

SUBSTITUTE FOR  
SENATE BILL NO. 142

A bill to make appropriations for the legislature, the executive, the department of attorney general, the department of state, the department of treasury, the department of technology, management, and budget, the department of civil rights, the department of talent and economic development, and certain state purposes related thereto for the fiscal year ending September 30, 2018; to provide for the expenditure of the appropriations; to provide for the disposition of fees and other income received by the state agencies; and to declare the effect of this act.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

## PART 1

## LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the legislature, the

## Senate Bill No. 142 as amended May 4, 2017

executive, the department of attorney general, the department of state, the department of treasury, the department of technology, management, and budget, the department of civil rights, the department of talent and economic development, and certain state purposes related thereto for the fiscal year ending September 30, 2018, from the following funds:

**TOTAL GENERAL GOVERNMENT**

## APPROPRIATION SUMMARY

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

Full-time equated classified positions... <<8,040.7>>

GROSS APPROPRIATION..... \$ <<4,980,877,300>>

Interdepartmental grant revenues:

Total interdepartmental grants and intradepartmental

transfers ