family independence program cases involved in employment activities. The percentage established shall not be less than 50%. The goal for long-term employment shall be 15%

of cases for 6 months or more.

(2) On a quarterly basis, the department shall report to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies and policy offices, and the state budget director on the number of cases referred to Partnership. Accountability. Training. Hope. (PATH), the current percentage of family independence program cases involved in PATH employment activities, an estimate of the current percentage of family independence program cases that meet federal work participation requirements on the whole, and an estimate of the current percentage of the family independence program cases that meet federal work participation requirements for those cases referred to PATH.

(3) The department shall submit to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, the senate and house policy offices, and the state budget office a quarterly report that includes all of the following:

(a) The number and percentage of nonexempt family independence program recipients who are employed.

(b) The average and range of wages of employed family independence program recipients.

(c) The number and percentage of employed family independence program recipients who remain employed for 6 months or more.

Sec. 8-686. (1) The department shall ensure that program policy requires caseworkers to confirm that individuals presenting personal identification issued by another state seeking assistance through the family independence program, food assistance program, state disability assistance program, or medical assistance program are not receiving benefits from any other state.

(2) The department shall require caseworkers to confirm the address provided by any individual seeking family independence program benefits or state disability

assistance benefits.

(3) The department shall prohibit individuals with property assets assessed at a value higher than $200,000.00 from accessing assistance through department-administered programs, unless such a prohibition would violate federal rules and guidelines.

(4) The department shall require caseworkers to obtain an up-to-date telephone number during the eligibility determination or redetermination process for individuals seeking medical assistance benefits.

Sec. 8-687. (1) The department shall, on a quarterly basis by February 1, May 1, August 1, and November 1, compile and make available on its website all of the following information about the family independence program, state disability assistance, the food assistance program, Medicaid, and state emergency relief:

(a) The number of applications received.

(b) The number of applications approved.

(c) The number of applications denied.

(d) The number of applications pending and neither approved nor denied.

(e) The number of cases opened.

(f) The number of cases closed.

(g) The number of cases at the beginning of the quarter and the number of cases at the end of the quarter.

(2) The information provided under subsection (1) shall be compiled and made available for the state as a whole and for each county and reported separately for each program listed in subsection (1).

(3) The department shall, on a quarterly basis by February 1, May 1, August 1, and November 1, compile and make available on its website the family independence program information listed as follows:

(a) The number of new applicants who successfully met the requirements of the 21-

day assessment period for PATH.

(b) The number of new applicants who did not meet the requirements of the 21-day assessment period for PATH.

(c) The number of cases sanctioned because of the school truancy policy.

(d) The number of cases closed because of the 48-month and 60-month lifetime limits.

(e) The number of first-, second-, and third-time sanctions.

(f) The number of children ages 0-5 living in FIP-sanctioned households.

Sec. 8-688. From the funds appropriated in part 1 for the low-income home energy assistance program, up to $6,766,800.00 of federal funding shall be allocated to provide an additional $20.01 payment to food assistance program cases that are not currently eligible for the standard utility allowance to enable these cases to receive expanded food assistance benefits through the program commonly known as the Heat and Eat program.

Sec. 8-689. From the funds appropriated in part 1 for public assistance field staff, the department shall expand its Pathways to Potential program. The purpose of this enhancement is to reduce chronic absenteeism, decrease the number of students who repeat grades, decrease the rate of dropouts, and increase graduation rates at Pathways schools. The investment shall focus on expanding the Pathways model into priority schools that rank among the lowest achieving five percent of all Michigan public schools and in schools located in at-risk "rising tide" communities targeted for programming to maximize economic development and economic expansion.

CHILDREN'S SERVICES AGENCY - JUVENILE JUSTICE

Sec. 8-706. Counties shall be subject to 50% chargeback for the use of alternative regional detention services, if those detention services do not fall under the basic provision of section 117e of the social welfare act, 1939 PA 280, MCL

400.117e, or if a county operates those detention services programs primarily with professional rather than volunteer staff.

Sec. 8-707. In order to be reimbursed for child care fund expenditures, counties are required to submit department-developed reports to enable the department to document potential federally claimable expenditures. This requirement is in accordance with the reporting requirements specified in section 117a(7) of the social welfare act, 1939 PA 280, MCL 400.117a.

Sec. 8-708. (1) As a condition of receiving funds appropriated in part 1 for the child care fund line item, by December 15 of the current fiscal year, counties shall have an approved service spending plan for the current fiscal year. Counties must submit the service spending plan to the department by October 1 of the current fiscal year for approval. Upon submission of the county service spending plan, the department shall approve within 30 calendar days after receipt of a properly completed service plan that complies with the requirements of the social welfare act, 1939 PA 280, MCL 400.1 to 400.119b. The department shall notify and submit county service spending plan revisions to any county whose county service spending plan is not accepted upon initial submission. The department shall not request any additional revisions to a county service spending plan outside of the requested revision notification submitted to the county by the department. The department shall notify a county within 30 days after approval that its service plan was approved.

(2) The department shall submit a report to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, the house and senate policy offices and the state budget office by February 15 of the current fiscal year on the number of counties that fail to submit a service spending plan by October 1 and the number of service spending plans not approved by December 15. The report shall include the number of county service spending plans that were not approved as first submitted by the counties, as well as the number of plans that were

not approved by the department after being resubmitted by the county with the first revisions that were requested by the department.

Sec. 8-709. (1) The department's master contract for juvenile justice residential foster care services shall be amended to prohibit contractors from denying a referral for placement of a youth, or terminating a youth's placement, if the youth's assessed treatment needs are in alignment with the facility's residential program type, as identified by the court or the department. In addition, the master contract shall require that youth placed in juvenile justice residential foster care facilities must have regularly scheduled treatment sessions with a licensed psychologist or psychiatrist, or both, and access to the licensed psychologist or psychiatrist as needed.

(2) The rates established for private residential juvenile justice facilities that were in effect on October 1, 2015 remain in effect for the current fiscal year.

FIELD OPERATIONS AND SUPPORT SERVICES

Sec. 8-801. (1) Funds appropriated in part 1 for independent living shall be used to support the general operations of centers for independent living in delivering mandated independent living services in compliance with federal rules and regulations for the centers, by existing centers for independent living to serve underserved areas, and for projects to build the capacity of centers for independent living to deliver independent living services. Applications for the funds shall be reviewed in accordance with criteria and procedures established by the department. The funds appropriated in part 1 may be used to leverage federal vocational rehabilitation innovation and expansion funds consistent with 34 CFR 361.35 up to $5,543,000.00, if available. If the possibility of matching federal funds exists, the centers for independent living network will negotiate a mutually beneficial contractual arrangement with Michigan rehabilitation services. Funds shall be used in a manner

consistent with the state plan for independent living. Services provided should assist people with disabilities to move toward self-sufficiency, including support for accessing transportation and health care, obtaining employment, community living, nursing home transition, information and referral services, education, youth transition services, veterans, and stigma reduction activities and community education. This includes the independent living guide project that specifically focuses on economic self-sufficiency.

(2) The Michigan centers for independent living shall provide a report by March 1 of the current fiscal year to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, the house and senate policy offices, and the state budget office on direct customer and system outcomes and performance measures.

Sec. 8-802. The Michigan rehabilitation services shall work collaboratively with the bureau of services for blind persons, service organizations, and government entities to identify qualified match dollars to maximize use of available federal vocational rehabilitation funds.

Sec. 8-803. The department shall provide an annual report by February 1 to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, house and senate policy offices and the state budget office on efforts taken to improve the Michigan rehabilitation services. The report shall include all of the following items:

(a) Reductions and changes in administration costs and staffing.

(b) Service delivery plans and implementation steps achieved.

(c) Reorganization plans and implementation steps achieved.

(d) Plans to integrate Michigan rehabilitative services programs into other services provided by the department.

(e) Quarterly expenditures by major spending category.

(f) Employment and job retention rates from both Michigan rehabilitation services and its nonprofit partners.

(g) Success rate of each district in achieving the program goals.

Sec. 8-804. From the funds appropriated in part 1 for Michigan rehabilitation services, the department shall allocate $50,000.00 along with available federal match to support the provision of vocational rehabilitation services to eligible agricultural workers with disabilities. Authorized services shall assist agricultural workers with disabilities in acquiring or maintaining quality employment and independence.

Sec. 8-806. From the funds appropriated in part 1 for Michigan rehabilitation services, the department shall allocate $6,100,300.00, including federal matching funds, to service authorizations with community-based rehabilitation organizations for an array of needed services throughout the customer's rehabilitation process.

Sec. 8-807. From the funds appropriated in part 1 for Elder Law of Michigan MiCAFE contract, the department shall allocate not less than $350,000.00 to the Elder Law of Michigan MiCAFE to assist this state's elderly population in participating in the food assistance program. Of the $350,000.00 allocated under this section, the department shall use $175,000.00, which are general fund/general purpose funds, as state matching funds for not less than $175,000.00 in United States Department of Agriculture funding to provide outreach program activities, such as eligibility screening and information services, as part of a statewide food assistance hotline.

Sec. 8-825. From the funds appropriated in part 1, the department shall provide individuals not more than $500.00 for vehicle repairs, including any repairs done in the previous 12 months. However, the department may in its discretion pay for repairs up to $900.00. Payments under this section shall include the combined total of payments made by the department and work participation program.

Sec. 8-850. (1) The department shall maintain out-stationed eligibility

specialists in community-based organizations, community mental health agencies, nursing homes, adult placement and independent living settings, federally qualified health centers, and hospitals unless a community-based organization, community mental health agency, nursing home, adult placement and independent living setting, federally qualified health centers, or hospital requests that the program be discontinued at its facility.

(2) From the funds appropriated in part 1 for donated funds positions, the department shall enter into contracts with agencies that are able and eligible under federal law to provide the required matching funds for federal funding, as determined by federal statute and regulations.

(3) A contract for an assistance payments donated funds position must include, but not be limited to, the following performance metrics:

(a) Meeting a standard of promptness for processing applications for Medicaid and other public assistance programs under state law.

(b) Meeting required standards for error rates in determining programmatic eligibility as determined by the department.

(4) The department shall only fill additional donated funds positions after a new contract has been signed. That position shall also be abolished when the contract expires or is terminated.

(5) The department shall classify as limited-term FTEs any new employees who are hired to fulfill the donated funds position contracts or are hired to fill any vacancies from employees who transferred to a donated funds position.

(6) By March 1 of the current fiscal year, the department shall submit a report to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies and policy offices, and the state budget office detailing information on the donated funds positions, including the total number of occupied positions, the total private contribution of the positions, and the total

cost to the state for any nonsalary expenditure for the donated funds position employees.

Sec. 8-851. From the funds appropriated in part 1 for adult services field staff, the department shall improve staffing ratios in adult protective services programs with the goal of reducing the number of older adults who are victims of crime and fraud. The purpose of the staffing enhancement is to increase standard of promptness by 90% or above in every county, as measured by commencing an investigation within 24 hours, establishing face-to-face contact with the client within 72 hours, and completing the investigation within 30 days.

BEHAVIORAL HEALTH PROGRAM ADMINISTRATION AND SPECIAL PROJECTS

Sec. 8-901. Funds appropriated in part 1 are intended to support a system of comprehensive community mental health services under the full authority and responsibility of local CMHSPs or PIHPs in accordance with the mental health code, 1974 PA 258, MCL 330.1001 to 330.2106, the Medicaid provider manual, federal Medicaid waivers, and all other applicable federal and state laws.

Sec. 8-902. (1) From funds appropriated in part 1, final authorizations to CMHSPs or PIHPs shall be made upon the execution of contracts between the department and CMHSPs or PIHPs. The contracts shall contain an approved plan and budget as well as policies and procedures governing the obligations and responsibilities of both parties to the contracts. Each contract with a CMHSP or PIHP that the department is authorized to enter into under this subsection shall include a provision that the contract is not valid unless the total dollar obligation for all of the contracts between the department and the CMHSPs or PIHPs entered into under this subsection for the current fiscal year does not exceed the amount of money appropriated in part 1 for the contracts authorized under this subsection.

(2) The department shall immediately report to the senate and house

appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the state budget director if either of the following occurs:

(a) Any new contracts the department has entered into with CMHSPs or PIHPs that would affect rates or expenditures.

(b) Any amendments to contracts the department has entered into with CMHSPs or PIHPs that would affect rates or expenditures.

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

Sec. 8-904. (1) Not later than May 31 of the current fiscal year, the department shall provide a report on the CMHSPs, PIHPs, regional entities designated by the department as PIHPs, and managing entities for substance use disorders to the members of the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, and the state budget director that includes the information required by this section.

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

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

(b) Per capita expenditures in total and by client population group and ethnic groups of the services area, including the deaf and hard of hearing population.

(c) Expenditures stratified by department-designated community mental health entity, by central diagnosis and referral agency, by fund source, by subcontractor, by population served, and by service type. Additionally, data on administrative expenditures by department-designated community mental health entity shall be

reported.

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

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

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

(g) Data describing service outcomes that include, but are not limited to, an evaluation of consumer satisfaction, consumer choice, and quality of life concerns including, but not limited to, housing and employment.

(h) Information about access to CMHSPs that includes, but is not limited to, the following:

(i) The number of people receiving requested services.

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

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

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

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

(k) Administrative expenditures of each CMHSP, PIHP, regional entity designated by the department as a PIHP, and managing entity for substance use disorders that includes a breakout of the salary, benefits, and pension of each executive level staff

and shall include the director, chief executive, and chief operating officers and other members identified as executive staff.

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

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

Sec. 8-905. (1) From the funds appropriated in part 1 for behavioral health program administration, the department shall maintain a transitional unit and children's behavioral action team. These services will augment the continuum of behavioral health services for high-need youth and provide additional continuity of care and transition into supportive community-based services.

(2) Outcomes and performance measures for this initiative include, but are not limited to, the following:

(a) The rate of rehospitalization for youth served through the program at 30 and 180 days.

(b) Measured change in the Child and Adolescent Functional Assessment Scale for children served through the program.

Sec. 8-906. (1) The funds appropriated in part 1 for the state disability assistance substance use disorder services program shall be used to support per diem room and board payments in substance use disorder residential facilities. Eligibility of clients for the state disability assistance substance use disorder services program shall include needy persons 18 years of age or older, or emancipated minors, who reside in a substance use disorder treatment center.

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

Sec. 8-907. (1) The amount appropriated in part 1 for substance use disorder prevention, education, and treatment grants shall be expended to coordinate care and services provided to individuals with severe and persistent mental illness and substance use disorder diagnoses.

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

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

Sec. 8-909. From the funds appropriated in part 1 for community substance use disorder prevention, education, and treatment, the department shall use available revenue from the marihuana regulatory fund established in 2016 PA 281 333.27603 to: improve physical health; expand access to substance use disorder prevention and treatment services; and strengthen the existing prevention, treatment, and recovery systems.

Sec. 8-910. The department shall ensure that substance use disorder treatment is provided to applicants and recipients of public assistance through the department who are required to obtain substance use disorder treatment as a condition of eligibility for public assistance.

Sec. 8-918. On or before the twenty-fifth of each month, the department shall report to the senate and house appropriations subcommittees on the department budget,

the senate and house fiscal agencies, and the state budget director on the amount of funding paid to PIHPs to support the Medicaid managed mental health care program in the preceding month. The information shall include the total paid to each PIHP, per capita rate paid for each eligibility group for each PIHP, and number of cases in each eligibility group for each PIHP, and year-to-date summary of eligibles and expenditures for the Medicaid managed mental health care program.

Sec. 8-920. As part of the Medicaid rate-setting process for behavioral health services, the department shall work with PIHP network providers and actuaries to include any state and federal wage and compensation increases that directly impact staff who provide Medicaid-funded community living supports, personal care services, respite services, skill-building services, and other similar supports and services as part of the Medicaid rate.

Sec. 8-935. A county required under the provisions of the mental health code, 1974 PA 258, MCL 330.1001 to 330.2106, to provide matching funds to a CMHSP for mental health services rendered to residents in its jurisdiction shall pay the matching funds in equal installments on not less than a quarterly basis throughout the fiscal year, with the first payment being made by October 1 of the current fiscal year.

Sec. 8-940. (1) According to section 236 of the mental health code, 1974 PA 258, MCL 330.1236, the department shall do both of the following:

(a) Review expenditures for each CMHSP to identify CMHSPs with projected allocation surpluses and to identify CMHSPs with projected allocation shortfalls. The department shall encourage the board of a CMHSP with a projected allocation surplus to concur with the department's recommendation to reallocate those funds to CMHSPs with projected allocation shortfalls.

(b) Withdraw unspent funds that have been allocated to a CMHSP if other reallocated funds were expended in a manner not provided for in the approved contract, including expending funds on services and programs provided to individuals residing

outside of the CMHSP's geographic region.

(2) A CMHSP that has its funding allocation transferred out or withdrawn during the current fiscal year as described in subsection (1) is not eligible for any additional funding reallocations during the remainder of the current fiscal year, unless that CMHSP is responding to a public health emergency as determined by the department.

(3) The department shall notify the chairs of the appropriation subcommittees on the department budget when a request is made and when the department grants approval for reallocation or withdraw as described in subsection (1). By September 30 of the current fiscal year, the department shall provide a report on the amount of funding reallocated or withdrawn to the senate and house appropriation subcommittees on the department budget, the senate and house fiscal agencies, the senate and house policy offices, and the state budget office.

Sec. 8-942. A CMHSP shall provide at least 30 days' notice before reducing, terminating, or suspending services provided by a CMHSP to CMHSP clients, with the exception of services authorized by a physician that no longer meet established criteria for medical necessity.

Sec. 8-958. Medicaid services shall include treatment for autism spectrum disorders as defined in the federally approved Medicaid state plan. These services may be coordinated with the Medicaid health plans and the Michigan Association of Health Plans.

Sec. 8-995. From the funds appropriated in part 1 for behavioral health program administration, $4,350,000.00 is intended to address the recommendations of the mental health diversion council.

Sec. 8-998. For distribution of state general funds to CMHSPs, if the department decides to use census data, the department shall use the most recent federal census data available.

BEHAVIORAL HEALTH SERVICES

Sec. 8-1003. The department shall notify the Michigan Association of Community Mental Health Boards when developing policies and procedures that will impact PIHPs or CMHSPs.

Sec. 8-1004. The department shall provide the senate and house appropriations subcommittee on the department budget, the senate and house fiscal agencies, and the state budget office any rebased formula changes to either Medicaid behavioral health services or non-Medicaid mental health services 90 days before implementation. The notification shall include a table showing the changes in funding allocation by PIHP for Medicaid behavioral health services or by CMHSP for non-Medicaid mental health services.

Sec. 8-1005. For the purposes of special projects involving high-need children or adults, including the not guilty by reason of insanity population, the department may contract directly with providers of services to these identified populations.

Sec. 8-1008. The PIHP and CMHSPs shall do all of the following:

(a) Work to reduce administration costs by ensuring that PIHP responsible functions are efficient to allow optimal transition of dollars to direct services. This process must include limiting duplicate layers of administration and minimizing PIHP-delegated services that may result in higher costs or inconsistent service delivery, or both.

(b) Take an active role in managing mental health care by ensuring consistent and high-quality service delivery throughout its network and promote a conflict-free care management environment.

(c) Ensure that direct service rate variances are related to the level of need or other quantifiable measures to ensure that the most money possible reaches direct services.

(d) Whenever possible, promote fair and adequate direct care reimbursement,

including fair wages for direct service workers.

Sec. 8-1009. From the funds appropriated in Part 1 for Medicaid mental health services and Healthy Michigan Plan - behavioral health, the department shall allocate up to $45,000,000.00 to increase hourly wages for direct care workers providing Medicaid behavioral health supports and services. The purpose of this allocation is to increase access to direct care services as reported in CMHSP Sub-Element Cost Reports, to reduce the turnover rate among direct care workers, and to improve the quality of direct care supports and services.

Sec. 8-1010. From the funds appropriated in part 1 for behavioral health program administration, up to $2,000,000.00 shall be allocated to address the implementation of court-ordered assisted outpatient treatment as provided under chapter 4 of the mental health code, 1974 PA 258, MCL 330.1400 to 330.1491.

Sec. 8-1012. By September 30 of the current fiscal year, the department shall submit a report to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, the senate and house policy offices, and the state budget office detailing the average number of individuals who do not meet their monthly Medicaid deductibles in this state each year.

STATE PSYCHIATRIC HOSPITALS AND FORENSIC MENTAL HEALTH SERVICES

Sec. 8-1051. The department shall continue a revenue recapture project to generate additional revenues from third parties related to cases that have been closed or are inactive. A portion of revenues collected through project efforts may be used for departmental costs and contractual fees associated with these retroactive collections and to improve ongoing departmental reimbursement management functions.

Sec. 8-1052. The purpose of gifts and bequests for patient living and treatment environments is to use additional private funds to provide specific enhancements for individuals residing at state-operated facilities. Use of the gifts and bequests shall

be consistent with the stipulation of the donor. The expected completion date for the use of gifts and bequests donations is within 3 years unless otherwise stipulated by the donor.

Sec. 8-1055. (1) The department shall not implement any permanent, planned closures or consolidations of state hospitals, centers, or agencies until CMHSPs or PIHPs have programs and services in place for those individuals currently in those facilities and a plan for service provision for those individuals who would have been admitted to those facilities.

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

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

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

Sec. 8-1056. The department may collect revenue for patient reimbursement from first- and third-party payers, including Medicaid and local county CMHSP payers, to cover the cost of placement in state hospitals and centers. The department is authorized to adjust financing sources for patient reimbursement based on actual revenues earned. If the revenue collected exceeds current year expenditures, the revenue may be carried forward with approval of the state budget director. The revenue

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

Sec. 8-1059. The department shall identify specific outcomes and performance measures for the center for forensic psychiatry, including, but not limited to, the following:

(a) The average wait time for persons ruled incompetent to stand trial before admission to the center for forensic psychiatry.

(b) The average wait time for persons ruled incompetent to stand trial before admission to other state-operated psychiatric facilities.

(c) The number of persons waiting to receive services at the center for forensic psychiatry.

(d) The number of persons waiting to receive services at other state-operated hospitals and centers.

HEALTH POLICY

Sec. 8-1143. The department may award health innovation grants to address emerging issues and encourage cutting edge advances in health care including strategic partners in both the public and private sectors.

Sec. 8-1144. (1) From the funds appropriated in part 1 for health policy administration, the department shall allocate the federal state innovation model grant funding that supports implementation of the health delivery system innovations detailed in this state's "Reinventing Michigan's Health Care System: Blueprint for Health Innovation" document. This initiative will test new payment methodologies, support improved population health outcomes, and support improved infrastructure for technology and data sharing and reporting. The funds will be used to provide financial support directly to regions participating in the model test and to support statewide stakeholder guidance and technical support.

(2) Outcomes and performance measures for the initiative under subsection (1)

include, but are not limited to, the following:

(a) Increasing the number of physician practices fulfilling patient-centered medical home functions.

(b) Reducing inappropriate health utilization, specifically reducing preventable emergency department visits, reducing the proportion of hospitalizations for ambulatory sensitive conditions, and reducing this state's 30-day hospital readmission rate.

(3) By March 1 and September 1 of the current fiscal year, the department shall submit a written report to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, and the state budget office on the status of the program and progress made since the prior report.

Sec. 8-1145. The department will take steps necessary to work with Indian Health Service, Tribal or Urban Indian Health Program facilities that provide services under a contract with a Medicaid managed care entity to ensure that those facilities receive the maximum amount allowable under federal law for Medicaid services.

Sec. 8-1146. From the funds appropriated in part 1 for bone marrow transplant registry, $250,000.00 shall be allocated to Michigan Blood, the partner of the match registry of the national marrow donor program. The funds shall be used to offset ongoing tissue typing expenses associated with donor recruitment and collection services and to expand those services to better serve the citizens of this state.

DISEASE CONTROL, PREVENTION, AND EPIDEMIOLOGY

Sec. 8-1180. From the funds appropriated in part 1 for epidemiology administration and for childhood lead program, the department shall re-establish a public health drinking water unit and enhance current efforts to monitor child blood lead levels. The investment shall ensure that appropriate investigations of potential health hazards occur for all community and non-community drinking water supplies where

chemical exceedances of action levels, health advisory, and maximum contaminant limits are identified. The investment will also improve the timeliness and quality of care provided to children with lead exposure, leading to a long-term reduction in the percentage of Michigan children with elevated blood lead levels.

Sec. 8-1181. From the funds appropriated in Part 1 for epidemiology administration, the department shall establish and maintain a vapor intrusion response unit. This unit is expected to assess risks to public health at 200 vapor intrusion sites each year, and to respond to those risks where appropriate. The purpose of the unit is to reduce the number of Michigan residents exposed to toxic substances through vapor intrusion and to improve health outcomes for those that are identified as having been exposed to vapor intrusion.

Sec. 8-1182. (1) From the funds appropriated in part 1 for the healthy homes program, no less than $25,200,000.00 shall be allocated for lead abatement of homes.

(2) By January 1 of the current fiscal year, the department shall provide a report to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, and the state budget office on the expenditures and activities undertaken by the lead abatement program in the previous fiscal year from the funds appropriated in part 1 for the healthy homes program. The report shall include, but is not limited to, a funding allocation schedule, expenditures by category of expenditure and by subcontractor, revenues received, description of program elements, and description of program accomplishments and progress.

LOCAL HEALTH AND ADMINISTRATIVE SERVICES

Sec. 8-1220. The amount appropriated in part 1 for implementation of the 1993 additions of or amendments to sections 9161, 16221, 16226, 17014, 17015, and 17515 of the public health code, 1978 PA 368, MCL 333.9161, 333.16221, 333.16226, 333.17014, 333.17015, and 333.17515, shall be used to reimburse local health departments for

costs incurred related to implementation of section 17015(18) of the public health code, 1978 PA 368, MCL 333.17015.

Sec. 8-1221. If a county that has participated in a district health department or an associated arrangement with other local health departments takes action to cease to participate in such an arrangement after October 1 of the current fiscal year, the department shall have the authority to assess a penalty from the local health department's operational accounts in an amount equal to no more than 6.25% of the local health department's essential local public health services funding. This penalty shall only be assessed to the local county that requests the dissolution of the health department.

Sec. 8-1222. (1) Funds appropriated in part 1 for essential local public health services shall be prospectively allocated to local health departments to support immunizations, infectious disease control, sexually transmitted disease control and prevention, hearing screening, vision services, food protection, public water supply, private groundwater supply, and on-site sewage management. Food protection shall be provided in consultation with the department of agriculture and rural development. Public water supply, private groundwater supply, and on-site sewage management shall be provided in consultation with the department of environmental quality.

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

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

(4) By December 1 of the current fiscal year, the department shall provide a report to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, and the state budget director on the planned allocation of the funds appropriated for essential local public health services.

Sec. 8-1223. (1) From the funds appropriated in part 1 for dental programs, $150,000.00 shall be allocated to the Michigan Dental Association for the administration of a volunteer dental program that provides dental services to the uninsured.

(2) Not later than December 1 of the current fiscal year, the department shall report to the senate and house appropriations subcommittees on the department budget, the senate and house standing committees on health policy, the senate and house fiscal agencies, and the state budget office the number of individual patients treated, number of procedures performed, and approximate total market value of those procedures from the immediately preceding fiscal year.

Sec. 8-1224. The department shall use revenue from mobile dentistry facility permit fees received under section 21605 of the public health code, 1978 PA 368, MCL 333.21605, to offset the cost of the permit program.

Sec. 8-1226. From the funds appropriated in part 1 for health and wellness initiatives, $1,000,000.00 shall be allocated for a school children's healthy exercise program to promote and advance physical health for school children in kindergarten through grade 8. The department shall recommend model programs for sites to implement that incorporate evidence-based best practices. The department shall establish guidelines for program sites, which may include schools, community-based organizations, private facilities, recreation centers, or other similar sites. The program format shall encourage local determination of site activities and shall encourage local inclusion of youth in the decision-making regarding site activities. Program goals shall include children experiencing improved physical health and access to physical activity opportunities, the reduction of obesity, providing a safe place to play and exercise, and nutrition education. To be eligible to participate, program sites shall provide a 20% match to the state funding, which may be provided in full, or in part, by a corporation, foundation, or private partner. The department shall

seek financial support from corporate, foundation, or other private partners for the program or for individual program sites.

Sec. 8-1227. The department shall establish criteria for all funds allocated under part 1 for health and wellness initiatives. The criteria must include a requirement that all programs funded be evidence-based and supported by research, include interventions that have been shown to demonstrate outcomes that lower cost and improve quality, and be designed for statewide impact. Preference must be given to programs that utilize the funding as match for additional resources including, but not limited to, federal sources.

FAMILY, MATERNAL, AND CHILD HEALTH

Sec. 8-1302. Each family planning program receiving federal title X family planning funds under 42 USC 300 to 300a-8 shall be in compliance with all performance and quality assurance indicators that the office of population affairs within the United States Department of Health and Human Services specifies in the program guidelines for project grants for family planning services. An agency not in compliance with the indicators shall not receive supplemental or reallocated funds.

Sec. 8-1303. The department shall not contract with an organization that provides elective abortions, abortion counseling, or abortion referrals, for services that are to be funded with state restricted or state general fund/general purpose funds appropriated in part 1 for family planning local agreements. An organization under contract with the department shall not subcontract with an organization that provides elective abortions, abortion counseling, or abortion referrals, for services that are to be funded with state restricted or state general fund/general purpose funds appropriated in part 1 for family planning local agreements.

Sec. 8-1304. The department shall not use state restricted funds or state general funds appropriated in part 1 in the pregnancy prevention program or family planning

local agreements appropriation line items for abortion counseling, referrals, or services.

Sec. 8-1308. From the funds appropriated in part 1 for prenatal care outreach and service delivery support, not less than $500,000.00 of funding shall be allocated for evidence-based programs to reduce infant mortality including nurse family partnership programs. The funds shall be used for enhanced support and education to nursing teams or other teams of qualified health professionals, client recruitment in areas designated as underserved for obstetrical and gynecological services and other high-need communities, strategic planning to expand and sustain programs, and marketing and communications of programs to raise awareness, engage stakeholders, and recruit nurses.

Sec. 8-1309. The department shall allocate funds appropriated in section 117 of part 1 for family, maternal, and child health according to section 1 of 2002 PA 360, MCL 333.1091.

Sec. 8-1310. The department shall continue to work jointly with the Michigan state housing development authority and the joint task force established under article IV of 2014 PA 252 to review housing rehabilitation, energy and weatherization, and hazard abatement program policies and to make recommendations for integrating and coordinating project delivery with the goals of serving more families and achieving better outcomes by maximizing state and federal resources. The joint task force may provide recommendations to the department. Recommendations of the joint task force must give consideration to best practices and cost effectiveness.

Sec. 8-1313. (1) The department shall continue developing an outreach program on fetal alcohol syndrome services, targeting health promotion, prevention, and intervention as described in the Michigan fetal alcohol spectrum disorders 5-year plan 2015-2020.

(2) The department shall explore federal grant funding to address prevention

services for fetal alcohol syndrome and reduce alcohol consumption among pregnant women.

CHILDREN'S SPECIAL HEALTH CARE SERVICES

Sec. 8-1360. The department may do 1 or more of the following:

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

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

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

(d) Provide human growth hormone to eligible patients.

Sec. 8-1361. From the funds appropriated in part 1 for medical care and treatment, the department is authorized to spend those funds for the continued development and expansion of telemedicine capacity to allow families with children in the children's special health care services program to access specialty providers more readily and in a more timely manner.

AGING AND ADULT SERVICES AGENCY

Sec. 8-1402. The department may encourage the Food Bank Council of Michigan to collaborate directly with each area agency on aging and any other organizations that provide senior nutrition services to secure the food access of vulnerable seniors.

Sec. 8-1403. (1) By February 1 of the current fiscal year, the aging and adult services agency shall require each region to report to the aging and adult services agency and to the legislature home-delivered meals waiting lists based upon standard criteria. Determining criteria shall include all of the following:

(a) The recipient's degree of frailty.

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

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

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

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

Sec. 8-1417. The department shall provide to the senate and house appropriations subcommittees on the department budget, senate and house fiscal agencies, and state budget director a report by March 30 of the current fiscal year that contains all of the following:

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

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

Sec. 8-1421. From the funds appropriated in part 1 for community services, $1,100,000.00 shall be allocated to area agencies on aging for locally determined needs.

Sec. 8-1422. (1) From the funds appropriated in part 1 for aging and adult services administration, not less than $300,000.00 shall be allocated for the department to contract with the Prosecuting Attorneys Association of Michigan to provide the support and services necessary to increase the capability of the state's prosecutors, adult protective service system, and criminal justice system to effectively identify, investigate, and prosecute elder abuse and financial exploitation.

(2) By March 1 of the current fiscal year, the Prosecuting Attorneys Association of Michigan shall provide a report on the efficacy of the contract to the state budget

office, the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, and the house and senate policy offices.

Sec. 8-1425. The department shall coordinate with the department of licensing and regulatory affairs to ensure that, upon receipt of the order of suspension of a licensed adult foster care home, home for the aged, or nursing home, the department of licensing and regulatory affairs shall provide notice to the department and to the house and senate appropriations subcommittees on the department budget.

MEDICAL SERVICES ADMINISTRATION

Sec. 8-1501. The unexpended funds appropriated in part 1 for the electronic health records incentive program are considered work project appropriations, and any unencumbered or unallotted funds are carried forward into the following 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 Medicaid electronic health record program that provides financial incentive payments to Medicaid health care providers to encourage the adoption and meaningful use of electronic health records to improve quality, increase efficiency, and promote safety.

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

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

(d) The tentative completion date for the work project is September 30, 2021.

Sec. 8-1505. By March 1 and September 1 of the current fiscal year, the department shall submit a report to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the state budget office including both of the following:

(a) The department's projected annual increase in reimbursement savings and cost offsets that will result from the funds appropriated in part 1 for the office of inspector general and third party liability efforts.

(b) The actual increase in reimbursement savings and cost offsets that have resulted from the funds appropriated in part 1 for the office of inspector general and third party liability efforts.

Sec. 8-1506. The department shall submit to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, the senate and house policy offices, and the state budget office a quarterly report on the implementation status of the public assistance call center that includes all of the following information:

(a) Call volume during the prior quarter.

(b) Percentage of calls resolved through the public assistance call center.

(c) Percentage of calls transferred to a local department office or other office for resolution.

(d) Number of Medicaid applications completed by the public assistance call center staff and submitted on behalf of clients.

Sec. 8-1507. (1) From the funds appropriated in part 1 for technology supporting integrated service delivery, the department shall establish new information technology tools and enhance existing systems to improve the eligibility and enrollment process for citizens accessing department administered programs. This information technology system will consolidate beneficiary information, support department caseworker efforts in building a success plan for beneficiaries, and better support department staff in supporting enrollees in assistance programs.

(2) Outcomes and performance measures for the initiative under subsection (1) include, but are not limited to, the following:

(a) Successful consolidation of data warehouses maintained by the department.

(b) The amount of time a department caseworker devotes to data entry when initiating an enrollee application.

(c) A reduction in wait times for persons enrolled in assistance programs to speak with department staff and get necessary changes made.

(d) A reduction in department caseworker workload.

MEDICAL SERVICES

Sec. 8-1601. The cost of remedial services incurred by residents of licensed adult foster care homes and licensed homes for the aged shall be used in determining financial eligibility for the medically needy. Remedial services include basic self-care and rehabilitation training for a resident.

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

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

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

Sec. 8-1605. The protected income level for Medicaid coverage determined pursuant to section 106(1)(b)(iii) of the social welfare act, 1939 PA 280, MCL 400.106, shall be 100% of the related public assistance standard.

Sec. 8-1606. For the purpose of guardian and conservator charges, the department may deduct up to $83.00 per month as an allowable expense against a recipient's income when determining medical services eligibility and patient pay amounts.

Sec. 8-1607. (1) An applicant for Medicaid, whose qualifying condition is pregnancy, shall immediately be presumed to be eligible for Medicaid coverage unless the preponderance of evidence in her application indicates otherwise. The applicant who is qualified as described in this subsection shall be allowed to select or remain with the Medicaid participating obstetrician of her choice.

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

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

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

(5) The department shall develop an enrollment process for pregnant women covered under this section that facilitates the selection of a managed care plan at the time of application.

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

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

Sec. 8-1611. (1) For care provided to medical services recipients with other third-party sources of payment, medical services reimbursement shall not exceed, in combination with such other resources, including Medicare, those amounts established for medical services-only patients. The medical services payment rate shall be accepted as payment in full. Other than an approved medical services co-payment, no portion of a provider's charge shall be billed to the recipient or any person acting on behalf of the recipient. Nothing in this section shall be considered to affect the level of payment from a third-party source other than the medical services program. The department shall require a nonenrolled provider to accept medical services payments as payment in full.

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

Sec. 8-1620. (1) According to the federal covered outpatient drug final rule with comment (CMS-2345-FC), the department shall establish a professional pharmaceutical dispensing fee for pharmacy benefits that are reimbursed on a fee-for-service basis. In establishing this fee, the department shall comply with federal law while taking into consideration the state's long-term financial exposure and Medicaid beneficiaries' access to care. The established fee shall not be lower than the amount in effect on October 1, 2015.

(2) The department shall require a prescription co-payment for Medicaid recipients not enrolled in the Healthy Michigan plan or with an income less than 100% of the federal poverty level of $1.00 for a generic drug and $3.00 for a brand-name drug, except as prohibited by federal or state law or regulation.

(3) The department shall require a prescription co-payment for Medicaid

recipients enrolled in the Healthy Michigan plan with an income of at least 100% of the federal poverty level of $4.00 for a generic drug and $8.00 for a brand-name drug, except as prohibited by federal or state law or regulation.

Sec. 8-1629. The department shall utilize maximum allowable cost pricing for generic drugs that is based on wholesaler pricing to providers that is available from at least 2 wholesalers who deliver in this state.

Sec. 8-1631. (1) The department shall require co-payments on dental, podiatric, and vision services provided to Medicaid recipients, except as prohibited by federal or state law or regulation.

(2) Except as otherwise prohibited by federal or state law or regulation, the department shall require Medicaid recipients not enrolled in the Healthy Michigan plan or with an income less than 100% of the federal poverty level to pay not less than the following co-payments:

(a) Two dollars for a physician office visit.

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

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

(d) One dollar for an outpatient hospital visit.

(3) Except as otherwise prohibited by federal or state law or regulation, the department shall require Medicaid recipients enrolled in the Healthy Michigan plan with an income of at least 100% of the federal poverty level to pay the following co-payments:

(a) Four dollars for a physician office visit.

(b) Eight dollars for a hospital emergency room visit.

(c) One hundred dollars for the first day of an inpatient hospital stay.

(d) Four dollars for an outpatient hospital visit or any other medical provider visit to the extent allowed by federal or state law or regulation.

Sec. 8-1641. An institutional provider that is required to submit a cost report

under the medical services program shall submit cost reports completed in full within 5 months after the end of its fiscal year.

Sec. 8-1646. From the funds appropriated in part 1 for long-term care services, the department shall implement a nursing facility quality initiative. The initiative will be financed through an increase of the nursing facility quality assurance assessment, and will provide quality incentive payments intended to reward and support improvement in outcomes for nursing facility patients and residents.

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

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

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

Sec. 8-1659. The following sections of this part are the only ones that shall apply to the following Medicaid managed care programs, including the comprehensive plan, MIChoice long-term care plan, and the mental health, substance use disorder, and developmentally disabled services program: 904, 918, 920, 942, 1003, 1004, 1008, 1607, 1657, 1662, 1699, 1764, 1809, 1810, 1882, and 1888.

Sec. 8-1662. (1) The department shall ensure that an external quality review of each contracting HMO is performed that results in an analysis and evaluation of aggregated information on quality, timeliness, and access to health care services that

the HMO or its contractors furnish to Medicaid beneficiaries.

(2) The department shall require Medicaid HMOs to provide EPSDT utilization data through the encounter data system, and HEDIS well child health measures in accordance with the National Committee for Quality Assurance prescribed methodology.

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

Sec. 8-1670. (1) The appropriation in part 1 for the MIChild program is to be used to provide comprehensive health care to all children under age 19 who reside in families with income at or below 212% of the federal poverty level, who are uninsured and have not had coverage by other comprehensive health insurance within 6 months of making application for MIChild benefits, and who are residents of this state. The department shall develop detailed eligibility criteria through the medical services administration public concurrence process, consistent with the provisions of this part and part 1.

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

(3) The department may make payments on behalf of children enrolled in the MIChild program as described in the MIChild state plan approved by the United States Department of Health and Human Services, or from other medical services.

Sec. 8-1673. The department may establish premiums for MIChild eligible individuals in families with income at or below 212% of the federal poverty level. The monthly premiums shall be $10.00 per month.

Sec. 8-1677. The MIChild program shall provide, at a minimum, all benefits available under the Michigan benchmark plan that are delivered through contracted providers and consistent with federal law, including, but not limited to, the following medically necessary services:

(a) Inpatient mental health services, other than substance use disorder treatment services, including services furnished in a state-operated mental hospital and residential or other 24-hour therapeutically planned structured services.

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

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

(d) Dental services as outlined in the approved MIChild state plan.

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

(f) Care management services for mental health diagnoses.

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

(h) Emergency ambulance services.

Sec. 8-1682. (1) In addition to the appropriations in part 1, the department is authorized to receive and spend penalty money received as the result of noncompliance with medical services certification regulations. Penalty money, characterized as private funds, received by the department shall increase authorizations and allotments in the long-term care accounts.

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

Sec. 8-1692. (1) The department is authorized to pursue reimbursement for eligible services provided in Michigan schools from the federal Medicaid program. The

department and the state budget director are authorized to negotiate and enter into agreements, together with the department of education, with local and intermediate school districts regarding the sharing of federal Medicaid services funds received for these services. The department is authorized to receive and disburse funds to participating school districts pursuant to such agreements and state and federal law.

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

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

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

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

Sec. 8-1693. The special Medicaid reimbursement appropriation in part 1 may be increased if the department submits a medical services state plan amendment pertaining to this line item at a level higher than the appropriation. The department is authorized to appropriately adjust financing sources in accordance with the increased appropriation.

Sec. 8-1694. From the funds appropriated in part 1 for special Medicaid reimbursement, $386,700.00 of general fund/general purpose revenue and any associated federal match shall be distributed for poison control services to an academic health care system that includes a children's hospital that has a high indigent care volume.

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

(2) The department shall allocate $45,000,000.00 in DSH funding using the

distribution methodology used in fiscal year 2003-2004.

Sec. 8-1700. (1) By December 1 of the current fiscal year, the department shall report to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the state budget office on the distribution of funding provided, and the net benefit if the special hospital payment is not financed with general fund/general purpose revenue, to each eligible hospital during the previous fiscal year from the following special hospital payments:

(a) DSH, separated out by unique DSH pool.

(b) GME.

(c) Special rural hospital payments provided under section 1866.

(d) Lump-sum payments to rural hospitals for obstetrical care provided under section 1802.

(2) By May 1 of the current fiscal year, the department shall report to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the state budget office on the projected distribution of funding, and the projected net benefit if the special hospital payment is not financed with general fund/general purpose revenue, to each eligible hospital from the following special hospital payments:

(a) DSH, separated out by unique DSH pool.

(b) GME.

(c) Special rural hospital payments provided under section 1866.

(d) Lump-sum payments to rural hospitals for obstetrical care provided under section 1802.

Sec. 8-1702. From the funds appropriated in part 1, the department shall maintain the 15% rate increase provided during fiscal year 2017 for private duty nursing services for Medicaid beneficiaries under the age of 21. These additional funds must be used to attract and retain highly qualified registered nurses and licensed

practical nurses to provide private duty nursing services so that medically frail children can be cared for in the most homelike setting possible.

Sec. 8-1764. The department shall annually certify whether rates paid to Medicaid health plans and specialty PIHPs are actuarially sound in accordance with federal requirements and shall provide a copy of the rate certification and approval of rates paid to Medicaid health plans and specialty PIHPs within 5 business days after certification or approval to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the state budget office. When calculating the annual actuarial soundness adjustment, the department shall take into account all Medicaid policy bulletins affecting Medicaid health plans or specialty PIHPs issued after the most recent actuarial soundness process concluded.

Sec. 8-1775. The department shall ensure the existence of an ombudsman program that is not associated with any project service manager or provider to assist MI Health Link beneficiaries with navigating complaint and dispute resolution mechanisms and to identify problems in the demonstrations and in the complaint and dispute resolution mechanisms.

Sec. 8-1800. The department shall distribute the $85,000,000 Medicaid value disproportionate share hospital payment pool based on metrics utilized to determine value.

Sec. 8-1801. From the funds appropriated in part 1 for physician services and health plan services, the department shall continue the increase to Medicaid rates for primary care services provided only by primary care providers. For the purpose of this section, a primary care provider is a physician, or a practitioner working under the personal supervision of a physician, who is board-eligible or certified with a specialty designation of family medicine, general internal medicine, or pediatric medicine, or a provider who provides the department with documentation of equivalency. Providers performing a service and whose primary practice is as a non-primary-care

subspecialty is not eligible for the increase. The department shall establish policies that most effectively limit the increase to primary care providers for primary care services only.

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

Sec. 8-1804. The department, in cooperation with the department of military and veterans affairs, shall work with the federal public assistance reporting information system to identify Medicaid recipients who are veterans and who may be eligible for federal veterans health care benefits or other benefits.

Sec. 8-1805. Hospitals receiving medical services payments for graduate medical education shall submit fully completed quality data to a nonprofit organization with extensive experience in collecting and reporting hospital quality data on a public website. The reporting must utilize consensus-based nationally endorsed standards that meet National Quality Forum-endorsed safe practices. The organization collecting the data must be an organization that uses severity-adjusted risk models and measures that will help patients and payers identify hospital campuses likely to have superior outcomes. The public website shall provide information to allow consumers to compare safe practices by hospital campus, including, but not limited to, perinatal care, hospital-acquired infection, and serious reportable events. Hospitals receiving medical services payments for graduate medical education shall also make their fully completed quality data available on the hospital's website. The department shall withhold 25% of a hospital's graduate medical education payment if the hospital does

not submit the data to a qualifying nonprofit organization described in this section by January 1 of the current fiscal year.

Sec. 8-1809. The department shall establish separate contract performance standards for Medicaid health plans that adhere to the requirements of section 105d of the social welfare act, 1939 PA 280, MCL 400.105d, associated with the 0.75% and 0.25% capitation withhold. The determination of the performance of the 0.75% capitation withhold is at the discretion of the department but must include recognized concepts such as 1-year continuous enrollment and the HEDIS audited data. The determination of the performance of the 0.25% capitation withhold is at the discretion of the department but must include the utilization of high-value services and discouraging the utilization of low-value services.

Sec. 8-1810. The department shall enhance encounter data reporting processes and develop rules that would make each health plan's encounter data as complete as possible, provide a fair measure of acuity for each health plan's enrolled population for risk adjustment purposes, capitation rate setting, diagnosis-related group rate setting, and research and analysis of program efficiencies while minimizing health plan administrative expense.

Sec. 8-1812. By June 1 of the current fiscal year, and using the most recent available cost reports, the department shall complete a report of all direct and indirect costs associated with residency training programs for each hospital that receives funds appropriated in part 1 for graduate medical education. The report shall be submitted to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, and the state budget office.

Sec. 8-1837. The department shall continue, and expand where appropriate, utilization of telemedicine and telepsychiatry as strategies to increase access to services for Medicaid recipients in medically underserved areas.

Sec. 8-1846. From the funds appropriated in part 1 for graduate medical

education, the department shall distribute the funds with an emphasis on the following health care workforce goals:

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

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

Sec. 8-1861. From the funds appropriated in part 1 for transportation services, the department shall increase the number of counties where a contracted broker administers the Medicaid non-emergency transportation benefit. The purpose of this expansion is to improve enrollee access to care, reduce the number of missed physician appointments by Medicaid enrollees, and reduce time spent by caseworkers facilitating non-emergency transportation for Medicaid enrollees. Performance goals include a 20% increase in broker-administered trips, a reduction in the rate of trips reported as missed to no more than 0.5%, and the successful collection of data on program utilization, access, and beneficiary satisfaction.

Sec. 8-1866. (1) From the funds appropriated in part 1 for hospital services and therapy and health plan services, $12,000,000.00 in general fund/general purpose revenue and any associated federal match shall be awarded to hospitals that meet criteria established by the department for services to low-income rural residents. One of the reimbursement components of the distribution formula shall be assistance with labor and delivery services.

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

(3) To allow hospitals to understand their rural payment amounts under this section, the department shall provide hospitals with the methodology for distribution under this section and provide each hospital with its applicable data that are used to determine the payment amounts by August 1 of the current fiscal year. The department

shall publish the distribution of payments for the current fiscal year and the immediately preceding fiscal year.

Sec. 8-1873. From the funds appropriated in part 1 for long-term care services, the department may allocate up to $3,700,000.00 for the purpose of outreach and education to nursing home residents and the coordination of housing in order to move out of the facility. In addition, any funds appropriated shall be used for other quality improvement activities of the program. The department shall consider working with the Area Agencies on Aging Association of Michigan, the non-Area Agencies on Aging waivers, and the Disability Network/Michigan to develop a plan for the ongoing sustainability of the nursing facility transition initiative.

Sec. 8-1874. The department shall ensure, in counties where program of all-inclusive care for the elderly or PACE services are available, that the program of all-inclusive care for the elderly (PACE) is included as an option in all options counseling and enrollment brokering for aging services and managed care programs, including, but not limited to, Area Agencies on Aging, centers for independent living, and the MiChoice home and community-based waiver. Such options counseling must include approved marketing and discussion materials.

Sec. 8-1878. Not later than March 1 of the current fiscal year, the department shall provide a report to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, the senate and house policy offices, and the state budget office on hepatitis C tracking data. At a minimum, the report shall include information on the following for individuals treated with Harvoni or any other treatment used to cure hepatitis C during the current fiscal year or a previous fiscal year:

(a) The total number of people treated broken down by those treated through traditional Medicaid and those treated through the Healthy Michigan plan.

(b) The total cost of treatment.

(c) The total cost of treatment broken down by those treated through traditional Medicaid and those treated through the Healthy Michigan plan.

(d) The total amount of any rebates that were received from the purchase of hepatitis C specialty pharmaceuticals.

(e) Outstanding rebates that the department is expecting to receive.

(f) The cure rate broken down by Metavir Score, genotype, Medicaid match rate, and drug used during treatment.

(g) The reinfection rate broken down by Metavir Score, genotype, Medicaid match rate, and drug used during treatment.

Sec. 8-1882. By December 31, 2016, the department shall report to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the state budget office, documentation of the expenses incurred during the immediate preceding fiscal year by Medicaid health plans and PIHPs for the purpose of meeting the contractual requirements to join the Michigan Health Information Network Shared Services and incentivizing providers to become members of the Health Information Exchange Qualified Organization. The report should also include an estimation of the expenses to be incurred in the current fiscal year by Medicaid health plans and PIHPs for the same purpose of meeting their contractual obligations.

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

Sec. 8-1899. The funds appropriated in part 1 for hospice services shall be expended to provide room and board for Medicaid recipients who meet hospice eligibility requirements and receive services at Medicaid enrolled hospice residences

in this state. The qualifying hospice residences must have been enrolled with Medicaid by October 1, 2014.

INFORMATION TECHNOLOGY

Sec. 8-1901. (1) By December 1 of the current fiscal year, the department shall report to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, the senate and house policy offices, and the state budget office all of the following information:

(a) The process used to define requests for proposals for each expansion of information technology projects, including timelines, project milestones, and intended outcomes.

(b) If the department decides not to contract the services out to design and implement each element of the information technology expansion, the department shall submit its own project plan, which includes, at a minimum, the requirements in subdivision (a).

(c) A recommended project management plan with milestones and time frames.

(d) The proposed benefits from implementing the information technology expansion, including customer service improvement, form reductions, potential time savings, caseload reduction, and return on investment.

(2) Once an award for an expansion of information technology is made, the department shall report to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, the senate and house policy offices, and the state budget office a projected cost of the expansion broken down by use and type of expense.

Sec. 8-1903. From the funds appropriated in part 1 for the Michigan Medicaid information system (MMIS) line item, private revenue may be received from and allocated for other states interested in participating as part of the broader MMIS

initiative. By March 1 of the current fiscal year, the department shall provide a report on the use of MMIS by other states for the previous fiscal year, including a list of states, type of use, and revenue and expenditures related to the agreements with the other states to use the MMIS. The report shall be provided to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, and the state budget office.

Sec. 8-1904. The department shall report to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, the senate and house policy offices, and the state budget office by November 1 of the current fiscal year an implementation plan regarding the appropriation in part 1 to implement the MiSACWIS. The plan shall include, but not be limited to, efforts to bring the system in compliance with the settlement and other federal guidelines set forth by the United States Department of Health and Human Services Administration for Children and Families.

ONE-TIME APPROPRIATIONS

Sec. 8-1905. From the funds appropriated in part 1 for the drinking water declaration of emergency, the department shall allocate funds to address needs in a city in which a declaration of emergency was issued because of drinking water contamination. These funds may support, but are not limited to, the following activities:

(a) Nutrition assistance, nutritional and community education, food bank resources, and food inspections.

(b) Epidemiological analysis and case management of individuals at risk of elevated blood lead levels.

(c) Support for child and adolescent health centers, children's healthcare access program, and pathways to potential programming.

(d) Nursing services, breastfeeding education efforts, evidence-based home visiting programs, intensive services, and outreach for children exposed to lead coordinated through local community mental health organizations.

(e) Department field operations costs.

(f) Lead poisoning surveillance, treatment, and abatement.

Sec. 8-1906. (1) From the funds appropriated in part 1 for university autism programs, the department shall continue a grant process for autism programs. These grants are intended to increase the number of applied behavioral analysts, increase the number of autism diagnostic services provided, or increase employment of individuals who are diagnosed with autism spectrum disorder.

(2) As a condition of accepting the grants described in subsection (1), each university shall track and report back to the department where the individuals who have completed the applied behavioral analysis training are initially employed and the location of the initial employment.

(3) Outcomes and performance measures related to this initiative include, but are not limited to, the following:

(a) An increase in applied behavioral analysts certified from university autism programs.

(b) The number of autism diagnostic services provided.

(c) The employment rate of employment program participants.

(d) The employment rate of applied behavioral analysts trained through the university autism programs.

Article 9

DEPARTMENT OF INSURANCE AND FINANCIAL SERVICES

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 9-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of insurance and financial services are appropriated for the fiscal year ending September 30, 2018, and are anticipated to be appropriated for the fiscal year ending September 30, 2019, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

DEPARTMENT OF INSURANCE AND FINANCIAL SERVICES

APPROPRIATION SUMMARY

Full-time equated unclassified positions.....	6.0	6.0
Full-time equated classified positions.....	336.5	336.5
GROSS APPROPRIATION ..... $	**66,741,400 $**	**66,741,400**
Total interdepartmental grants and interdepartmental transfers.....	707,600	707,600
ADJUSTED GROSS APPROPRIATION ..... $	66,033,800 $	66,033,800
Total federal revenues	2,014,700	2,014,700
Total local revenues	0	0
Total private revenues	0	0
Total other state restricted revenues	63,869,100	63,869,100
State general fund/general purpose ..... $	150,000 $	150,000
State general fund/general purpose schedule:		
Ongoing state general fund/general purpose	*150,000*	*150,000*
One-time state general fund/general purpose	*0*	*0*

Sec. 9-102. DEPARTMENTAL ADMINISTRATION AND SUPPORT

	Full-time equated unclassified positions.....		6.0	6.0
	Full-time equated classified positions.....		22.5	22.5
	Unclassified salaries-6.0 FTE positions	$	769,100	$ 769,100
	Administrative hearings		182,500	182,500
	Department services-19.0 FTE positions		3,752,200	3,752,200
	Executive director programs-3.5 FTE positions		1,066,400	1,066,400
	Property management		1,244,200	1,244,200
	Worker's compensation		4,700	4,700
	**GROSS APPROPRIATION	**$**	**7,019,100**	**$ 7,019,100**
	Appropriated from:			
	Special revenue funds:			
	Other state restricted revenues		6,869,100	6,869,100
	State general fund/general purpose	$	150,000	$ 150,000
	Sec. 9-103. INSURANCE AND FINANCIAL SERVICES REGULATION			
	Full-time equated classified positions.....		314.0	314.0
	Consumer services and protection-64.0 FTE positions ..	$	8,660,800	$ 8,660,800
	Financial institutions evaluation-132.0 FTE positions		24,354,400	24,354,400
	Insurance evaluation-118.0 FTE positions		24,480,500	24,480,500
	**GROSS APPROPRIATION	**$**	**57,495,700**	**$ 57,495,700**
	Appropriated from:			
	Interdepartmental grant revenues:			
	IDG from department of licensing and regulatory affairs.....		707,600	707,600
	Federal revenues:			
	Other federal revenues		2,014,700	2,014,700
	Special revenue funds:			
	Other state restricted revenues		54,773,400	54,773,400

State general fund/general purpose	$ 0	$ 0
Sec. 9-104. INFORMATION TECHNOLOGY		
Information technology services and projects	$ 2,226,600	$ 2,226,600
**GROSS APPROPRIATION	**$ 2,226,600**	**$ 2,226,600**
Appropriated from:		
Special revenue funds:		
Other state restricted revenues	2,226,600	2,226,600
State general fund/general purpose	$ 0	$ 0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2018

GENERAL SECTIONS

Sec. 9-201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for the fiscal year 2018 is $64,019,100.00 and state spending from state resources to be paid to local units of government for fiscal year 2018 is $0.00.

Sec. 9-202. The appropriations authorized under this article are subject to the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

Sec. 9-203. As used in this article:

(a) "Department" means the department of insurance and financial services.

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

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

(d) "IDG" means interdepartmental grant.

Sec. 9-204. The departments and agencies receiving appropriations in part 1 shall use the Internet to fulfill the reporting requirements of this article. 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. 9-205. 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 services, or both, are available. Preference shall be given to goods or services, or both, manufactured or provided by Michigan businesses, if they are competitively priced and of comparable quality. In addition, preference should be given to goods or services, or both, that are manufactured or provided by Michigan businesses owned and operated by veterans, if they are competitively priced and of comparable quality.

Sec. 9-206. The director 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. Each director shall strongly encourage firms with which the department contracts to subcontract with certified businesses in depressed and deprived communities for services, supplies, or both.

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

(a) The dates of each travel occurrence.

(b) The transportation and related costs of each travel occurrence, including the proportion funded with state general fund/general purpose revenues, the proportion

funded with state restricted revenues, the proportion funded with federal revenues, and the proportion funded with other revenues.

Sec. 9-208. Funds appropriated in part 1 shall not be used by a principal executive department, state agency, or authority to hire a person to provide legal services that are the responsibility of the attorney general. This prohibition does not apply to legal services for bonding activities and for those outside services that the attorney general authorizes.

Sec. 9-209. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total general fund/general purpose appropriation lapses at the close of the prior fiscal year. This report shall summarize the projected year-end general fund/general purpose appropriation lapses by major departmental program or program areas. The report shall be transmitted to the chairpersons of the senate and house appropriations committees and the senate and house fiscal agencies.

Sec. 9-210. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $1,000,000.00 for federal contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article 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 $5,000,000.00 for state restricted contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

Sec. 9-211. The department shall cooperate with the department of technology, management and budget to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following for each department or

agency:

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

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

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

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

(e) Job specifications and wage rates.

Sec. 9-212. Within 14 days after the release of the executive budget recommendation, the department shall cooperate with the state budget office to provide the senate and house appropriations chairs, the senate and house appropriations subcommittees chairs, and the senate and house fiscal agencies with an annual report on estimated state restricted fund balances, state restricted fund projected revenues, and state restricted fund expenditures for the fiscal years ending September 30, 2017 and September 30, 2018.

Sec. 9-213. The department shall maintain, on a publicly accessible website, a department scorecard that identifies, tracks and regularly updates key metrics that are used to monitor and improve the agency's performance.

Sec. 9-214. Total authorized appropriations from all sources in part 1 for legacy costs for the fiscal year ending September 30, 2018 are estimated at $9,551,300.00. From this amount, total agency appropriations for pension-related legacy costs are estimated at $4,915,200.00. Total agency appropriations for retiree health care legacy costs are estimated at $4,636,100.00.

Sec. 9-215. Unless prohibited by law, the department may accept credit card or other electronic means of payment for licenses, fees, or permits.

INSURANCE AND FINANCIAL SERVICES REGULATION

Sec. 9-302. In addition to the funds appropriated in part 1, the funds collected

by the department in connection with a conservatorship under section 32 of the mortgage brokers, lenders, and servicers licensing act, 1987 PA 173, MCL 445.1682, and funds collected by the department from corporations being liquidated under the insurance code of 1956, 1956 PA 218, MCL 500.100 to 500.8302, shall be appropriated for all expenses necessary to provide for the required services. Funds are available for expenditure when they are received by the department of treasury and shall not lapse to the general fund at the end of the fiscal year.

Sec. 9-303. The department may make available to interested entities customized listings of nonconfidential information in its possession. The department may establish and collect a reasonable charge to provide this service. The revenue from this service is appropriated when received and shall be used to offset expenses to provide the service. Any balance of this revenue collected and unexpended at the end of the fiscal year shall lapse to the appropriate restricted fund.

Article 10

JUDICIARY

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 10-101. Subject to the conditions set forth in this article, the amounts listed in this part for the judiciary are appropriated for the fiscal year ending September 30, 2018, and are anticipated to be appropriated for the fiscal year ending September 30, 2019, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

JUDICIARY

APPROPRIATION SUMMARY

Full-time equated exempted positions.....	501.0	490.0
**GROSS APPROPRIATION	**$ 299,954,600**	**$ 298,904,600**
Total interdepartmental grants and interdepartmental transfers.....	1,550,600	1,550,600
ADJUSTED GROSS APPROPRIATION	$ 298,404,000	$ 297,354,000
Total federal revenues	6,488,900	6,488,900
Total local revenues	6,000,000	6,000,000
Total private revenues	971,000	971,000
Total other state restricted revenues	92,539,000	92,539,000
State general fund/general purpose	$ 192,405,100	$ 191,355,100
State general fund/general purpose schedule:		
Ongoing state general fund/general purpose	*191,355,100*	*191,355,100*
One-time state general fund/general purpose	*1,050,000*	*0*

Sec. 10-102. SUPREME COURT

Full-time equated exempted positions.....	248.0	248.0
Community dispute resolution-3.0 FTE positions	$ 2,387,800	$ 2,387,800

Direct trial court automation support-44.0 FTE positions		6,000,000	6,000,000
Drug treatment courts		11,833,000	11,833,000
Foster care review board-10.0 FTE positions		1,325,000	1,325,000
Judicial information systems-22.0 FTE positions		4,404,400	4,404,400
Judicial institute-13.0 FTE positions		1,832,700	1,832,700
Mental health courts and diversion services-1.0 FTE position		5,465,100	5,465,100
Next generation Michigan court system		4,116,000	4,116,000
Other federal grants		275,100	275,100
State court administrative office-63.0 FTE positions		12,678,800	12,678,800
Supreme court administration-92.0 FTE positions		13,872,900	13,872,900
Swift and sure sanctions program		4,000,000	4,000,000
Veterans courts		500,000	500,000
GROSS APPROPRIATION	**$**	**68,690,800**	**$** **68,690,800**
Appropriated from:			
Interdepartmental grant revenues:			
IDG from department of corrections		50,600	50,600
IDG from department of state police		1,500,000	1,500,000
Federal revenues:			
Other federal revenues		6,421,600	6,421,600
Special revenue funds:			
Local revenues		6,000,000	6,000,000
Private revenues		885,200	885,200
Other state restricted revenues		7,857,100	7,857,100
State general fund/general purpose	$	45,976,300	$ 45,976,300

Sec. 10-103. COURT OF APPEALS

Full-time equated exempted positions.....		175.0		175.0
Court of appeals operations-175.0 FTE positions	$	23,629,300	$	23,629,300
**GROSS APPROPRIATION ..... **	**$**	**23,629,300**	**$**	**23,629,300**
Appropriated from:				
Special revenue funds:				
State general fund/general purpose	$	23,629,300	$	23,629,300
Sec. 10-104. BRANCHWIDE APPROPRIATIONS				
Full-time equated exempted positions.....		4.0		4.0
Branchwide appropriations-4.0 FTE positions	$	9,126,700	$	9,126,700
**GROSS APPROPRIATION ..... **	**$**	**9,126,700**	**$**	**9,126,700**
Appropriated from:				
Special revenue funds:				
State general fund/general purpose	$	9,126,700	$	9,126,700
Sec. 10-105. JUSTICES' AND JUDGES' COMPENSATION				
Full-time judges positions.....		588.0		588.0
Supreme court justices' salaries-7.0 justices	$	1,152,300	$	1,152,300
Circuit court judges' state base salaries-214.0 judges		21,364,800		21,364,800
Circuit court judicial salary standardization		9,785,000		9,785,000
Court of appeals judges' salaries-27.0 judges		4,252,700		4,252,700
District court judges' state base salaries-237.0 judges		23,254,600		23,254,600
District court judicial salary standardization		10,836,700		10,836,700
Probate court judges' state base salaries-103.0 judges		10,203,000		10,203,000
Probate court judicial salary standardization		4,669,600		4,669,600
Judges' retirement system defined contributions		4,761,200		4,761,200
OASI, social security		5,954,100		5,954,100
**GROSS APPROPRIATION ..... **	**$**	**96,234,000**	**$**	**96,234,000**
Appropriated from:				

Special revenue funds:			
Other state restricted revenues	2,702,100		2,702,100
State general fund/general purpose	$ 93,531,900	$	93,531,900
Sec. 10-106. JUDICIAL AGENCIES			
Full-time equated exempted positions.....	7.0		7.0
Judicial tenure commission-7.0 FTE positions	$ 1,157,800	$	1,157,800
**GROSS APPROPRIATION	**$ 1,157,800**	**$**	**1,157,800**
Appropriated from:			
Special revenue funds:			
State general fund/general purpose	$ 1,157,800	$	1,157,800
Sec. 10-107. INDIGENT DEFENSE - CRIMINAL			
Full-time equated exempted positions.....	51.0		51.0
Appellate public defender program-51.0 FTE positions .	$ 7,848,300	$	7,848,300
**GROSS APPROPRIATION	**$ 7,848,300**	**$**	**7,848,300**
Appropriated from:			
Federal revenues:			
Other federal revenues	67,300		67,300
Special revenue funds:			
Private revenues	85,800		85,800
Other state restricted revenues	137,800		137,800
State general fund/general purpose	$ 7,557,400	$	7,557,400
Sec. 10-108. INDIGENT CIVIL LEGAL ASSISTANCE			
Indigent civil legal assistance	$ 7,937,000	$	7,937,000
**GROSS APPROPRIATION	**$ 7,937,000**	**$**	**7,937,000**
Appropriated from:			
Special revenue funds:			
Other state restricted revenues	7,937,000		7,937,000

State general fund/general purpose	$	0	$	0
Sec. 10-109. TRIAL COURT OPERATIONS				
Full-time equated exempted positions.....		5.0		5.0
Court equity fund reimbursements	$	60,815,700	$	60,815,700
Drug case-flow program		250,000		250,000
Drunk driving case-flow program		3,300,000		3,300,000
Judicial technology improvement fund		4,815,000		4,815,000
Juror compensation reimbursement		6,600,000		6,600,000
Statewide e-file system-5.0 FTE positions		8,500,000		8,500,000
**GROSS APPROPRIATION ..... **	**$**	**84,280,700**	**$**	**84,280,700**
Appropriated from:				
Special revenue funds:				
Other state restricted revenues		73,905,000		73,905,000
State general fund/general purpose	$	10,375,700	$	10,375,700
Sec. 10-110. ONE-TIME APPROPRIATIONS				
Full-time equated exempted positions.....		11.0		0.0
Compliance with Montgomery v Louisiana decision-11.0				
FTE positions.....	$	750,000	$	0
Pretrial risk assessment		300,000		0
**GROSS APPROPRIATION ..... **	**$**	**1,050,000**	**$**	**0**
Appropriated from:				
Special revenue funds:				
State general fund/general purpose	$	1,050,000	$	0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2018

GENERAL SECTIONS

Sec. 10-201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for the fiscal year 2018 is $284,944,100.00 and state spending from state resources to be paid to local units of government for fiscal year 2018 is $146,794,000.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

JUDICIARY

State court administrative office	$ 300,000
Swift and sure sanctions program	3,900,000
Circuit court judicial salary standardization	9,785,000
Court equity fund reimbursements	60,815,700
Veterans courts	500,000
Probate court judicial salary standardization	4,669,600
OASI, social security	1,038,600
Mental health courts and diversion services	5,331,400
Drunk driving case-flow program	3,300,000
Statewide e-file system	8,500,000
Drug treatment courts	11,833,000
Next generation Michigan court system	4,116,000
Probate court judges' state base salaries	10,203,000
Juror compensation reimbursement	6,600,000
District court judicial salary standardization	10,836,700
Drug case-flow program	250,000
Judicial technology improvement fund	4,815,000
TOTAL	$ 146,794,000

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

Sec. 10-203. As used in this article:

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

(b) "IDG" means interdepartmental grant.

(c) "OASI" means old age survivor's insurance.

(d) "SADO" means the state appellate defender office created under the appellate defender act, 1978 PA 620, MCL 780.711 to 780.719.

(e) "Title IV-D" means the part of the federal social security act, 42 USC 301 to 1397mm, pertaining to the child support enforcement program.

(f) "Title IV-E" means the part of the federal social security act, 42 USC 301 to 1397mm, pertaining to the foster care program.

Sec. 10-204. The reporting requirements of this part shall be completed with the approval of, and at the direction of, the supreme court, except as otherwise provided in this part. The judicial branch shall use the Internet to fulfill the reporting requirements of this part. This 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. 10-205. 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 services, or both, are available. Preference shall be given to goods or services, or both, manufactured or provided by Michigan businesses, if they are competitively priced and of comparable quality. In addition, preference should be given to goods or services, or both, that are manufactured or provided by Michigan businesses owned and operated by veterans, if they are competitively priced and of comparable quality.

Sec. 10-207. Not later than January 1 of each year, the state court administrative office shall prepare a report on out-of-state travel listing all travel by judicial branch employees outside this state in the immediately preceding fiscal

year that was funded in whole or in part with funds appropriated in the budget for the judicial branch. The report shall be submitted to the senate and house appropriations committees, the senate and house fiscal agencies, and the state budget director. The report shall include the following information:

(a) The dates of each travel occurrence.

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

Sec. 10-209. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total general fund/general purpose appropriation lapses at the close of the prior fiscal year. This report shall summarize the projected year-end general fund/general purpose appropriation lapses by major program or program areas. The report shall be transmitted to the chairpersons of the senate and house appropriations committees and the senate and house fiscal agencies.

Sec. 10-211. From the funds appropriated in part 1, the judicial branch shall maintain a searchable website accessible by the public at no cost that includes all expenditures made by the judicial branch within a fiscal year. The posting shall include the purpose for which each expenditure is made. The judicial branch shall not provide financial information on its website under this section if doing so would violate a federal or state law, rule, regulation, or guideline that establishes privacy or security standards applicable to that financial information.

Sec. 10-212. Within 14 days after the release of the executive budget recommendation, the judicial branch shall cooperate with the state budget office to provide the senate and house appropriations chairs, the senate and house appropriations subcommittees chairs, and the senate and house fiscal agencies with an

annual report on estimated state restricted fund balances, state restricted fund projected revenues, and state restricted fund expenditures for the fiscal years ending September 30, 2017 and September 30, 2018.

Sec. 10-213. The judiciary shall maintain, on a publicly accessible website, a scorecard that identifies, tracks and regularly updates key metrics that are used to monitor and improve the agency's performance.

Sec. 10-214. Total authorized appropriations from all sources under part 1 for legacy costs for the fiscal year ending September 30, 2018 are estimated at $13,963,100.00. From this amount, total agency appropriations for pension-related legacy costs are estimated at $7,185,500.00. Total agency appropriations for retiree health care legacy costs are estimated at $6,777,600.00.

JUDICIAL BRANCH

Sec. 10-301. From the funds appropriated in part 1, the direct trial court automation support program of the state court administrative office shall recover direct and overhead costs from trial courts by charging for services rendered. The fee shall cover the actual costs incurred to the direct trial court automation support program in providing the service, including development of future versions of case management systems.

Sec. 10-302. Funds appropriated within the judicial branch shall not be expended by any component within the judicial branch without the approval of the supreme court.

Sec. 10-303. Of the amount appropriated in part 1 for the judicial branch, $711,900.00 is allocated for circuit court reimbursement under section 3 of 1978 PA 16, MCL 800.453, and for costs associated with the court of claims.

Sec. 10-307. From the funds appropriated in part 1 for mental health courts and diversion services, $1,730,000.00 is intended to address the recommendations of the mental health diversion council.

Sec. 10-308. If sufficient funds are not available from the court fee fund to pay judges' compensation, the difference between the appropriated amount from that fund for judges' compensation and the actual amount available after the amount appropriated for trial court reimbursement is made shall be appropriated from the state general fund for judges' compensation. If an appropriation is made under this section, the state court administrative office shall notify, within 14 days of the appropriation, the senate and house standing committees on appropriations, the senate and house appropriations subcommittees on judiciary, the senate and house fiscal agencies, and the state budget office.

Sec. 10-309. By April 1, the state court administrative office shall provide a report on drug treatment, mental health, and veterans court programs in this state. The report shall include information on the number of each type of program that has been established, the number of program participants in each jurisdiction, and the impact of the programs on offender criminal involvement and recidivism. The report shall be submitted to the senate and house appropriations subcommittees on judiciary, the senate and house fiscal agencies, and the state budget director.

Sec. 10-311. (1) The funds appropriated in part 1 for drug treatment courts as that term is defined in section 1060 of the revised judicature act of 1961, 1961 PA 236, MCL 600.1060, shall be administered by the state court administrative office to operate drug treatment court programs. A drug treatment court shall be responsible for handling cases involving substance abusing nonviolent offenders through comprehensive supervision, testing, treatment services, and immediate sanctions and incentives. A drug treatment court shall use all available county and state personnel involved in the disposition of cases including, but not limited to, parole and probation agents, prosecuting attorneys, defense attorneys, and community corrections providers. The funds may be used in connection with other federal, state, and local funding sources.

(2) From the funds appropriated in part 1, the chief justice shall allocate

sufficient funds for the Michigan judicial institute to provide in-state training for those identified in subsection (1), including training for new drug treatment court judges.

(3) For drug treatment court grants, consideration for priority may be given to those courts where higher instances of substance abuse cases are filed.

(4) The judiciary shall receive $1,500,000.00 in Byrne formula grant funding as an interdepartmental grant from the department of state police to be used for expansion of drug treatment courts, to assist in avoiding prison bed space growth for nonviolent offenders in collaboration with the department of corrections.

Sec. 10-312. From the funds appropriated in part 1 for the medication-assisted treatment program, the judiciary shall maintain a medication-assisted treatment program to provide treatment for opioid-addicted and alcohol-addicted individuals who are referred to and voluntarily participate in the medication-assisted treatment program.

Sec. 10-317. Funds appropriated in part 1 shall not be used for the permanent assignment of state-owned vehicles to justices or judges or any other judicial branch employee. This section does not preclude the use of state-owned motor pool vehicles for state business in accordance with approved guidelines.

Sec. 10-320. (1) From the funds appropriated in part 1 for the swift and sure sanctions program, created under section 3 of chapter XIA of the code of criminal procedure, 1927 PA 175, MCL 771A.3, the state court administrative office shall administer a program to distribute grants to qualifying courts in accordance with the objectives and requirements of the probation swift and sure sanctions act, chapter XIA of the code of criminal procedure, 1927 PA 175, MCL 771A.1 to 771A.8. Of the $4,000,000.00 designated for the program, not more than $100,000.00 shall be available to the state court administrative office to pay for employee costs associated with the administration of the program funds. Of the funds designated for the program,

$500,000.00 is reserved for programs in counties that had more than 325 individuals sentenced to prison in the previous calendar year. Courts interested in participating in the swift and sure sanctions program may apply to the state court administrative office for a portion of the funds appropriated in part 1 under this section.

(2) By April 1, the state court administrative office, in cooperation with the Michigan Department of Corrections, shall provide a report on the courts that receive funding under the swift and sure sanctions program described in subsection (1) to the senate and house appropriations subcommittees on judiciary, the senate and house fiscal agencies, and the state budget director. The report shall include all of the following:

(a) The number of offenders who participate in the program.

(b) The criminal history of offenders who participate in the program.

(c) The recidivism rate of offenders who participate in the program, including the rate of return to jail, prison, or both.

(d) A detailed description of the establishment and parameters of the program.

(3) As used in this section, "program" means a swift and sure sanctions program described in subsection (1).

Sec. 10-321. From the funds appropriated in part 1, the judicial branch shall support a statewide legal self-help Internet website and local nonprofit self-help centers that use the statewide website to provide assistance to individuals representing themselves in civil legal proceedings. The state court administrative office shall summarize the costs of maintaining the website, provide statistics on the number of people visiting the website, and provide information on content usage, form completion, and user feedback. By March 1, the state court administrative office shall report this information for the preceding fiscal year to the senate and house appropriations subcommittees on judiciary, the senate and house fiscal agencies, and the state budget director.

Sec. 10-322. If Byrne formula grant funding is awarded to the state appellate defender, the state appellate defender office may receive and expend Byrne formula grant funds in an amount not to exceed $250,000.00 as an interdepartmental grant from the department of state police. If the appellate defender appointed under section 3 of the appellate defender act, 1978 PA 620, MCL 780.713, receives federal grant funding from the United States Department of Justice in excess of the amount appropriated in part 1, the office of appellate defender may receive and expend grant funds in an amount not to exceed $300,000.00 as other federal grants.

ONE-TIME APPROPRIATIONS

Sec. 10-402. (1) The state appellate defender office attorneys and support staff shall increase to ensure Michigan compliance with Montgomery v Louisiana, 577 US _____ (2016). The purpose of the program expansion is to ensure competent, resourced, and supervised counsel in cases involving the resentencing of juvenile lifers. The representation by SADO counsel will create opportunities for release, saving prison costs for the state.

(2) From the funds appropriated in part 1, the state appellate defender office shall submit a report by September 30 to the senate and house appropriations subcommittees on judiciary, the senate and house fiscal agencies, and the state budget director on the number of juvenile lifer cases investigated and prepared by the state appellate defender office. The report shall include a calculation of hours spent and focus on incremental costs associated with investigating and conducting a robust examination of each case, with particular emphasis on those costs that may be avoided after the cases have been disposed.

Article 11

LEGISLATURE

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 11-101. Subject to the conditions set forth in this article, the amounts listed in this part for the legislature are appropriated for the fiscal year ending September 30, 2018, and are anticipated to be appropriated for the fiscal year ending September 30, 2019, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

LEGISLATURE

APPROPRIATION SUMMARY

GROSS APPROPRIATION	**$ 179,261,000**	**$ 176,261,000**
Total interdepartmental grants and interdepartmental transfers	5,709,200	5,709,200
ADJUSTED GROSS APPROPRIATION	$ 173,551,800	$ 170,551,800
Total federal revenues	0	0
Total local revenues	0	0
Total private revenues	400,000	400,000
Total other state restricted revenues	6,247,100	6,247,100
State general fund/general purpose	$ 166,904,700	$ 163,904,700
State general fund/general purpose schedule:		
Ongoing state general fund/general purpose	*163,904,700*	*163,904,700*
One-time state general fund/general purpose	*3,000,000*	*0*

Sec. 11-102. LEGISLATURE

Senate	$ 35,835,600	$ 35,835,600
Senate automated data processing	2,600,000	2,600,000
Senate fiscal agency	3,874,100	3,874,100

House of representatives	55,113,500		55,113,500
House automated data processing	2,600,000		2,600,000
House fiscal agency	3,874,100		3,874,100
**GROSS APPROPRIATION	**$ 103,897,300**	**$**	**103,897,300**
Appropriated from:			
Special revenue funds:			
State general fund/general purpose	$ 103,897,300	$	103,897,300
Sec. 11-103. LEGISLATIVE COUNCIL			
Legislative corrections ombudsman	$ 758,400	$	758,400
Legislative council	12,421,300		12,421,300
Legislative service bureau automated data processing .	1,690,000		1,690,000
Michigan veterans facility ombudsman	200,000		200,000
National association dues	454,700		454,700
Worker's compensation	151,400		151,400
**GROSS APPROPRIATION	**$ 15,675,800**	**$**	**15,675,800**
Appropriated from:			
Special revenue funds:			
Private revenues	400,000		400,000
State general fund/general purpose	$ 15,275,800	$	15,275,800
Sec. 11-104. LEGISLATIVE RETIREMENT SYSTEM			
General nonretirement expenses	$ 5,062,100	$	5,062,100
**GROSS APPROPRIATION	**$ 5,062,100**	**$**	**5,062,100**
Appropriated from:			
Special revenue funds:			
Other state restricted revenues	1,177,700		1,177,700
State general fund/general purpose	$ 3,884,400	$	3,884,400
Sec. 11-105. PROPERTY MANAGEMENT			

Cora Anderson building	$	11,769,500	$	11,769,500
Senate office building and other properties		8,030,000		8,030,000
**GROSS APPROPRIATION ..... **	**$**	**19,799,500**	**$**	**19,799,500**
Appropriated from:				
Special revenue funds:				
State general fund/general purpose	$	19,799,500	$	19,799,500
Sec. 11-106. STATE CAPITOL HISTORIC SITE				
Bond/lease obligations	$	100	$	100
General operations		4,440,000		4,440,000
Restoration, renewal, and maintenance		3,100,000		3,100,000
**GROSS APPROPRIATION ..... **	**$**	**7,540,100**	**$**	**7,540,100**
Appropriated from:				
Special revenue funds:				
Other state restricted revenues		3,100,000		3,100,000
State general fund/general purpose	$	4,440,100	$	4,440,100
Sec. 11-107. OFFICE OF THE AUDITOR GENERAL				
Unclassified salaries	$	339,200	$	339,200
Field operations		23,947,000		23,947,000
**GROSS APPROPRIATION ..... **	**$**	**24,286,200**	**$**	**24,286,200**
Appropriated from:				
Interdepartmental grant revenues:				
IDG from department of health and human services		30,600		30,600
IDG from department of licensing and regulatory affairs		28,700		28,700
IDG from department of state police		40,900		40,900
IDG from department of talent and economic development		265,400		265,400
IDG from department of technology, management and budget.....		550,000		550,000

IDG from department of transportation	1,118,600		1,118,600
IDG from department of treasury	330,800		330,800
IDG from other restricted funding	3,344,200		3,344,200
Special revenue funds:			
21st century jobs fund	96,300		96,300
Other state restricted revenues	1,873,100		1,873,100
State general fund/general purpose	$ 16,607,600	$	16,607,600
Sec. 11-108. ONE-TIME APPROPRIATIONS			
Legislative information technology systems design project.....	$ 3,000,000	$	0
**GROSS APPROPRIATION	**$ 3,000,000**	**$**	**0**
Appropriated from:			
Special revenue funds:			
State general fund/general purpose	$ 3,000,000	$	0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2018

GENERAL SECTIONS

Sec. 11-201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for the fiscal year 2018 is $173,151,800.00 and state spending from state resources to be paid to local units of government for fiscal year 2018 is $0.00.

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

Sec. 11-203. As used in this article:

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

(b) "IDG" means interdepartmental grant.

Sec. 11-214. Total authorized appropriations from all sources under part 1 for legacy costs for the fiscal year ending September 30, 2018 are estimated at $21,252,700.00. From this amount, total agency appropriations for pension-related legacy costs are estimated at $10,936,800.00. Total agency appropriations for retiree health care legacy costs are estimated at $10,315,900.00.

LEGISLATURE

Sec. 11-600. The senate, the house of representatives, or an agency within the legislative branch may receive, expend, and transfer funds in addition to those authorized in part 1.

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

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

Sec. 11-602. The senate may charge rent and assess charges for utility costs. The amounts received for rent charges and utility assessments are appropriated to the senate for the renovation, operation, and maintenance of the Senate office building

and other properties.

Sec. 11-603. From the appropriation contained in part 1 for national association dues, the first $34,800.00 shall be paid to the National Conference of Commissioners of Uniform State Laws. The remaining funds shall be distributed accordingly by the legislative council.

Sec. 11-604. (1) The appropriation in part 1 to the Michigan state capitol historic site includes funds to operate the legislative parking facilities in the capitol area. The Michigan state capitol commission shall establish rules regarding the operation of the legislative parking facilities.

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

Sec. 11-605. The appropriation in part 1 to the legislative council for publication of the Michigan manual is a work project account. The unexpended portion remaining on September 30 shall not lapse and shall be carried forward into the subsequent fiscal year for use in paying the associated biennial costs of publication of the Michigan manual.

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

Sec. 11-607. The appropriations in part 1 to the legislative branch, for automated data processing, shall be used to purchase equipment, software, and services

in order to support and implement data processing requirements and technology improvements. These funds are designated as work project appropriations in accordance with section 451a of the management and budget act, 1984 PA 431, MCL 18.1451a, and shall not lapse at the end of the fiscal year, and shall continue to be available for expenditure until the project has been completed. The total cost is estimated at $2,000,000.00, and the tentative completion date is September 30, 2021.

Sec. 11-608. In addition to funds appropriated in part 1, the Michigan capitol committee publications save the flags fund account may accept contributions, gifts, bequests, devises, grants, and donations. Those funds that are not expended in the fiscal year ending September 30 shall not lapse at the close of the fiscal year, and shall be carried forward for expenditure in the following fiscal years.

Sec. 11-616. The appropriation in part 1 for the legislative IT systems design project shall be used for the design, development, and implementation of a legislative computer system. Funds described in this section shall not be expended without written approval of the senate majority leader or his or her designee, the speaker of the house of representatives or his or her designee, and the legislative council administrator or his or her designee. The appropriations described in this section are designated as work project appropriations in accordance with section 451a of the management and budget act, 1984 PA 431, MCL 18.1451a, and shall not lapse at the end of the fiscal year. The unexpended portion of these funds shall continue to be available for expenditure until the project has been completed. The total cost is estimated at $12,000,000.00 and the tentative completion date is September 30, 2020.

LEGISLATIVE AUDITOR GENERAL

Sec. 11-620. Pursuant to section 53 of article IV of the state constitution of 1963, the auditor general shall conduct audits of the judicial branch. The audits may include the supreme court and its administrative units, the court of appeals, and

trial courts.

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

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

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

Sec. 11-622. From the funds appropriated in part 1 to the legislative auditor general, the auditor general's salary and the salaries of the remaining 2.0 FTE unclassified positions shall be set by the speaker of the house of representatives, the senate majority leader, the house of representatives minority leader, and the senate minority leader.

Sec. 11-623. Any audits, reviews, or investigations requested of the auditor general by the legislature or by legislative leadership, legislative committees, or individual legislators shall include an estimate of the additional costs involved and, when those costs exceed $50,000.00, should provide supplemental funding. The auditor general shall determine whether to perform those activities in keeping with Audit

Directive No. 29, which describes the office of the auditor general's policy on responding to legislative requests.

Article 12

DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 12-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of licensing and regulatory affairs are appropriated for the fiscal year ending September 30, 2018, and are anticipated to be appropriated for the fiscal year ending September 30, 2019, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS

APPROPRIATION SUMMARY

Full-time equated unclassified positions.....	57.5	57.5
Full-time equated classified positions.....	2,322.3	2,322.3
**GROSS APPROPRIATION	**$ 441,576,300**	**$ 451,258,400**
Total interdepartmental grants and interdepartmental transfers.....	47,835,100	47,835,100
ADJUSTED GROSS APPROPRIATION	$ 393,741,200	$ 403,423,300
Total federal revenues	65,020,900	65,020,900
Total local revenues	250,000	250,000
Total private revenues	111,800	111,800
Total other state restricted revenues	285,341,900	295,024,000
State general fund/general purpose	$ 43,016,600	$ 43,016,600
State general fund/general purpose schedule:		
*Ongoing state general fund/general purpose	*43,016,600*	*43,016,600*
*One-time state general fund/general purpose	*0*	*0*

Sec. 12-102. DEPARTMENTAL ADMINISTRATION AND SUPPORT

1	Full-time equated unclassified positions.....		57.5		57.5
2	Full-time equated classified positions.....		108.0		108.0
3	Unclassified salaries-57.5 FTE positions	$	5,007,500	$	5,007,500
4	Administrative services-77.0 FTE positions		8,692,300		8,692,300
5	Executive director programs-24.0 FTE positions		3,216,500		3,216,500
6	FOIA coordination-2.0 FTE positions		309,700		309,700
7	Local community stabilization authority-1.0 FTE				
8	position.....		150,000		150,000
9	Office for new Americans-4.0 FTE positions		467,300		467,300
10	Property management		11,778,400		11,778,400
11	Worker's compensation		381,800		381,800
12	**GROSS APPROPRIATION	**$**	**30,003,500**	**$**	**30,003,500**
13	Appropriated from:				
14	Interdepartmental grant revenues:				
15	IDG from department of insurance and financial				
16	services.....		150,000		150,000
17	IDG from department of talent and economic development		588,000		588,000
18	Federal revenues:				
19	Other federal revenues		2,675,900		2,675,900
20	Special revenue funds:				
21	Local revenues		150,000		150,000
22	Other state restricted revenues		25,229,300		25,229,300
23	State general fund/general purpose	$	1,210,300	$	1,210,300
24	**Sec. 12-103. ENERGY AND UTILITY PROGRAMS**				
25	Full-time equated classified positions.....		208.0		208.0
26	Michigan agency for energy -58.0 FTE positions	$	12,624,800	$	12,624,800
27	Public service commission-150.0 FTE positions		25,895,300		25,895,300

GROSS APPROPRIATION		**$**	**38,520,100**	**$**	**38,520,100**
Appropriated from:					
Federal revenues:					
Other federal revenues			5,972,000		5,972,000
Special revenue funds:					
Other state restricted revenues			31,990,300		31,990,300
State general fund/general purpose		$	557,800	$	557,800
Sec. 12-104. LIQUOR CONTROL COMMISSION					
Full-time equated classified positions			143.0		143.0
Liquor licensing and enforcement-115.0 FTE positions		$	15,435,800	$	15,435,800
Management support services-28.0 FTE positions			4,455,900		4,455,900
GROSS APPROPRIATION		**$**	**19,891,700**	**$**	**19,891,700**
Appropriated from:					
Special revenue funds:					
Other state restricted revenues			19,891,700		19,891,700
State general fund/general purpose		$	0	$	0
Sec. 12-105. OCCUPATIONAL REGULATION					
Full-time equated classified positions			1,143.9		1,143.9
Bureau of community and health systems-433.9 FTE positions		$	62,226,900	$	62,226,900
Bureau of construction codes-171.0 FTE positions			21,122,900		21,122,900
Bureau of fire services-78.0 FTE positions			11,013,600		11,013,600
Bureau of professional licensing-210.0 FTE positions			40,580,600		40,580,600
Corporations, securities, and commercial licensing bureau-118.0 FTE positions			15,411,400		15,411,400
Medical marihuana facilities licensing and tracking-108.0 FTE positions			18,651,600		24,868,700

Medical marihuana program-25.0 FTE positions	4,949,100	4,949,100
**GROSS APPROPRIATION	**$ 173,956,100**	**$ 180,173,200**
Appropriated from:		
Interdepartmental grant revenues:		
IDG from department of education	17,522,700	17,522,700
Federal revenues:		
Other federal revenues	22,589,300	22,589,300
Special revenue funds:		
Other state restricted revenues	108,880,900	115,098,000
State general fund/general purpose	$ 24,963,200	$ 24,963,200
Sec. 12-106. EMPLOYMENT SERVICES		
Full-time equated classified positions.....	464.4	464.4
Bureau of employment relations-22.0 FTE positions	$ 4,236,100	$ 4,236,100
Bureau of services for blind persons-113.0 FTE positions.....	24,766,800	24,766,800
Compensation supplement fund	1,820,000	1,820,000
First responder presumed coverage claims	1,780,000	5,245,000
Insurance funds administration-23.0 FTE positions	5,265,600	5,265,600
Michigan occupational safety and health administration-197.0 FTE positions.....	29,022,400	29,022,400
Radiation safety section-21.4 FTE positions	3,259,700	3,259,700
Wage and hour program-32.0 FTE positions	3,763,800	3,763,800
Worker's compensation agency-56.0 FTE positions	8,077,300	8,077,300
**GROSS APPROPRIATION	**$ 81,991,700**	**$ 85,456,700**
Appropriated from:		
Federal revenues:		
Other federal revenues	30,918,600	30,918,600

	Special revenue funds:			
Local revenues		100,000		100,000
Private revenues		111,800		111,800
Other state restricted revenues		40,853,600		44,318,600
State general fund/general purpose	$	10,007,700	$	10,007,700
Sec. 12-107. MICHIGAN ADMINISTRATIVE HEARING SYSTEM				
Full-time equated classified positions.....		236.0		236.0
Michigan administrative hearing system-218.0 FTE positions.....	$	38,147,000	$	38,147,000
Michigan compensation appellate commission-18.0 FTE positions.....		4,622,200		4,622,200
**GROSS APPROPRIATION ..... **	**$**	**42,769,200**	**$**	**42,769,200**
Appropriated from:				
Interdepartmental grant revenues:				
IDG from department of talent and economic development		4,284,100		4,284,100
IDG from other restricted funding		25,290,300		25,290,300
Federal revenues:				
Other federal revenues		153,900		153,900
Special revenue funds:				
Other state restricted revenues		12,346,700		12,346,700
State general fund/general purpose	$	694,200	$	694,200
Sec. 12-108. COMMISSIONS				
Full-time equated classified positions.....		19.0		19.0
Asian Pacific American affairs commission-1.0 FTE position.....	$	137,400	$	137,400
Commission on Middle Eastern American affairs-1.0 FTE position.....		125,000		125,000

Hispanic/Latino commission of Michigan-1.0 FTE position	286,000		286,000
Michigan indigent defense commission-16.0 FTE positions	2,386,800		2,386,800
GROSS APPROPRIATION	**$ 2,935,200**	**$**	**2,935,200**
Appropriated from:			
Special revenue funds:			
State general fund/general purpose	$ 2,935,200	$	2,935,200
Sec. 12-109. GRANTS			
Fire protection grants	$ 9,273,900	$	9,273,900
Firefighter training grants	2,000,000		2,000,000
Liquor law enforcement grants	7,200,000		7,200,000
Medical marihuana operation and oversight grants	3,000,000		3,000,000
Remonumentation grants	7,300,000		7,300,000
Subregional libraries state aid	451,800		451,800
Utility consumer representation	750,000		750,000
GROSS APPROPRIATION	**$ 29,975,700**	**$**	**29,975,700**
Appropriated from:			
Special revenue funds:			
Other state restricted revenues	28,750,000		28,750,000
State general fund/general purpose	$ 1,225,700	$	1,225,700
Sec. 12-110. INFORMATION TECHNOLOGY			
Information technology services and projects	$ 21,533,100	$	21,533,100
GROSS APPROPRIATION	**$ 21,533,100**	**$**	**21,533,100**
Appropriated from:			
Federal revenues:			
Other federal revenues	2,711,200		2,711,200
Special revenue funds:			
Other state restricted revenues	17,399,400		17,399,400

State general fund/general purpose	$ 1,422,500	$ 1,422,500

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2018

GENERAL SECTIONS

Sec. 12-201. Pursuant to section 30 of article IX of the state constitution of 1963,total state spending from state resources under part 1 for the fiscal year 2018 is $328,358,500.00 and state spending from state resources to be paid to local units of government for fiscal year 2018 is $29,225,700.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS

Medical marihuana operation and oversight grants.....	$ 3,000,000
Subregional libraries state aid.....	451,800
Fire protection grants.....	9,273,900
Firefighter training grants.....	2,000,000
Liquor law enforcement grants.....	7,200,000
Remonumentation grants.....	7,300,000
TOTAL	$ 29,225,700

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

Sec. 12-203. As used in this article:

(a) "Department" means the department of licensing and regulatory affairs.

(b) "DHHS" means the department of health and human services.

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

(d) "FOIA" means the freedom of information act, 1976 PA 442, MCL 15.231 to

15.246.

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

(f) "IDG" means interdepartmental grant.

Sec. 12-204. The departments and agencies receiving appropriations in part 1 shall use the Internet to fulfill the reporting requirements of this article. 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. 12-205. 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 services, or both, are available. Preference shall be given to goods or services, or both, manufactured or provided by Michigan businesses, if they are competitively priced and of comparable quality. In addition, preference should be given to goods or services, or both, that are manufactured or provided by Michigan businesses owned and operated by veterans, if they are competitively priced and of comparable quality.

Sec. 12-206. The director 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. Each director shall strongly encourage firms with which the department contracts to subcontract with certified businesses in depressed and deprived communities for services, supplies, or both.

Sec. 12-207. The departments and agencies receiving appropriations in part 1 shall prepare a report on out-of-state travel expenses not later than January 1 of each year. The travel report shall be a listing of all travel by classified and unclassified employees outside this state in the immediately preceding fiscal year that was funded in whole or in part with funds appropriated in the department's budget. The report shall be submitted to the senate and house appropriations

committees, the house and senate fiscal agencies, and the state budget director. The report shall include the following information:

(a) The dates of each travel occurrence.

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

Sec. 12-208. Funds appropriated in part 1 shall not be used by a principal executive department, state agency, or authority to hire a person to provide legal services that are the responsibility of the attorney general. This prohibition does not apply to legal services for bonding activities and for those outside services that the attorney general authorizes.

Sec. 12-209. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total general fund/general purpose appropriation lapses at the close of the prior fiscal year. This report shall summarize the projected year-end general fund/general purpose appropriation lapses by major departmental program or program areas. The report shall be transmitted to the chairpersons of the senate and house appropriations committees and the senate and house fiscal agencies.

Sec. 12-210. (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 this article 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 $25,000,000.00 for state restricted contingency funds. These funds are not available for expenditure until they have been transferred to another

line item in this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

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

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

Sec. 12-211. The department shall cooperate with the department of technology, management and budget to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following for each department or agency:

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

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

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

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

(e) Job specifications and wage rates.

Sec. 12-212. Within 14 days after the release of the executive budget recommendation, the department shall cooperate with the state budget office to provide the senate and house appropriations chairs, the senate and house appropriations subcommittees chairs, and the senate and house fiscal agencies with an annual report on estimated state restricted fund balances, state restricted fund projected revenues,

and state restricted fund expenditures for the fiscal years ending September 30, 2017 and September 30, 2018.

Sec. 12-213. The department shall maintain, on a publicly accessible website, a department scorecard that identifies, tracks and regularly updates key metrics that are used to monitor and improve the agency's performance.

Sec. 12-214. Total authorized appropriations from all sources under part 1 for legacy costs for the fiscal year ending September 30, 2018 are estimated at $56,364,700.00. From this amount, total agency appropriations for pension-related legacy costs are estimated at $29,005,600.00. Total agency appropriations for retiree health care legacy costs are estimated at $27,359,100.00.

Sec. 12-215. Unless prohibited by law, the department may accept credit card or other electronic means of payment for licenses, fees, or permits.

Sec. 12-221. The department may carry into the succeeding fiscal year unexpended federal pass-through funds to local institutions and governments that do not require additional state matching funds. Federal pass-through funds to local institutions and governments that are received in amounts in addition to those included in part 1 and that do not require additional state matching funds are appropriated for the purposes intended. Within 14 days after the receipt of federal pass-through funds, the department shall notify the house and senate chairpersons of the subcommittees, the fiscal agencies, and the state budget director of pass-through funds appropriated under this section.

Sec. 12-222. (1) Grants supported with private revenues received by the department are appropriated upon receipt and are available for expenditure by the department, subject to subsection (3), for purposes specified within the grant agreement and as permitted under state and federal law.

(2) Within 10 days after the receipt of a private grant appropriated in subsection (1), the department shall notify the house and senate chairpersons of the

subcommittees, the fiscal agencies, and the state budget director of the receipt of the grant, including the fund source, purpose, and amount of the grant.

(3) The amount appropriated under subsection (1) shall not exceed $1,500,000.00.

Sec. 12-223. (1) The department may charge registration fees to attendees of informational, training, or special events sponsored by the department.

(2) These fees shall reflect the costs for the department to sponsor the informational, training, or special events.

(3) Revenue generated by the registration fees is appropriated upon receipt and available for expenditure to cover the department's costs of sponsoring informational, training, or special events.

(4) Revenue generated by registration fees in excess of the department's costs of sponsoring informational, training, or special events shall carry forward to the subsequent fiscal year and not lapse to the general fund.

(5) The amount appropriated under subsection (3) shall not exceed $500,000.00.

Sec. 12-224. The department may make available to interested entities otherwise unavailable customized listings of nonconfidential information in its possession, such as names and addresses of licensees. The department may establish and collect a reasonable charge to provide this service. The revenue received from this service is appropriated when received and shall be used to offset expenses to provide the service. Any balance of this revenue collected and unexpended at the end of the fiscal year shall lapse to the appropriate restricted fund.

Sec. 12-225. (1) The department shall sell documents at a price not to exceed the cost of production and distribution. Money received from the sale of these documents shall revert to the department. In addition to the funds appropriated in part 1, these funds are available for expenditure when they are received by the department of treasury. This subsection applies only for the following documents:

(a) Corporation and securities division documents, reports, and papers required

or permitted by law pursuant to section 1060(5) of the business corporation act, 1972 PA 284, MCL 450.2060.

(b) The Michigan liquor control code of 1998, 1998 PA 58, MCL 436.1101 to 436.2303.

(c) The mobile home commission act, 1987 PA 96, MCL 125.2301 to 125.2350; the business corporation act, 1972 PA 284, MCL 450.1101 to 450.2098; the nonprofit corporation act, 1982 PA 162, MCL 450.2101 to 450.3192; and the uniform securities act (2002), 2008 PA 551, MCL 451.2101 to 451.2703.

(d) Worker's compensation health care services rules.

(e) Construction code manuals.

(f) Copies of transcripts from administrative law hearings.

(2) In addition to the funds appropriated in part 1, funds appropriated for the department under sections 55, 57, 58, and 59 of the administrative procedures act of 1969, 1969 PA 306, MCL 24.255, 24.257, 24.258, and 24.259, and section 203 of the legislative council act, 1986 PA 268, MCL 4.1203, are appropriated for all expenses necessary to provide for the cost of publication and distribution.

(3) Unexpended funds at the end of the fiscal year shall carry forward to the subsequent fiscal year and not lapse to the general fund.

ENERGY AND UTILITY PROGRAMS

Sec. 12-301. The Michigan Agency for Energy administers the low-income energy assistance grant program on behalf of DHHS via an interagency agreement. Funds supporting the grant program are appropriated in the department upon awarding of grants and may be expended for grant payments and administrative related expenses incurred in the operation of the program.

OCCUPATIONAL REGULATION

Sec. 12-501. 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

Facility type	Facility size	Fee
Hospitals	Any	$8.00 per bed

Plan review and construction inspection fees for hospitals and schools

Project cost range	Fee
$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. 12-502. 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. 12-503. 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 or if a majority interest of a corporation or limited liability company, that were exempted from paying licensure, registration, filing, or any other fees collected under each licensure or regulatory program administered by the bureau of construction codes and the

corporations, securities, and commercial licensing bureau during the preceding fiscal year.

(b) The specific fees and total amount of revenue exempted under each licensure or regulatory program administered by the bureau of construction codes and the corporations, securities, and commercial licensing bureau during the preceding fiscal year.

(c) The actual costs of providing licensing and other regulatory services to veterans exempted from paying licensure, registration, filing, or any other fees during the preceding fiscal year and a description of how these costs were calculated.

(d) The estimated amount of revenue that will be exempted under each licensure or regulatory program administered by the bureau of construction codes and the corporations, securities, and commercial licensing bureau in both the current and subsequent fiscal years and a description of how the exempted revenue was estimated.

Sec. 12-505. Funds remaining in the homeowner construction lien recovery fund are appropriated to the department for payment of court-ordered homeowner construction lien recovery fund judgments entered prior to August 23, 2010. Pursuant to available funds, the payment of final judgments shall be made in the order in which the final judgments were entered and began accruing interest.

Sec. 12-507. The department shall submit by January 31 to the standing committees on appropriations of the senate and house of representatives, the fiscal agencies, and the state budget director an annual report for the prior fiscal year regarding the medical marihuana program under the Michigan medical marihuana act, 2008 IL 1, MCL 333.26421 to 333.26430.

Sec. 12-508. If the revenue collected by the department for health systems administration or radiological health administration and projects from fees and collections exceeds the amount appropriated in part 1, the revenue may be carried forward into the subsequent fiscal year. The revenue carried forward under this

section shall be used as the first source of funds in the subsequent fiscal year.

Sec. 12-511. No later than February 1, the department shall submit a report to the subcommittees, fiscal agencies, and state budget director providing the following information:

(a) The total amount of reimbursements made to local units of government for delegated inspections of fireworks retail locations pursuant to section 11 of the Michigan fireworks safety act, 2011 PA 256, MCL 28.461, from the funds appropriated in part 1 for the bureau of fire services during the preceding fiscal year.

(b) The amount of reimbursement for delegated inspections of fireworks retail locations for each local unit of government that received reimbursement from the funds appropriated in part 1 for the bureau of fire services during the preceding fiscal year.

Sec. 12-513. (1) Beginning October 1, for the purpose of defraying the costs associated with responding to false final inspection appointments and to discourage the practice of calling for final inspections when the project is incomplete or noncompliant with a plan of correction previously provided by the bureau of fire services, the bureau of fire services may assess a fee not to exceed $200.00 for responding to confirmed false inspection appointments. Fees collected under this section shall be deposited into the restricted account referenced by section 2c(2) of the fire prevention code, 1941 PA 207, MCL 29.2c, and explicitly identified within the Michigan administrative information network.

(2) Not later than September 30, the department shall prepare a report that provides the amount of the fee assessed under subsection (1), the number of fees assessed and issued per region, the cost allocation for the work performed and reduced as a result of this section, and any recommendations for consideration by the legislature. The department shall submit this information to the state budget director, the subcommittees, and the fiscal agencies.

Sec. 12-515. The department shall assess and collect fees in the licensing and regulation of child care organizations, as described in 1973 PA 116, MCL 722.111 to 722.128, and adult foster care facilities, as described in the adult foster care facility licensing act, 1979 PA 218, MCL 400.701 to 400.737.

Sec. 12-518. From the amount appropriated in part 1 for the bureau of community and health systems, upon receipt of the order of suspension of a licensed adult foster care home, home for the aged, or nursing home, the department shall serve the facility and provide contemporaneous notice to the offices of legislators representing a district where the licensed facility is situated.

EMPLOYMENT SERVICES

Sec. 12-704. (1) The appropriation in part 1 for the bureau of services for blind persons includes funds for case services. These funds may be used for tuition payments for blind clients.

(2) Revenue collected by the bureau of services for blind persons and from private and local sources that is unexpended at the end of the fiscal year may carry forward to the subsequent fiscal year.

Sec. 12-707. The bureau of services for blind persons may provide and enter into agreements to provide general services, training, meetings, information, special equipment, software, facility use, and technical consulting services to other principal executive departments, state agencies, local units of government, the judicial branch of government, other organizations, and patrons of department facilities. The department may charge fees for these services that are reasonably related to the cost of providing the services. In addition to the funds appropriated in part 1, funds collected by the department for these services are appropriated for all expenses necessary. The funds appropriated under this section are allotted for expenditure when they are received by the department of treasury.

Sec. 12-708. Funds received in excess of the appropriation in part 1 for first responder presumed coverage claims from the first responder presumed coverage fund are appropriated in an amount sufficient to pay approved claims due in the current fiscal year pursuant to the worker's disability compensation act of 1969, as amended, MCL 418.405.

COMMISSIONS

Sec. 12-800. If Byrne formula grant funding is awarded to the Michigan indigent defense commission, the Michigan indigent defense commission may receive and expend Byrne formula grant funds in an amount not to exceed $250,000.00 as an interdepartmental grant from the department of state police. The Michigan indigent defense commission, created under section 5 of the Michigan indigent defense commission act, 2013 PA 93, MCL 780.985, may receive and expend federal grant funding from the United States Department of Justice in an amount not to exceed $300,000.00 as other federal grants.

Sec. 12-801. From the funds appropriated in part 1, the Michigan indigent defense commission shall submit a report by September 30 to the senate and house appropriations subcommittees on judiciary, the senate and house fiscal agencies, and the state budget director on the incremental costs associated with the standard development process, the compliance plan process, and the collection of data from all indigent defense systems and attorneys providing indigent defense. Particular emphasis shall be placed on those costs that may be avoided after standards are developed and compliance plans are in place.

GRANTS

Sec. 12-901. The appropriation in part 1 for fire protection grants shall be appropriated to cities, villages, and townships with state-owned facilities for fire

services, instead of taxes, in accordance with 1977 PA 289, MCL 141.951 to 141.956.

Sec. 12-902. (1) The department shall expend the funds appropriated in part 1 for medical marihuana operation and oversight grants for grants to county law enforcement offices for the operation and oversight of the Michigan medical marihuana program pursuant to section 6(l) of the Michigan medical marihuana act, 2008 IL 1, MCL 333.26426. These grants shall be distributed proportionately based on the number of registry identification cards issued to or renewed for the residents of each county whose county law enforcement office applied for a grant under subsection (2). For the purposes of this subsection, operation and oversight grants are for education, communication, and enforcement of the Michigan medical marihuana act, 2008 IL 1, MCL 333.26421 to 333.26430.

(2) No later than December 1, the department shall post a listing of potential grant money available to each county law enforcement agency on its website. In addition, the department shall work collaboratively with county law enforcement agencies, the Michigan Sheriff's Association, and other representative law enforcement organizations regarding the availability of these grant funds. A county law enforcement agency requesting a grant shall apply on a form developed by the department and available on the website. The form shall contain the county law enforcement agency's specific projected plan for use of the money and its agreement to maintain all records and to submit documentation to the department to support the use of the grant money.

(3) In order to be eligible to receive a grant under subsection (1), a county law enforcement agency shall apply no later than January 1 and agree to report how the grant was expended and provide that report to the department no later than September 15. The department shall submit a report no later than October 15 of the subsequent fiscal year to the state budget director, the subcommittees, and the fiscal agencies detailing the grant amounts by recipient and the reported uses of the grants in the

preceding fiscal year.

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

(5) The fiscal year ending September 30, 2018 is anticipated to be the final year that medical marihuana enforcement grants will be disbursed to local units of government due to the implementation of the medical marihuana facilities licensing act, 2016 PA 281, MCL 333.27101 to 333.27801, which provides local units of government with disbursements from the medical marihuana excise tax collections.

Sec. 12-903. (1) The amount appropriated in part 1 for firefighter training grants shall only be expended for payments to counties to reimburse organized fire departments for firefighter training and other activities required under the firefighters training council act, 1966 PA 291, MCL 29.361 to 29.377.

(2) If the amount appropriated in part 1 for firefighter training grants is expended by the firefighter training council, established in section 3 of the firefighters training council act, 1966 PA 291, MCL 29.363, for payments to counties under section 14 of the firefighters training council act, 1966 PA 291, MCL 29.374:

(a) The amount appropriated in part 1 for firefighter training grants shall be allocated pursuant to section 14(2) of the firefighters training council act, 1966 PA 291, MCL 29.374.

(b) If the amount allocated to any county under subdivision (a) is less than

$5,000.00, the amounts disbursed to each county under subdivision (a) shall be adjusted to provide for a minimum payment of $5,000.00 to each county.

(3) No later than February 1, the department shall submit a financial report to the subcommittees, fiscal agencies, and the state budget director identifying the following information for the preceding fiscal year:

(a) The amount of the payments that would be made to each county if the distribution formula described by the first sentence of section 14(2) of the firefighters training council act, 1966 PA 291, MCL 29.374, would have been utilized to allocate the total amount appropriated in part 1 for firefighter training grants.

(b) The amount of the payments approved by the firefighter training council for allocation to each county.

(c) The amount of the payments actually expended or encumbered within each county.

(d) A description of any other payments or expenditures made under the authority of the firefighter training council.

(e) The amount of payments approved for allocations to counties that was not expended or encumbered and lapsed back to the fireworks safety fund.

Sec. 12-904. (1) The funds appropriated in part 1 for a regional or subregional library shall not be released until a budget for that regional or subregional library has been approved by the department for expenditures for library services directly serving the blind and persons with disabilities.

(2) In order to receive subregional state aid as appropriated in part 1, a regional or subregional library's fiscal agency shall agree to maintain local funding support at the same level in the current fiscal year as in the fiscal agency's preceding fiscal year. If a reduction in expenditures equally affects all agencies in a local unit of government that is the regional or subregional library's fiscal agency, that reduction shall not be interpreted as a reduction in local support and

shall not disqualify a regional or subregional library from receiving state aid under part 1. If a reduction in income affects a library cooperative or district library that is a regional or subregional library's fiscal agency or a reduction in expenditures for the regional or subregional library's fiscal agency, a reduction in expenditures for the regional or subregional library shall not be interpreted as a reduction in local support and shall not disqualify a regional or subregional library from receiving state aid under part 1.

Article 13

DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 13-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of military and veterans affairs are appropriated for the fiscal year ending September 30, 2018, and are anticipated to be appropriated for the fiscal year ending September 30, 2019, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

APPROPRIATION SUMMARY

Full-time equated unclassified positions.....	9.0	9.0
Full-time equated classified positions.....	904.5	904.5
**GROSS APPROPRIATION	**$ 180,004,400**	**$ 177,504,400**
Total interdepartmental grants and interdepartmental transfers.....	101,800	101,800
ADJUSTED GROSS APPROPRIATION	$ 179,902,600	$ 177,402,600
Total federal revenues	92,334,100	92,334,100
Total local revenues	1,528,400	1,528,400
Total private revenues	640,000	640,000
Total other state restricted revenues	22,332,600	22,332,600
State general fund/general purpose	$ 63,067,500	$ 60,567,500
State general fund/general purpose schedule:		
*Ongoing state general fund/general purpose	*60,567,500*	*60,567,500*
*One-time state general fund/general purpose	*2,500,000*	*0*

Sec. 13-102. MILITARY

Full-time equated unclassified positions.....	9.0	9.0
Full-time equated classified positions.....	333.0	333.0
Unclassified salaries-9.0 FTE positions	$ 1,468,300	$ 1,468,300
Departmentwide	1,853,100	1,853,100
Headquarters and armories-88.0 FTE positions	17,317,800	17,317,800
Michigan youth challeNGe academy-50.0 FTE positions ..	5,259,100	5,259,100
Military family relief fund	600,000	600,000
Military training sites and support facilities-195.0		
FTE positions.....	33,956,100	33,956,100
National guard operations	398,200	398,200
National guard tuition assistance fund	4,007,000	4,007,000
Starbase grant	2,322,000	2,322,000
**GROSS APPROPRIATION	**$ 67,181,600**	**$ 67,181,600**
Appropriated from:		
Interdepartmental grant revenues:		
IDG from department of state police	101,800	101,800
Federal revenues:		
Other federal revenues	47,200,100	47,200,100
Special revenue funds:		
Local revenues	1,528,400	1,528,400
Private revenues	100,000	100,000
Other state restricted revenues	2,567,800	2,567,800
State general fund/general purpose	$ 15,683,500	$ 15,683,500
Sec. 13-103. MICHIGAN VETERANS AFFAIRS AGENCY		
Full-time equated classified positions.....	224.5	224.5
Board of managers (veterans homes)	$ 940,000	$ 940,000
D.J. Jacobetti veterans' home-179.5 FTE positions	22,275,500	22,275,500

Michigan veterans affairs agency administration-39.0			
FTE positions.....		7,133,200	7,133,200
Michigan veterans facility authority		1,500,000	1,500,000
Veterans' trust fund administration-6.0 FTE positions		1,468,900	1,468,900
Veterans' trust fund grants		3,746,500	3,746,500
Targeted grants		200,000	200,000
Veterans service grants		3,763,500	3,763,500
**GROSS APPROPRIATION	**$**	**41,027,600**	**$** **41,027,600**
Appropriated from:			
Federal revenues:			
Other federal revenues		8,396,100	8,396,100
Special revenue funds:			
Private revenues		540,000	540,000
Other state restricted revenues		10,730,100	10,730,100
State general fund/general purpose	$	21,361,400	$ 21,361,400
Sec. 13-104. GRAND RAPIDS HOME FOR VETERANS			
Full-time equated classified positions.....		347.0	347.0
Veterans homes operations	$	9,007,800	$ 9,007,800
Purchased services		10,342,700	10,342,700
Salaries, wages, and fringe benefits-347.0 FTE			
positions.....		31,054,000	31,054,000
**GROSS APPROPRIATION	**$**	**50,404,500**	**$** **50,404,500**
Appropriated from:			
Federal revenues:			
Other federal revenues		21,165,600	21,165,600
Special revenue funds:			
Other state restricted revenues		6,620,200	6,620,200

State general fund/general purpose	$	22,618,700	$	22,618,700
Sec. 13-105. CAPITAL OUTLAY				
Land and acquisitions	$	2,000,000	$	2,000,000
Special maintenance - National Guard		15,000,000		15,000,000
Special maintenance - veterans' homes		500,000		500,000
**GROSS APPROPRIATION ..... **	**$**	**17,500,000**	**$**	**17,500,000**
Appropriated from:				
Federal revenues:				
Other federal revenues		15,000,000		15,000,000
Special revenue funds:				
Other state restricted revenues		2,000,000		2,000,000
State general fund/general purpose	$	500,000	$	500,000
Sec. 13-106. INFORMATION TECHNOLOGY				
Information technology services and projects	$	1,390,700	$	1,390,700
**GROSS APPROPRIATION ..... **	**$**	**1,390,700**	**$**	**1,390,700**
Appropriated from:				
Federal revenues:				
Other federal revenues		572,300		572,300
Special revenue funds:				
Other state restricted revenues		414,500		414,500
State general fund/general purpose	$	403,900	$	403,900
Sec. 13-107. ONE-TIME APPROPRIATIONS				
Armory maintenance	$	2,500,000	$	0
**GROSS APPROPRIATION ..... **	**$**	**2,500,000**	**$**	**0**
Appropriated from:				
Special revenue funds:				
State general fund/general purpose	$	2,500,000	$	0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2018

GENERAL SECTIONS

Sec. 13-201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for the fiscal year 2018 is $85,400,100.00 and state spending from state resources to be paid to local units of government for fiscal year 2018 is $142,400.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

Michigan veterans affairs agency administration	$ 90,000
Military training sites and support facilities	52,400
TOTAL	$ 142,400

Sec. 13-202. The appropriations authorized under this article are subject to the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

Sec. 13-203. As used in this article:

(a) "Core services" means that phrase as defined in section 373 of the management and budget act, 1984 PA 431, MCL 18.1373.

(b) "Department" means the department of military and veterans affairs.

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

(d) "DJJHV" means the D.J. Jacobetti home for veterans.

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

(f) "HVAC" means heating, ventilation, and air conditioning.

(g) "IDG" means interdepartmental grant.

(h) "MVAA" means the Michigan veterans affairs agency.

(i) "USDVA" means the United States Department of Veterans Affairs.

(j) "Support services" means an activity, such as information technology, accounting, human resources, legal, and other support functions that are required to support the ongoing delivery of core services.

(k) "USDVA-VHA" means the USDVA Veterans Health Administration.

(l) "VSO" means veterans service organization.

(m) "Work project" means that term as defined in section 404 of the management and budget act, 1984 PA 431, MCL 18.1404, and that meets the criteria in section 451a(1) of the management and budget act, 1984 PA 431, MCL 18.1451a.

Sec. 13-204. The departments and agencies receiving appropriations in part 1 shall use the Internet to fulfill the reporting requirements of this article. 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. 13-205. 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 services, or both, are available. Preference shall be given to goods or services, or both, manufactured or provided by Michigan businesses, if they are competitively priced and of comparable quality. In addition, preference should be given to goods or services, or both, that are manufactured or provided by Michigan businesses owned and operated by veterans, if they are competitively priced and of comparable quality.

Sec. 13-206. The director 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. Each director shall strongly encourage firms with which the department contracts to subcontract with certified businesses in depressed and deprived communities for services, supplies, or both.

Sec. 13-207. The departments and agencies receiving appropriations in part 1

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

(a) The dates of each travel occurrence.

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

Sec. 13-208. Funds appropriated in part 1 shall not be used by a principal executive department, state agency, or authority to hire a person to provide legal services that are the responsibility of the attorney general. This prohibition does not apply to legal services for bonding activities and for those outside services that the attorney general authorizes.

Sec. 13-209. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total general fund/general purpose appropriation lapses at the close of the prior fiscal year. This report shall summarize the projected year-end general fund/general purpose appropriation lapses by major departmental program or program areas. The report shall be transmitted to the chairpersons of the senate and house appropriations committees and the senate and house fiscal agencies.

Sec. 13-210. (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 this article 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 $2,000,000.00 for state restricted contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

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

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

Sec. 13-211. The department shall cooperate with the department of technology, management and budget to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following for each department or agency:

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

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

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

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

(e) Job specifications and wage rates.

Sec. 13-212. Within 14 days after the release of the executive budget recommendation, the department shall cooperate with the state budget office to provide the senate and house appropriations chairs, the senate and house appropriations subcommittees chairs, and the senate and house fiscal agencies with an annual report on estimated state restricted fund balances, state restricted fund projected revenues, and state restricted fund expenditures for the fiscal years ending September 30, 2017 and September 30, 2018.

Sec. 13-213. The department shall maintain, on a publicly accessible website, a department scorecard that identifies, tracks and regularly updates key metrics that are used to monitor and improve the agency's performance.

Sec. 13-214. Total authorized appropriations from all sources under part 1 for legacy costs for the fiscal year ending September 30, 2018 are estimated at $17,075,800.00. From this amount, total agency appropriations for pension-related legacy costs are estimated at $8,787,300.00. Total agency appropriations for retiree health care legacy costs are estimated at $8,288,500.00.

Sec. 13-219. The department shall provide quarterly reports to the subcommittees, the senate and house fiscal agencies, and the state budget office, which shall provide the following data:

(a) A list of all major work projects, including a status report of each project.

(b) The department's financial status, featuring a report of budgeted versus actual expenditures by part 1 line item including a year-end projection of budget requirements. If projected department budget requirements exceed the allocated budget, the report shall include a plan to reduce overall expenses while still satisfying specified service level requirements.

(c) A report on the status of performance metrics cited in this part and information required to be reported in this part.

(d) The number of active employees at the close of the fiscal quarter by job

classification and program.

(e) Evidence of efficiencies and management of funds within established appropriations.

Sec. 13-222. The appropriations in part 1 are for the core services, support services, and work projects of the department, including, but not limited to, the following core services:

(a) Armories and joint force readiness.

(b) National Guard training facilities and air bases.

(c) Michigan youth challeNGe academy.

(d) Military family relief fund.

(e) Starbase grant.

(f) National Guard tuition assistance program.

(g) Michigan veterans affairs agency administration.

(h) Veterans service grants.

(i) Veterans' trust fund administration.

(j) Veterans' trust fund grants.

(k) Board of managers (veterans homes).

(l) Grand Rapids home for veterans.

(m) D.J. Jacobetti home for veterans.

Sec. 13-232. The appropriations in part 1 for capital outlay shall be carried forward at the end of the fiscal year consistent with section 248 of the management and budget act, 1984 PA 431, MCL18.1248.

MILITARY

Sec. 13-301. (1) From the funds appropriated in part 1 for military operations, effective and efficient executive direction and administrative leadership shall be provided to the department.

(2) The department shall operate and maintain National Guard armories.

(3) The department shall evaluate armories and submit a quarterly report on the status of the armories.

(4) The department shall maintain a system to measure the condition and adequacy of the armories.

(5) The Michigan Army National Guard and Air National Guard shall work to provide a culture that is free of sexual assault, through an environment of prevention, education and training, response capability, victim support, reporting procedures, and appropriate accountability that enhances the safety and well-being of all guard members.

(6) By December 1, the department shall report the following information to the subcommittees, the senate and house fiscal agencies, and the state budget office:

(a) An assessment of the grounds and facilities of each armory to objectively measure and determine the current facility condition and capability to support authorized manpower, unit training, and operations.

(b) Recommendations for the placement of new armories, the relocation or consolidation of existing armories, or a change in the mission of units assigned to armories to ideally position the National Guard in current or projected population centers.

(c) Recommendations for the enhanced use of armories to facilitate family support programs during deployments.

(d) An analysis of the feasibility, potential costs, and benefits of use of armories shared with other local, state, or federal agencies to improve responses to local emergencies as well as the community support provided to armories.

(e) An investment strategy and proposed funding amounts in a prioritized project list to correct the most critical facility shortfalls across the inventory of armories in this state.

Sec. 13-302. (1) The department shall maintain the Michigan youth challeNGe academy to provide values, skills, education, and self-discipline instruction for at-risk youth as provided under 32 USC 509.

(2) The department shall take steps to recruit candidates to the challeNGe program from economically disadvantaged areas, including those with low-income and high-unemployment backgrounds.

(3) The department shall partner with the department of health and human services to identify youth who may be eligible for the challeNGe program from those youth served by department of health and human services programs. These eligible youth shall be given priority for enrollment in the program.

(4) The department shall maintain the staffing and resources necessary to train at least 144 cadets simultaneously at the Michigan youth challeNGe academy.

(5) The department shall ensure that the average grade level increase for Michigan youth challeNGe academy graduates is 2 years as measured with the test adult basic education (TABE) metrics.

(6) Any unexpended private donations to support the Michigan youth challeNGe academy at the close of the fiscal year shall not lapse to the general fund but shall be carried forward to the subsequent fiscal year.

Sec. 13-303. (1) The department shall provide grants for disbursement from the military family relief fund, as provided under the military family relief fund act, 2004 PA 363, MCL 35.1211 to 35.1216, and R 200.5 to R 200.95 of the Michigan administrative code.

(2) The department shall provide information on the revenues, expenditures for advertising and assistance grants, and fund balance of the Michigan military family relief fund, as provided under section 219.

(3) The department shall provide sufficient staffing and other resources to provide outreach to the Michigan families of members of the reserve component of the

armed forces called into active duty and to support the processing and approval of grant applications this fiscal year under the Michigan military relief fund and report those applications as provided in section 219.

Sec. 13-304. (1) The department shall provide Army and Air National Guard forces, when directed, for state and local emergencies and in support of national military requirements.

(2) The department shall operate and maintain Army National Guard training facilities, including Fort Custer and Camp Grayling.

(3) The department shall maintain a system that measures the condition and adequacy of air facilities using both quality and functionality criteria.

(4) The department shall operate and maintain Air National Guard air bases, including Selfridge Air National Guard base, Battle Creek Air National Guard base, and Alpena combat readiness training center.

(5) The department shall provide the following information as provided under section 219:

(a) The apportioned and assigned strength of the Michigan Army National Guard.

(b) The apportioned and assigned strength of the Michigan Air National Guard.

(c) Recruiting, retention, and attrition data, including measurement against stated performance goals, for the Michigan Army National Guard.

(d) Recruiting, retention, and attrition data, including measurement against stated performance goals, for the Michigan Air National Guard.

Sec. 13-305. There is hereby created and established under the jurisdiction and control of the department a revolving account to be known as the billeting fund account. All of the fees and other revenues generated from the operation of the chargeable transient quarters program shall be deposited in the billeting fund account. Appropriations will be made from the account for the support of program operations and the maintenance and operations of the chargeable transient quarters

program and will not exceed the estimated revenues for the fiscal year in which they are made, together with unexpended balances from prior years. The department shall submit an annual report of operations and expenditures regarding the billeting fund account to the appropriations committees of the senate and house of representatives, the house and senate fiscal agencies, and the state budget office at the end of the fiscal year.

Sec. 13-306. (1) The department shall maintain a National Guard tuition assistance program for members of the Michigan Air and Army National Guard.

(2) The objective of the National Guard tuition program is to bolster military readiness by increasing recruitment and retention of Michigan Air and Army National Guard service members (and to fill federally authorized strength levels for the state), improve the Michigan Air and Army National Guard's competitive draw from other military enlistment options in the state, enhance the ability of the Michigan Air and Army National Guard to compete for members and federal dollars with surrounding states, and increase the pool of eligible candidates within the Michigan Air and Army National Guard to become commissioned officers.

(3) The department shall make efforts to increase the number of Michigan Air and Army National Guard members participating in the program to 1,100 during the fourth year of the program's existence. To evaluate the effectiveness of the program, the department shall monitor the number of new recruits and new reenlistments and the percentage of those who become participants in the program to determine whether the percentage of authorized Michigan Air and Army National Guard strength obtained and retained is competitive in comparison with the neighboring air and army national guards from the states of Illinois, Indiana, Ohio, and Wisconsin.

(4) The general fund/general purpose funds appropriated in part 1 for the National Guard tuition assistance fund shall be deposited to the restricted Michigan national guard tuition assistance fund created in section 4 of the Michigan national

guard tuition assistance act, 2014 PA 259, MCL 32.434. All funds in the national guard tuition assistance fund not to exceed $4,007,000.00 are appropriated and available for expenditure to support the Michigan national guard tuition assistance program.

Sec. 13-307. The department shall maintain the starbase program at Air National Guard facilities, as provided under 10 USC 2193b, to improve the knowledge, skills, and interest of students, primarily in the fifth grade, in math, science, and technology. The starbase program is to specifically target minority and at-risk students for participation.

MICHIGAN VETERANS AFFAIRS AGENCY

Sec. 13-401. The board of managers and Michigan Veterans' Facility Authority shall exercise certain regulatory and governance authority regarding admission and member affairs at the Grand Rapids and D.J. Jacobetti homes for veterans. The board of managers shall also work to represent the interest of the veterans' community in both advisory and advocacy roles.

Sec. 13-402. (1) The MVAA, the board of managers, and the Michigan Veterans Facility Authority shall provide compassionate and quality nursing and domiciliary care services at the Grand Rapids and D.J. Jacobetti homes for veterans so that members can achieve their highest potential of wellness, independence, self-worth, and dignity.

(2) The department shall provide resources necessary to provide nursing care services to veterans in accordance with federal standards and provide the results of the annual USDVA survey and certification as proof of compliance.

(3) Appropriations in part 1 for the Grand Rapids and the D.J. Jacobetti homes for veterans shall not be used for any purpose other than for veterans and veterans' families.

(4) Any contractor providing competency evaluated nursing assistants (CENA) to the Grand Rapids home for veterans shall ensure that each CENA has at least 8 hours of training on information provided by the home.

(5) Any contractor providing competency evaluated nursing assistants to the Grand Rapids home for veterans shall ensure that each CENA has at least 1 eight-hour shift of shadowing at the veterans' home.

(6) Any contractor providing competency evaluated nursing assistants to the Grand Rapids home for veterans shall ensure that each CENA is competent in the basic skills needed to perform his or her assigned duties at the home.

(7) The Grand Rapids home for veterans shall provide each CENA at least 12 hours of in-service training once that individual has been assigned to the home.

(8) All complaints of abusive or neglectful care at the Grand Rapids and the D.J. Jacobetti homes for veterans by a resident member, a resident member's family or legal guardian, or staff of the veterans' homes, received by a supervisor shall be referred to the director of nursing or his or her designee upon receipt of such complaint. The director of nursing or his or her designee shall report on not less than a monthly basis, except that the board of managers may specify a more frequent reporting period, to the home administrator, board of managers, agency, subcommittees, the senate and house fiscal agencies, and the state budget office the following information:

(a) A description of the process by which resident members and others may file complaints of alleged abuse or neglect at the Grand Rapids and the D.J. Jacobetti homes for veterans.

(b) Summary statistics on the number and general nature of complaints of abuse or neglect.

(c) Summary statistics on the final disposition of complaints of abuse or neglect received.

(9) The Grand Rapids and D.J. Jacobetti homes for veterans shall provide an on-

site, board-certified psychiatrist for all resident members with mental health disorders in order to ensure that those resident members receive needed services in a professional and timely manner. The Grand Rapids and D.J. Jacobetti homes for veterans shall provide all members and staff a safe and secure environment.

(10) The Grand Rapids and D.J. Jacobetti homes for veterans shall ensure that they effectively develop, execute, and monitor all comprehensive care plans in accordance with federal regulations and their internal policies, with a goal that a comprehensive care plan is fully developed for all resident members.

(11) The Grand Rapids and D.J. Jacobetti homes for veterans shall implement controls over their food, maintenance supplies, pharmaceuticals, and medical supplies inventories.

(12) The Grand Rapids and D.J. Jacobetti homes for veterans shall establish sufficient controls for calculating resident member maintenance assessments in order to accurately calculate resident member maintenance assessments for each billing cycle. The Grand Rapids and D.J. Jacobetti homes for veterans shall establish sufficient controls to ensure that all past due resident member maintenance assessments are addressed within 30 days.

(13) The Grand Rapids and D.J. Jacobetti homes for veterans shall establish sufficient controls over monetary donations and donated goods.

(14) The Grand Rapids and D.J. Jacobetti homes for veterans shall implement sufficient controls over the handling of resident member funds to ensure the release of funds within 3 business days upon the resident member leaving the home and to ensure that a representative of a resident member is provided a full accounting of that resident member's funds within 10 business days of the death of that resident member.

(15) The MVAA shall post on its website all policies adopted by the board of managers, the Michigan Veterans' Facility Authority, and the home related to the

administrative operations of the home.

(16) The process by which visitors, residents, and employees of the Grand Rapids and D.J. Jacobetti homes for veterans may register complaints shall be displayed in high-traffic areas throughout the home.

(17) The MVAA shall report its findings regarding the state veterans' homes' compliance with the requirements and standards under this section in a quarterly report to the legislature and the state budget office. The quarterly reports shall include, but are not limited to, the following information:

(a) Quality of care metrics, including:

(i) The number of patient care hours and staffing levels measured against USDVA-VHA standards.

(ii) Sentinel events reported to the USDVA.

(iii) Fall and wound reports.

(iv) Complaint reports, including abuse and neglect complaints and outcomes of complaint investigations.

(v) Additional minimum data set quality of care indicators used to measure quality of care in long-term care facilities.

(b) Quarterly budget update.

(c) An accounting of resident member populations at the Grand Rapids and D.J. Jacobetti homes for veterans as follows:

(i) By demographics, including period of service, gender, and age.

(ii) By care setting, payment source, and associated revenue projections.

(d) Updates related to the modernization of the Grand Rapids and D.J. Jacobetti homes for veterans, including information related to the following:

(i) Infrastructure/capital outlay improvements.

(ii) Information technology updates.

(iii) Financial management.

(e) Updates on corrective action status related to any audit and survey findings until such findings have been fully addressed.

(18) The Grand Rapids and D.J. Jacobetti homes for veterans shall provide to the subcommittees, the senate and house fiscal agencies, and the state budget office the results of any annual or for-cause survey conducted by the USDVA-VHA and any corresponding corrective action plan. This information shall also be made available publicly through the department's or MVAA's website.

(19) The MVAA shall provide to the legislature and the state budget office quarterly reports regarding the status of Medicaid certification efforts, including, but not limited to, descriptions of incremental milestones, associated expenditures, and the percent of plan completed.

Sec. 13-403. (1) From the increased funds appropriated in part 1 for the D.J. Jacobetti home for veterans, the department shall pursue compliance with current Centers for Medicare and Medicaid Services certification standards. The purpose of this expansion will be to obtain Medicaid certification during fiscal year 2017-2018, to increase the ability to fully utilize all federal funding available to cover the cost of care of eligible veterans living at DJJHV, and to improve overall quality of care for all veterans living at DJJHV.

(2) The department shall identify specific outcomes and performance measures for this initiative, including, but not limited to, the following:

(a) The quality of care to members of DJJHV shall increase as a result of increased direct care staffing ratios.

(b) The quality of the care environment at DJJHV shall increase as a result of facility updates made according to Medicaid specifications to increase members' access to private and semi-private accommodations.

(c) The quality of care for members of DJJHV shall increase as a result of increased ability efforts to implement long-term care evidence-based best practices at

DJJHV.

(d) The collection of available federal Medicaid revenue shall increase as a result of Medicaid certification.

(e) The fiscal stability of DJJHV shall improve due to increased efforts to collect available federal revenue.

Sec. 13-404. The department shall ensure that the quality of care for members of the Grand Rapids and D.J. Jacobetti homes for veterans shall exceed the current quality of care for the full spectrum of health care services as a result of the upgrades made to the homes to meet the Centers for Medicare and Medicaid Services certification standards. The department shall provide a quarterly report to the subcommittees which contains evidence that the quality of care for the full spectrum of health care services has improved due to those upgrades.

Sec. 13-405. (1) The MVAA shall provide a report, as provided under section 219, on the financial status of the Michigan veterans' trust fund, including the number and amount of emergency grants, state administrative expenses, and county administrative expenses.

(2) The Michigan veterans' trust fund board together with the agency shall maintain the staffing and resources necessary to process a minimum of 2,000 applications for veterans' trust fund emergency grants.

Sec. 13-406. (1) The MVAA shall provide outreach services to Michigan veterans that advise them on the benefits to which they are entitled, as provided under Executive Reorganization Order No. 2013-2, MCL 32.92. The MVAA shall also do the following:

(a) Maintain the staffing partnerships and other resources necessary to develop and operate an outreach program that will communicate benefit eligibility information to at least 50% of Michigan's population of veterans, as assessed by annual census estimates, with a goal of reaching 100% and enabling 100% to access benefit

information online.

(b) Communicate veteran benefit information pertaining to the Michigan military family relief fund, Michigan veterans' trust fund, and USDVA health, financial, and memorial benefits to which they are entitled.

(c) Provide sufficient staffing and other resources to approve requests for military discharge certificates (DD-214) annually.

(d) Continue the process to digitize all medical records, military discharge documents, and burial records that are currently on paper and microfilm.

(e) Provide a report, as provided under section 219, on the MVAA's performance on the performance measures, outcomes, and initiatives developed by the agency in the strategic plan required by section 501 of 2013 PA 9.

(f) Provide a report to the subcommittees, senate and house fiscal agencies, and the state budget office no later than April 1 providing for the following:

(i) To the extent known, data on the estimated number of homeless veterans, by county, in this state.

(ii) A summary of the activities and strategies developed to date under the MVAA community assessment and regional service delivery model pilot.

(2) From the funds appropriated in part 1, the MVAA shall provide for the regional coordination of services, as follows:

(a) Regional coordinators shall be selected by the MVAA through a grant agreement with VSOs or by other means.

(b) Regional coordinators shall provide the following services:

(i) Coordinate veteran benefit counselors' efforts throughout a specified region.

(ii) Coordinate services with the department of health and human services and the department of corrections.

(iii) Coordinate with regional workforce and economic development agencies.

(iv) Coordinate activities among local foundations, nonprofit organizations, and

community groups to improve accessibility, enrollment, and utilization of the array of health care, education, employment assistance, and quality of life services provided at the local level.

(c) The MVAA may work with MVAA service officers, regional coordinators, county veteran counselors, VSO service officers, and other service providers to incorporate the provision of information relating to mental health care resources into their daily operations to aid veterans in understanding the mental health care support services they may be eligible to receive.

(d) The MVAA shall coordinate with the department of health and human services to identify Medicaid recipients who are veterans and who may be eligible for federal veterans health care benefits or other benefits, to the extent that the identification does not violate applicable confidentiality requirements.

(e) The MVAA shall collaborate with the department of corrections to create and maintain a process by which prisoners can obtain a copy of their DD-214 form or other military discharge documentation if necessary.

(f) The MVAA shall ensure that all MVAA service officers, VSO service officers, and regional coordinators receive appropriate training in processing applications for benefits payable to veterans due to military sexual trauma, post-traumatic stress disorder, depression, anxiety, substance abuse, or other mental health issues.

(3) The MVAA shall provide claims processing services to Michigan veterans in support of benefit claims submitted to the USDVA for the health, financial, and memorial benefits for which they are eligible, and shall do all of the following:

(a) Report the following information as provided in section 219:

(i) The number of benefit claims, by type, submitted to the USDVA by MVAA and coalition partner veteran service officers.

(ii) The number of fully developed claims, submitted to the USDVA, with an overall goal of 40% of benefit claims submitted that are considered fully developed by

the USDVA.

(b) Maintain the staffing and resources necessary to process a minimum of 500 claims per year.

(4) The MVAA shall maintain staffing and resources necessary to develop and implement a process to ensure that all county counselors receive the training and accreditation necessary to provide quality services to our veterans. The MVAA shall report information as provided in section 219 on the number and percentage of county veterans counselors requesting training by the MVAA, with an overall goal of 100% of county veterans counselors trained.

(5) From the funds appropriated in part 1 for MVAA operations, the MVAA shall provide grant assistance to enhance the capacity and capabilities of counties in providing benefit claims assistance. These funds shall be used to continue the implementation of an Internet-based data system, to increase the number of county veterans counselors, and to increase the number of counties that provide service to veterans through county veterans counselors. The MVAA shall provide a report, as provided in section 219, on the expenditures and activities of the grant funds directed by this subsection.

(6) From the funds appropriated in part 1 for MVAA, the MVAA is authorized to expend up to $50,000.00 to hire legal services to represent veterans benefit cases before federal court to maintain accreditation under 38 CFR 14.628(d)(1)(iv).

Sec. 13-407. (1) The MVAA shall disburse VSO grants to assist them to achieve agency goals and performance objectives in partnership with the VSOs. Grants to VSOs will be disbursed to fund programs and projects which are determined by the agency to meet agency performance objectives and ensure that VSOs communicate the availability of emergency grants through the Michigan veterans' trust fund. In disbursing veterans service organization grants, the MVAA shall do the following:

(a) Ensure that each VSO that receives grants is issued performance standards.

(b) Ensure that each VSO that receives grant funds uses those funds for veterans advocacy and outreach.

(c) Monitor the performance of each VSO that receives grants.

(2) Veterans service organization grants awarded by the MVAA shall provide for the following, as developed by the MVAA:

(a) The provision of service to veterans statewide, using a regional service delivery model, with services provided at specified locations and times, including service provided in state correctional facilities.

(b) The payment of a fixed hourly service rate.

(c) A specified number of service hours within each geographic region of this state, with a statewide goal based on both current fiscal year appropriations for VSO grant program and Sec, 406 (2)(b) fixed hourly service rate. The statewide goal will include service hours provided to eligible incarcerated veterans within 1 year of their earliest release date.

(d) Use of an MVAA-designated Internet-based claims data system.

(3) The MVAA shall report the following information as provided in section 219:

(a) A summary of activities supported through the appropriation in part 1 for veterans service organization grants, including separately for each service region, the amount of expenditures to date, number of service hours, number of claims for benefits submitted by type of claim, and other information deemed appropriate by the MVAA.

(b) The number of fully developed claims, by type, submitted to the USDVA by veterans service organizations, with an overall goal of 40% of benefit claims submitted that are considered fully developed by the USDVA.

Sec. 13-408. (1) The Michigan veterans' trust fund board together with the MVAA shall provide emergency grants for disbursement from the Michigan veterans' trust fund, as provided under the following program authorities:

(a) Sections 37, 38, and 39 of article IX of the state constitution of 1963.

(b) 1946 (1st Ex Sess) PA 9, MCL 35.602 to 35.610.

(c) R 35.1 to R 35.7 of the Michigan administrative code.

(d) R 35.621 to R 35.623 of the Michigan administrative code.

(2) No later than December 1, the MVAA shall provide a detailed report of the Michigan veterans' trust fund that includes, for the prior fiscal year, information on grants provided from the emergency grant program, including details concerning the methodology of allocations, the selection of emergency grant program authorized agents, a description of how the emergency grant program is administered in each county, and a detailed breakdown of trust fund expenditures for that year, including the amount distributed to each county for administrative costs and emergency grants. The report shall also include the number of approved applications, by category of assistance, and the number of denied applications, by reason of denial. The report shall also provide an update on the department's efforts to reduce program administrative costs and maintain the Michigan veterans' trust fund corpus to its original amount of at least $50,000,000.00.

(3) Any funds not expended or encumbered at the end of the current fiscal year shall be deposited into the Michigan veterans' trust fund corpus.

CAPITAL OUTLAY

Sec. 13-501. The department shall provide for the acquisition and disposition of National Guard armories, facilities, and lands as provided under sections 368, 382, and 382a of the Michigan military act, 1967 PA 150, MCL 32.768, 32.782, and 32.782a.

Sec. 13-502. (1) The 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 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 capital outlay appropriations made in part 1 and in prior appropriations years.

Sec. 13-503. (1) The appropriations in part 1 for special maintenance - veterans' homes 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 appropriations for special maintenance - veterans' homes shall be expended in accordance with the requirements of section 501 and shall be expended according to the maintenance priorities of the department to repair and modernize the state's veterans' homes, which may include projects such as roof, HVAC, or boiler replacement, interior renovations, facility expansion, improvements to parking facilities, and other projects designed to enhance the quality of life and medical care of members.

(3) The MVAA 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 Grand Rapids home for veterans and D.J. Jacobetti home for veterans funded from capital outlay appropriations made in part 1 and in prior appropriations years.

ONE-TIME APPROPRIATIONS

Sec. 13-601. (1) The appropriations in part 1 for armory maintenance 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 appropriations for armory maintenance 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.

Article 14

DEPARTMENT OF NATURAL RESOURCES

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 14-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of natural resources are appropriated for the fiscal year ending September 30, 2018, and are anticipated to be appropriated for the fiscal year ending September 30, 2019, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

DEPARTMENT OF NATURAL RESOURCES

APPROPRIATION SUMMARY

Full-time equated unclassified positions.....	6.0	6.0
Full-time equated classified positions.....	2,264.8	2,263.8
**GROSS APPROPRIATION	**$ 416,374,300**	**$ 392,621,900**
Total interdepartmental grants and interdepartmental transfers.....	232,200	232,200
ADJUSTED GROSS APPROPRIATION	$ 416,142,100	$ 392,389,700
Total federal revenues	70,095,700	70,095,700
Total local revenues	0	0
Total private revenues	7,446,000	7,446,000
Total other state restricted revenues	274,553,100	273,553,100
State general fund/general purpose	$ 64,047,300	$ 41,294,900
State general fund/general purpose schedule:		
*Ongoing state general fund/general purpose	*41,294,900*	*41,294,900*
*One-time state general fund/general purpose	*22,752,400*	*0*

Sec. 14-102. DEPARTMENTAL ADMINISTRATION AND SUPPORT

1	Full-time equated unclassified positions.....		6.0		6.0
2	Full-time equated classified positions.....		121.1		121.1
3	Unclassified salaries-6.0 FTE positions	$	776,700	$	776,700
4	Accounting service center		1,489,000		1,489,000
5	Executive direction-11.6 FTE positions		2,136,400		2,136,400
6	Finance and operations-105.5 FTE positions		16,581,800		16,581,800
7	Gifts and pass-through transactions		5,000,000		5,000,000
8	Legal services-4.0 FTE positions		550,500		550,500
9	Natural resources commission		77,100		77,100
10	Property management		3,711,000		3,711,000
11	**GROSS APPROPRIATION	**$**	**30,322,500**	**$**	**30,322,500**
12	Appropriated from:				
13	Interdepartmental grant revenues:				
14	IDG from other restricted funding		232,200		232,200
15	Federal revenues:				
16	Other federal revenues		340,700		340,700
17	Special revenue funds:				
18	Private revenues		5,000,000		5,000,000
19	Other state restricted revenues		21,746,700		21,746,700
20	State general fund/general purpose	$	3,002,900	$	3,002,900
21	**Sec. 14-103. DEPARTMENT INITIATIVES**				
22	Full-time equated classified positions.....		16.0		16.0
23	Great Lakes restoration initiative	$	2,922,000	$	2,922,000
24	Invasive species prevention and control-16.0 FTE				
25	positions.....		5,031,700		5,031,700
26	Michigan conservation corps		1,000,000		1,000,000
27	**GROSS APPROPRIATION	**$**	**8,953,700**	**$**	**8,953,700**

Appropriated from:			
Federal revenues:			
Other federal revenues	2,922,000		2,922,000
Special revenue funds:			
State general fund/general purpose	$ 6,031,700	$	6,031,700
Sec. 14-104. COMMUNICATION AND CUSTOMER SERVICES			
Full-time equated classified positions	135.3		135.3
Marketing and outreach-80.8 FTE positions	$ 13,738,800	$	13,738,800
Michigan historical center-54.5 FTE positions	6,013,600		6,013,600
Michigan wildlife council	2,100,000		2,100,000
GROSS APPROPRIATION	**$ 21,852,400**	**$**	**21,852,400**
Appropriated from:			
Federal revenues:			
Other federal revenues	1,558,300		1,558,300
Special revenue funds:			
Private revenues	411,200		411,200
Other state restricted revenues	14,774,200		14,774,200
State general fund/general purpose	$ 5,108,700	$	5,108,700
Sec. 14-105. WILDLIFE MANAGEMENT			
Full-time equated classified positions	227.5		227.5
Natural resources heritage-9.0 FTE positions	$ 631,300	$	631,300
Wildlife management-218.5 FTE positions	41,932,700		41,932,700
GROSS APPROPRIATION	**$ 42,564,000**	**$**	**42,564,000**
Appropriated from:			
Federal revenues:			
Other federal revenues	25,158,800		25,158,800
Special revenue funds:			

Private revenues	315,700	315,700
Other state restricted revenues	15,264,300	15,264,300
State general fund/general purpose	$ 1,825,200	$ 1,825,200
Sec. 14-106. FISHERIES MANAGEMENT		
Full-time equated classified positions.....	222.5	222.5
Aquatic resource mitigation-2.0 FTE positions	$ 629,300	$ 629,300
Cormorant population mitigation program	150,000	150,000
Fish production-63.0 FTE positions	10,242,000	10,242,000
Fisheries resource management-157.5 FTE positions	20,639,100	20,639,100
**GROSS APPROPRIATION	**$ 31,660,400**	**$ 31,660,400**
Appropriated from:		
Federal revenues:		
Other federal revenues	11,292,000	11,292,000
Special revenue funds:		
Private revenues	136,200	136,200
Other state restricted revenues	19,713,000	19,713,000
State general fund/general purpose	$ 519,200	$ 519,200
Sec. 14-107. LAW ENFORCEMENT		
Full-time equated classified positions.....	284.0	284.0
General law enforcement-284.0 FTE positions	$ 42,435,200	$ 42,435,200
**GROSS APPROPRIATION	**$ 42,435,200**	**$ 42,435,200**
Appropriated from:		
Federal revenues:		
Other federal revenues	6,510,900	6,510,900
Special revenue funds:		
Other state restricted revenues	24,758,000	24,758,000
State general fund/general purpose	$ 11,166,300	$ 11,166,300

	Sec. 14-108. PARKS AND RECREATION DIVISION			
	Full-time equated classified positions.....		911.9	911.9
	Forest recreation and trails-53.0 FTE positions	$	6,172,400	$ 6,172,400
	MacMullan conference center-15.0 FTE positions		1,156,000	1,156,000
	Recreational boating-170.5 FTE positions		19,011,000	19,011,000
	State parks-673.4 FTE positions		67,144,900	67,144,900
	State parks improvement revenue bonds - debt service .		1,191,000	1,191,000
	**GROSS APPROPRIATION	**$**	**94,675,300**	**$ 94,675,300**
	Appropriated from:			
	Federal revenues:			
	Other federal revenues		1,761,200	1,761,200
	Special revenue funds:			
	Private revenues		428,000	428,000
	Other state restricted revenues		90,013,500	90,013,500
	State general fund/general purpose	$	2,472,600	$ 2,472,600
	Sec. 14-109. MACKINAC ISLAND STATE PARK COMMISSION			
	Full-time equated classified positions.....		17.0	17.0
	Historical facilities system-13.0 FTE positions	$	1,583,700	$ 1,583,700
	Mackinac Island state park operations-4.0 FTE positions		333,600	333,600
	**GROSS APPROPRIATION	**$**	**1,917,300**	**$ 1,917,300**
	Appropriated from:			
	Special revenue funds:			
	Other state restricted revenues		1,711,400	1,711,400
	State general fund/general purpose	$	205,900	$ 205,900
	Sec. 14-110. FOREST RESOURCES DIVISION			
	Full-time equated classified positions.....		328.5	328.5
	Forest management and timber market development-195.5			

FTE positions.....	$	33,780,300	$	33,780,300
Minerals management-19.0 FTE positions		3,144,900		3,144,900
Wildfire protection-114.0 FTE positions		14,758,900		14,758,900
**GROSS APPROPRIATION	**$**	**51,684,100**	**$**	**51,684,100**
Appropriated from:				
Federal revenues:				
Other federal revenues		4,292,500		4,292,500
Special revenue funds:				
Private revenues		1,054,900		1,054,900
Other state restricted revenues		38,744,700		38,744,700
State general fund/general purpose	$	7,592,000	$	7,592,000
Sec. 14-111. GRANTS				
Dam management grant program	$	350,000	$	350,000
Deer habitat improvement partnership initiative		200,000		200,000
Federal - clean vessel act grants		400,000		400,000
Federal - forest stewardship grants		2,000,000		2,000,000
Federal - land and water conservation fund payments ..		2,566,900		2,566,900
Federal - rural community fire protection		400,000		400,000
Federal - urban forestry grants		900,000		900,000
Fisheries habitat improvement grants		1,250,000		1,250,000
Grants to communities - federal oil, gas, and timber payments.....		3,450,000		3,450,000
Grants to counties - marine safety		3,074,700		3,074,700
National recreational trails		3,900,000		3,900,000
Nonmotorized trail development and maintenance grants		350,000		350,000
Off-road vehicle safety training grants		29,200		29,200
Off-road vehicle trail improvement grants		3,706,200		3,706,200

Recreation improvement fund grants		907,100	907,100
Recreation passport local grants		1,500,000	1,500,000
Snowmobile law enforcement grants		380,100	380,100
Snowmobile local grants program		8,090,400	8,090,400
Trail easements		700,000	700,000
Wildlife habitat improvement grants		1,500,000	1,500,000
**GROSS APPROPRIATION	**$**	**35,654,600**	**$** **35,654,600**
Appropriated from:			
Federal revenues:			
Other federal revenues		15,184,300	15,184,300
Special revenue funds:			
Private revenues		100,000	100,000
Other state restricted revenues		19,670,300	19,670,300
State general fund/general purpose	$	700,000	$ 700,000
Sec. 14-112. INFORMATION TECHNOLOGY			
Information technology services and projects	$	10,327,400	$ 10,327,400
**GROSS APPROPRIATION	**$**	**10,327,400**	**$** **10,327,400**
Appropriated from:			
Special revenue funds:			
Other state restricted revenues		9,157,000	9,157,000
State general fund/general purpose	$	1,170,400	$ 1,170,400
Sec. 14-113. CAPITAL OUTLAY			
(1) RECREATIONAL LANDS AND INFRASTRUCTURE			
State parks repair and maintenance	$	9,500,000	$ 9,500,000
Wetlands restoration, enhancement and acquisition		1,500,000	1,500,000
**GROSS APPROPRIATION	**$**	**11,000,000**	**$** **11,000,000**
Appropriated from:			

	Special revenue funds:			
	Other state restricted revenues	9,500,000		9,500,000
	State general fund/general purpose	$ 1,500,000	$	1,500,000
	(2) WATERWAYS BOATING PROGRAM			
	East Tawas state harbor, Iosco County, harbor renovation, dock replacements, dredging, fueling station, new electrical/utilities, phase I (total authorized cost is increased from $70,000 to $3,120,000; federal share is increased from $0 to $1,550,000; state share is increased from $70,000 to $1,570,000).....	$ 1,500,000	$	1,500,000
	Local boating infrastructure maintenance and improvements.....	2,500,000		2,500,000
	State boating infrastructure maintenance	5,575,000		5,575,000
	**GROSS APPROPRIATION	**$ 9,575,000**	**$**	**9,575,000**
	Appropriated from:			
	Federal revenues:			
	Other federal revenues	1,075,000		1,075,000
	Special revenue funds:			
	Other state restricted revenues	8,500,000		8,500,000
	State general fund/general purpose	$ 0	$	0
	Sec. 14-114. ONE-TIME APPROPRIATIONS			
	Full-time equated classified positions.....	1.0		0.0
	Abandoned mines-1.0 FTE position	$ 2,002,400	$	0
	Land ownership tracking system	2,900,000		0
	State parks repair and maintenance	10,000,000		0
	Trail development	5,000,000		0

Wetland mitigation bank grants	3,850,000		0
**GROSS APPROPRIATION	**$ 23,752,400**	**$**	**0**
Appropriated from:			
Special revenue funds:			
Other state restricted revenues	1,000,000		0
State general fund/general purpose	$ 22,752,400	$	0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2018

GENERAL SECTIONS

Sec. 14-201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for the fiscal year 2018 is $338,600,400.00 and state spending from state resources to be paid to local units of government for fiscal year 2018 is $9,854,300.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF NATURAL RESOURCES

Off-road vehicle trail improvement grants	$ 534,500
Dam management grant program.....	175,000
Snowmobile law enforcement grants.....	380,100
Fisheries habitat improvement grants.....	125,000
Grants to counties - marine safety.....	1,407,300
Recreation passport local grants.....	1,500,000
Wildlife habitat improvement grants.....	150,000
Wetland mitigation bank grants.....	2,700,000
Recreation improvement fund grants.....	90,700

Local boating infrastructure maintenance and improvements.....		2,500,000
Nonmotorized trail development and maintenance grants.....		262,500
Off-road vehicle safety training grants.....		29,200
TOTAL	$	9,854,300

Sec. 14-202. The appropriations authorized under this article are subject to the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

Sec. 14-203. As used in this article:

(a) "Department" means the department of natural resources.

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

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

(d) "IDG" means interdepartmental grant.

Sec. 14-204. The departments and agencies receiving appropriations in part 1 shall use the Internet to fulfill the reporting requirements of this article. 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. 14-205. 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 services, or both, are available. Preference shall be given to goods or services, or both, manufactured or provided by Michigan businesses, if they are competitively priced and of comparable quality. In addition, preference should be given to goods or services, or both, that are manufactured or provided by Michigan businesses owned and operated by veterans, if they are competitively priced and of comparable quality.

Sec. 14-206. The director 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. Each director shall strongly encourage firms with which

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

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

(a) The dates of each travel occurrence.

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

Sec. 14-208. Funds appropriated in part 1 shall not be used by a principal executive department, state agency, or authority to hire a person to provide legal services that are the responsibility of the attorney general. This prohibition does not apply to legal services for bonding activities and for those outside services that the attorney general authorizes.

Sec. 14-209. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total general fund/general purpose appropriation lapses at the close of the prior fiscal year. This report shall summarize the projected year-end general fund/general purpose appropriation lapses by major departmental program or program areas. The report shall be transmitted to the chairpersons of the senate and house appropriations committees and the senate and house fiscal agencies.

Sec. 14-210. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $3,000,000.00 for federal contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article 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 $10,000,000.00 for state restricted contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

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

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

Sec. 14-211. The department shall cooperate with the department of technology, management and budget to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following for each department or agency:

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

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

(c) Fiscal year-to-date payments to a selected vendor, including the vendor name,

payment date, payment amount, and payment description.

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

(e) Job specifications and wage rates.

Sec. 14-212. Within 14 days after the release of the executive budget recommendation, the department shall cooperate with the state budget office to provide the senate and house appropriations chairs, the senate and house appropriations subcommittees chairs, and the senate and house fiscal agencies with an annual report on estimated state restricted fund balances, state restricted fund projected revenues, and state restricted fund expenditures for the fiscal years ending September 30, 2017 and September 30, 2018.

Sec. 14-213. The department shall maintain, on a publicly accessible website, a department scorecard that identifies, tracks and regularly updates key metrics that are used to monitor and improve the agency's performance.

Sec. 14-214. Total authorized appropriations from all sources under part 1 for legacy costs for the fiscal year ending September 30, 2018 are estimated at $44,255,600.00. From this amount, total agency appropriations for pension-related legacy costs are estimated at $22,774,200.00. Total agency appropriations for retiree health care legacy costs are estimated at $21,481,400.00.

Sec. 14-215. 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 .....$ 31,300

Attorney general..... 756,300

Department of technology, management and budget 492,500

Department of treasury 3,013,100

Sec. 14-216. 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, 2018.

DEPARTMENTAL ADMINISTRATION AND SUPPORT

Sec. 14-302. The department may charge land acquisition projects appropriated for the fiscal year ending September 30, 2018, and for prior fiscal years, a standard percentage fee to recover actual costs, and may use the revenue derived to support the land acquisition service charges provided for in part 1.

Sec. 14-303. As appropriated in part 1, the department may charge both application fees and transaction fees related to the exchange or sale of state-owned land or rights in land authorized by part 21 of the natural resources and environmental protection act, 1994 PA 451, MCL 324.2101 to 324.2162. The fees shall be set by the director of the department at a rate which allows the department to recover its costs for providing these services.

COMMUNICATION AND CUSTOMER SERVICES

Sec. 14-404. For the purposes of administering the museum store as provided in section 7a of 1913 PA 271, MCL 399.7a, the department is exempt from section 261 of the management and budget act, 1984 PA 431, MCL 18.1261.

Sec. 14-405. As appropriated in part 1, proceeds in excess of costs incurred in the conduct of auctions, sales, or transfers of artifacts no longer considered suitable for the collections of the state historical museum may be expended upon receipt for additional material for the collection. The department shall notify the chairpersons, vice chairpersons, and minority vice chairpersons of the senate and house appropriations subcommittees on natural resources 1 week prior to any auctions or sales. Any unexpended funds may be carried forward into the next succeeding fiscal year.

Sec. 14-406. As appropriated in part 1, funds collected by the department for historical markers; document reproduction and services; conferences, admissions, workshops, and training classes; and the use of specialized equipment, facilities, exhibits, collections, and software shall be used for expenses necessary to provide the required services. The department may charge fees for the aforementioned services, including admission fees. Any unexpended funds may be carried forward into the next succeeding fiscal year.

Sec. 14-408. By October 21, 2017, the department shall submit to the senate and house appropriations subcommittees on natural resources a report on all land transactions approved by the natural resources commission in the fiscal year ending September 30, 2017. For each land transaction, the report shall include the size of the parcel, the county and municipality in which the parcel is located, the dollar amount of the transaction, the fund source affected by the transaction, and whether the transaction is by purchase, public auction, transfer, exchange, or conveyance.

FISHERIES MANAGEMENT

Sec. 14-601. (1) From the appropriation in part 1 for aquatic resource mitigation, not more than $758,000.00 shall be allocated for grants to watershed councils, resource development councils, soil conservation districts, local governmental units, and other nonprofit organizations for stream habitat stabilization and soil erosion control.

(2) The fisheries division in the department shall develop priority and cost estimates for all projects recommended for grants under subsection (1).

Sec. 14-603. The department shall provide an annual report to the legislature on use of funding provided for cormorant management. The department shall use general fund/general purpose revenue for this purpose and submit revenue appropriated in part 1 for cormorant management to the United States Department of Agriculture Animal and

Plant Health Inspection Service to allow for increased taking of cormorants and their nests. If any funds appropriated for cormorant management are retained by the department, or other funds become available for this purpose, the department shall use those funds to harass cormorants with the goal of reducing foraging attempts on fish populations.

LAW ENFORCEMENT

Sec. 14-701. From the increased funds appropriated in part 1 for conservation officers, the department shall hire, train, and outfit 10 detectives and/or specialists as well as 2 support staff. The primary purpose of the new staff is to conduct long-term surveillance and covert investigations to combat illegal activities and enforce regulations.

FOREST RESOURCES DIVISION

Sec. 14-802. From the funds appropriated in part 1, the department shall provide quarterly reports on the number of acres of state forestland marked or treated for timber harvest to the senate and house appropriations subcommittees on natural resources and the standing committees of the senate and house of representatives with primary responsibility for natural resources issues. The department shall complete and deliver these reports by 45 days after the end of the fiscal quarter.

Sec. 14-803. In addition to the money appropriated in part 1, the department may receive and expend money from federal sources to provide response to wildfires as required by a compact with the federal government. If additional expenditure authorization is required, the department shall notify the state budget office that expenditure under this section is required. The department shall notify the house and senate appropriations subcommittees on natural resources and the house and senate fiscal agencies of the expenditures under this section by November 1, 2018.

Sec. 14-807. (1) In addition to the funds appropriated in part 1, there is appropriated from the disaster and emergency contingency fund up to $800,000.00 to cover costs related to any disaster as defined in section 2 of the emergency management act, 1976 PA 390, MCL 30.402.

(2) Funds appropriated under subsection (1) shall not be expended unless the state budget director recommends the expenditure and the department notifies the house and senate committees on appropriations. By December 1 each year, the department shall provide a report to the senate and house fiscal agencies and the state budget office on the use of the disaster and emergency contingency fund during the prior fiscal year.

(3) If Federal Emergency Management Agency (FEMA) reimbursement is approved for costs paid from the disaster and emergency contingency fund, the federal revenue shall be deposited into the disaster and emergency contingency fund.

(4) Unexpended and unencumbered funds remaining in the disaster and emergency contingency fund at the close of the fiscal year shall not lapse to the general fund and shall be carried forward and be available for expenditures in subsequent fiscal years.

GRANTS

Sec. 14-1001. Federal pass-through funds to local institutions and governments that are received in amounts in addition to those included in part 1 for grants to communities - federal oil, gas, and timber payments and that do not require additional state matching funds are appropriated for the purposes intended. By November 30, 2017, the department shall report to the senate and house appropriations subcommittees on natural resources, the senate and house fiscal agencies, and the state budget director on all amounts appropriated under this section during the fiscal year ending September 30, 2017.

CAPITAL OUTLAY

Sec. 14-1103. The appropriations in part 1 for capital outlay shall be carried forward at the end of the fiscal year consistent with the provisions of section 248 of the management and budget act, 1984 PA 431, MCL 18.1248.

ONE-TIME APPROPRIATIONS

Sec. 14-1201. From the increased funds appropriated in part 1 for wetland mitigation banking, the department will increase available wetland mitigation bank credits with a goal of 1,800. The purpose of this program is to provide affordable mitigation credits for municipalities and agricultural producers.

Sec. 14-1202. From the increased funds appropriated in part 1 for abandoned mine shafts, the department will close additional abandoned mine shafts on DNR-management lands with a goal of 50. The purpose of the program is to remove the potential for dangerous accidents at those sites.

Article 15

DEPARTMENT OF STATE

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 15-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of state are appropriated for the fiscal year ending September 30, 2018, and are anticipated to be appropriated for the fiscal year ending September 30, 2019, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

DEPARTMENT OF STATE

APPROPRIATION SUMMARY

Full-time equated unclassified positions.....	6.0	6.0
Full-time equated classified positions.....	1,608.0	1,608.0
**GROSS APPROPRIATION	**$ 249,358,500**	**$ 249,358,500**
Total interdepartmental grants and interdepartmental transfers.....	20,000,000	20,000,000
ADJUSTED GROSS APPROPRIATION	$ 229,358,500	$ 229,358,500
Total federal revenues	1,460,000	1,460,000
Total local revenues	0	0
Total private revenues	50,100	50,100
Total other state restricted revenues	205,709,400	205,709,400
State general fund/general purpose	$ 22,139,000	$ 22,139,000
State general fund/general purpose schedule:		
*Ongoing state general fund/general purpose	*22,139,000*	*22,139,000*
*One-time state general fund/general purpose	*0*	*0*
Sec. 15-102. DEPARTMENTAL ADMINISTRATION AND SUPPORT		
Full-time equated unclassified positions.....	6.0	6.0

Full-time equated classified positions.....		146.0		146.0
Secretary of state-1.0 FTE position	$	112,500	$	112,500
Unclassified salaries-5.0 FTE positions		647,700		647,700
Operations-116.0 FTE positions		25,420,300		25,420,300
Executive direction-30.0 FTE positions		4,590,000		4,590,000
Property management		9,758,300		9,758,300
Worker's compensation		246,200		246,200
**GROSS APPROPRIATION	**$**	**40,775,000**	**$**	**40,775,000**
Appropriated from:				
Special revenue funds:				
Other state restricted revenues		36,084,200		36,084,200
State general fund/general purpose	$	4,690,800	$	4,690,800
Sec. 15-103. LEGAL SERVICES				
Full-time equated classified positions.....		94.0		94.0
Operations-94.0 FTE positions	$	14,940,200	$	14,940,200
**GROSS APPROPRIATION	**$**	**14,940,200**	**$**	**14,940,200**
Appropriated from:				
Special revenue funds:				
Other state restricted revenues		13,034,100		13,034,100
State general fund/general purpose	$	1,906,100	$	1,906,100
Sec. 15-104. CUSTOMER DELIVERY SERVICES				
Full-time equated classified positions.....		1,323.0		1,323.0
Branch operations-932.0 FTE positions	$	87,887,700	$	87,887,700
Central operations-389.0 FTE positions		50,617,300		50,617,300
Credit and debit assessment services		8,000,000		8,000,000
Motorcycle safety education administration-2.0 FTE positions.....		337,500		337,500

Motorcycle safety education grants	1,800,000	1,800,000
Organ donor program	129,100	129,100
**GROSS APPROPRIATION	**$ 148,771,600**	**$ 148,771,600**
Appropriated from:		
Interdepartmental grant revenues:		
IDG from department of transportation	20,000,000	20,000,000
Federal revenues:		
Other federal revenues	1,460,000	1,460,000
Special revenue funds:		
Private revenues	50,100	50,100
Other state restricted revenues	120,286,900	120,286,900
State general fund/general purpose	$ 6,974,600	$ 6,974,600
Sec. 15-105. ELECTION REGULATION		
Full-time equated classified positions.....	45.0	45.0
County clerk education and training fund	$ 100,000	$ 100,000
Election administration and services-45.0 FTE		
positions.....	7,209,800	7,209,800
Fees to local units	109,800	109,800
**GROSS APPROPRIATION	**$ 7,419,600**	**$ 7,419,600**
Appropriated from:		
Special revenue funds:		
Other state restricted revenues	443,500	443,500
State general fund/general purpose	$ 6,976,100	$ 6,976,100
Sec. 15-106. INFORMATION TECHNOLOGY		
Information technology services and projects	$ 37,452,100	$ 37,452,100
**GROSS APPROPRIATION	**$ 37,452,100**	**$ 37,452,100**
Appropriated from:		

Special revenue funds:		
Other state restricted revenues	35,860,700	35,860,700
State general fund/general purpose	$ 1,591,400	$ 1,591,400

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2018

GENERAL SECTIONS

Sec. 15-201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for the fiscal year 2018 is $227,848,400.00 and state spending from state resources to be paid to local units of government for fiscal year 2018 is $1,215,900.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF STATE

Fees to local units.....	$ 109,800
Motorcycle safety education grants.....	1,106,100
TOTAL	$ 1,215,900

Sec. 15-202. The appropriations authorized under this article are subject to the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

Sec. 15-203. As used in this article:

(a) "Department" means the department of state.

(b) "Director" means the secretary of state.

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

(d) "IDG" means interdepartmental grant.

Sec. 15-204. The departments and agencies receiving appropriations in part 1 shall use the Internet to fulfill the reporting requirements of this article. 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. 15-205. 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 services, or both, are available. Preference shall be given to goods or services, or both, manufactured or provided by Michigan businesses, if they are competitively priced and of comparable quality. In addition, preference should be given to goods or services, or both, that are manufactured or provided by Michigan businesses owned and operated by veterans, if they are competitively priced and of comparable quality.

Sec. 15-206. The director 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. Each director shall strongly encourage firms with which the department contracts to subcontract with certified businesses in depressed and deprived communities for services, supplies, or both.

Sec. 15-207. The departments and agencies receiving appropriations in part 1 shall prepare a report on out-of-state travel expenses not later than January 1 of each year. The travel report shall be a listing of all travel by classified and unclassified employees outside this state in the immediately preceding fiscal year that was funded in whole or in part with funds appropriated in the department's budget. The report shall be submitted to the senate and house appropriations committees, the house and senate fiscal agencies, and the state budget director. The report shall include the following information:

(a) The dates of each travel occurrence.

(b) The transportation and related costs of each travel occurrence, including the proportion funded with state general fund/general purpose revenues, the proportion

funded with state restricted revenues, the proportion funded with federal revenues, and the proportion funded with other revenues.

Sec. 15-208. Funds appropriated in part 1 shall not be used by a principal executive department, state agency, or authority to hire a person to provide legal services that are the responsibility of the attorney general. This prohibition does not apply to legal services for bonding activities and for those outside services that the attorney general authorizes.

Sec. 15-209. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total general fund/general purpose appropriation lapses at the close of the prior fiscal year. This report shall summarize the projected year-end general fund/general purpose appropriation lapses by major departmental program or program areas. The report shall be transmitted to the chairpersons of the senate and house appropriations committees and the senate and house fiscal agencies.

Sec. 15-210. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $2,000,000.00 for federal contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article 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 $7,500,000.00 for state restricted contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

(3) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $50,000.00 for local contingency funds. These funds are not available for expenditure until they have been transferred to another line item in

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

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

Sec. 15-211. The department shall cooperate with the department of technology, management and budget to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following for each department or agency:

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

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

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

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

(e) Job specifications and wage rates.

Sec. 15-212. Within 14 days after the release of the executive budget recommendation, the department shall cooperate with the state budget office to provide the senate and house appropriations chairs, the senate and house appropriations subcommittees chairs, and the senate and house fiscal agencies with an annual report on estimated state restricted fund balances, state restricted fund projected revenues, and state restricted fund expenditures for the fiscal years ending September 30, 2017 and September 30, 2018.

Sec. 15-213. The department shall maintain, on a publicly accessible website, a department scorecard that identifies, tracks and regularly updates key metrics that are used to monitor and improve the agency's performance.

Sec. 15-214. Total authorized appropriations from all sources under part 1 for legacy costs for the fiscal year ending September 30, 2018 are estimated at $31,170,200.00. From this amount, total agency appropriations for pension-related legacy costs are estimated at $16,040,400.00. Total agency appropriations for retiree health care legacy costs are estimated at $15,129,800.00.

DEPARTMENT OF STATE

Sec. 15-703. From the funds appropriated in part 1, the department of state shall sell copies of records including, but not limited to, records of motor vehicles, off-road vehicles, snowmobiles, watercraft, mobile homes, personal identification cardholders, drivers, and boat operators and shall charge $11.00 per record sold only as authorized in section 208b of the Michigan vehicle code, 1949 PA 300, MCL 257.208b, section 7 of 1972 PA 222, MCL 28.297, and sections 80130, 80315, 81114, and 82156 of the natural resources and environmental protection act, 1994 PA 451, MCL 324.80130, 324.80315, 324.81114, and 324.82156. The revenue received from the sale of records shall be credited to the transportation administration collection fund created under section 810b of the Michigan vehicle code, 1949 PA 300, MCL 257.810b. The department of state shall provide quarterly reports to the legislature and the senate and house fiscal agencies. The report shall be provided within 15 days of the close of the quarter and shall include the number of records sold and the revenues collected.

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

Sec. 15-705. (1) The department of state may accept gifts, donations, contributions, and grants of money and other property from any private or public source to underwrite, in whole or in part, the cost of a departmental publication that

is prepared and disseminated under the Michigan vehicle code, 1949 PA 300, MCL 257.1 to 257.923. A private or public funding source may receive written recognition in the publication and may furnish a traffic safety message, subject to departmental approval, for inclusion in the publication. The department may reject a gift, donation, contribution, or grant. The department may furnish copies of a publication underwritten, in whole or in part, by a private source to the underwriter at no charge.

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

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

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

(5) On March 1 of each year, the department of state shall file a report with the

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

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

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

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

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

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

Sec. 15-707. Funds collected by the department of state under section 211 of the Michigan vehicle code, 1949 PA 300, MCL 257.211, are appropriated for all expenses necessary to provide for the costs of the publication. Funds are allotted for expenditure when they are received by the department of treasury and shall not lapse to the general fund at the end of the fiscal year.

Sec. 15-708. From the funds appropriated in part 1, the department of state shall use available balances at the end of the state fiscal year to provide payment to the department of state police in the amount of $332,000.00 for the services provided by

the traffic accident records program as first appropriated in 1990 PA 196 and 1990 PA 208.

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

Sec. 15-711. Collector plate and fund-raising registration plate revenues collected by the department of state are appropriated and allotted for distribution to the recipient university or public or private agency overseeing a state-sponsored goal when received. Distributions shall occur on a quarterly basis or as otherwise authorized by law. Any revenues remaining at the end of the fiscal year shall not lapse to the general fund but shall remain available for distribution to the university or agency in the next fiscal year.

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

Sec. 15-713. (1) The department of state, in collaboration with the gift of life transplantation society or its successor federally designated organ procurement organization, may develop and administer a public information campaign concerning the Michigan organ donor program.

(2) The department of state may solicit funds from any private or public source to underwrite, in whole or in part, the public information campaign authorized by this section. The department may accept gifts, donations, contributions, and grants of money and other property from private and public sources for this purpose. A private or public funding source underwriting the public information campaign, in whole or in

substantial part, shall receive sponsorship credit for its financial backing.

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

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

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

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

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

will result from the overall changes made to the branch office structure and the same level of detail regarding costs for new leased facilities and expansions of current leased space.

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

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

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

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

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

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

Sec. 15-717. (1) The department of state may accept nonmonetary gifts, donations,

or contributions of property from any private or public source to support, in whole or in part, the operation of a departmental function relating to licensing, regulation, or safety. The department may recognize a private or public contributor for making the contribution. The department may reject a gift, donation, or contribution.

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

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

Sec. 15-722. (1) From the funds appropriated in part 1 for information technology services and projects, the department of state shall establish a legacy modernization project. The purpose of this program expansion is modernization of the entire system and removal of existing programs from the legacy mainframes.

(2) The department of state shall provide a report on the status of the legacy modernization project that includes, but is not limited to, itemization of all expenditures made on behalf of the project, anticipated completion date of the project, time frame of each phase of the project, the cost of the project, the number of employees assigned to implement each phase of the project, the contracts entered into for the project, anticipated overall cost of the project, and any other information the department considers necessary. The plan shall be distributed to the senate and house of representatives standing committees on appropriations subcommittees on general government, as well as the senate and house fiscal agencies, and the state budget director by January 1.

Sec. 15-723. From the funds appropriated in part 1 for additional staff in Legal

Services, the department will expand consumer protection programs aimed at fraud prevention and detection and increase regulatory enforcement to allow for more reviews of repair facilities and mechanics with the goal of closing cases in less than 180 days.

Article 16

DEPARTMENT OF STATE POLICE

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 16-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of state police are appropriated for the fiscal year ending September 30, 2018, and are anticipated to be appropriated for the fiscal year ending September 30, 2019, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

DEPARTMENT OF STATE POLICE

APPROPRIATION SUMMARY

Full-time equated unclassified positions.....	3.0	3.0
Full-time equated classified positions.....	3,437.0	3,437.0
**GROSS APPROPRIATION	**$ 693,588,900**	**$ 690,754,200**
Total interdepartmental grants and interdepartmental transfers.....	26,221,600	26,221,600
ADJUSTED GROSS APPROPRIATION	$ 667,367,300	$ 664,532,600
Total federal revenues	83,662,500	83,662,500
Total local revenues	5,835,200	5,835,200
Total private revenues	178,100	178,100
Total other state restricted revenues	135,423,700	139,502,900
State general fund/general purpose	$ 442,267,800	$ 435,353,900
State general fund/general purpose schedule:		
*Ongoing state general fund/general purpose	*422,490,900*	*435,353,900*
*One-time state general fund/general purpose	*19,776,900*	*0*
Sec. 16-102. DEPARTMENTAL ADMINISTRATION AND SUPPORT		
Full-time equated unclassified positions.....	3.0	3.0

1	Full-time equated classified positions.....		83.0		83.0
2	Unclassified salaries-3.0 FTE positions	$	586,100	$	586,100
3	Accounting service center		1,058,400		1,058,400
4	Department services-58.0 FTE positions		8,831,300		8,831,300
5	Departmentwide		40,942,200		43,733,400
6	Executive direction-25.0 FTE positions		4,170,100		4,170,100
7	**GROSS APPROPRIATION	**$**	**55,588,100**	**$**	**58,379,300**
8	Appropriated from:				
9	Interdepartmental grant revenues:				
10	IDG from department of corrections		26,000		26,000
11	IDG from department of state		1,400		1,400
12	IDG from department of transportation		3,900		3,900
13	IDG from department of treasury		135,800		135,800
14	IDG from other restricted funding		158,200		158,200
15	Interdepartmental transfers		38,200		38,200
16	Federal revenues:				
17	Other federal revenues		546,000		546,000
18	Special revenue funds:				
19	Local revenues		6,200		6,200
20	Michigan merit award trust fund		17,600		17,600
21	Other state restricted revenues		5,488,600		6,349,800
22	State general fund/general purpose	$	49,166,200	$	51,096,200
23	**Sec. 16-103. LAW ENFORCEMENT**				
24	Full-time equated classified positions.....		530.0		530.0
25	Biometrics and identification-54.0 FTE positions	$	9,294,100	$	9,294,100
26	Criminal justice information center-134.0 FTE positions		19,917,400		19,917,400
27	Forensic science-270.0 FTE positions		43,876,100		43,896,600

Grants and community services-17.0 FTE positions	19,042,500	19,042,500
Training-55.0 FTE positions	10,466,100	10,466,100
**GROSS APPROPRIATION	**$ 102,596,200**	**$ 102,616,700**
Appropriated from:		
Interdepartmental grant revenues:		
IDG from department of corrections	318,200	318,200
IDG from department of state	368,700	368,700
IDG from department of transportation	1,197,700	1,197,700
IDG from department of treasury	664,900	664,900
IDG from other restricted funding	2,398,700	2,398,700
Interdepartmental transfers	750,000	750,000
Federal revenues:		
Other federal revenues	16,409,400	16,409,400
Special revenue funds:		
Local revenues	915,300	915,300
Private revenues	100,000	100,000
Other state restricted revenues	32,591,700	32,612,200
State general fund/general purpose	$ 46,881,600	$ 46,881,600
Sec. 16-104. COMMISSION ON LAW ENFORCEMENT STANDARDS		
Full-time equated classified positions.....	18.0	18.0
Public safety officers benefit program-1.0 FTE position	$ 151,100	$ 151,100
Standards and training/justice training grants-14.0 FTE		
positions.....	9,887,100	10,464,600
Training only to local units-3.0 FTE positions	654,500	654,500
**GROSS APPROPRIATION	**$ 10,692,700**	**$ 11,270,200**
Appropriated from:		
Federal revenues:		

1	Other federal revenues		175,700		175,700
2	Special revenue funds:				
3	Other state restricted revenues		9,215,900		9,793,400
4	State general fund/general purpose	$	1,301,100	$	1,301,100
5	**Sec. 16-105. FIELD SERVICES**				
6	Full-time equated classified positions.....		2,213.0		2,213.0
7	Investigative services-180.5 FTE positions	$	33,824,800	$	36,387,000
8	Post operations-2,002.5 FTE positions		295,519,600		306,452,600
9	Secure cities partnership-30.0 FTE positions		7,831,100		7,831,100
10	**GROSS APPROPRIATION ..... **	**$**	**337,175,500**	**$**	**350,670,700**
11	Appropriated from:				
12	Interdepartmental grant revenues:				
13	IDG from department of treasury		6,096,400		6,096,400
14	Interdepartmental transfers		775,200		775,200
15	Federal revenues:				
16	Other federal revenues		6,675,300		6,675,300
17	Special revenue funds:				
18	Local revenues		2,079,400		2,079,400
19	Michigan merit award trust fund		819,300		819,300
20	Other state restricted revenues		48,700,400		51,262,600
21	State general fund/general purpose	$	272,029,500	$	282,962,500
22	**Sec. 16-106. SPECIALIZED SERVICES**				
23	Full-time equated classified positions.....		593.0		593.0
24	Commercial vehicle enforcement-201.0 FTE positions ...	$	28,721,700	$	28,772,100
25	Commercial vehicle regulation-22.0 FTE positions		2,226,200		2,226,200
26	Emergency management and homeland security-67.0 FTE				
27	positions.....		16,021,800		16,021,800

Hazardous materials programs-25.0 FTE positions	30,139,700	30,139,700
Highway safety planning-26.0 FTE positions	18,001,900	18,001,900
Intelligence operations-184.0 FTE positions	24,804,000	24,811,400
Secondary road patrol program-1.0 FTE position	11,069,300	11,069,300
Special operations-67.0 FTE positions	12,012,500	12,012,500
**GROSS APPROPRIATION	**$ 142,997,100**	**$ 143,054,900**
Appropriated from:		
Interdepartmental grant revenues:		
IDG from department of transportation	10,239,400	10,239,400
IDG from department of treasury	681,900	681,900
Interdepartmental transfers	1,902,200	1,902,200
Federal revenues:		
Other federal revenues	58,899,000	58,899,000
Special revenue funds:		
Local revenues	1,700,100	1,700,100
Private revenues	78,100	78,100
Other state restricted revenues	29,219,100	29,276,900
State general fund/general purpose	$ 40,277,300	$ 40,277,300
Sec. 16-107. INFORMATION TECHNOLOGY		
Information technology services and projects	$ 24,762,400	$ 24,762,400
**GROSS APPROPRIATION	**$ 24,762,400**	**$ 24,762,400**
Appropriated from:		
Interdepartmental grant revenues:		
IDG from department of state	3,800	3,800
IDG from department of transportation	256,900	256,900
IDG from department of treasury	171,100	171,100
IDG from other restricted funding	12,200	12,200

Interdepartmental transfers	20,800		20,800
Federal revenues:			
Other federal revenues	957,100		957,100
Special revenue funds:			
Local revenues	1,134,200		1,134,200
Michigan merit award trust fund	6,100		6,100
Other state restricted revenues	9,365,000		9,365,000
State general fund/general purpose	$ 12,835,200	$	12,835,200

Sec. 16-108. ONE-TIME APPROPRIATIONS

Disaster and emergency contingency fund	$ 10,000,000	$	0
Equipment lifecycle replacement - secure cities	1,000,000		0
Fair and impartial policing training grants	1,000,000		0
Forensic science	730,000		0
Law enforcement job task analysis	200,000		0
Sexual assault prevention and education initiative ...	600,000		0
Trooper school	6,246,900		0
**GROSS APPROPRIATION	**$ 19,776,900**	**$**	**0**
Appropriated from:			
Special revenue funds:			
State general fund/general purpose	$ 19,776,900	$	0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2018

GENERAL SECTIONS

Sec. 16-201. Pursuant to section 30 of article IX of the state constitution of

1963, total state spending from state resources under part 1 for the fiscal year 2018 is $577,691,500.00 and state spending from state resources to be paid to local units of government for fiscal year 2018 is $14,113,200.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF STATE POLICE

Standards and training/justice training grants	$ 2,500,100
Training only to local units	654,500
Secondary road patrol program	10,958,600
TOTAL	$ 14,113,200

Sec. 16-202. The appropriations authorized under this article are subject to the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

Sec. 16-203. As used in this article:

(a) "CJIS" means Criminal Justice Information Systems.

(b) "Core service" means that phrase as defined in section 373 of the management and budget act, 1984 PA 431, MCL 18.1373.

(c) "Department" means the department of state police.

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

(e) "DNA" means deoxyribonucleic acid.

(f) "DTMB" means the department of technology, management and budget.

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

(h) "IDG" means interdepartmental grant.

(i) "MCOLES" means the Michigan commission on law enforcement standards.

(j) "Support service" means an activity required to support the ongoing delivery of core services.

Sec. 16-204. The departments and agencies receiving appropriations in part 1 shall use the Internet to fulfill the reporting requirements of this article. 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. 16-205. 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 services, or both, are available. Preference shall be given to goods or services, or both, manufactured or provided by Michigan businesses, if they are competitively priced and of comparable quality. In addition, preference should be given to goods or services, or both, that are manufactured or provided by Michigan businesses owned and operated by veterans, if they are competitively priced and of comparable quality.

Sec. 16-206. The director 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. Each director shall strongly encourage firms with which the department contracts to subcontract with certified businesses in depressed and deprived communities for services, supplies, or both.

Sec. 16-207. The departments and agencies receiving appropriations in part 1 shall prepare a report on out-of-state travel expenses not later than January 1 of each year. The travel report shall be a listing of all travel by classified and unclassified employees outside this state in the immediately preceding fiscal year that was funded in whole or in part with funds appropriated in the department's budget. The report shall be submitted to the senate and house appropriations committees, the house and senate fiscal agencies, and the state budget director. The report shall include the following information:

(a) The dates of each travel occurrence.

(b) The transportation and related costs of each travel occurrence, including the proportion funded with state general fund/general purpose revenues, the proportion funded with state restricted revenues, the proportion funded with federal revenues,

and the proportion funded with other revenues.

Sec. 16-208. Funds appropriated in part 1 shall not be used by a principal executive department, state agency, or authority to hire a person to provide legal services that are the responsibility of the attorney general. This prohibition does not apply to legal services for bonding activities and for those outside services that the attorney general authorizes.

Sec. 16-209. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total general fund/general purpose appropriation lapses at the close of the prior fiscal year. This report shall summarize the projected year-end general fund/general purpose appropriation lapses by major departmental program or program areas. The report shall be transmitted to the chairpersons of the senate and house appropriations committees and the senate and house fiscal agencies.

Sec. 16-210. (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 this article 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 this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

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

18.1393.

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

Sec. 16-211. The department shall cooperate with the department of technology, management and budget to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following for each department or agency:

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

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

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

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

(e) Job specifications and wage rates.

Sec. 16-212. Within 14 days after the release of the executive budget recommendation, the department shall cooperate with the state budget office to provide the senate and house appropriations chairs, the senate and house appropriations subcommittees chairs, and the senate and house fiscal agencies with an annual report on estimated state restricted fund balances, state restricted fund projected revenues, and state restricted fund expenditures for the fiscal years ending September 30, 2017 and September 30, 2018.

Sec. 16-213. The department shall maintain, on a publicly accessible website, a department scorecard that identifies, tracks and regularly updates key metrics that are used to monitor and improve the agency's performance.

Sec. 16-214. Total authorized appropriations from all sources under part 1 for

legacy costs for the fiscal year ending September 30, 2018 are estimated at $124,240,400.00. From this amount, total agency appropriations for pension-related legacy costs are estimated at $70,149,700.00. Total agency appropriations for retiree health care legacy costs are estimated at $54,090,700.00.

Sec. 16-215. 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. 16-219. The department shall provide quarterly reports to the subcommittees, the senate and house fiscal agencies, and the state budget office that provide the following data:

(a) A list of major work projects, including the status of each project.

(b) The department's financial status, featuring a report of budgeted versus actual expenditures by part 1 line item including a year-end projection of budget requirements. If projected department budget requirements exceed the allocated budget, the report shall include a plan to reduce overall expenses while still satisfying specified service level requirements.

(c) A report on the performance metrics cited or information required to be reported in this part, reasons for nonachievement of metric targets, and proposed corrective actions.

Sec. 16-221. The appropriations in part 1 are for the core services, support services, and work projects of the department, including, but not limited to, the following core services:

(a) State security operations.

(b) Training.

(c) Michigan commission on law enforcement standards.

(d) Criminal justice information systems.

(e) Forensic analysis and biometric identification.

(f) Post operations and investigative services.

(g) Special operations.

(h) Intelligence operations.

(i) Commercial vehicle regulation and enforcement.

(j) Emergency management and homeland security.

(k) Highway safety planning.

(l) Secondary road patrol program.

Sec. 16-226. (1) When the department provides contractual services to a local unit of government, the department shall be reimbursed for all costs incurred in providing the services, including, but not limited to, retirement and overtime costs.

(2) The department shall define service cost models for those services requiring reimbursement.

(3) Contractual services provided to an entity other than a local unit of government may be provided by department personnel, but only on an overtime basis outside the normal work schedule of the personnel.

(4) This section does not apply to services provided to state agencies.

(5) Revenues received for contractual or reimbursed services in excess of the appropriation in part 1 are appropriated and may be received and expended by the department for the purposes for which funds are received.

(6) If additional authorization is approved in the statewide integrated governmental management application (SIGMA) by the state budget office under this section, the department shall notify the subcommittees and the senate and house fiscal agencies within 10 days after the approval. The notification shall include the amount and funding source of the additional authorization, the date of its approval, and the projected use of funds to be expended.

Sec. 16-232. The department shall serve as an active liaison between the DTMB and

state, local, regional, and federal public safety agencies on matters pertaining to the Michigan public safety communications system and shall report user issues to the DTMB.

Sec. 16-238. Money privately donated to the department is appropriated under part 1 to be used for the purposes designated by the donor of the money, if specified.

Sec. 16-241. (1) Federal revenues authorized by and available from the federal government in excess of the appropriation in part 1 are appropriated and may be received and expended by the department for purposes authorized under state law and subject to federal requirements.

(2) If additional authorization is approved in the statewide integrated governmental management application (SIGMA) by the state budget office under this section, the department shall notify the subcommittees and the senate and house fiscal agencies within 10 days after the approval. The notification shall include the amount and funding source of the additional authorization, the date of its approval, and the projected use of funds to be expended.

DEPARTMENTAL ADMINISTRATION AND SUPPORT

Sec. 16-301. (1) The department shall provide security services at the State Capitol Complex facilities and the State Secondary Complex as provided under section 6c of 1935 PA 59, MCL 28.6c.

(2) The department shall maintain the staff and resources necessary to respond to emergencies at the State Capitol Complex, State Secondary Complex, House Office Building, Farnum Building, Capitol parking lot, Townsend Parking Ramp, the Roosevelt Parking Ramp, and other areas as directed.

(3) The department may develop a phased approach for improving security at the Capitol Building.

(4) The department shall maintain a goal of annually conducting 35,000 property

inspections of state owned and leased facilities.

LAW ENFORCEMENT

Sec. 16-401. (1) The department shall develop and deliver professional, innovative, and quality training that supports the law enforcement and public safety efforts of the criminal justice community.

(2) The department shall provide performance data as provided under section 219 for average classroom occupancy rate, with an annual goal of at least 55%.

(3) The department shall submit a report to the subcommittees and the senate and house fiscal agencies within 60 days of the conclusion of any trooper, motor carrier, or state properties security recruit school. The report shall include the following:

(a) The number of veterans and the number of MCOLES-certified police officers who were admitted to and the number who graduated from the recruit school.

(b) The total number of recruits who were admitted to the school, the number of recruits who graduated from the school, and the location at which each of these recruits is assigned.

(4) The department shall distribute and review course evaluations to ensure that quality training is provided.

Sec. 16-402. (1) In accordance with applicable state and federal laws and regulations, the department shall maintain and ensure compliance with CJIS databases and applications in the support of public safety and law enforcement communities.

(2) The department shall improve the accuracy, timeliness, and completeness of criminal history information by conducting a minimum of 30 outreach activities targeted to criminal justice agencies.

(3) The department shall provide for the compilation of crime statistics consistent with the uniform crime reporting (UCR) program and the national incident-based report system (NIBRS).

(4) The department shall provide for the compilation and evaluation of traffic crash reports and the maintenance of the state accident data collection system.

(5) The department shall make traffic crash information available to the public at a reasonable cost. For bulk access to the accident records in which the vehicle identification number has been collected and computerized, the department shall make those records available to the public at cost, provided that the name and address have been excluded.

(6) In accordance with applicable state and federal laws and regulations, the department shall provide for the maintenance and dissemination of criminal history records and juvenile records, including to the extent necessary to exchange criminal history records information with the Federal Bureau of Investigation and other states through the interstate identification index, the National Crime Information Center, and other federal CJIS databases and indices.

(7) In accordance with applicable state and federal laws, the department shall provide for the maintenance of records, including criminal history records regarding firearms licensure.

(8) The department shall maintain the staff and resources necessary to maintain the sex offender registry and enforce the registration requirements as provided by law.

(9) The department shall provide information on the number of background checks processed through the Internet criminal history access tool (ICHAT) as provided in section 219.

(10) The following unexpended and unencumbered revenues deposited into the criminal justice information center service fee shall not lapse to the general fund, but shall be carried forward into the subsequent fiscal year:

(a) Fees for fingerprinting and criminal record checks and name-based criminal record checks pursuant to 1935 PA 120, MCL 28.271 to 28.273.

(b) Fees for application and licensing for initial and renewal concealed pistol licenses pursuant to 1927 PA 372, MCL 28.421 to 28.435.

(c) Revenue from other sources, including, but not limited to, investment and interest earnings.

(11) Unexpended and unencumbered revenue generated by state records management system fees shall not lapse to the general fund, but shall be carried forward into the subsequent fiscal year.

Sec. 16-403. (1) The department shall provide forensic testing services to aid in criminal investigations.

(2) The department shall ensure its ability to maintain accreditation by a federally designated accrediting agency, as provided under 42 USC 14132.

(3) The department shall provide forensic science services with an average turnaround time of 55 days, assuming an annual caseload volume commensurate with that received in fiscal year 2012-2013, and shall achieve a goal of a 30-day average turnaround time across all forensic science disciplines.

(4) The department shall provide the following data as provided in section 219:

(a) The average turnaround time for processing forensic evidence across all disciplines.

(b) Forensic laboratory staffing levels, including scientists in training, and vacancies.

(c) The number of backlogged cases in each discipline.

(5) The department shall provide for the forensic testing and analysis/profiling of DNA evidence to aid criminal investigations by law enforcement agencies in this state.

Sec. 16-404. (1) The biometrics and identification division shall house and manage the automated fingerprint identification system, the statewide network of agency photographs, and combined offender DNA index system biometric databases.

(2) The department shall provide data on the number of 10-print and palm-print submissions to the database, with a goal of at least 97% of submissions provided electronically as provided in section 219.

(3) The department shall maintain the staffing and resources necessary to have a 28-day average wait time for scheduling a polygraph examination, assuming an annual caseload received commensurate with fiscal year 2012-2013, with a goal of achieving a 15-day average wait time.

(4) If changes are made to the department's protocol for retaining and purging DNA analysis samples and records, the department shall post a copy of the protocol changes on the department's website.

Sec. 16-405. Not later than December 1 of the subsequent fiscal year, the department shall submit a report to the subcommittees and senate and house fiscal agencies that includes, but is not limited to, all of the following information:

(a) Sexual assault kit analysis backlog at the beginning of the current fiscal year.

(b) The number of sexual assault kits collected or submitted for analysis during the current fiscal year.

(c) The number of sexual assault kits analyzed and the number of associated DNA profiles created and uploaded during the current fiscal year.

(d) Sexual assault kit analysis backlog at the ending of the current fiscal year.

(e) The average turnaround time to analyze sexual assault kits and to create and upload associated DNA profiles for the current fiscal year.

Sec. 16-406. The department shall provide administrative support for the following grant and community service programs:

(a) The operations of the automobile theft prevention authority.

(b) Administration of the Edward Byrne memorial justice assistance program and other grant programs as well as the department's community policing efforts.

(c) Oversight and administration of 9-1-1 operations statewide.

COMMISSION ON LAW ENFORCEMENT STANDARDS

Sec. 16-501. (1) MCOLES shall establish standards for the selection, employment, training, education, licensing, and revocation of all law enforcement officers and provide the basic law enforcement training curriculum for law enforcement training academy programs statewide.

(2) MCOLES shall maintain staffing and resources necessary to update law enforcement standards within 120 days of the enactment date of any new legislation.

FIELD SERVICES

Sec. 16-601. (1) Department enlisted personnel who are employed to enforce traffic laws as provided in section 629e of the Michigan vehicle code, 1949 PA 300, MCL 257.629e, shall not be prohibited from responding to crimes in progress or other emergency situations and are responsible for making every effort to protect all residents of this state.

(2) The department shall maintain the staffing and resources necessary to continually work to enhance traffic safety throughout this state and shall dedicate a minimum of 455,200 hours to statewide patrol, of which a minimum of 40,000 shall be committed to distressed cities in this state, and 4,000 shall be committed to Belle Isle. The department shall work to improve public safety efforts within distressed cities by enhancing data analysis capabilities and identifying crime trends and areas with high occurrence of crime.

(3) The department shall maintain the staffing and resources necessary to perform activities to maintain a 93% compliance rate for reporting by registered sex offenders.

(4) The department shall submit a report on or before December 1 to the

subcommittees and senate and house fiscal agencies regarding the secure cities partnership during the prior fiscal year.

Sec. 16-602. (1) The department shall identify and apprehend criminals through criminal investigations in this state.

(2) The department shall maintain the staffing and resources necessary to provide a comparable number of hours investigating crimes as those performed in fiscal year 2012-2013.

(3) The department shall maintain the staffing and resources necessary to annually meet or exceed a case clearance rate of 62%.

(4) The department shall annually provide 4 training opportunities to local law enforcement partners with the goal of increasing their knowledge of gambling laws, trends, legal issues, and opioid-related investigations.

(5) The department shall maintain the staffing and resources necessary to increase the number of opioid-related investigations by 20% above the number of such investigations conducted in the 2014-2015 fiscal year conducted by multijurisdictional task forces and hometown security teams. The department shall work to enhance investigative and drug interdiction efforts by enhancing data analysis capabilities and linking investigations among multijurisdictional task forces and hometown security teams.

Sec. 16-603. (1) The department shall provide protection to this state, its economy, welfare, and vital state-sponsored programs through the prevention and suppression of organized smuggling of untaxed tobacco products in the state, through enforcement of the tobacco products tax act, 1993 PA327, MCL205.421 to 205.436, and other laws pertaining to combating criminal activity in this state, by maintaining a tobacco tax enforcement unit.

(2) The department shall submit an annual report on December 1 to the subcommittees, the senate and house appropriations subcommittees on general

government, the senate and house fiscal agencies, and the state budget office that details expenditures and activities related to tobacco tax enforcement for the prior fiscal year.

(3) The tobacco tax enforcement unit shall dedicate a minimum of 16,600 hours to tobacco tax enforcement.

Sec. 16-604. (1) The department shall provide fire investigation services to citizens of this state through training and investigative assistance to public safety agencies in this state.

(2) The department shall maintain the staffing and resources necessary to maintain readiness to respond appropriately to at least the number of requests for fire investigation services that occurred in fiscal year 2010-2011 and shall be available for call out statewide 100% of the time.

SPECIALIZED SERVICES

Sec. 16-701. (1) The department shall operate the Michigan intelligence operation center for homeland security as the state's primary federally designated fusion center to receive, analyze, gather, and disseminate threat-related information among federal, state, local, tribal, and private sector partners.

(2) The department shall ensure public safety by providing public and private sector partners with timely and accurate information regarding critical information key resource threats as reported to or discovered by the Michigan intelligence operations center for homeland security and shall increase public awareness on how to report suspicious activity through website or telephone communications.

(3) The department shall maintain the staffing and resources necessary to support the cyber section, including the Michigan cyber command center, the computer crimes unit, and the Internet crimes against children task force. The department shall maintain the staffing and resources necessary to increase the number of cases

completed by the computer crimes unit by 40% above the number of cases completed in the 2014-2015 fiscal year. The unit shall pursue process improvement initiatives to effectively utilize staff resources in providing investigatory assistance and evidentiary analysis for law enforcement and criminal justice agencies statewide.

(4) The department shall maintain the staffing and resources necessary to provide digital forensic analysis services with a goal of decreasing backlogs of digital forensic analysis cases annually until the department maintains a 60-day turnaround time.

Sec. 16-702. (1) The department shall provide specialized services in support of, and to enhance, local, state, and federal law enforcement operations within this state in accordance with all applicable state and federal laws and regulations.

(2) The department shall maintain the staffing and resources necessary to provide training to maintain readiness to respond appropriately to at least the number of requests for specialty services which occurred in fiscal year 2010-2011.

(3) The canine unit shall be available for call out statewide 100% of the time.

(4) The bomb squad unit shall be available for call out statewide 100% of the time.

(5) The emergency support teams shall be available for call out statewide 100% of the time.

(6) The marine services team shall be available for call out statewide 100% of the time.

(7) Aviation services shall be available for call out statewide 100% of the time, unless prohibited by weather or unexpected mechanical breakdowns.

Sec. 16-703. (1) The department shall maintain commercial vehicle regulation, school bus inspections, and enforcement activities, including enforcement of requirements concerning size, weight, and load restrictions; operating authority; registration; fuel taxes; transportation of hazardous materials; operations of new

entrants; and commercial driver's licenses.

(2) The department shall maintain the staffing and resources necessary to meet inspection goals consistent with the department's federal motor carrier assistance program activities.

(3) Revenue collected under the motor carrier act, 1933 PA 254, MCL 475.1 to 479.42, shall be expended in accordance with that act. Unexpended and unencumbered revenues shall not lapse to the general fund but shall be carried forward into the subsequent fiscal year.

Sec. 16-704. (1) The department shall coordinate the mitigation, preparation, response, and recovery activities of municipal, county, state, and federal governments, and other governmental entities, for all hazards, disasters, and emergencies.

(2) The state director of emergency management may expend money appropriated under part 1 to call upon any agency or department of the state or any resource of the state to protect life or property or to provide for the health or safety of the population in any area of the state in which the governor proclaims a state of emergency or state of disaster under 1945 PA 302, MCL 10.31 to 10.33, or under the emergency management act, 1976 PA 390, MCL 30.401 to 30.421. The state director of emergency management may expend the amounts the director considers necessary to accomplish these purposes. The director shall submit to the state budget director as soon as possible a complete report of all actions taken under the authority of this section. The report shall contain, as a separate item, a statement of all money expended that is not reimbursable from federal money. The state budget director shall review the expenditures and submit recommendations to the legislature in regard to any possible need for a supplemental appropriation.

(3) In addition to the money appropriated in part 1, the department may receive and expend money from local, private, federal, or state sources for the purpose of

providing emergency management training to local or private interests and for the purpose of supporting emergency preparedness, response, recovery, and mitigation activity. If additional expenditure authorization in the statewide integrated governmental management application (SIGMA) is approved by the state budget office under this section, the department and the state budget office shall notify the subcommittees and the senate and house fiscal agencies within 10 days after the approval. The notification shall include the amount and source and the additional authorization, the date of its approval, and the projected use of funds to be expended under the authorization.

(4) The department shall foster, promote, and maintain partnerships to protect this state and homeland from all hazards.

(5) The department shall maintain the staffing and resources necessary to do all of the following:

(a) Serve approximately 105 local emergency management preparedness programs and 88 local emergency planning committees in this state.

(b) Operate and maintain the state's emergency operations center and provide command and control in support of emergency response services.

(c) Maintain readiness, including training and equipment to respond to civil disorders and natural disasters commensurate with the capabilities of fiscal year 2010-2011.

(d) Perform hazardous materials response training.

(6) The department shall conduct a minimum of 6 training sessions to enhance safe response in the event of natural or manmade incidents, emergencies, or disasters.

(7) In addition to the funds appropriated in part 1, there is appropriated from the disaster and emergency contingency fund an amount necessary to cover costs related to any disaster or emergency as defined in the emergency management act, 1976 PA 390, MCL 30.401 to 30.421. Funds shall be expended as provided under sections 18 and 19 of

the emergency management act, 1976 PA 390, MCL 30.418 and 30.419, and R 30.51 to R 30.61 of the Michigan administrative code.

(8) Funds in the disaster and emergency contingency fund shall not be expended unless the state budget director approves the expenditure and the department and the state budget office notify the senate and house appropriations committees. If expenditures are made from the disaster and emergency contingency fund during a month, the department shall submit monthly reports to the house and senate fiscal agencies detailing the purpose of the expenditures. These monthly reports shall be submitted within 30 days after the end of the month during which funds from the disaster and emergency contingency fund were expended.

(9) Upon the declaration of a state of emergency or disaster by the governor pursuant to section 3 of the emergency management act, 1976 PA 390, MCL 30.403, approval of the state budget director, and notification of the subcommittees and house and senate fiscal agencies, the director may expend funds appropriated from any source to any line item within part 1 for the purpose of paying the necessary and reasonable expenses incurred by the department in responding to or mitigating the effects of any emergency or disaster as those terms are defined in section 2 of the emergency management act, 1976 PA 390, MCL 30.402.

Sec. 16-705. The department shall provide for the planning, administration, and implementation of highway traffic safety programs to save lives and reduce injuries on Michigan roads in partnership with other public and private organizations.

Sec. 16-706. (1) The department shall provide funding to county sheriff departments to patrol secondary roads.

(2) The sheriffs' duties under the secondary road patrol program, as outlined in section 76(2) of 1846 RS 14, MCL 51.76, are to patrol and monitor traffic violations; to enforce the criminal laws of this state, violations of which are observed by or brought to the attention of the sheriff's department while patrolling and monitoring

secondary roads; to investigate accidents involving motor vehicles; and to provide emergency assistance to persons on or near a highway or road the sheriff is patrolling and monitoring.

(3) The department shall provide the following information on secondary road patrol activities supported by appropriations in part 1.

(a) The number of funded full-time equivalent county sheriff secondary road patrol deputies.

(b) The number of hours dedicated to patrol under the secondary road patrol program, with an annual goal of at least 178,000 hours.

(4) The information required to be reported under subsection (3) shall be reported on an annual basis.

ONE-TIME APPROPRIATIONS

Sec. 16-902. (1) Funding provided in part 1 for the sexual assault prevention and education initiative shall be used to provide and administer grants to public or nonpublic community colleges, colleges, and universities with a physical presence in the state to address campus sexual assault issues to improve the safety and security of students, faculty, and staff in campus environments in the state.

(2) Grant funds awarded shall support sexual assault programs, including education, awareness, prevention, reporting, and bystander intervention programs.

(3) The department shall issue awards no later than December 1, 2017, with a grant period of 1 year.

(4) The department shall report on grant activities to the subcommittees and the state budget office by February 28, 2019.

(5) Unexpended and appropriations in part 1 for the sexual assault prevention and education initiative are designated as work project appropriations. Any unencumbered or unallotted funds at the end of the fiscal year shall be 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 is to provide grants for sexual assault education, awareness, prevention, reporting, and bystander intervention programs.

(b) The project will be accomplished by grants to eligible community colleges, colleges, and universities.

(c) The total estimated cost of the project is $600,000.00.

(d) The estimated completion date is September 30, 2019.

Article 17

DEPARTMENT OF TALENT AND ECONOMIC DEVELOPMENT

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 17-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of talent and economic development are appropriated for the fiscal year ending September 30, 2018, and are anticipated to be appropriated for the fiscal year ending September 30, 2019, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

DEPARTMENT OF TALENT AND ECONOMIC DEVELOPMENT

APPROPRIATION SUMMARY

Full-time equated unclassified positions.....	6.0	6.0
Full-time equated classified positions.....	1,609.0	1,609.0
GROSS APPROPRIATION	**$ 1,143,324,800**	**$ 1,114,324,800**
Total interdepartmental grants and interdepartmental transfers.....	0	0
ADJUSTED GROSS APPROPRIATION	$ 1,143,324,800	$ 1,114,324,800
Total federal revenues	762,144,800	762,144,800
Total local revenues	500,000	500,000
Total private revenues	5,620,900	5,620,900
Total other state restricted revenues	181,556,700	181,556,700
State general fund/general purpose	$ 193,502,400	$ 164,502,400
State general fund/general purpose schedule:		
Ongoing state general fund/general purpose	*164,502,400*	*164,502,400*
One-time state general fund/general purpose	*29,000,000*	*0*

Sec. 17-102. DEPARTMENTAL ADMINISTRATION AND SUPPORT

	Full-time equated unclassified positions.....		6.0		6.0
	Full-time equated classified positions.....		3.0		3.0
	Unclassified salaries-6.0 FTE positions	$	1,086,900	$	1,086,900
	Executive direction and operations-3.0 FTE positions .		1,397,100		1,397,100
	**GROSS APPROPRIATION	**$**	**2,484,000**	**$**	**2,484,000**
	Appropriated from:				
	Federal revenues:				
	Other federal revenues		1,803,000		1,803,000
	Special revenue funds:				
	Other state restricted revenues		487,100		487,100
	State general fund/general purpose	$	193,900	$	193,900
	Sec. 17-103. MICHIGAN STRATEGIC FUND				
	Full-time equated classified positions.....		197.0		197.0
	Administrative services-37.0 FTE positions	$	6,212,900	$	6,212,900
	Arts and cultural program		10,150,000		10,150,000
	Business attraction and community revitalization		115,500,000		115,500,000
	Community college skilled trades equipment program ...		4,600,000		4,600,000
	Community development block grants		47,000,000		47,000,000
	Entrepreneurship eco-system		19,400,000		19,400,000
	Facility for rare isotope beams		7,300,000		7,300,000
	Job creation services-160.0 FTE positions		22,298,000		22,298,000
	Pure Michigan		34,000,000		34,000,000
	**GROSS APPROPRIATION	**$**	**266,460,900**	**$**	**266,460,900**
	Appropriated from:				
	Federal revenues:				
	Other federal revenues		53,936,100		53,936,100
	Special revenue funds:				

Private revenues		350,000	350,000
21st century jobs fund		75,000,000	75,000,000
Other state restricted revenues		5,051,500	5,051,500
State general fund/general purpose	$	132,123,300	$ 132,123,300
Sec. 17-104. TALENT INVESTMENT AGENCY			
Full-time equated classified positions		1,087.0	1,087.0
Community ventures-7.0 FTE positions	$	9,806,700	$ 9,806,700
Executive direction-14.0 FTE positions		1,991,400	1,991,400
Information technology services and projects		22,501,000	22,501,000
Going pro		30,908,300	30,908,300
Unemployment insurance agency-846.0 FTE positions		137,953,400	137,953,400
Workforce development programs		385,822,900	385,822,900
Workforce program administration-220.0 FTE positions		32,339,500	32,339,500
GROSS APPROPRIATION	**$**	**621,323,200**	**$ 621,323,200**
Appropriated from:			
Federal revenues:			
Social security act, temporary assistance for needy families		63,698,800	63,698,800
Other federal revenues		474,846,900	474,846,900
Special revenue funds:			
Local revenues		500,000	500,000
Private revenues		5,270,900	5,270,900
Other state restricted revenues		48,782,100	48,782,100
State general fund/general purpose	$	28,224,500	$ 28,224,500
Sec. 17-105. LAND BANK FAST TRACK AUTHORITY			
Full-time equated classified positions		6.0	6.0
Land bank fast track authority-6.0 FTE positions	$	5,259,100	$ 5,259,100

GROSS APPROPRIATION	**$**	**5,259,100**	**$**	**5,259,100**
Appropriated from:				
Federal revenues:				
Other federal revenues		1,000,000		1,000,000
Special revenue funds:				
Other state restricted revenues		298,400		298,400
State general fund/general purpose	$	3,960,700	$	3,960,700
Sec. 17-106. MICHIGAN STATE HOUSING DEVELOPMENT AUTHORITY				
Full-time equated classified positions		316.0		316.0
Housing and rental assistance-316.0 FTE positions	$	44,372,000	$	44,372,000
Lighthouse preservation program		307,500		307,500
Michigan state housing development authority technology services and projects		3,598,500		3,598,500
Payments on behalf of tenants		166,860,000		166,860,000
Property management		3,659,600		3,659,600
GROSS APPROPRIATION	**$**	**218,797,600**	**$**	**218,797,600**
Appropriated from:				
Federal revenues:				
Other federal revenues		166,860,000		166,860,000
Special revenue funds:				
Other state restricted revenues		51,937,600		51,937,600
State general fund/general purpose	$	0	$	0
Sec. 17-107. ONE-TIME APPROPRIATIONS				
Arts and cultural program	$	1,000,000	$	0
Business attraction and community revitalization		10,000,000		0
Project rising tide		2,000,000		0
Protect and grow		1,000,000		0

Going pro	10,000,000		0
Talent marketing	5,000,000		0
GROSS APPROPRIATION	**$ 29,000,000**	**$**	**0**
Appropriated from:			
Special revenue funds:			
State general fund/general purpose	$ 29,000,000	$	0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2018

GENERAL SECTIONS

Sec. 17-201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for the fiscal year 2018 is $375,059,100.00 and state spending from state resources to be paid to local units of government for fiscal year 2018 is $34,300,000.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF TALENT AND ECONOMIC DEVELOPMENT

Going pro	$ 22,000,000
Workforce development programs	11,300,000
Arts and cultural program	1,000,000
TOTAL	$ 34,300,000

Sec. 17-202. The appropriations authorized under this article are subject to the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

Sec. 17-203. As used in this article:

(a) "Department" means the department of talent and economic development.

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

(c) "DTMB" means the Michigan department of technology, management and budget.

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

(e) "Fund" means the Michigan strategic fund.

(f) "MAIN" means the Michigan administrative information network.

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

(h) "MEGA" means the Michigan Economic Growth Authority.

(i) "PATH" means Partnership. Accountability. Training. Hope.

(j) "TANF" means Temporary assistance for needy families.

Sec. 17-204. The departments and agencies receiving appropriations in part 1 shall use the Internet to fulfill the reporting requirements of this article. 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. 17-205. 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 services, or both, are available. Preference shall be given to goods or services, or both, manufactured or provided by Michigan businesses, if they are competitively priced and of comparable quality. In addition, preference should be given to goods or services, or both, that are manufactured or provided by Michigan businesses owned and operated by veterans, if they are competitively priced and of comparable quality.

Sec. 17-206. The director 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. Each director shall strongly encourage firms with which the department contracts to subcontract with certified businesses in depressed and deprived communities for services, supplies, or both.

Sec. 17-207. The departments and agencies receiving appropriations in part 1 shall prepare a report on out-of-state travel expenses not later than January 1 of each year. The travel report shall be a listing of all travel by classified and unclassified employees outside this state in the immediately preceding fiscal year that was funded in whole or in part with funds appropriated in the department's budget. The report shall be submitted to the senate and house appropriations committees, the house and senate fiscal agencies, and the state budget director. The report shall include the following information:

(a) The dates of each travel occurrence.

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

Sec. 17-208. Funds appropriated in part 1 shall not be used by a principal executive department, state agency, or authority to hire a person to provide legal services that are the responsibility of the attorney general. This prohibition does not apply to legal services for bonding activities and for those outside services that the attorney general authorizes.

Sec. 17-209. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total general fund/general purpose appropriation lapses at the close of the prior fiscal year. This report shall summarize the projected year-end general fund/general purpose appropriation lapses by

major departmental program or program areas. The report shall be transmitted to the chairpersons of the senate and house appropriations committees and the senate and house fiscal agencies.

Sec. 17-210. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $30,000,000.00 for federal contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article 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 $10,000,000.00 for state restricted contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

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

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

Sec. 17-211. The department shall cooperate with the department of technology, management and budget to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following for each department or agency:

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

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

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

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

(e) Job specifications and wage rates.

Sec. 17-212. Within 14 days after the release of the executive budget recommendation, the department shall cooperate with the state budget office to provide the senate and house appropriations chairs, the senate and house appropriations subcommittees chairs, and the senate and house fiscal agencies with an annual report on estimated state restricted fund balances, state restricted fund projected revenues, and state restricted fund expenditures for the fiscal years ending September 30, 2017 and September 30, 2018.

Sec. 17-213. The department shall maintain, on a publicly accessible website, a department scorecard that identifies, tracks and regularly updates key metrics that are used to monitor and improve the agency's performance.

Sec. 17-214. Total authorized appropriations from all sources under part 1 for legacy costs for the fiscal year ending September 30, 2018 are estimated at $32,357,000.00. From this amount, total agency appropriations for pension-related legacy costs are estimated at $16,651,100.00. Total agency appropriations for retiree health care legacy costs are estimated at $15,705,900.00.

Sec. 17-215. Federal pass-through funds to local institutions and governments that are received in amounts in addition to those included in part 1 and that do not require additional state matching funds are appropriated for the purposes intended. The department may carry forward into the succeeding fiscal year unexpended federal pass-through funds to local institutions and governments that do not require additional state matching funds. The department shall report the amount and source of

the funds to the senate and house appropriation subcommittees on general government, the senate and house fiscal agencies, and the state budget office within 10 business days after receiving any additional pass-through funds.

MICHIGAN STATE HOUSING DEVELOPMENT AUTHORITY

Sec. 17-994. In addition to the funds appropriated in part 1, the funds collected by state historic preservation programs for document reproduction and services and application fees are appropriated for all expenses necessary to provide the required services. These funds are available for expenditure when they are received and may be carried forward into the succeeding fiscal year.

LAND BANK FAST TRACK AUTHORITY

Sec. 17-995. In addition to the amounts appropriated in part 1, the land bank fast track authority may expend revenues received under the land bank fast track act, 2003 PA 258, MCL 124.751 to 124.774, for the purposes authorized by the act, including, but not limited to, the acquisition, lease, management, demolition, maintenance, or rehabilitation of real or personal property, payment of debt service for notes or bonds issued by the authority, and other expenses to clear or quiet title property held by the authority.

MICHIGAN STRATEGIC FUND

Sec. 17-1005. In addition to the appropriations in part 1, Travel Michigan may receive and expend revenue related to the use of "Pure Michigan" and all other copyrighted slogans and images. This revenue may come from the direct licensing of the name and image or from the royalty payments from various merchandise sales. Revenue collected is appropriated for the marketing of the state as a travel destination. The funds are available for expenditure when they are received by the department of

treasury. The fund shall provide a report that lists the revenues by source received from the use of "Pure Michigan" and all other copyrighted slogans and images. The report shall provide a detailed list of expenditures of revenues received under this section. The report shall be provided to the appropriations subcommittees on general government, the fiscal agencies, and the state budget office by April 10.

Sec. 17-1008. As a condition of receiving funds under part 1, any interlocal agreement entered into by the fund shall include language which states that if a local unit of government has a contract or memorandum of understanding with a private economic development agency, the MEDC will work cooperatively with that private organization in that local area.

Sec. 17-1009. (1) Of the funds appropriated to the fund or through grants to the MEDC, no funds shall be expended for the purchase of options on land or the purchase of land unless at least 1 of the following conditions applies:

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

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

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

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

Sec. 17-1011. (1) From the appropriations in part 1 to the fund and granted or

transferred to the MEDC, any unexpended or unencumbered balance shall be disposed of in accordance with the requirements in the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594, unless carryforward authorization has been otherwise provided for.

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

Sec. 17-1012. (1) As a condition of receiving funds under part 1, the fund shall ensure that the MEDC and the fund comply with all of the following:

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

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

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

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

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

Sec. 17-1013. As a condition for receiving the appropriations in part 1, any staff of the MEDC involved in private fundraising activities shall not be party to any decisions regarding the awarding of grants, incentives, or tax abatements from the fund, the MEDC, or the Michigan economic growth authority.

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

Sec. 17-1032. (1) The department shall report to the subcommittees, the state budget director, and the fiscal agencies on the status of the film incentives at the same time as it submits the annual report required under section 455 of the Michigan business tax act, 2007 PA 36, MCL 208.1455. The department of treasury shall provide

the department of talent and economic development with the data necessary to prepare the report. Incentives included in the report shall include all of the following:

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

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

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

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

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

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

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

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

(b) For credits authorized under section 455 of the Michigan business tax act, 2007 PA 36, MCL 208.1455, for productions completed by December 31, the expenditures of each production eligible for the credit that has filed a request for certificate of completion with the film office, broken down into expenditures for goods, services, or salaries and wages and showing separately expenditures in each local unit of government, including expenditures for personnel, whether or not they were made to a

Michigan entity, and whether or not they were taxable under the laws of this state. For loans, the report shall include the number of loans that have been fully repaid, with principal and interest shown separately, and the number of loans that are delinquent or in default, and the amount of principal that is delinquent or is in default.

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

(i) The number of temporary jobs created.

(ii) The number of permanent jobs created.

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

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

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

(b) Attest that the information has not been publicly disseminated at any time.

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

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

Sec. 17-1034. Each business incubator or accelerator that received an award from the fund shall maintain and update a dashboard of indicators to measure the

effectiveness of the business incubator and accelerator programs. Indicators shall include the direct jobs created, new companies launched as a direct result of business incubator or accelerator involvement, businesses expanded as a direct result of business incubator or accelerator involvement, direct investment in client companies, private equity financing obtained by client companies, grant funding obtained by client companies, and other measures developed by the recipient business incubators and accelerators in conjunction with the MEDC. Dashboard indicators shall be reported for the prior fiscal year and cumulatively, if available. Each recipient shall submit a copy of their dashboard indicators to the fund by March 1. The fund shall transmit the local reports to the senate and house of representatives appropriations subcommittees on general government, the senate and house fiscal agencies, and the state budget office by March 15.

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

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

(b) A nonrefundable application fee may be assessed for each application. Application fees shall be deposited in the council for the arts fund and are appropriated for expenses necessary to administer the programs. These funds are available for expenditure when they are received and may be carried forward to the following fiscal year.

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

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

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

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

Sec. 17-1038. (1) From the funds appropriated in part 1, the department shall work with Michigan State University to gather information and create an annual progress report on the construction of the Facility for Rare Isotope Beams. The report shall include, but is not limited to, the following information:

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

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

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

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

Sec. 17-1040. As a condition of receiving funds in part 1, the department of talent and economic development shall utilize MAIN, or a successor DTMB-administered administrative information system used across state government, as an appropriation and expenditure reporting system to track all financial transactions with individual vendors, contractual partners, grantees, recipients of business incentives, and recipients of other economic assistance. Encumbrances and expenditures shall be reported in a timely manner.

Sec. 17-1042. For the funds appropriated in part 1 for business attraction and community revitalization, the fund shall report quarterly on the amount of funds considered appropriated, pre-encumbered, encumbered, and expended. The report shall also include a listing of all previous appropriations for business attraction and community revitalization, or a predecessor, that were considered appropriated, pre-encumbered, encumbered, or expended that have lapsed back to the fund for any purpose. The report shall be submitted to the chairpersons of the senate and house of representatives standing committees on appropriations, the chairpersons of the senate and house of representatives standing committees on appropriations subcommittees on general government, the senate and house fiscal agencies, and the state budget office.

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

and projected credits. Credit projections shall be based on updated estimates of employees, wages, and benefits for eligible companies.

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

Sec. 17-1050. From the funds appropriated in part 1 for business attraction and community revitalization, the department shall identify specific outcomes and performance measures including, but not limited to, the following:

(a) Total verified jobs created during the fiscal year ending September 30, 2018.

(b) Total private investment obtained during the fiscal year ending September 30, 2018.

(c) Amount of private and public square footage created and reactivated during the fiscal year ending September 30, 2018.

Sec. 17-1051. From the funds appropriated in part 1 for talent marketing, the department shall identify specific outcomes and performance measures including, but not limited to, the following:

(a) Number of active job seeker accounts and number of active employer accounts through the Mitalent.org portal during the fiscal year ending September 30, 2018.

(b) Number of website visits through Mitalent.org and total employment numbers by job sector as tracked by labor market information during the fiscal year ending September 30, 2018.

Sec. 17-1052. From the one-time funds appropriated in part 1 for project rising tide, the department shall identify specific outcomes and performance measures including, but not limited to, the following:

(a) Number of communities participating in and completing the redevelopment ready communities best practices evaluation during the fiscal year ending September 30, 2018.

(b) Number of technical assistance projects completed during the fiscal year ending September 30, 2018.

Sec. 17-1053. From the increased funds appropriated in part 1 for the arts and cultural program, the department shall identify specific outcomes and performance measures including, but not limited to, the following:

(a) Number of applications received during the fiscal year ending September 30, 2018.

(b) Number of grants awarded during the fiscal year ending September 30, 2018.

(c) Number of FTEs supported by grants during the fiscal year ending September 30, 2018.

Sec. 17-1054. From the funds appropriated in part 1 for protect and grow, the department shall identify specific outcomes and performance measures including, but not limited to, the following:

(a) Funding commitments made by federal and private sources during the fiscal year ending September 30, 2018.

(b) Dollar amount invested, by location, in Michigan defense infrastructure during the fiscal year ending September 30, 2018.

TALENT INVESTMENT AGENCY

Sec. 17-1060. The talent investment agency shall administer the PATH training program in accordance with the requirements of section 407(d) of title IV of the

social security act, 42 USC 607, the state social welfare act, 1939 PA 280, MCL 400.1 to 400.119b, and all other applicable laws and regulations.

Sec. 17-1061. From the funds appropriated in part 1 for workforce programs subgrantees, the talent investment agency may allocate funding for grants to nonprofit organizations that offer programs pursuant to the workforce investment act of 1998, 29 USC 2801 to 2945, or the workforce innovation and opportunity act, 29 USC 3101 to 3361, eligible youth focusing on apprenticeship readiness, pre-apprenticeship and apprenticeship activities, entrepreneurship, work-readiness skills, job shadowing, and financial literacy. Organizations eligible for funding under this section must have the capacity to provide similar programs in urban areas, as determined by the United States Bureau of the Census according to the most recent federal decennial census. Additionally, programs eligible for funding under this section must include the participation of local business partners. The talent investment agency shall develop other appropriate eligibility requirements to ensure compliance with applicable federal rules and regulations.

Sec. 17-1062. The talent investment agency shall make available, in person or by telephone, 1 disabled veterans outreach program specialist or local veterans employment representative to Michigan Works! service centers, as resources permit, during hours of operation, and shall continue to make the appropriate placement of veterans and disabled veterans a priority.

Sec. 17-1063. (1) In addition to the funds appropriated in part 1, any unencumbered and unrestricted federal workforce investment act of 1998, 29 USC 2801 to 2945, workforce innovation and opportunity act, 29 USC 3101 to 3361, or trade adjustment assistance funds available from prior fiscal years are appropriated for the purposes originally intended.

(2) The talent investment agency shall report by February 15 to the subcommittees, the fiscal agencies, and the state budget office on the amount by

fiscal year of federal workforce investment act of 1998, 29 USC 2801 to 2945, workforce innovation and opportunity act, 29 USC 3101 to 3361, funds appropriated under this section.

Sec. 17-1065. The talent investment agency shall publish data and reports annually by February 15 on the agency website concerning the status of career technology and going pro funded in part 1. The report shall include the following:

(a) The number of awardees participating in the program and the names of those awardees organized by major industry group.

(b) The amount of funding received by each awardee under the program.

(c) Amount of funding leveraged from each awardee or other funding source for each awardee project.

(d) Training models established by each awardee.

(e) The number of individuals enrolled in a skilled trades training program by awardee.

(f) The number of individuals who completed the program and were hired by awardee.

(g) The number of applications received and the number of applications approved for each region.

(h) The talent investment agency shall expand workforce training and reemployment services to better connect workers to in-demand jobs and identify specific outcomes with performance metrics for this initiative, including, but not limited to, new apprenticeships, jobs created, jobs retained, training completed, and employment retention rate at 6 months, and hourly wage at 6 months.

Sec. 17-1066. As a condition of receiving funds in part 1 for going pro, the talent investment agency shall administer the program as follows:

(a) The talent investment agency shall work cooperatively with grantees to maximize the amount of funds from part 1 that are available for direct training.

(b) The talent investment agency, workforce development partners, including regional Michigan Works! agencies, and employers shall collaborate and work cooperatively to prioritize and streamline the expenditure of the funds appropriated in part 1. The talent investment agency shall ensure that going pro provides a collaborative statewide network of workforce and employee skill development partners that addresses the employee talent needs throughout the state.

(c) The talent investment agency shall ensure that grants are utilized for individual skill enhancement and to address in-demand talent needs in Michigan.

(d) The talent investment agency shall develop program goals and detailed guidance for prospective participants to follow to qualify under the program. The program goals and detailed guidance shall be posted on the talent investment agency website and distributed to workforce development partners, including local Michigan Works! agencies, by October 1. Periodic assessments of employer and employee needs shall be evaluated on a regional basis, and the talent investment agency shall identify solutions and goals to be implemented to satisfy those needs. The talent investment agency shall notify the senate and house of representatives standing committees on appropriations, the senate and house of representatives standing committees on appropriations subcommittees on general government, the senate and house fiscal agencies, and the state budget office on any program goal, solution, or guidance changes not fewer than 14 days prior to the finalization and publication of the changes. Revenue received by the talent investment agency for going pro may be expended for the purpose of the program.

(e) Up to $5,000,000.00 of the funds may be expended to match federal funds. The intent of these funds will involve improving and increasing the skill level of employees in skilled trades in the automotive industry and the manufacturing processes within the changing manufacturing environment.

Sec. 17-1068. (1) Of the funds appropriated in part 1 for the workforce training

programs, the talent investment agency shall provide a report by March 15 to the senate and house of representatives standing committees on appropriations subcommittees on general government, the state budget director, and the fiscal agencies on the status of the workforce training programs. The report shall include the following:

(a) The amount of funding allocated to each Michigan Works! agency and the total funding allocated to the workforce training programs statewide by fund source.

(b) The number of participants enrolled in education or training programs by each Michigan Works! agency.

(c) The average duration of training for training program participants by each Michigan Works! agency.

(d) The number of participants enrolled in remedial education programs and the number of participants enrolled in literacy programs.

(e) The number of participants enrolled in programs at 2-year institutions.

(f) The number of participants enrolled in 4-year institutions.

(g) The number of participants enrolled in proprietary schools or other technical training programs.

(h) The number of participants that have completed education or training programs.

(i) The number of participants who secured employment in Michigan within 1 year of completing a training program.

(j) The number of participants who completed a training program and secured employment in a field related to their training.

(k) The average wage earned by participants who completed a training program and secured employment within 1 year.

(l) The actual revenues received by the fund source and fund appropriated for each discrete workforce development program area.

(2) Data collection for the report shall be for the prior state fiscal year.

Sec. 17-1078. (1) From the funds appropriated in part 1 for the unemployment insurance agency, the talent investment agency shall maintain customer service standards for employers and claimants making use of the various means by which they can access the system.

(2) The talent investment agency shall identify specific outcomes and performance metrics for this initiative, including, but not limited to, the following:

(a) Unemployment benefit fund balance.

(b) Process improvement - fiscal integrity.

(c) Process improvement - determination timeliness.

(d) Process improvement - determination quality.

Sec. 17-1079. (1) The talent investment agency shall extend the interagency agreement with the department of health and human services for the duration of the current fiscal year, which concerns TANF funding to provide job readiness and welfare-to-work programming. The interagency agreement shall include specific outcome and performance reporting requirements as described in this section. TANF funding provided to the talent investment agency in the current fiscal year is contingent on compliance with the data and reporting requirements described in this section. The interagency agreement shall require the talent investment agency to provide all of the following items for the previous year to the senate and house appropriations committees by January 1 of the current fiscal year:

(a) An itemized spending report on TANF funding, including all of the following:

(i) Direct services to clients.

(ii) Administrative expenditures.

(b) The number of family independence program clients served through the TANF funding, including all of the following:

(i) The number and percentage who obtained employment through Michigan Works!.

(ii) The number and percentage who fulfilled their TANF work requirement through other job readiness programming.

(iii) Average TANF spending per client.

(iv) The number and percentage of clients who were referred to Michigan Works! but did not receive a job or job readiness placement and the reasons why.

(2) Not later than March 15 of the current fiscal year, the department shall provide to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the senate and house policy offices an annual report on the following matters itemized by Michigan Works! agency: the number of referrals to Michigan Works! job readiness programs, the number of referrals to Michigan Works! job readiness programs who became a participant in the Michigan Works! job readiness programs, the number of participants who obtained employment, and the cost per participant case.

Sec. 17-1080. (1) From the funds appropriated in part 1 for community ventures, the department of talent and economic development may expend not more than $2,000,000.00 of the funds as matching funds upon the commitment of matching dollars from private sources. For every $1.00 the department of talent and economic development elects to receive from a private source for the purposes of a community ventures program match, the department of talent and economic development shall expend $1.00 from the appropriation in part 1 up to $2,000,000.00. Funds received from private sources for a community ventures program match are appropriated upon receipt and shall be expended for the purposes of the community ventures program.

(2) The department shall identify specific outcomes and performance measures for this initiative, including, but not limited to, the following:

(a) The number of commitments from private sources, including the dollar amount committed and source.

(b) Additional participants served with challenge funds.

(c) Jobs created and the average wage.

Sec. 17-1084. From the funds appropriated in part 1 for going pro, the department shall identify specific outcomes and performance measures including, but not limited to, the following:

(a) Number of job training grants awarded to employers during the fiscal year ending September 30, 2018.

(b) Number of individuals enrolled in and completing training during the fiscal year ending September 30, 2018.

(c) Number of new jobs and apprenticeships created during the fiscal year ending September 30, 2018.

Article 18

DEPARTMENT OF TECHNOLOGY, MANAGEMENT AND BUDGET

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 18-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of technology, management and budget are appropriated for the fiscal year ending September 30, 2018, and are anticipated to be appropriated for the fiscal year ending September 30, 2019, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

DEPARTMENT OF TECHNOLOGY, MANAGEMENT AND BUDGET

APPROPRIATION SUMMARY

Full-time equated unclassified positions.....	6.0	6.0
Full-time equated classified positions.....	2,937.0	2,927.0
**GROSS APPROPRIATION	**$ 1,405,543,900**	**$ 1,324,605,100**
Total interdepartmental grants and interdepartmental transfers.....	713,959,000	713,959,000
ADJUSTED GROSS APPROPRIATION	$ 691,584,900	$ 610,646,100
Total federal revenues	4,985,300	4,985,300
Total local revenues	2,316,700	2,316,700
Total private revenues	127,700	127,700
Total other state restricted revenues	111,399,300	111,399,300
State general fund/general purpose	$ 572,755,900	$ 491,817,100
State general fund/general purpose schedule:		
Ongoing state general fund/general purpose	*491,817,100*	*491,817,100*
One-time state general fund/general purpose	*80,938,800*	*0*

Sec. 18-102. DEPARTMENTAL ADMINISTRATION AND SUPPORT

Full-time equated unclassified positions.....	6.0	6.0
Full-time equated classified positions.....	800.5	800.5
Unclassified salaries-6.0 FTE positions	$ 1,031,500	$ 1,031,500
Administrative services-133.5 FTE positions	17,551,800	17,551,800
Budget and financial management-203.0 FTE positions ..	38,842,600	38,842,600
Building operation services-212.0 FTE positions	92,591,700	92,591,700
Bureau of labor market information and strategies-44.0		
FTE positions.....	5,772,400	5,772,400
Business support services-98.0 FTE positions	11,679,700	11,679,700
Design and construction services-40.0 FTE positions ..	6,520,000	6,520,000
Executive operations-12.0 FTE positions	2,387,400	2,387,400
Motor vehicle fleet-35.0 FTE positions	74,299,300	74,299,300
Office of the state employer-23.0 FTE positions	3,484,600	3,484,600
Property management	7,817,400	7,817,400
**GROSS APPROPRIATION	**$ 261,978,400**	**$ 261,978,400**
Appropriated from:		
Interdepartmental grant revenues:		
IDG from department of health and human services	710,300	710,300
IDG from department of licensing and regulatory affairs	100,000	100,000
IDG from other restricted funding	188,778,700	188,778,700
Federal revenues:		
Other federal revenues	4,985,300	4,985,300
Special revenue funds:		
Local revenues	86,900	86,900
Private revenues	127,700	127,700
Other state restricted revenues	23,673,500	23,673,500
State general fund/general purpose	$ 43,516,000	$ 43,516,000

Sec. 18-103. TECHNOLOGY SERVICES			
Full-time equated classified positions.....	1,484.5	1,484.5
Education services-29.0 FTE positions	$ 4,148,000	$ 4,148,000
General services-315.5 FTE positions	107,508,000	107,508,000
Health and human services-617.5 FTE positions	297,460,500	297,460,500
Public protection-155.5 FTE positions	57,780,400	57,780,400
Resources services-146.5 FTE positions	20,716,900	20,716,900
Transportation services-89.5 FTE positions	32,873,300	32,873,300
Enterprise identity management-6.0 FTE positions	9,335,600	9,335,600
Information technology investment fund	65,000,000	65,000,000
Homeland security initiative/cyber security-25.0 FTE positions.....	16,169,300	16,169,300
Michigan public safety communications system-100.0 FTE positions.....	40,174,500	40,174,500
**GROSS APPROPRIATION	**$ 651,166,500**	**$ 651,166,500**
Appropriated from:		
Interdepartmental grant revenues:		
IDG from other restricted funding	520,487,100	520,487,100
Special revenue funds:		
Local revenues	2,229,800	2,229,800
State general fund/general purpose	$ 128,449,600	$ 128,449,600
Sec. 18-104. STATEWIDE APPROPRIATIONS		
Professional development fund - NEREs	$ 250,000	$ 250,000
Professional development fund - UAW	700,000	700,000
**GROSS APPROPRIATION	**$ 950,000**	**$ 950,000**
Appropriated from:		
Interdepartmental grant revenues:		

IDG from other restricted funding		950,000		950,000
Special revenue funds:				
State general fund/general purpose	$	0	$	0
Sec. 18-105. SPECIAL PROGRAMS				
Full-time equated classified positions.....		192.0		192.0
Office of children's ombudsman-14.0 FTE positions	$	1,814,900	$	1,814,900
Property management - executive/legislative		1,223,400		1,223,400
Public private partnership		1,500,000		1,500,000
Regional prosperity grants		2,500,000		2,500,000
Retirement services-167.0 FTE positions		29,277,600		29,277,600
School reform office operations-11.0 FTE positions ...		3,115,100		3,115,100
**GROSS APPROPRIATION	**$**	**39,431,000**	**$**	**39,431,000**
Appropriated from:				
Special revenue funds:				
Other state restricted revenues		25,373,800		25,373,800
State general fund/general purpose	$	14,057,200	$	14,057,200
Sec. 18-106. STATE BUILDING AUTHORITY RENT				
State building authority rent - community colleges ...	$	30,879,600	$	30,879,600
State building authority rent - department of				
corrections.....		21,029,900		21,029,900
State building authority rent - state agencies		49,665,800		49,665,800
State building authority rent - universities		144,995,300		144,995,300
**GROSS APPROPRIATION	**$**	**246,570,600**	**$**	**246,570,600**
Appropriated from:				
Special revenue funds:				
State general fund/general purpose	$	246,570,600	$	246,570,600
Sec. 18-107. CIVIL SERVICE COMMISSION				

Full-time equated classified positions.....		450.0		450.0
Agency services-74.0 FTE positions	$	13,186,400	$	13,186,400
Employee benefits-16.0 FTE positions		5,713,900		5,713,900
Executive direction-40.0 FTE positions		9,428,500		9,428,500
Human resources operations-320.0 FTE positions		38,323,700		38,323,700
Information technology services and projects		3,381,900		3,381,900
**GROSS APPROPRIATION	**$**	**70,034,400**	**$**	**70,034,400**
Appropriated from:				
Special revenue funds:				
Other state restricted revenues		46,479,900		46,479,900
State general fund/general purpose	$	23,554,500	$	23,554,500
Sec. 18-108. CAPITAL OUTLAY				
Enterprisewide special maintenance for state facilities	$	26,000,000	$	26,000,000
Major special maintenance, remodeling, and additions				
for state agencies.....		2,000,000		2,000,000
**GROSS APPROPRIATION	**$**	**28,000,000**	**$**	**28,000,000**
Appropriated from:				
Interdepartmental grant revenues:				
IDG from other restricted funding		2,000,000		2,000,000
Special revenue funds:				
State general fund/general purpose	$	26,000,000	$	26,000,000
Sec. 18-109. INFORMATION TECHNOLOGY				
Information technology services and projects	$	26,474,200	$	26,474,200
**GROSS APPROPRIATION	**$**	**26,474,200**	**$**	**26,474,200**
Appropriated from:				
Interdepartmental grant revenues:				
IDG from other restricted funding		932,900		932,900

	Special revenue funds:			
	Other state restricted revenues	15,872,100		15,872,100
	State general fund/general purpose	$ 9,669,200	$	9,669,200
	Sec. 18-110. ONE-TIME APPROPRIATIONS			
	Full-time equated classified positions.....	10.0		0.0
	Capital outlay - university, community college and state agency planning authorization - department of health and human services, Caro center replacement – new state psychiatric hospital - for program and planning to be paid for from state resources (estimated total authorized cost $115,000,000; state building authority share $114,499,900; general fund share $500,100).....	$ 100	$	0
	Capital outlay - university, community college and state agency planning authorization - department of technology, management and budget, Secondary Complex – Secretary of State Building addition - for program and planning to be paid for from state resources (estimated total authorized cost $34,100,000; state building authority share $34,099,900; general fund share $100).....	100		0
	Capital outlay - university, community college and state agency planning authorization - Henry Ford college, entrepreneur and innovation institute/ technology building renovation and addition – for program and planning to be paid for from community college resources (estimated total authorized cost			

$14,900,000; community college share $8,200,000; state building authority share $6,699,900; general fund share $100).....	100	0
Capital outlay - university, community college and state agency planning authorization - Wayne state university, STEM innovation learning center – for program and planning to be paid for from university resources (estimated total authorized cost $29,500,000; university share $14,750,000; state building authority share $14,749,900; general fund share $100).....	100	0
Capital outlay - university, community college and state agency planning authorization - Saginaw valley state university, college of business and management expansion - for program and planning to be paid for from university resources (estimated total authorized cost $17,500,000; university share $7,700,000; state building authority share $9,799,900; general fund share $100).....	100	0
Capital outlay - university, community college and State ..... agency planning authorization - St. Clair county community college, health sciences - AJ Theisen building renovation - for program and planning to be paid for from community college resources (estimated total authorized cost $9,800,000; community college share $4,900,000; state building authority share $4,899,900; general fund share $100).....	100	0

Capital outlay - university, community college and state agency planning authorization – Michigan technology university, H-STEM engineering and health technologies complex, phase I - for program and planning to be paid for from university resources (estimated total authorized cost $39,600,000; university share $9,900,000; state building authority share $29,699,900; general fund share $100).....		100	0
Citizen centric government information technology project.....		5,534,300	0
Drinking water declaration of emergency reserve fund .		25,000,000	0
Homeland security initiative/cyber security		4,000,000	0
Information technology investment fund		7,500,000	0
Michigan infrastructure fund deposit		20,000,000	0
Michigan public safety communications system lifecycle replacement.....		5,000,000	0
MAIN operations for fiscal year 2017 closeout		2,087,600	0
Michigan.gov content management system		9,050,000	0
School reform office - performance information system upgrade.....		353,000	0
SIGMA transition support-10.0 FTE positions		2,413,200	0
**GROSS APPROPRIATION	**$**	**80,938,800**	**$** **0**
Appropriated from:			
Special revenue funds:			
State general fund/general purpose	$	80,938,800	$ 0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2018

GENERAL SECTIONS

Sec. 18-201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for the fiscal year 2018 is $684,155,200.00 and state spending from state resources to be paid to local units of government for fiscal year 2018 is $2,500,000.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF TECHNOLOGY, MANAGEMENT AND BUDGET

Regional prosperity grants	$ 2,500,000
TOTAL	$ 2,500,000

Sec. 18-202. The appropriations authorized under this article are subject to the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

Sec. 18-203. As used in this article:

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

(b) "Department" means the department of technology, management and budget.

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

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

(e) "IDG" means interdepartmental grant.

(f) "IT" means information technology.

(g) "ITIF" means information technology investment fund.

(h) "JCOS" means the joint capital outlay subcommittee.

(i) "MAIN" means the Michigan administrative information network.

(j) "MDHHS" means the Michigan department of health and human services.

(k) "MDLARA" means the Michigan department of licensing and regulatory affairs

(l) "MPSCS" means the Michigan public safety communication system.

(m) "NERE" means nonexclusively represented employees.

(n) "ORS" means the office of retirement systems.

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

(p) "STEM" means science, technology, engineering and mathematics.

(q) "UAW" means the united auto workers.

Sec. 18-204. The departments and agencies receiving appropriations in part 1 shall use the Internet to fulfill the reporting requirements of this article. 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. 18-205. 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 services, or both, are available. Preference shall be given to goods or services, or both, manufactured or provided by Michigan businesses, if they are competitively priced and of comparable quality. In addition, preference should be given to goods or services, or both, that are manufactured or provided by Michigan businesses owned and operated by veterans, if they are competitively priced and of comparable quality.

Sec. 18-206. The director of each department receiving appropriations in part 1 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. Each director shall strongly encourage firms with which the department contracts to subcontract with certified businesses in depressed and deprived communities for services, supplies, or both.

Sec. 18-207. The departments and agencies receiving appropriations in part 1

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

(a) The dates of each travel occurrence.

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

Sec. 18-208. Funds appropriated in part 1 shall not be used by a principal executive department, state agency, or authority to hire a person to provide legal services that are the responsibility of the attorney general. This prohibition does not apply to legal services for bonding activities and for those outside services that the attorney general authorizes.

Sec. 18-209. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total general fund/general purpose appropriation lapses at the close of the prior fiscal year. This report shall summarize the projected year-end general fund/general purpose appropriation lapses by major departmental program or program areas. The report shall be transmitted to the chairpersons of the senate and house appropriations committees and the senate and house fiscal agencies.

Sec. 18-210. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $4,000,000.00 for federal contingency funds. These funds are not available for expenditure until they have been transferred to

another line item in this article 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 $8,000,000.00 for state restricted contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

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

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

Sec. 18-211. The department shall cooperate with the department of technology, management and budget to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following for each department or agency:

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

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

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

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

(e) Job specifications and wage rates.

Sec. 18-212. Within 14 days after the release of the executive budget recommendation, the department shall cooperate with the state budget office to provide the senate and house appropriations chairs, the senate and house appropriations subcommittees chairs, and the senate and house fiscal agencies with an annual report on estimated state restricted fund balances, state restricted fund projected revenues, and state restricted fund expenditures for the fiscal years ending September 30, 2017 and September 30, 2018.

Sec. 18-213. The department shall maintain, on a publicly accessible website, a department scorecard that identifies, tracks and regularly updates key metrics that are used to monitor and improve the agency's performance.

Sec. 18-214. Total authorized appropriations from all sources under part 1 for legacy costs for the fiscal year ending September 30, 2018 are estimated at $84,145,300.00. From this amount, total agency appropriations for pension-related legacy costs are estimated at $43,301,700.00. Total agency appropriations for retiree health care legacy costs are estimated at $40,843,600.00.

Sec. 18-215. In addition to the general fund/general purpose appropriations for special maintenance, remodeling, and addition - state facilities in part 1, there is also appropriated related federal and state restricted funds up to the amounts that will be earned based upon the initiatives undertaken with the funds in part 1. The state budget director shall determine and authorize the appropriate manner for implementing this section.

Sec. 18-216. In addition to the general fund/general purpose appropriations for enterprisewide information technology investments in part 1, there is also appropriated related federal and state restricted funds up to the amounts that will be earned based upon the initiatives undertaken with the funds in part 1. The state budget director shall determine and authorize the appropriate manner for implementing this section.

DEPARTMENT OF TECHNOLOGY, MANAGEMENT AND BUDGET

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

Sec. 18-803. (1) The department may receive and expend funds in addition to those authorized by part 1 for maintenance and operation services provided specifically to other principal executive departments or state agencies, the legislative branch, the judicial branch, or private tenants, or provided in connection with facilities transferred to the operational jurisdiction of the department.

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

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

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

Sec. 18-804. (1) The source of financing in part 1 for statewide appropriations shall be funded by assessments against longevity and insurance appropriations throughout state government in a manner prescribed by the department. Funds shall be

used as specified in joint labor/management agreements or through the coordinated compensation hearings process. Any deposits made under this subsection and any unencumbered funds are restricted revenues, may be carried over into the succeeding fiscal years, and are appropriated.

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

Sec. 18-805. To the extent a specific appropriation is required for a detailed source of financing included in part 1 for the department appropriations financed from special revenue and internal service and pension trust funds, or MAIN user charges, the specific amounts are appropriated within the special revenue internal service and pension trust funds in portions not to exceed the aggregate amount appropriated in part 1.

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

Sec. 18-807. The source of financing in part 1 for the Michigan administrative information network and statewide integrated governmental management applications

shall be funded by proportionate charges assessed against the respective state funds benefiting from this project in the amounts determined by the department.

Sec. 18-808. (1) Deposits against the interdepartmental grant from building occupancy and parking charges appropriated in part 1 shall be collected, in part, from state agencies, the legislative branch, and the judicial branch based on estimated costs associated with maintenance and operation of buildings managed by the department. To the extent excess revenues are collected due to estimates of building occupancy charges exceeding actual costs, the excess revenues may be carried forward into succeeding fiscal years for the purpose of returning funds to state agencies.

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

Sec. 18-809. On a quarterly basis, the department shall notify the chairpersons of the senate and house of representatives standing committees on appropriations, the chairpersons of the senate and house of representatives standing committees on appropriations subcommittees on general government, the house and senate fiscal agencies, and the state budget director on any revisions that increase or decrease current contracts by more than $500,000.00 for computer software development, hardware acquisition, or quality assurance.

Sec. 18-811. The department may receive and expend funds from the Vietnam veterans memorial monument fund as provided in the Michigan Vietnam veterans memorial act, 1988 PA 234, MCL 35.1051 to 35.1057. Funds are appropriated and allocated when received and may be expended upon receipt.

Sec. 18-812. The Michigan veterans' memorial park commission may receive and expend money from any source, public or private, including, but not limited to, gifts, grants, donations of money, and government appropriations, for the purposes described in Executive Order No. 2001-10. Funds are appropriated and allocated when received and

may be expended upon receipt. Any deposits made under this section and unencumbered funds are restricted revenues and may be carried over into succeeding fiscal years.

Sec. 18-813. (1) Funds in part 1 for motor vehicle fleet are appropriated to the department for administration and for the acquisition, lease, operation, maintenance, repair, replacement, and disposal of state motor vehicles.

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

(3) Pursuant to the department's authority under sections 213 and 215 of the management and budget act, 1984 PA 431, MCL 18.1213 and 18.1215, the department shall maintain a plan regarding the operation of the motor vehicle fleet. The plan shall include the number of vehicles assigned to, or authorized for use by, state departments and agencies, efforts to reduce travel expenditures, the number of cars in the motor vehicle fleet, the number of miles driven by fleet vehicles, and the number of gallons of fuel consumed by fleet vehicles. The plan shall include a calculation of the amount of state motor vehicle fuel taxes that would have been incurred by fleet vehicles if fleet vehicles were required by law to pay motor fuel taxes. The plan shall include a description of fleet garage operations, the goods sold and services provided by the fleet garage, the cost to operate the fleet garage, the number of fleet garage locations, and the number of employees assigned to each fleet garage. The plan may be adjusted during the fiscal year based on needs and cost savings to achieve the maximum value and efficiency from the state motor fleet. Within 60 days after the close of the fiscal year, the department shall provide a report to the senate and house of representatives standing committees on appropriations, the senate and house fiscal agencies, and the state budget director detailing the current plan and changes

made to the plan during the fiscal year.

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

(5) The state budget director, upon notification to the senate and house of representatives standing committees on appropriations, may adjust spending authorization and the IDG from motor transport fund in the department in order to ensure that the appropriations for motor vehicle fleet in the department budget equal the expenditures for motor vehicle fleet in the budgets for all executive branch agencies.

Sec. 18-814. The department shall develop a plan regarding the use of the funds appropriated in part 1 for the enterprisewide information technology investment projects. The plan shall include, but not be limited to, a description of proposed information technology investment projects, the time frame for completion of the information technology investment projects, the proposed cost of the information technology investment projects, the number of employees assigned to implement each information technology investment project, the contracts entered into for each information technology investment project, and any other information the department deems necessary. The plan shall be distributed to the senate and house of representatives standing committees on appropriations subcommittees on general government, as well as the senate and house fiscal agencies and the state budget director on a quarterly basis. The submitted plan shall also include anticipated spending reductions or overages for each of the proposed information technology investment projects. The department shall notify the senate and house of representatives standing committees on appropriations subcommittees on general

government, the senate and house fiscal agencies, and the state budget director when a project funded under an information technology investment project line item in part 1 is expected to require a transfer of dollars from another project in excess of $500,000.00.

Sec. 18-814a. The funds appropriated in part 1 for information technology investment projects shall be used for the modernization of state information technology systems, improvement of the state's cyber security framework, and to achieve efficiencies.

Sec. 18-818. In addition to the funds appropriated in part 1, the department may receive and expend money from the Michigan law enforcement officers memorial monument fund as provided in the Michigan law enforcement officers memorial act, 2004 PA 177, MCL 28.781 to 28.787.

Sec. 18-820. The department shall make available to the public a list of all parcels of real property owned by the state that are available for purchase. The list shall be posted on the Internet through the department's website.

Sec. 18-822b. (1) A public-private partnership investment fund is created in the department. Subject to subsections (2) and (3), public-private partnership investments shall include, but are not limited to, all of the following:

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

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

(c) Financial and investment incentive opportunities.

(d) Infrastructure construction, maintenance, and operation.

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

(2) Public-private investments shall not include projects, consultant expenses, staff effort, or any other activity related to the development, financing, construction, operation, or implementation of the Detroit River International Crossing

or any successor project unless the project is approved by the legislature and signed into law.

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

(4) Investment development revenue, including a portion of the proceeds from the sale of any public-private partnership investment designated in subsection (1), shall be deposited into the fund created in subsection (1) and shall be available for administration, development, financing, marketing, and operating expenditures associated with public-private partnerships, unless otherwise provided by law. Public-private partnership investments authorized in subsection (1) are authorized for public or private operation or sale consistent with state law. Expenditures from the fund are authorized for investment purposes as designated in subsection (1) to enhance the marketable value of each investment. The unencumbered balance remaining in the fund at the end of the fiscal year may be carried forward for appropriation in future years.

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

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

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

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

Sec. 18-822c. The funds appropriated in part 1 shall not be used to support any

staff effort, projects, consultant expenses, or any other activity related to the development, financing, construction, operation, or implementation of the Detroit River International Crossing or any successor project unless the project is approved by the legislature and signed into law.

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

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

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

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

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

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

(b) "Freedom of Information Act" means the freedom of information act, U.S. Code. Title 5, Part 1, Chapter 5, Subchapter II, Section 552.

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

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

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

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

(2) Regional planning organizations may qualify to receive not more than $250,000.00 of incentive-based funding as a regional prosperity collaborative subject to meeting all of the following requirements:

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

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

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

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

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

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

act.

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

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

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

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

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

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

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

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

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

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

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

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

(C) A prioritized list of regional projects.

(D) A performance dashboard with measurable annual goals.

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

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

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

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

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

(5) Regional planning organizations eligible to receive a payment as a regional prosperity council under subsection (4) may qualify to receive a 1-time grant of not more than $75,000.00 to produce a plan to transform the regional prosperity council into a regional prosperity board, including a singular private/public governance structure that comports with federal guidelines for governance under the workforce investment act, Public Law 105-220, the moving ahead for progress in the 21st century act, Public Law 112-141, the economic development administration and Appalachian regional development reform act of 1998, Public Law 105-393, and recommendations to eliminate duplicative efforts, administrative functions, and leverage resources through cooperation, collaboration, and consolidations of organizations or programs throughout the region.

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

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

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

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

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

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

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

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

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

(7) Regional planning organizations eligible to receive a payment as a regional prosperity board under subsection (6) may qualify to receive not more than

$125,000.00, to implement the prioritized regional prosperity plan projects.

(8) Regional planning organizations eligible to receive a payment as a regional prosperity collaborative, board, or council may partner with other eligible regional planning organizations to submit joint applications. In the instance of a joint application, 1 regional planning organization shall be utilized as the overall applicant. The department may award a joint application award of no greater than the sum of potential application dollars which would have otherwise been available through individual applications.

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

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

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

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

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

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

Sec. 18-822i. (1) From the funds appropriated in part 1, the department shall assure all of the following:

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

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

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

Sec. 18-822l. From the funds appropriated in part 1 for the school reform office, the school reform office shall conduct 1 public hearing in the school district of priority schools that the school reform office has determined require an intervention authorized by section 1280c(6) or (7) of the revised school code, 1976 PA 451, MCL 380.1280c. The school reform office shall give notice to the district prior to the public hearing. The public hearing shall include an outline of the plan for academic improvement of the schools and a projected time frame of the school reform office's involvement with the schools.

Sec. 18-822o. From the funds appropriated in part 1 for the school reform office, the school reform office shall make an effort to coordinate with the department of education to streamline state services and resources, reduce duplication, and increase efficiency.

INFORMATION TECHNOLOGY

Sec. 18-823. (1) The department may sell and accept paid advertising for placement on any state website under its jurisdiction. The department shall review and approve the content of each advertisement. The department may refuse to accept advertising from any person or organization or require modification to advertisements based upon criteria determined by the department. Revenue received under this subsection shall be used for operating costs of the department and for future technology enhancements to state of Michigan e-government initiatives. Funds received under this subsection shall be limited to $250,000.00. Any funds in excess of $250,000.00 shall be deposited in the state general fund.

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

(3) Funds accepted by the department under subsection (1) or (2) are appropriated and allotted when received and may be expended upon approval of the state budget director. The state budget office shall notify the senate and house of representatives standing committees on appropriations subcommittees on general government and the senate and house fiscal agencies within 10 days after the approval is given.

Sec. 18-824. The department may enter into agreements to supply spatial information and technical services to other principal executive departments, state agencies, local units of government, and other organizations. The department may receive and expend funds in addition to those authorized in part 1 for providing information and technical services, publications, maps, and other products. The department may expend amounts received for salaries, supplies, and equipment necessary to provide informational products and technical services.

Sec. 18-825. The legislature shall have access to all historical and current data

contained within MAIN, or its successor, pertaining to state departments. State departments shall have access to all historical and current data contained within MAIN, or its successor.

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

(a) Application and mobile development and maintenance.

(b) Desktop computer support and management.

(c) Cyber security.

(d) Social media.

(e) Mainframe computer support and management.

(f) Server support and management.

(g) Local area network support and management, including, but not limited to, wired and wireless network build-out, support, and management.

(h) Information technology project management.

(i) Information technology planning and budget management.

(j) Telecommunication services, infrastructure, and support.

Sec. 18-827. (1) Funds appropriated in part 1 for the Michigan public safety communications system shall be expended upon approval of an expenditure plan by the state budget director.

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

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

(4) Any deposits made under this section and unencumbered funds are restricted revenues and shall be carried forward into succeeding fiscal years.

Sec. 18-833. (1) The state budget director, upon notification to the senate and house of representatives standing committees on appropriations, may adjust spending authorization and user fees in the department in order to ensure that the appropriations for information technology in the department budget equal the appropriations for information technology in the budgets for all executive branch agencies.

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

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

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

Sec. 18-835. In addition to the funds appropriated in part 1, the funds collected by the department for supplying census-related information and technical services, publications, statistical studies, population projections and estimates, and other demographic products are appropriated for all expenses necessary to provide the required services. These funds are available for expenditure when they are received and may be carried forward into the next succeeding fiscal year.

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

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

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

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

Sec. 18-837. From the funds appropriated in part 1 for citizen centric government, the department shall identify specific outcomes and performance measures including, but not limited to, the following:

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

(b) Increase the number of high value systems citizens and businesses can log into with one login during the fiscal year ending September 30, 2018.

(c) Make existing online services mobile friendly and integrate them with MiPage during the fiscal year ending September 30, 2018.

Sec. 18-838. From the funds appropriated in part 1 for MiPage mobile center of excellence, the department shall identify specific outcomes and performance measures including, but not limited to, the following:

(a) Implementation of MiPage application enhancements such as integration of local government services into MiPage, implementation of location based recommendations and notifications and ensuring that ongoing operating system remains secure and operable during the fiscal year ending September 30, 2018.

(b) Production of digital guidelines to reduce development cost and effort for

mobile services while improving ADA compliance and providing continuity across the digital environment during the fiscal year ending September 30, 2018.

(c) Create an active developer community within state government to increase mobility efforts that enable fully personalized citizen engagement during the fiscal year ending September 30, 2018.

STATE BUILDING AUTHORITY RENT

Sec. 18-842. (1) The state building authority rent appropriations in part 1 may also be expended for the payment of required premiums for insurance on facilities owned by the state building authority or payment of costs that may be incurred as the result of any deductible provisions in such insurance policies.

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

CIVIL SERVICE COMMISSION

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

(2) The appropriations in part 1 are estimates of actual charges based on payroll

appropriations. With the approval of the state budget director, the commission is authorized to adjust financing sources for civil service charges based on actual payroll expenditures, provided that such adjustments do not increase the total appropriation for the civil service commission.

(3) The financing from restricted sources shall be credited to the civil service commission by the end of the second fiscal quarter.

Sec. 18-851. Except where specifically appropriated for this purpose, financing from restricted sources shall be credited to the civil service commission. For restricted sources of funding within the general fund that have the legislative authority for carryover, if current spending authorization or revenues are insufficient to accept the charge, the shortage shall be taken from carryforward balances of that funding source. Restricted revenue sources that do not have carryforward authority shall be utilized to satisfy commission operating deducts first and civil service obligations second. General fund dollars are appropriated for any shortfall, pursuant to approval by the state budget director.

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

CAPITAL OUTLAY

Sec. 18-860. As used in sections 861 through 867:

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

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

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

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

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

Sec. 18-861. Each capital outlay project authorized in this part and part 1 or any previous capital outlay act shall comply with the procedures required by the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

Sec. 18-864. The appropriations in part 1 for capital outlay shall be carried forward at the end of the fiscal year consistent with the provisions of section 248 of the management and budget act, 1984 PA 431, MCL 18.1248.

Sec. 18-865. (1) A site preparation economic development fund is created in the department. As used in this section, "economic development sites" means those state-owned sites declared as surplus property pursuant to section 251 of the management and budget act, 1984 PA 431, MCL 18.1251, that would provide economic benefit to the area or to the state. The Michigan economic development corporation board and the state budget director shall determine whether or not a specific state-owned site qualifies for inclusion in the fund created under this subsection.

(2) Proceeds from the sale of any sites designated in subsection (1) shall be deposited into the fund created in subsection (1) and shall be available for site

preparation expenditures, unless otherwise provided by law. The economic development sites authorized in subsection (1) are authorized for sale consistent with state law. Expenditures from the fund are authorized for site preparation activities that enhance the marketable sale value of the sites. Site preparation activities include, but are not limited to, demolition, environmental studies and abatement, utility enhancement, and site excavation.

(3) A cash advance in an amount of not more than $25,000,000.00 is authorized from the general fund to the site preparation economic development fund.

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

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

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

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

Sec. 18-868. The planning authorization in part 1 for the Caro Center replacement - new state psychiatric hospital project revises the scope initially authorized for planning in 2016 PA 268 from facility modernization to facility replacement and includes the total estimated project cost of $115,000,000.00. The age and deterioration of facilities at the existing Caro Center requires revision of the project scope beyond modernization to a full replacement of the hospital facilities.

Construction of a replacement state psychiatric hospital facility will also allow for the integration of a community-based design model which reflects current best practices for such facilities.

CAPITAL OUTLAY - UNIVERSITIES AND COMMUNITY COLLEGES

Sec. 18-873. (1) This section applies only to projects for community colleges.

(2) State support is directed towards the remodeling and additions, special maintenance, or construction of certain community college buildings. The community college shall obtain or provide for site acquisition and initial main utility installation to operate the facility. Funding shall be composed of local and state shares and not more than 50% of a capital outlay project, not including a lump-sum special maintenance project or remodeling and addition project, for a community college shall be appropriated from state and federal funds, unless otherwise appropriated by the legislature.

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

planning appropriations were made in previous acts.

(4) The community college shall take the steps necessary to secure available federal construction and equipment money for projects funded for construction in this part and part 1 if an application was not previously made. If there is a reasonable expectation that a prior year unfunded application may receive federal money in a subsequent year, the college shall take whatever action necessary to keep the application active.

Sec. 18-874. If university and community college matching revenues are received in an amount less than the appropriations for capital projects contained in this part and part 1, the state funds shall be reduced in proportion to the amount of matching revenue received.

Sec. 18-875. (1) The director may require that community colleges and universities that have an authorized project listed in part 1 submit documentation regarding the project match and governing board approval of the authorized project not more than 60 days after the beginning of the fiscal year.

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

ONE-TIME APPROPRIATIONS

Sec. 18-900. (1) The drinking water declaration of emergency reserve fund is created within the state treasury.

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

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

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

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

Article 19

DEPARTMENT OF TRANSPORTATION

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 19-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of transportation are appropriated for the fiscal year ending September 30, 2018, and are anticipated to be appropriated for the fiscal year ending September 30, 2019, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

DEPARTMENT OF TRANSPORTATION

APPROPRIATION SUMMARY

Full-time equated unclassified positions.....	6.0	6.0
Full-time equated classified positions.....	2,912.3	2,912.3
**GROSS APPROPRIATION	**$ 4,347,443,000**	**$ 4,528,262,500**
Total interdepartmental grants and interdepartmental transfers.....	4,039,300	4,039,300
ADJUSTED GROSS APPROPRIATION	$ 4,343,403,700	$ 4,524,223,200
Total federal revenues	1,340,301,200	1,340,301,200
Total local revenues	50,532,000	50,532,000
Total private revenues	100,000	100,000
Total other state restricted revenues	2,952,470,500	3,133,290,000
State general fund/general purpose	$ 0	$ 0
State general fund/general purpose schedule:		
*Ongoing state general fund/general purpose	*0*	*0*
*One-time state general fund/general purpose	*0*	*0*

Sec. 19-102. DEBT SERVICE

Airport safety and protection plan	$ 4,617,000	$ 4,617,000
Blue Water Bridge fund	7,105,100	7,105,100
Comprehensive transportation	18,244,500	18,244,500
Economic development	11,548,300	11,548,300
Local bridge fund	2,315,400	2,315,400
State trunkline	185,109,100	185,109,100
**GROSS APPROPRIATION	**$ 228,939,400**	**$ 228,939,400**
Appropriated from:		
Federal revenues:		
Other federal revenues	37,783,300	37,783,300
Special revenue funds:		
Other state restricted revenues	191,156,100	191,156,100
State general fund/general purpose	$ 0	$ 0
Sec. 19-103. COLLECTION, ENFORCEMENT, AND OTHER AGENCY SUPPORT SERVICES		
CTF grant to civil service commission	$ 200,000	$ 200,000
CTF grant to department of attorney general	205,000	205,000
CTF grant to department of treasury	12,700	12,700
CTF grant to legislative auditor general	39,000	39,000
CTF grant to department of technology, management and budget.....	45,500	45,500
MTF grant to department of environmental quality	1,345,900	1,345,900
MTF grant to department of treasury	2,701,700	2,701,700
MTF grant to legislative auditor general	315,800	315,800
MTF grant to department state for collection of revenue and fees.....	20,000,000	20,000,000
SAF grant to civil service commission	150,000	150,000
SAF grant to department of attorney general	179,400	179,400

SAF grant to department of treasury		73,400	73,400
SAF grant to legislative auditor general		30,300	30,300
SAF grant to department of technology, management and budget.....		34,600	34,600
STF grant to civil service commission		5,847,000	5,847,000
STF grant to department of attorney general		2,447,600	2,447,600
STF grant to department of state police		11,697,900	11,697,900
STF grant to department of treasury		169,800	169,800
STF grant to legislative auditor general		733,500	733,500
STF grant to department of technology, management and budget.....		1,199,300	1,199,300
**GROSS APPROPRIATION	**$**	**47,428,400**	**$** **47,428,400**
Appropriated from:			
Special revenue funds:			
Other state restricted revenues		47,428,400	47,428,400
State general fund/general purpose	$	0	$ 0
Sec. 19-104. DEPARTMENTAL ADMINISTRATION AND SUPPORT			
Full-time equated unclassified positions.....		6.0	6.0
Full-time equated classified positions.....		269.3	269.3
Unclassified salaries-6.0 FTE positions	$	776,600	$ 776,600
Asset management council		1,876,400	1,876,400
Business support services-44.0 FTE positions		6,805,600	6,805,600
Commission audit-29.3 FTE positions		3,367,500	3,367,500
Economic development and enhancement programs-10.0 FTE positions.....		1,643,500	1,643,500
Finance, contracts, and support services-186.0 FTE positions.....		21,993,200	21,993,200

Property management	7,103,500		7,103,500
Worker's compensation	1,619,000		1,619,000
**GROSS APPROPRIATION	**$ 45,185,300**	**$**	**45,185,300**
Appropriated from:			
Interdepartmental grant revenues:			
IDG from other restricted funding	4,039,300		4,039,300
Special revenue funds:			
Other state restricted revenues	41,146,000		41,146,000
State general fund/general purpose	$ 0	$	0
Sec. 19-105. INFORMATION TECHNOLOGY			
Information technology services and projects	$ 33,465,900	$	33,465,900
**GROSS APPROPRIATION	**$ 33,465,900**	**$**	**33,465,900**
Appropriated from:			
Federal revenues:			
Other federal revenues	520,500		520,500
Special revenue funds:			
Other state restricted revenues	32,945,400		32,945,400
State general fund/general purpose	$ 0	$	0
Sec. 19-106. TRANSPORTATION PLANNING			
Full-time equated classified positions.....	140.0		140.0
Grants to regional planning councils	$ 488,800	$	488,800
Transportation planning-140.0 FTE positions	38,560,200		38,560,200
**GROSS APPROPRIATION	**$ 39,049,000**	**$**	**39,049,000**
Appropriated from:			
Federal revenues:			
Other federal revenues	19,250,000		19,250,000
Special revenue funds:			

Other state restricted revenues	19,799,000	19,799,000
State general fund/general purpose	$ 0	$ 0
Sec. 19-107. DESIGN AND ENGINEERING SERVICES		
Full-time equated classified positions.....	1,540.3	1,540.3
Program development, delivery, and system operations-		
1,540.3 FTE positions.....	$ 167,288,100	$ 167,288,100
**GROSS APPROPRIATION	**$ 167,288,100**	**$ 167,288,100**
Appropriated from:		
Federal revenues:		
Other federal revenues	23,529,800	23,529,800
Special revenue funds:		
Other state restricted revenues	143,758,300	143,758,300
State general fund/general purpose	$ 0	$ 0
Sec. 19-108. HIGHWAY MAINTENANCE		
Full-time equated classified positions.....	793.7	793.7
State trunkline operations-793.7 FTE positions	$ 317,593,400	$ 317,593,400
**GROSS APPROPRIATION	**$ 317,593,400**	**$ 317,593,400**
Appropriated from:		
Special revenue funds:		
Other state restricted revenues	317,593,400	317,593,400
State general fund/general purpose	$ 0	$ 0
Sec. 19-109. ROAD AND BRIDGE PROGRAMS		
Cities and villages	$ 491,162,500	$ 530,432,000
County road commissions	880,938,200	951,371,200
Grants to local programs	33,000,000	33,000,000
Local bridge program	28,282,900	28,321,100
Local federal aid and road and bridge construction ...	278,400,300	278,400,300

Local agency wetlands mitigation	2,000,000	2,000,000
Movable bridge	5,110,000	5,222,600
Rail grade crossing	3,000,000	3,000,000
Rail grade crossing - surface improvements	3,000,000	3,000,000
State trunkline federal aid and road and bridge		
construction.....	1,131,621,800	1,202,508,000
**GROSS APPROPRIATION	**$ 2,856,515,700**	**$ 3,037,255,200**
Appropriated from:		
Federal revenues:		
Other federal revenues	1,061,767,600	1,061,767,600
Special revenue funds:		
Local revenues	30,003,500	30,003,500
Other state restricted revenues	1,764,744,600	1,945,484,100
State general fund/general purpose	$ 0	$ 0
Sec. 19-110. BLUE WATER BRIDGE		
Full-time equated classified positions.....	41.0	41.0
Blue Water Bridge operations-41.0 FTE positions	$ 6,471,400	$ 6,471,400
**GROSS APPROPRIATION	**$ 6,471,400**	**$ 6,471,400**
Appropriated from:		
Special revenue funds:		
Other state restricted revenues	6,471,400	6,471,400
State general fund/general purpose	$ 0	$ 0
Sec. 19-111. TRANSPORTATION ECONOMIC DEVELOPMENT		
Forest roads	$ 5,000,000	$ 5,000,000
Rural county primary	7,779,800	7,799,800
Rural county urban system	2,500,000	2,500,000
Target industries/economic redevelopment	19,059,500	19,099,500

Urban county congestion	7,779,800	7,799,800
**GROSS APPROPRIATION	**$ 42,119,100**	**$ 42,199,100**
Appropriated from:		
Special revenue funds:		
Other state restricted revenues	42,119,100	42,199,100
State general fund/general purpose	$ 0	$ 0
Sec. 19-112. AERONAUTICS SERVICES		
Full-time equated classified positions.....	53.0	53.0
Air service program	$ 250,000	$ 250,000
Aviation services-53.0 FTE positions	7,596,100	7,596,100
**GROSS APPROPRIATION	**$ 7,846,100**	**$ 7,846,100**
Appropriated from:		
Special revenue funds:		
Other state restricted revenues	7,846,100	7,846,100
State general fund/general purpose	$ 0	$ 0
Sec. 19-113. PUBLIC TRANSPORTATION SERVICES		
Full-time equated classified positions.....	36.0	36.0
Passenger transportation services-36.0 FTE positions .	$ 5,789,100	$ 5,789,100
**GROSS APPROPRIATION	**$ 5,789,100**	**$ 5,789,100**
Appropriated from:		
Federal revenues:		
Other federal revenues	972,100	972,100
Special revenue funds:		
Other state restricted revenues	4,817,000	4,817,000
State general fund/general purpose	$ 0	$ 0
Sec. 19-114. LOCAL BUS TRANSIT		
Local bus operating	$ 186,250,000	$ 186,250,000

Nonurban operating/capital		28,027,900	28,027,900
GROSS APPROPRIATION	**$**	**214,277,900**	**$** **214,277,900**
Appropriated from:			
Federal revenues:			
Other federal revenues		26,027,900	26,027,900
Special revenue funds:			
Local revenues		2,000,000	2,000,000
Other state restricted revenues		186,250,000	186,250,000
State general fund/general purpose	$	0	$ 0
Sec. 19-115. INTERCITY PASSENGER AND FREIGHT			
Full-time equated classified positions		39.0	39.0
Detroit/Wayne County port authority	$	468,200	$ 468,200
Freight property management		1,000,000	1,000,000
Intercity services		8,060,000	8,060,000
Marine passenger service		400,000	400,000
Office of rail-39.0 FTE positions		6,483,400	6,483,400
Rail operations and infrastructure		126,491,500	126,491,500
GROSS APPROPRIATION	**$**	**142,903,100**	**$** **142,903,100**
Appropriated from:			
Federal revenues:			
Other federal revenues		64,600,000	64,600,000
Special revenue funds:			
Local revenues		260,000	260,000
Private revenues		100,000	100,000
Other state restricted revenues		77,943,100	77,943,100
State general fund/general purpose	$	0	$ 0
Sec. 19-116. PUBLIC TRANSPORTATION DEVELOPMENT			

Municipal credit program	$ 2,000,000	$ 2,000,000
Service initiatives	3,389,200	3,389,200
Specialized services	17,938,900	17,938,900
Transit capital	59,403,500	59,403,500
Transportation to work	3,700,000	3,700,000
Van pooling	195,000	195,000
GROSS APPROPRIATION	**$ 86,626,600**	**$ 86,626,600**
Appropriated from:		
Federal revenues:		
Other federal revenues	26,850,000	26,850,000
Special revenue funds:		
Local revenues	5,760,000	5,760,000
Other state restricted revenues	54,016,600	54,016,600
State general fund/general purpose	$ 0	$ 0
Sec. 19-117. CAPITAL OUTLAY		
(1) BUILDINGS AND FACILITIES		
Special maintenance, remodeling and additions	$ 3,001,500	$ 3,001,500
Salt storage buildings and containment control	2,500,000	2,500,000
GROSS APPROPRIATION	**$ 5,501,500**	**$ 5,501,500**
Appropriated from:		
Special revenue funds:		
Other state restricted revenues	5,501,500	5,501,500
State general fund/general purpose	$ 0	$ 0
(2) AIRPORT IMPROVEMENT PROGRAMS		
Airport safety, protection, and improvement program	$ 93,943,000	$ 93,943,000
Detroit Metropolitan Wayne County Airport	6,500,000	6,500,000
GROSS APPROPRIATION	**$ 100,443,000**	**$ 100,443,000**

Appropriated from:		
Federal revenues:		
Other federal revenues	79,000,000	79,000,000
Special revenue funds:		
Local revenues	12,508,500	12,508,500
Other state restricted revenues	8,934,500	8,934,500
State general fund/general purpose	$ 0	$ 0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2018

GENERAL SECTIONS

Sec. 19-201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for the fiscal year 2018 is $2,952,470,500.00 and state spending from state resources to be paid to local units of government for fiscal year 2018 is $1,715,980,300.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF TRANSPORTATION

Rail grade crossing - surface improvements.....	$ 3,000,000
Urban county congestion.....	7,779,800
Local bridge program.....	28,282,900
Service initiatives.....	1,283,200
Transit capital.....	42,853,500
Rural county primary.....	7,779,800
Cities and villages.....	491,162,500
Grants to local programs.....	33,000,000

Local bus operating	186,250,000
Detroit/Wayne County port authority	468,200
Airport safety, protection, and improvement program	2,434,500
Forest roads	5,000,000
Grants to regional planning councils	488,800
Movable bridge	2,555,000
Air service program	250,000
Local agency wetlands mitigation	2,000,000
Rail grade crossing	1,500,000
Transportation to work	3,700,000
Marine passenger service	400,000
Municipal credit program	2,000,000
Rural county urban system	2,500,000
Specialized services	3,853,900
Detroit Metropolitan Wayne County Airport	6,500,000
County road commissions	880,938,200
TOTAL	$ 1,715,980,300

Sec. 19-202. The appropriations authorized under this article are subject to the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

Sec. 19-203. As used in this article:

(a) "CTF" means comprehensive transportation fund.

(b) "Department" means the department of transportation.

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

(d) "DOT" means the United States Department of Transportation.

(e) "DOT-FHWA" means DOT, Federal Highway Administration.

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

(g) "IDG" means interdepartmental grant.

(h) "MTF" means Michigan transportation fund.

(i) "SAF" means state aeronautics fund.

(j) "STF" means state trunkline fund.

Sec. 19-204. The departments and agencies receiving appropriations in part 1 shall use the Internet to fulfill the reporting requirements of this article. 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. 19-205. 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 services, or both, are available. Preference shall be given to goods or services, or both, manufactured or provided by Michigan businesses, if they are competitively priced and of comparable quality. In addition, preference should be given to goods or services, or both, that are manufactured or provided by Michigan businesses owned and operated by veterans, if they are competitively priced and of comparable quality.

Sec. 19-206. The director 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. Each director shall strongly encourage firms with which the department contracts to subcontract with certified businesses in depressed and deprived communities for services, supplies, or both.

Sec. 19-207. The departments and agencies receiving appropriations in part 1 shall prepare a report on out-of-state travel expenses not later than January 1 of each year. The travel report shall be a listing of all travel by classified and unclassified employees outside this state in the immediately preceding fiscal year that was funded in whole or in part with funds appropriated in the department's budget. The report shall be submitted to the senate and house appropriations

committees, the house and senate fiscal agencies, and the state budget director. The report shall include the following information:

(a) The dates of each travel occurrence.

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

Sec. 19-208. Funds appropriated in part 1 shall not be used by a principal executive department, state agency, or authority to hire a person to provide legal services that are the responsibility of the attorney general. This prohibition does not apply to legal services for bonding activities and for those outside services that the attorney general authorizes.

Sec. 19-209. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total general fund/general purpose appropriation lapses at the close of the prior fiscal year. This report shall summarize the projected year-end general fund/general purpose appropriation lapses by major departmental program or program areas. The report shall be transmitted to the chairpersons of the senate and house appropriations committees and the senate and house fiscal agencies.

Sec. 19-210. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $200,000,000.00 for federal contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article 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 $40,000,000.00 for state restricted contingency funds. These funds are not available for expenditure until they have been transferred to another

line item in this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

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

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

Sec. 19-211. The department shall cooperate with the department of technology, management and budget to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following for each department or agency:

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

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

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

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

(e) Job specifications and wage rates.

Sec. 19-212. Within 14 days after the release of the executive budget recommendation, the department shall cooperate with the state budget office to provide the senate and house appropriations chairs, the senate and house appropriations subcommittees chairs, and the senate and house fiscal agencies with an annual report on estimated state restricted fund balances, state restricted fund projected revenues,

and state restricted fund expenditures for the fiscal years ending September 30, 2017 and September 30, 2018.

Sec. 19-213. The department shall maintain, on a publicly accessible website, a department scorecard that identifies, tracks and regularly updates key metrics that are used to monitor and improve the agency's performance.

Sec. 19-214. Total authorized appropriations from all sources under part 1 for legacy costs for the fiscal year ending September 30, 2018 are estimated at $63,943,300.00. From this amount, total agency appropriations for pension-related legacy costs are estimated at $32,905,600.00. Total agency appropriations for retiree health care legacy costs are estimated at $31,037,700.00.

DEPARTMENTAL ADMINISTRATION AND SUPPORT

Sec. 19-301. (1) The department may establish a fee schedule and collect fees sufficient to cover the costs to issue the permits that the department is authorized by law to issue upon request, unless otherwise stipulated by law. All permit fees are nonrefundable application fees and shall be credited to the appropriate fund to recover the direct and indirect costs of receiving, reviewing, and processing the requests.

(2) A bridge authority shall hold 3 public hearings on an increase in any toll charged by the authority at least 30 days before the toll change will become effective. Two of the hearings shall be held within 5 miles of the bridge over which the bridge authority has jurisdiction. One hearing shall be held in Lansing. Public hearings held under this section shall be conducted in accordance with the open meetings act, 1976 PA 267, MCL 15.261 to 15.275, and shall be conducted so as to provide a reasonable opportunity for public comment, including both spoken and written comments.

Sec. 19-304. If, as a requirement of bidding on a highway project, the department

requires a contractor to submit financial or proprietary documentation as to how the bid was calculated, that bid documentation shall be kept confidential and shall not be disclosed other than to a department representative without the contractor's written consent. The department may disclose the bid documentation if necessary to address or defend a claim by a contractor.

Sec. 19-306. (1) The amounts appropriated in part 1 to support tax and fee collection, law enforcement, and other program services provided to the department and to transportation funds by other state departments shall be expended from transportation funds pursuant to annual contracts between the department and those other state departments. The contracts shall be executed prior to the expenditure or obligation of those funds. The contracts shall provide, but are not limited to, the following data applicable to each state department:

(a) Estimated costs to be recovered from transportation funds.

(b) Description of services provided to the department and/or transportation funds and financed with transportation funds.

(c) Detailed cost allocation methods appropriate to the type of services being provided and the activities financed with transportation funds.

(2) Not later than 2 months after publication of the state of Michigan comprehensive annual financial report, each state department receiving funding pursuant to an interdepartment contract with the department shall submit a written report to the department, the state budget director, and the house and senate fiscal agencies stating by spending authorization account the amount of estimated funds contracted with the department, the amount of funds expended, the amount of funds returned to the transportation funds, and any unreimbursed transportation-related costs incurred but not billed to transportation funds. A copy of the report shall be submitted to the auditor general, and the report shall be subject to audit.

(3) The auditor general shall use a risk-based approach in developing an audit

program for the use of transportation funds.

Sec. 19-307. Before March 1 of each year, the department will provide to the legislature, the state budget office, and the house and senate fiscal agencies its rolling 5-year plan listing by county or by county road commission all highway construction projects for the fiscal year and all expected projects for the ensuing fiscal years.

Sec. 19-310. The department shall provide in a timely manner copies of the agenda and approved minutes of monthly transportation commission meetings to the members of the house and senate appropriations subcommittees on transportation, the house and senate fiscal agencies, and the state budget director.

Sec. 19-313. (1) From funds appropriated in part 1, the department may increase a state infrastructure bank program and grant or loan funds in accordance with regulations of the state infrastructure bank program of the United States Department of Transportation. The state infrastructure bank is to be administered by the department for the purpose of providing a revolving, self-sustaining resource for financing transportation infrastructure projects.

(2) In addition to funds provided in subsection (1), money received by the state as federal grants, repayment of state infrastructure bank loans, or other reimbursement or revenue received by the state as a result of projects funded by the program and interest earned on that money shall be deposited in the revolving state infrastructure bank fund and shall be available for transportation infrastructure projects. At the close of the fiscal year, any unencumbered funds remaining in the state infrastructure bank fund shall remain in the fund and be carried forward into the succeeding fiscal year.

Sec. 19-383. (1) The department shall prepare a report on use of department-owned aircraft during the fiscal year ending September 30, 2017. With respect to each department-owned aircraft, the report shall include all of the following:

(a) Total hours of usage.

(b) Description of specific flights including dates of travel, names of passengers including state agency, university, or local government affiliation, travel origin and destination, and total estimated costs associated with the air travel.

(2) The report shall be submitted to the senate and house appropriations subcommittees on transportation and the house and senate fiscal agencies no later than February 1, 2018.

(3) The department shall maintain a system for recovering the cost of operating department-owned aircraft through charges to aircraft users.

(4) From the funds appropriated in part 1, the department is prohibited from transporting legislators or legislative staff on state-owned aircraft without prior approval from the senate majority leader or the speaker of the house of representatives and only when the aircraft is already scheduled by state agencies on related official state business.

Sec. 19-384. (1) Except as otherwise provided in subsection (2), the department shall not obligate the state to expend any state transportation revenue for construction planning or construction of the Detroit River International Crossing or a renamed successor. In addition, except as provided in subsection (2), the department shall not commit the state to any new contract related to the construction planning or construction of the Detroit River International Crossing or a renamed successor that would obligate the state to expend any state transportation revenue. An expenditure for staff resources used in connection with project activities, which expenditure is subject to full and prompt reimbursement from Canada, shall not be considered an expenditure of state transportation revenue.

(2) If the legislature enacts specific enabling legislation for the construction of the Detroit River International Crossing or a renamed successor, subsection (1) does not apply once the enabling legislation goes into effect.

Sec. 19-385. (1) The department shall submit reports to the state budget director, the speaker of the house, the house minority leader, the senate majority leader, the senate minority leader, the house and senate appropriations subcommittees on transportation, and the house and senate fiscal agencies on department activities related to all nonconstruction or construction planning activities related to the Detroit River International Crossing or a renamed successor. The initial report shall be submitted on or before December 1, 2017 and shall cover the fiscal year ending September 30, 2017.

(2) The initial report shall include, at a minimum, all of the following:

(a) Department costs incurred in the fiscal year ending September 30, 2017, including employee salaries, wages, benefits, travel, and contractual services, and what activities those costs were related to.

(b) Costs of other executive branch agencies incurred in the fiscal year ending September 30, 2017, including employee salaries, wages, benefits, travel, and contractual services, and what activities those costs were related to.

(c) A breakdown of the source of funds used for the activities described in subdivisions (a) and (b).

(d) A breakdown of reimbursements made by Canada under section 384(1) to the state for expenditures for staff resources used in connection with project activities.

(e) A narrative description of the status of the Detroit River International Crossing or a renamed successor, including efforts undertaken to implement provisions of the crossing agreement executed June 15, 2012 by representatives of the Canadian government and this state.

(3) After submission of the initial report, a subsequent report shall be submitted on March 1, 2018, June 1, 2018, and September 1, 2018 and shall include the same information described in subsection (2) for the applicable previous fiscal quarter.

Sec. 19-395. From the funds appropriated in part 1 for state trunkline federal aid road and bridge construction, the department may expend up to $10,000,000.00 on highway maintenance activities to support safety-related, high-priority, and other deferred routine maintenance needs on Michigan's state trunkline network.

FEDERAL

Sec. 19-402. A portion of the federal DOT-FHWA highway research, planning, and construction funds made available to this state shall be allocated to transportation programs administered by local jurisdictions in accordance with section 10o of 1951 PA 51, MCL 247.660o. A local road agency, with respect to a project approved for federal aid funding in a state transportation improvement program, may enter into a voluntary buyout agreement with the department or with another local road agency to exchange the federal aid with state restricted transportation funds as agreed to by the respective parties. The state restricted transportation funds received in exchange for federal aid funds shall be used for the same purpose as the federal aid funds were originally intended.

MICHIGAN TRANSPORTATION FUND

Sec. 19-501. The money received under the motor carrier act, 1933 PA 254, MCL 475.1 to 479.42, and not appropriated to the department of licensing and regulatory affairs or the department of state police is deposited in the Michigan transportation fund.

Sec. 19-503. (1) The funds appropriated in part 1 for the economic development and local bridge programs shall not lapse at the end of the fiscal year but shall carry forward each fiscal year for the purposes for which appropriated in accordance with 1987 PA 231, MCL 247.901 to 247.913, and section 10(5) of 1951 PA 51, MCL 247.660.

(2) Interest earned in the department of transportation economic development fund and local bridge fund shall remain in the respective funds and shall be allocated to the respective programs based on actual interest earned at the end of each fiscal year.

(3) In addition to the funds appropriated in part 1, the department of transportation economic development fund and local bridge fund may receive federal, local, or private funds or restricted source funds such as interest earnings. These funds are appropriated for projects that are consistent with the purposes of the respective funds.

(4) None of the funds statutorily dedicated to the transportation economic development fund and local bridge fund shall be diverted to other projects.

Sec. 19-504. Funds from the Michigan transportation fund shall be distributed to the comprehensive transportation fund, the economic development fund, the recreation improvement fund, and the state trunkline fund, in accordance with this part and part 1 and part 711 of the natural resources and environmental protection act, 1994 PA 451, MCL 324.71101 to 324.71108, and may only be used as specified in this part and part 1, 1951 PA 51, MCL 247.651 to 247.675, and part 711 of the natural resources and environmental protection act, 1994 PA 451, MCL 324.71101 to 324.71108.

STATE TRUNKLINE FUND

Sec. 19-604. At the close of the fiscal year, any unencumbered and unexpended balance in the state trunkline fund shall remain in the state trunkline fund and shall carry forward and is appropriated for federal aid road and bridge programs for projects contained in the annual state transportation program.

Sec. 19-605. (1) From the increased funds appropriated in part 1 for highway maintenance, the department shall expand highway maintenance activities in the current fiscal year to support flooding mitigation-related activities on limited access state

trunklines in Wayne, Oakland and Macomb counties, as well as other safety-related, high-priority and deferred routine maintenance needs on Michigan's state trunkline network.

(2) The department shall identify specific outcomes and performance measures including, but not limited to, the following:

(a) Number of drainage catch basins cleaned on limited-access state trunklines in Wayne, Oakland and Macomb counties during the fiscal year ending September 30, 2018.

(b) Number of flooding-related closures on limited-access state trunklines in Wayne, Oakland and Macomb counties during the fiscal year ending September 30, 2018.

TRANSIT AND RAIL RELATED FUNDS

Sec. 19-701. The department shall establish an intercity bus equipment and facility fund as a subsidiary fund within the comprehensive transportation fund created under section 10b of 1951 PA 51, MCL 247.660b. Proceeds received by this state from the sale of state-owned intercity bus equipment shall be credited to the intercity bus equipment and facility fund for the purchase and repair of intercity bus equipment, as appropriated. Security deposits not returned to a lessee of state-owned intercity bus equipment under terms of the lease agreement shall be credited to the intercity bus equipment and facility fund for the repair of intercity bus equipment, as appropriated. Money received by the department from lease payments for state-owned intercity bus equipment, and facility maintenance charges under terms of leases of state-owned intercity facilities, shall be credited to the intercity bus equipment and facility fund for the purchase and repair of intercity bus equipment or for the maintenance and rehabilitation of state-owned intercity facilities, as appropriated. At the close of the fiscal year, any funds remaining in the intercity bus equipment and facility fund shall remain in the fund and be carried forward into the succeeding fiscal year.

Sec. 19-702. Money that is received by this state as repayment for loans made for rail or water freight capital projects, and as a result of the sale of property or equipment used or projected to be used for rail or water freight projects shall be deposited in the rail freight fund created by section 17 of the state transportation preservation act of 1976, 1976 PA 295, MCL 474.67. At the close of the fiscal year, any funds remaining in the rail freight fund shall remain in the fund and be carried forward into the succeeding fiscal year.

Sec. 19-704. From the funds appropriated in part 1, the department shall prepare and transmit a report that provides detail regarding the department's obligations for programs funded under the appropriation in part 1 for rail operations and infrastructure. The report shall include a breakdown of the appropriation by program, year-to-date obligations under each program itemized by project, and an estimate of future obligations under each program itemized by project for the remainder of the fiscal year. The initial report shall be submitted to the senate and house appropriations subcommittees on transportation, the state budget director, and the senate and house fiscal agencies, on or before February 1, 2018. The department also shall update and resubmit the final report on or before November 1, 2018.

Sec. 19-706. The Detroit/Wayne County Port Authority shall issue a complete operations assessment and a financial disclosure statement. The operations assessment shall include operational goals for the next 5 years and recommendations to improve land acquisition and development efficiency. The report shall be completed and submitted to the house of representatives and senate appropriations subcommittees on transportation, the state budget director, and the house and senate fiscal agencies by June 30 of each fiscal year for the prior fiscal year.

Sec. 19-711. (1) As prescribed in subsection (2), the department shall submit reports to the state budget director, the house and senate appropriations subcommittees on transportation, and the house and senate fiscal agencies on rail

passenger service provided by Amtrak under a contractual agreement with the department. The report shall be submitted on or before May 1 of each year.

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

(a) Passenger counts for the preceding fiscal year for each Amtrak service route in Michigan.

(b) Revenue and operating expenses by Amtrak route.

(c) Total state operating payments to Amtrak in the preceding fiscal year by Amtrak route.

(d) A discussion of major factors affecting route costs and revenue and net state costs in the preceding fiscal year, and factors affecting route costs and revenue and net state costs anticipated in the current and future fiscal years.

Sec. 19-735. For the fiscal year ending September 30, 2018, the appropriation to a street railway pursuant to section 10e(22) of 1951 PA 51, MCL 247.660e, is $0.

AERONAUTICS FUND

Sec. 19-801. Except as otherwise provided in section 903 for capital outlay, at the close of the fiscal year, any unobligated and unexpended balance in the state aeronautics fund created in the aeronautics code of the state of Michigan, 1945 PA 327, MCL 259.1 to 259.208, shall lapse to the state aeronautics fund and be appropriated by the legislature in the immediately succeeding fiscal year.

CAPITAL OUTLAY

Sec. 19-901. (1) From federal-state-local project appropriations contained in part 1 for the purpose of assisting political entities and subdivisions of this state in the construction and improvement of publicly used airports and landing fields within this state, the state transportation department may permit the award of contracts on behalf of units of local government for the authorized locations not to

exceed the indicated amounts, of which the state allocated portion shall not exceed the amount appropriated in part 1.

(2) Political entities and subdivisions shall provide not less than 5% of the cost of any project under this section, unless a total nonfederal share greater than 10% is otherwise specified in federal law. State money shall not be allocated until local money is allocated. State money for any 1 project shall not exceed 1/3 of the total appropriation in part 1 from state funds for airport improvement programs.

(3) The Michigan aeronautics commission may take those steps necessary to match federal money available for airport construction and improvement within this state and to meet the matching requirements of the federal government. Whether acting alone or jointly with another political subdivision or public agency or with this state, a political subdivision or public agency of this state shall not submit to any agency of the federal government a project application for airport planning or development unless it is authorized in this part and part 1 and the project application is approved by the governing body of each political subdivision or public agency making the application and by the Michigan aeronautics commission.

Sec. 19-903. The appropriations in part 1 for capital outlay shall be carried forward at the end of the fiscal year consistent with the provisions of section 248 of the management and budget act, 1984 PA 431, MCL 18.1248.

Article 20

DEPARTMENT OF TREASURY

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 20-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of treasury are appropriated for the fiscal year ending September 30, 2018, and are anticipated to be appropriated for the fiscal year ending September 30, 2019, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

DEPARTMENT OF TREASURY

APPROPRIATION SUMMARY

Full-time equated unclassified positions.....	10.0	10.0
Full-time equated classified positions.....	1,952.5	1,952.5
**GROSS APPROPRIATION	**$ 1,865,702,000**	**$ 1,883,983,500**
Total interdepartmental grants and interdepartmental transfers.....	12,613,700	12,613,700
ADJUSTED GROSS APPROPRIATION	$ 1,853,088,300	$ 1,871,369,800
Total federal revenues	27,022,600	27,022,600
Total local revenues	14,516,000	13,016,000
Total private revenues	27,500	27,500
Total other state restricted revenues	1,605,173,700	1,628,000,200
State general fund/general purpose	$ 206,348,500	$ 203,303,500
State general fund/general purpose schedule:		
*Ongoing state general fund/general purpose	*204,348,500*	*203,303,500*
*One-time state general fund/general purpose	*2,000,000*	*0*

Sec. 20-102. DEPARTMENTAL ADMINISTRATION AND SUPPORT

Full-time equated unclassified positions.....	10.0	10.0

Full-time equated classified positions.....		433.0		433.0
Unclassified salaries-10.0 FTE positions	$	1,025,300	$	1,025,300
Department services-88.0 FTE positions		9,251,600		9,251,600
Executive direction and operations-46.0 FTE positions		7,867,200		7,867,200
Office of accounting services-28.0 FTE positions		2,786,400		2,786,400
Office of collections-204.0 FTE positions		27,881,600		27,944,100
Office of financial services-38.0 FTE positions		4,513,600		4,513,600
Property management		6,253,700		6,253,700
Unclaimed property-29.0 FTE positions		4,852,900		4,852,900
Worker's compensation		26,500		26,500
**GROSS APPROPRIATION	**$**	**64,458,800**	**$**	**64,521,300**
Appropriated from:				
Interdepartmental grant revenues:				
IDG from department of health and human services		778,500		778,500
IDG from other restricted funding		8,850,000		8,850,000
Federal revenues:				
Other federal revenues		66,900		66,900
Special revenue funds:				
Local revenues		102,500		102,500
Other state restricted revenues		41,802,400		41,864,900
State general fund/general purpose	$	12,858,500	$	12,858,500
Sec. 20-103. LOCAL GOVERNMENT PROGRAMS				
Full-time equated classified positions.....		111.0		111.0
Local finance-21.0 FTE positions	$	2,622,800	$	2,622,800
Property tax assessor training-4.0 FTE positions		1,041,700		1,041,700
Supervision of the general property tax law-86.0 FTE positions.....		14,378,700		14,378,700

GROSS APPROPRIATION		**$**	**18,043,200**	**$**	**18,043,200**
Appropriated from:					
Special revenue funds:					
Local revenues			2,010,700		2,010,700
Other state restricted revenues			4,115,100		4,115,100
State general fund/general purpose		$	11,917,400	$	11,917,400
Sec. 20-104. TAX PROGRAMS					
Full-time equated classified positions			782.0		782.0
Bottle act implementation		$	250,000	$	250,000
Health insurance claims fund-15.0 FTE positions			2,080,800		2,080,800
Home heating assistance			3,089,300		3,089,300
Office of revenue and tax analysis-21.0 FTE positions			3,643,600		3,643,600
Tax and economic policy-51.0 FTE positions			8,002,300		8,002,300
Tax compliance-340.0 FTE positions			45,680,400		45,780,400
Tax processing-342.0 FTE positions			38,826,300		38,888,800
Tobacco tax enforcement-13.0 FTE positions			1,518,600		1,518,600
GROSS APPROPRIATION		**$**	**103,091,300**	**$**	**103,253,800**
Appropriated from:					
Interdepartmental grant revenues:					
IDG from department of transportation			2,373,900		2,373,900
Federal revenues:					
Other federal revenues			3,089,300		3,089,300
Special revenue funds:					
Other state restricted revenues			78,266,600		78,429,100
State general fund/general purpose		$	19,361,500	$	19,361,500
Sec. 20-105. FINANCIAL PROGRAMS					
Full-time equated classified positions			216.5		216.5

Common cash and debt management-21.5 FTE positions ...	$ 1,676,500	$ 1,676,500
Dual enrollment payments	2,007,600	2,007,600
Financial independence team-15.0 FTE positions	5,245,800	5,245,800
Investments-82.0 FTE positions	20,713,700	20,713,700
John R. Justice grant program	288,100	288,100
Michigan finance authority - bond finance programs-		
72.5 FTE positions.....	25,962,900	25,962,900
Student financial assistance programs-25.5 FTE		
positions.....	2,704,300	2,704,300
**GROSS APPROPRIATION	**$ 58,598,900**	**$ 58,598,900**
Appropriated from:		
Interdepartmental grant revenues:		
IDG from other restricted funding	211,300	211,300
Federal revenues:		
Other federal revenues	23,238,600	23,238,600
Special revenue funds:		
Michigan merit award trust fund	1,172,200	1,172,200
Other state restricted revenues	24,802,600	24,802,600
State general fund/general purpose	$ 9,174,200	$ 9,174,200
Sec. 20-106. DEBT SERVICE		
Clean Michigan initiative	$ 62,751,000	$ 59,696,000
Great Lakes water quality bond	22,865,000	25,427,000
Quality of life bond	21,964,000	21,412,000
**GROSS APPROPRIATION	**$ 107,580,000**	**$ 106,535,000**
Appropriated from:		
Special revenue funds:		
State general fund/general purpose	$ 107,580,000	$ 106,535,000

Sec. 20-107. GRANTS			
Beat the streets	$ 100,000	$ 100,000
Convention facility development distribution	90,950,000	90,950,000
Emergency 911 payments	27,000,000	27,000,000
Health and safety fund grants	1,500,000	1,500,000
Medical marihuana excise fund grants	3,960,000	10,890,000
Senior citizen cooperative housing tax exemption program	10,720,000	10,720,000
GROSS APPROPRIATION	**$ 134,230,000**	**$ 141,160,000**
Appropriated from:		
Special revenue funds:		
Other state restricted revenues	123,410,000	130,340,000
State general fund/general purpose	$ 10,820,000	$ 10,820,000
Sec. 20-108. BUREAU OF STATE LOTTERY		
Full-time equated classified positions	191.0	191.0
Lottery information technology services and projects	$ 5,254,500	$ 5,254,500
Lottery operations-191.0 FTE positions	25,619,700	25,619,700
GROSS APPROPRIATION	**$ 30,874,200**	**$ 30,874,200**
Appropriated from:		
Special revenue funds:		
Other state restricted revenues	30,874,200	30,874,200
State general fund/general purpose	$ 0	$ 0
Sec. 20-109. GAMING CONTROL		
Full-time equated classified positions	143.0	143.0
Gaming control administration-133.0 FTE positions	$ 26,457,300	$ 26,457,300
Gaming control information technology services and projects	2,526,000	2,526,000

Horse racing-10.0 FTE positions	2,021,400	2,021,400
Michigan gaming control board	50,000	50,000
**GROSS APPROPRIATION	**$ 31,054,700**	**$ 31,054,700**
Appropriated from:		
Special revenue funds:		
Other state restricted revenues	31,054,700	31,054,700
State general fund/general purpose	$ 0	$ 0
Sec. 20-110. PAYMENTS IN LIEU OF TAXES		
Commercial forest reserve	$ 3,368,100	$ 3,368,100
Purchased lands	8,677,900	8,677,900
Swamp and tax reverted lands	15,605,600	15,605,600
**GROSS APPROPRIATION	**$ 27,651,600**	**$ 27,651,600**
Appropriated from:		
Special revenue funds:		
Private revenues	27,500	27,500
Other state restricted revenues	5,332,900	5,332,900
State general fund/general purpose	$ 22,291,200	$ 22,291,200
Sec. 20-111. REVENUE SHARING		
City, village, and township revenue sharing	$ 243,040,000	$ 243,040,000
Constitutional state general revenue sharing grants ..	773,544,100	795,015,600
County incentive program	43,160,400	43,160,400
County revenue sharing	174,747,700	174,747,700
Financially distressed cities, villages, or townships	5,000,000	5,000,000
**GROSS APPROPRIATION	**$ 1,239,492,200**	**$ 1,260,963,700**
Appropriated from:		
Special revenue funds:		
Sales tax	1,239,492,200	1,260,963,700

State general fund/general purpose	$ 0	$ 0
Sec. 20-112. STATE BUILDING AUTHORITY		
Full-time equated classified positions.....	4.0	4.0
State building authority-4.0 FTE positions	$ 732,000	$ 732,000
**GROSS APPROPRIATION	**$ 732,000**	**$ 732,000**
Appropriated from:		
Special revenue funds:		
Other state restricted revenues	732,000	732,000
State general fund/general purpose	$ 0	$ 0
Sec. 20-113. CITY INCOME TAX ADMINISTRATION PROGRAM		
Full-time equated classified positions.....	72.0	72.0
City income tax administration-72.0 FTE positions	$ 9,685,300	$ 9,685,300
**GROSS APPROPRIATION	**$ 9,685,300**	**$ 9,685,300**
Appropriated from:		
Special revenue funds:		
Local revenues	9,685,300	9,685,300
State general fund/general purpose	$ 0	$ 0
Sec. 20-114. INFORMATION TECHNOLOGY		
Treasury operations information technology services		
and projects.....	$ 30,909,800	$ 30,909,800
**GROSS APPROPRIATION	**$ 30,909,800**	**$ 30,909,800**
Appropriated from:		
Interdepartmental grant revenues:		
IDG from department of transportation	400,000	400,000
Federal revenues:		
Other federal revenues	627,800	627,800
Special revenue funds:		

Local revenues			1,217,500		1,217,500
Other state restricted revenues			18,318,800		18,318,800
State general fund/general purpose		$	10,345,700	$	10,345,700
Sec. 20-115. ONE-TIME APPROPRIATIONS					
City income tax administration		$	1,500,000	$	0
City, village, and township revenue sharing			5,800,000		0
Treasury operations information technology services and projects			2,000,000		0
GROSS APPROPRIATION		**$**	**9,300,000**	**$**	**0**
Appropriated from:					
Special revenue funds:					
Local revenues			1,500,000		0
Sales tax			5,800,000		0
State general fund/general purpose		$	2,000,000	$	0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2018

GENERAL SECTIONS

Sec. 20-201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for the fiscal year 2018 is $1,811,522,200.00 and state spending from state resources to be paid to local units of government for fiscal year 2018 is $1,404,967,800.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF TREASURY

County incentive program	$	43,160,400

County revenue sharing	174,747,700
Swamp and tax reverted lands	15,605,600
Medical marihuana excise fund grants	3,960,000
Constitutional state general revenue sharing grants	773,544,100
Health and safety fund grants	1,500,000
Senior citizen cooperative housing tax exemption program	10,720,000
Commercial forest reserve	3,368,100
Financially distressed cities, villages, or townships	5,000,000
Convention facility development distribution	90,950,000
Purchased lands	8,677,900
City, village, and township revenue sharing	248,840,000
Emergency 911 payments	24,894,000
TOTAL	$ 1,404,967,800

Sec. 20-202. The appropriations authorized under this article are subject to the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

Sec. 20-203. As used in this article:

(a) "Department" means the department of Treasury.

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

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

(d) "IDG" means interdepartmental grant.

(e) "JCOS" means the joint capital outlay subcommittee.

(f) "MEGA" means the Michigan Economic Growth Authority.

Sec. 20-204. The departments and agencies receiving appropriations in part 1 shall use the Internet to fulfill the reporting requirements of this article. 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. 20-205. 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 services, or both, are available. Preference shall be given to goods or services, or both, manufactured or provided by Michigan businesses, if they are competitively priced and of comparable quality. In addition, preference should be given to goods or services, or both, that are manufactured or provided by Michigan businesses owned and operated by veterans, if they are competitively priced and of comparable quality.

Sec. 20-206. The director 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. Each director shall strongly encourage firms with which the department contracts to subcontract with certified businesses in depressed and deprived communities for services, supplies, or both.

Sec. 20-207. The departments and agencies receiving appropriations in part 1 shall prepare a report on out-of-state travel expenses not later than January 1 of each year. The travel report shall be a listing of all travel by classified and unclassified employees outside this state in the immediately preceding fiscal year that was funded in whole or in part with funds appropriated in the department's budget. The report shall be submitted to the senate and house appropriations committees, the house and senate fiscal agencies, and the state budget director. The report shall include the following information:

(a) The dates of each travel occurrence.

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

Sec. 20-208. Funds appropriated in part 1 shall not be used by a principal

executive department, state agency, or authority to hire a person to provide legal services that are the responsibility of the attorney general. This prohibition does not apply to legal services for bonding activities and for those outside services that the attorney general authorizes.

Sec. 20-209. Not later than November 30, the state budget office shall prepare and transmit a report that provides for estimates of the total general fund/general purpose appropriation lapses at the close of the prior fiscal year. This report shall summarize the projected year-end general fund/general purpose appropriation lapses by major departmental program or program areas. The report shall be transmitted to the chairpersons of the senate and house appropriations committees and the senate and house fiscal agencies.

Sec. 20-210. (1) In addition to the funds appropriated in part 1, there is appropriated an amount not to exceed $1,000,000.00 for federal contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article 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 $10,000,000.00 for state restricted contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

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

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

amount not to exceed $40,000.00 for private contingency funds. These funds are not available for expenditure until they have been transferred to another line item in this article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

Sec. 20-211. The department shall cooperate with the department of technology, management and budget to maintain a searchable website accessible by the public at no cost that includes, but is not limited to, all of the following for each department or agency:

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

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

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

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

(e) Job specifications and wage rates.

Sec. 20-212. Within 14 days after the release of the executive budget recommendation, the department shall cooperate with the state budget office to provide the senate and house appropriations chairs, the senate and house appropriations subcommittees chairs, and the senate and house fiscal agencies with an annual report on estimated state restricted fund balances, state restricted fund projected revenues, and state restricted fund expenditures for the fiscal years ending September 30, 2017 and September 30, 2018.

Sec. 20-213. The department shall maintain, on a publicly accessible website, a department scorecard that identifies, tracks and regularly updates key metrics that are used to monitor and improve the agency's performance.

Sec. 20-214. Total authorized appropriations from all sources under part 1 for legacy costs for the fiscal year ending September 30, 2018 are estimated at $43,024,600.00. From this amount, total agency appropriations for pension-related

legacy costs are estimated at $22,140,700.00. Total agency appropriations for retiree health care legacy costs are estimated at $20,883,900.00.

Sec. 20-215. Funds appropriated in part 1 shall not be used by this state, a department, an agency, or an authority of this state to purchase an ownership interest in a casino enterprise or a gambling operation as those terms are defined in the Michigan gaming control and revenue act, 1996 IL 1, MCL 432.201 to 432.226.

DEPARTMENT OF TREASURY OPERATIONS

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

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

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

Sec. 20-903. (1) From the funds appropriated in part 1, the department of

treasury may contract with private collection agencies and law firms to collect taxes and other accounts due this state. In addition to the amounts appropriated in part 1 to the department of treasury, there are appropriated amounts necessary to fund collection costs and fees not to exceed 25% of the collections or 2.5% plus operating costs, whichever amount is prescribed by each contract. The appropriation to fund collection costs and fees for the collection of taxes or other accounts due this state are from the fund or account to which the revenues being collected are recorded or dedicated. However, if the taxes collected are constitutionally dedicated for a specific purpose, the appropriation of collection costs and fees are from the general purpose account of the general fund.

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

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

Sec. 20-904. (1) The department of treasury, through its bureau of investments, may charge an investment service fee against the applicable retirement funds. The fees

may be expended for necessary salaries, wages, contractual services, supplies, materials, equipment, travel, worker's compensation insurance premiums, and grants to the civil service commission and state employees' retirement funds. Service fees shall not exceed the aggregate amount appropriated in part 1. The department of treasury shall maintain accounting records in sufficient detail to enable the retirement funds to be reimbursed periodically for fee revenue that is determined by the department of treasury to be surplus.

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

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

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

Sec. 20-905. A revolving fund known as the municipal finance fee fund is created in the department of treasury. Fees are established under the revised municipal finance act, 2001 PA 34, MCL 141.2101 to 141.2821, and the fees collected shall be credited to the municipal finance fee fund and may be carried forward for future

appropriation.

Sec. 20-906. (1) The department of treasury shall charge for audits as permitted by state or federal law or under contractual arrangements with local units of government, other principal executive departments, or state agencies. However, the charge shall not be more than the actual cost for performing the audit. A report detailing audits performed and audit charges for the immediately preceding fiscal year shall be submitted to the state budget director and the senate and house fiscal agencies not later than November 30.

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

Sec. 20-907. A revolving fund known as the assessor certification and training fund is created in the department of treasury. The assessor certification and training fund shall be used to organize and operate a property assessor certification and training program. Each participant certified and trained shall pay to the department of treasury examination fees not to exceed $50.00 per examination and certification fees not to exceed $175.00. Training courses shall be offered in assessment administration. Each participant shall pay a fee to cover the expenses incurred in offering the optional programs to certified assessing personnel and other individuals interested in an assessment career opportunity. The fees collected shall be credited to the assessor certification and training fund.

Sec. 20-908. The amount appropriated in part 1 to the department of treasury, home heating assistance program, is to cover the costs, including data processing, of administering federal home heating credits to eligible claimants and to administer the supplemental fuel cost payment program for eligible tax credit and welfare recipients.

Sec. 20-909. Revenue from the airport parking tax act, 1987 PA 248, MCL 207.371 to 207.383, is appropriated and shall be distributed under section 7a of the airport

parking tax act, 1987 PA 248, MCL 207.377a.

Sec. 20-910. The disbursement by the department of treasury from the bottle deposit fund to dealers as required by section 3c(2) of 1976 IL 1, MCL 445.573c, is appropriated.

Sec. 20-911. (1) There is appropriated an amount sufficient to recognize and pay refundable income tax credits as provided by the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

(2) The appropriations under subsection (1) shall be funded by restricting income tax revenue in an amount sufficient to record these expenditures.

Sec. 20-912. A plaintiff in a garnishment action involving this state shall pay to the state treasurer 1 of the following:

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

(b) A fee of $6.00 at the time any other writ of garnishment is served upon the state treasurer, except that the fee shall be reduced to $5.00 for each writ of garnishment for individual income tax refunds or credits filed by magnetic media.

Sec. 20-913. (1) The department of treasury may contract with private firms to appraise and, if necessary, appeal the assessments of senior citizen cooperative housing units. Payment for this service shall be from savings resulting from the appraisal or appeal process.

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

program administration and auditing.

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

Sec. 20-915. Pursuant to section 61 of the Michigan campaign finance act, 1976 PA 388, MCL 169.261, there is appropriated from the general fund to the state campaign fund an amount equal to the amounts designated for tax year 2016. Except as otherwise provided in this section, the amount appropriated shall not revert to the general fund and shall remain in the state campaign fund. Any amounts remaining in the state campaign fund in excess of $10,000,000.00 on December 31 shall revert to the general fund.

Sec. 20-916. The department of treasury may make available to interested entities otherwise unavailable customized unclaimed property listings of nonconfidential information in its possession. The charge for this information is as follows: 1 to 100,000 records at 2.5 cents per record and 100,001 or more records at .5 cents per record. The revenue received from this service shall be deposited to the appropriate revenue account or fund. The department shall submit an annual report on or before June 1 to the state budget director and the senate and house of representatives standing committees on appropriations that states the amount of revenue received from the sale of information.

Sec. 20-917. (1) There is appropriated for write-offs and advances an amount equal to total write-offs and advances for departmental programs, but not to exceed current year authorizations that would otherwise lapse to the general fund.

(2) The department of treasury shall submit a report for the immediately preceding fiscal year to the state budget director and the senate and house fiscal agencies not later than November 30 stating the amounts appropriated for write-offs

and advances under subsection (1).

Sec. 20-919. (1) From funds appropriated in part 1, the department of treasury may contract with private auditing firms to audit for and collect unclaimed property due this state in accordance with the uniform unclaimed property act, 1995 PA 29, MCL 567.221 to 567.265. In addition to the amounts appropriated in part 1 to the department of treasury, there are appropriated amounts necessary to fund auditing and collection costs and fees not to exceed 12% of the collections, or a lesser amount as prescribed by the contract. The appropriation to fund collection costs and fees for the auditing and collection of unclaimed property due this state is from the fund or account to which the revenues being collected are recorded or dedicated.

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

Sec. 20-924. (1) In addition to the funds appropriated in part 1, the department of treasury may receive and expend principal residence audit fund revenue for administration of principal residence audits under the general property tax act, 1893 PA 206, MCL 211.1 to 211.155.

(2) The department of treasury shall submit a report for the immediately preceding fiscal year to the state budget director and the senate and house fiscal agencies not later than December 31 stating the amount of exemptions denied and the revenue received under the program.

Sec. 20-926. Unexpended appropriations of the John R. Justice grant program are designated as work project appropriations and shall not lapse at the end of the fiscal year and shall continue to be available for expenditure until the project has been

completed. The following is in compliance with section 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

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

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

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

(d) The tentative completion date is September 30, 2019.

Sec. 20-928. The department of treasury may provide receipt, warrant and cash processing, data, collection, investment, fiscal agent, levy and warrant cost assessment, writ of garnishment, and other user services on a contractual basis for other principal executive departments and state agencies. Funds for the services provided are appropriated and shall be expended for salaries and wages, fees, supplies, and equipment necessary to provide the services. Any unobligated balance of the funds received shall revert to the general fund of this state as of September 30.

Sec. 20-930. (1) The department of treasury shall provide accounts receivable collections services to other principal executive departments and state agencies under 1927 PA 375, MCL 14.131 to 14.134. The department of treasury shall deduct a fee equal to the cost of collections from all receipts except unrestricted general fund collections. Fees shall be credited to a restricted revenue account and appropriated to the department of treasury to pay for the cost of collections. The department of treasury shall maintain accounting records in sufficient detail to enable the respective accounts to be reimbursed periodically for fees deducted that are determined by the department of treasury to be surplus to the actual cost of collections.

(2) The department of treasury shall submit a report for the immediately preceding fiscal year to the state budget director and the senate and house fiscal

agencies not later than November 30 stating the principal executive departments and state agencies served, funds collected, and costs of collection under subsection (1).

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

(2) In addition to the funds appropriated in part 1, the department of treasury may receive and expend investment fees relating to new restricted funding sources that participate in common cash earnings or other investment income during the current fiscal year. When a new restricted fund is created starting on or after October 1, that restricted fund shall be assessed a fee using the same criteria identified in subsection (1).

Sec. 20-932. Revenue received under the Michigan education trust act, 1986 PA 316, MCL 390.1421 to 390.1442, may be expended by the board of directors of the Michigan education trust for necessary salaries, wages, supplies, contractual services, equipment, worker's compensation insurance premiums, and grants to the civil service commission and state employees' retirement fund.

Sec. 20-934. The department of treasury may expend revenues received under the hospital finance authority act, 1969 PA 38, MCL 331.31 to 331.84, the shared credit

rating act, 1985 PA 227, MCL 141.1051 to 141.1076, the higher education facilities authority act, 1969 PA 295, MCL 390.921 to 390.934, the Michigan public educational facilities authority, Executive Reorganization Order No. 2002-3, MCL 12.192, the Michigan tobacco settlement finance authority act, 2005 PA 226, MCL 129.261 to 129.279, the land bank fast track act, 2003 PA 258, MCL 124.751 to 124.774, part 505 of the natural resources and environmental protection act, 1994 PA 451, MCL 324.50501 to 324.50522, the state housing development authority act of 1966, 1966 PA 346, MCL 125.1401 to 125.1499c, and the Michigan finance authority, Executive Reorganization Order No. 2010-2, MCL 12.194, for necessary salaries, wages, supplies, contractual services, equipment, worker's compensation insurance premiums, grants to the civil service commission and state employees' retirement fund, and other expenses as allowed under those acts.

Sec. 20-935. The funds appropriated in part 1 for dual enrollment payments for an eligible student enrolled in a state-approved nonpublic school shall be distributed as provided under the postsecondary enrollment options act, 1996 PA 160, MCL 388.511 to 388.524, and the career and technical preparation act, 2000 PA 258, MCL 388.1901 to 388.1913, in a form and manner as determined by the department of treasury.

Sec. 20-937. From the funds appropriated in part 1, the department of treasury shall submit a report to the state budget director and the senate and house standing committees on appropriations not later than March 31 regarding the performance of the Michigan accounts receivable collections system. The report shall include, but is not limited to:

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

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

(c) The liquidation rates for declining delinquent accounts.

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

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

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

Sec. 20-941. (1) The department of treasury, in conjunction with the Michigan strategic fund, shall report to the senate and house of representatives appropriations subcommittees on general government, the senate and house fiscal agencies, and the state budget office by November 1 on the annual cost of the Michigan economic growth authority tax credits. The report shall include for each year the board-approved credit amount, adjusted for credit amendments where applicable, and the actual and projected value of tax credits for each year from 1995 to the expiration of the credit program. For years for which credit claims are complete, the report shall include the total of actual certificated credit amounts. For years for which claims are still pending or not yet submitted, the report shall include a combination of actual credits where available and projected credits. Credit projections shall be based on updated estimates of employees, wages, and benefits for eligible companies.

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

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

Sec. 20-946. Revenue collected in the convention facility development fund is appropriated and shall be distributed under sections 8 and 9 of the state convention facility development act, 1985 PA 106, MCL 207.628 and 207.629.

Sec. 20-947. Financial independence teams shall cooperate with the financial responsibility section to coordinate and streamline efforts in identifying and addressing fiscal emergencies in school districts and intermediate school districts.

Sec. 20-949. (1) From the funds appropriated in part 1, the department of treasury may contract with private agencies to prevent the disbursement of fraudulent tax refunds. In addition to the amounts appropriated in part 1 to the department of treasury, there are appropriated amounts necessary to pay contract costs or fund operations designed to reduce fraudulent income tax refund payments not to exceed $1,600,000.00 of the refunds identified as potentially fraudulent and for which payment of the refund is denied. The appropriation to fund fraud prevention efforts is from the fund or account to which the revenues being collected are recorded or dedicated.

(2) The department of treasury shall submit a report for the immediately preceding fiscal year ending September 30 to the state budget director and the senate and house of representatives standing committees on appropriations not later than November 30 stating the number of refund claims denied due to the fraud prevention operations, the amount of refunds denied, the costs of the fraud prevention operations, and other pertinent information relating to the determining whether this authority should be continued.

Sec. 20-949d. (1) From the funds appropriated in part 1 for financial review commission, the department shall continue financial review commission efforts in the

current fiscal year. The purpose of the funding is to provide ongoing costs associated with the operation of the commission.

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

Sec. 20-949e. From the funds appropriated in part 1 for the state essential services assessment program, the department of treasury shall administer the state essential services assessment program. The program will provide the department the ability to collect the state essential services assessment which is a phased-in replacement of locally collected personal property taxes on eligible manufacturing personal property.

Sec. 20-949f. Revenue from the tobacco products tax act, 1993 PA 327, MCL 205.421 to 205.436, related to counties with a 2000 population of more than 2,000,000 is appropriated and shall be distributed under section 12(4)(d) of the tobacco products tax act, 1993 PA 327, MCL 205.432.

Sec. 20-949h. Revenue from medical marihuana facilities licensing act,2016 PA 281, is appropriated and shall be distributed in accordance with the provision in MCL 333.27601 to 333.27605.

Sec. 20-949i. From the funds appropriated in part 1 for additional staff in city income tax administration, the department shall expand individual income tax returns to one additional city to leveraging capabilities to assist cities with their taxation efforts.

Sec. 20-949j. All funds in the Wrongful imprisonment compensation fund created in 2016 PA 343, are appropriated and available for expenditure. Expenditures are limited to support wrongful imprisonment compensation payments pursuant to the provisions of

section 6 of 2016 PA 343.

REVENUE SHARING

Sec. 20-950. The funds appropriated in part 1 for constitutional revenue sharing shall be distributed by the department of treasury to cities, villages, and townships, as required under section 10 of article IX of the state constitution of 1963. Revenue collected in accordance with section 10 of article IX of the state constitution of 1963 in excess of the amount appropriated in part 1 for constitutional revenue sharing is appropriated for distribution to cities, villages, and townships, on a population basis as required under section 10 of article IX of the state constitution of 1963.

Sec. 20-952. (1) The funds appropriated in part 1 for city, village, and township revenue sharing are for grants to cities, villages, and townships such that, subject to fulfilling the requirements under subsection (3), each city, village, or township is eligible to receive 100% of its eligible payment under section 952 of article VIII of 2015 PA 84. For purposes of this subsection, any city, village, or township that completely merges with another city, village, or township will be treated as a single entity, such that when determining the eligible payment under section 952 of article VIII of 2015 PA 84 for the combined single entity, the amount each of the merging local units was eligible to receive under section 952 of article VIII of 2015 PA 84 is summed. For purposes of this subsection, population is determined in the same manner as under section 3 of the Glenn Steil state revenue sharing act of 1971, 1971 PA 140, MCL 141.903. In addition, any city or village that according to the 2010 federal decennial census is determined to have population in more than 1 county shall be treated as a single entity when determining the eligible payment under section 952 of article VIII of 2015 PA 84.

(2) The funds appropriated in part 1 for the county incentive program are to be used for grants to counties such that each county is eligible to receive an amount

equal to 20% of the amount by which the balance in its revenue sharing reserve fund under section 44a of the general property tax act, 1893 PA 206, MCL 211.44a, for the county's most recent fiscal year that ends prior to the January 1 of the state's fiscal year is less than the amount calculated under section 44a(14) of the general property tax act, 1893 PA 206, MCL 211.44a, for the county fiscal year that begins in the state's fiscal year. The amount calculated under this subsection shall be adjusted as necessary to reflect partial county fiscal years and prorated based on the total amount appropriated for distribution to all eligible counties. Except as otherwise provided under this subsection, payments under this subsection will be distributed to an eligible county subject to the county's fulfilling the requirements under subsection (3).

(3) For purposes of accountability and transparency, each eligible city, village, township, or county shall certify by December 1, or the first day of a payment month, that it has produced a citizen's guide of its most recent local finances, including a recognition of its unfunded liabilities; a performance dashboard; a debt service report containing a detailed listing of its debt service requirements, including, at a minimum, the issuance date, issuance amount, type of debt instrument, a listing of all revenues pledged to finance debt service by debt instrument, and a listing of the annual payment amounts until maturity; and a projected budget report, including, at a minimum, the current fiscal year and a projection for the immediately following fiscal year. The projected budget report shall include revenues and expenditures and an explanation of the assumptions used for the projections. Each eligible city, village, township, or county shall include in any mailing of general information to its citizens the Internet website address location for its citizen's guide, performance dashboard, debt service report, and projected budget report or the physical location where these documents are available for public viewing in the city, village, township, or county clerk's office. Each city, village, township, and county applying for a

payment under this subsection shall submit a copy of the performance dashboard, a copy of the debt service report, and a copy of the projected budget report to the department of treasury. In addition, each eligible city, village, township, or county applying for a payment under this subsection shall either submit a copy of the citizen's guide or certify that the city, village, township, or county will be utilizing Treasury's online citizen's guide. The department of treasury shall develop detailed guidance for a city, village, township, or county to follow to meet the requirements of this subsection. The detailed guidance shall be posted on the department of treasury website and distributed to cities, villages, townships, and counties by October 1.

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

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

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

(c) Cities, villages, and townships eligible to receive a payment under subsection (1) shall receive 1/6 of their eligible payment on the last business day of October, December, February, April, June, and August. Payments under subsection (1) shall be issued to cities, villages, and townships until the specified due date for

subsection (3). After the specified due date for subsection (3), payments shall be made to a city, village, or township only if that city, village, or township has complied with subdivision (a).

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

(e) If a city, village, township, or county does not submit the required certification, citizen's guide, performance dashboard, debt service report, and projected budget report by December 1, or the first day of a payment month, the city, village, township, or county shall either defer or forfeit the payment in that payment month. In order to qualify for a deferred payment of any previously forfeited amounts, a city, village, township, or county shall submit the required certification, citizen's guide, performance dashboard, debt service report, and projected budget report by April 1. The deferred payments shall be paid on the last business day of August.

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

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

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

(5) The unexpended funds appropriated in part 1 for city, village, and township revenue sharing and the county incentive program shall be available for expenditure

under the program for financially distressed cities, villages, and townships after the approval of transfers by the legislature pursuant to section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

Sec. 20-955. (1) The funds appropriated in part 1 for county revenue sharing shall be distributed by the department of treasury so that each eligible county receives a payment equal to 100.976% of the amount determined pursuant to the Glenn Steil state revenue sharing act of 1971, 1971 PA 140, MCL 141.901 to 141.921, less the amount for which the county is eligible under section 952(2). The amount calculated under this subsection shall be adjusted as necessary to reflect partial county fiscal years and prorated based on the total amount appropriated for distribution to all eligible counties.

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

Sec. 20-956. (1) The funds appropriated in part 1 for financially distressed cities, villages, and townships shall be granted by the department of treasury to cities, villages, and townships that have 1 or more conditions that indicate probable financial distress, as determined by the department of treasury. A city, village, or township with 1 or more conditions that indicate probable financial distress may apply in a manner determined by the department of treasury for a grant to pay for specific projects or services that move the city, village, or township toward financial stability. Grants are to be used for specific projects or services that move the city, village, or township toward financial stability. The city, village, or township may use, but is not limited to using, the grants under this section to make payments to reduce unfunded accrued liability; to repair or replace critical infrastructure and equipment owned or maintained by the city, village, or township; to reduce debt obligations; or for costs associated with a transition to shared services with another

jurisdiction. The department of treasury shall award no more than $2,000,000.00 to any city, village, or township under this section.

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

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

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

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

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

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

BUREAU OF STATE LOTTERY

Sec. 20-960. In addition to the funds appropriated in part 1 to the bureau of state lottery, there is appropriated from state lottery fund revenues the amount necessary for, and directly related to, implementing and operating lottery games under the McCauley-Traxler-Law-Bowman-McNeely lottery act, 1972 PA 239, MCL 432.1 to 432.47, and activities under the Traxler-McCauley-Law-Bowman bingo act, 1972 PA 382, MCL

432.101 to 432.120, including expenditures for contractually mandated payments for vendor commissions, contractually mandated payments for instant tickets intended for resale, the contractual costs of providing and maintaining the online system communications network, and incentive and bonus payments to lottery retailers.

Sec. 20-964. For the bureau of state lottery, there is appropriated 1% of the lottery's prior fiscal year's gross sales or $25,000,000.00, whichever is less, for promotion and advertising.

GAMING CONTROL

Sec. 20-971. From the revenue collected by the Michigan gaming control board regarding the total annual assessment of each casino licensee, $2,000,000.00 is appropriated and shall be deposited in the compulsive gaming prevention fund as described in section 12a(5) of the Michigan gaming control and revenue act, 1996 IL 1, MCL 432.212a.

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

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

(3) A county treasurer is authorized to receive and administer funds received for and on behalf of a local revenue sharing board. Funds appropriated in part 1 for local government programs may be used to audit local revenue sharing board funds held by a county treasurer. This section does not limit the ability of local units of government to enter into agreements with federally recognized Indian tribes to provide financial assistance to local units of government or to jointly provide public services.

(4) A local revenue sharing board described in subsection (1) shall comply with

all applicable provisions of any agreement authorized by the Indian gaming regulatory act, Public Law 100-497, in which the local revenue sharing board is referenced, including, but not limited to, the disbursal of tribal casino payments received under applicable provisions of the tribal-state class III gaming compact in which those funds are received.

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

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

Sec. 20-974. If revenues collected in the state services fee fund are less than the amounts appropriated from the fund, available revenues shall be used to fully fund the appropriation in part 1 for casino gaming regulation activities before distributions are made to other state departments and agencies. If the remaining revenue in the fund is insufficient to fully fund appropriations to other state departments or agencies, the shortfall shall be distributed proportionally among those departments and agencies.

Sec. 20-976. The executive director of the Michigan gaming control board may pay rewards of not more than $5,000.00 to a person who provides information that results in the arrest and conviction on a felony or misdemeanor charge for a crime that involves the horse racing industry. A reward paid pursuant to this section shall be paid out of the appropriation in part 1 for the racing commission.

Sec. 20-977. All appropriations from the Michigan agriculture equine industry development fund, except for the racing commission appropriations, shall be reduced proportionately if revenues to the Michigan agriculture equine industry development

fund decline during the fiscal year ending September 30, 2018 to a level lower than the amount appropriated in part 1.

Sec. 20-978. The Michigan gaming control board shall use actual expenditure data in determining the actual regulatory costs of conducting racing dates and shall provide that data to the senate and house appropriations subcommittees on agriculture and general government, the state budget office, and the senate and house fiscal agencies. The Michigan gaming control board shall not be reimbursed for more than the actual regulatory cost of conducting race dates. Prior to the reduction in the number of authorized race dates due to budget deficits, the executive director of the Michigan gaming control board shall provide notice to the certified horsemen's organizations with an opportunity to respond with alternatives. In determining actual costs, the Michigan gaming control board shall take into account that each specific breed may require different regulatory mechanisms.

Sec. 20-979. In addition to the funds appropriated in part 1, the Michigan gaming control board may receive and expend state lottery fund revenue in an amount not to exceed $4,000,000.00 for necessary expenses incurred in the licensing and regulation of millionaire parties pursuant to Executive Order No. 2012-4. In accordance with section 8 of the Traxler-McCauley-Law-Bowman bingo act, 1972 PA 382, MCL 432.108, the amount of necessary expenses shall not exceed the amount of revenue received under that act. The Michigan gaming control board shall provide a report to the senate and house of representatives appropriations subcommittees on general government, the senate and house fiscal agencies, and the state budget office by April 15. The report shall include, but not be limited to, total expenditures related to the licensing and regulating of millionaire parties, steps taken to ensure charities are receiving revenue due to them, progress on promulgating rules to ensure compliance with the Traxler-McCauley-Law-Bowman bingo act, 1972 PA 382, MCL 432.101 to 432.120, and any enforcement actions taken.

STATE BUILDING AUTHORITY

Sec. 20-1100. (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 effective for the immediately preceding fiscal year. Any general fund advances for which state building authority bonds have not been issued shall bear an interest cost to the state building authority at a rate not to exceed that earned by the state treasurer's common cash fund during the period in which the advances are outstanding and are repaid to the general fund of the state.

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

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

(4) In the event that a project identified in part 1 is terminated after final design is complete, advances made on behalf of the state building authority for the

costs of final design shall be repaid to the general fund in a manner recommended by the director.

Sec. 20-1102. (1) State building authority funding to finance construction or renovation of a facility that collects revenue in excess of money required for the operation of that facility shall not be released to a university or community college unless the institution agrees to reimburse that excess revenue to the state building authority. The excess revenue shall be credited to the general fund to offset rent obligations associated with the retirement of bonds issued for that facility. The auditor general shall annually identify and present an audit of those facilities that are subject to this section. Costs associated with the administration of the audit shall be charged against money recovered pursuant to this section.

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

Sec. 20-1103. The state building authority shall provide to the JCOS and senate and house fiscal agencies a report relative to the status of construction projects associated with state building authority bonds as of September 30 of each year, on or before October 15, or not more than 30 days after a refinancing or restructuring bond issue is sold. The report shall include, but is not limited to, the following:

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

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

(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.

Article 21

MISCELLANEOUS

PART 1

PROVISIONS CONCERNING APPROPRIATIONS

Sec. 21-101. The appropriations in this article are subject to the following provisions concerning appropriations for the fiscal year ending September 30, 2018:

GENERAL SECTIONS

Sec. 21-201. (1) Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources for fiscal year 2018 is estimated at $31,907,902,400.00 in the 2018 appropriations acts and total state spending from state sources paid to local units of government for fiscal year 2018 is estimated at $17,680,019,300.00. The state-local proportion is estimated at 55.4% of total state spending from state resources.

(2) If payments to local units of government and state spending from state sources for fiscal year 2018 are different than the amounts estimated in subsection (1), the state budget director shall report the payments to local units of government and state spending from state sources that were made for fiscal year 2018 to the senate and house of representatives standing committees on appropriations within 30 days after the final book-closing for fiscal year 2018.

Sec. 21-202. The appropriations authorized under this bill are subject to the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

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

	2016	2017	2018

Michigan personal income (millions)	$440,101	$457,265	$474,183
less: transfer payments	94,290	98,721	103,657
Subtotal	$345,811	$358,544	$370,526
Divided by: Detroit Consumer Price Index for 12 months ending June 30	2.202	2.250	2.293
Equals: real adjusted Michigan personal income	$157,044	$159,321	$161,576
Percentage change	N/A	1.4%	1.4%
Growth rate in excess of 2%?	N/A	NO	NO
Equals: countercyclical budget and economic stabilization fund pay-in calculation for the fiscal year ending September 30, 2018 (millions)	N/A	$0.0	N/A
Growth rate less than 0%?	N/A	NO	NO
Equals: countercyclical budget and economic stabilization fund pay-out calculation for the fiscal year ending September 30, 2018 (millions)	N/A	N/A	$0.0

(2) Notwithstanding subsection (1), there is appropriated for the fiscal year ending September 30, 2018, from general fund/general purpose revenue for deposit into the countercyclical budget and economic stabilization fund the sum of $175,000.000.00.

(3) In addition to the appropriation to the countercyclical budget and economic stabilization fund in subsection (2), there is appropriated to the countercyclical budget and economic stabilization fund for the fiscal year ending September 30, 2018, 25 percent of the fiscal year 2017 general fund/general purpose unassigned fund balance recorded as part of the state book closing process for the 2017 fiscal year.

Sec. 21-240. (1) Concurrently with the submission of the fiscal year 2019

executive budget recommendations, the state budget office shall provide the senate and house appropriations committees, the senate and house fiscal agencies, and the policy offices, a report that lists each new program or program enhancement for which funds in excess of $500,000.00 are appropriated in part 1 of each departmental appropriation act.

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

(3) By September 30, 2019, the state budget office shall provide a report on the specific metrics and the progress in meeting the estimated performance for each program identified under subsection (2) to the senate and house appropriations committees, the senate and house appropriations subcommittees on each state department, and the senate and house fiscal agencies and policy offices. It is the intent of the legislature that the governor consider the estimated performance of the new program or program enhancement as the basis for any increase in funds appropriated from the prior year.

REVENUE STATEMENT

Sec. 21-301. 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 2018

Estimated

	Beginning Balance	Estimated Revenue	Ending Balance
OPERATING FUNDS			
General fund/general purpose	366.0	10,057.5	7.6
School aid fund	143.4	14,797.0	7.6
Federal aid	0.0	20,128.1	0.0
Transportation funds	0.0	5,604.6	0.0
Special revenue funds	0.0	6,906.9	0.0
Other funds	709.1	28.4	1,004.0
TOTALS	$1,218.5	$57,522.5	$1,019.2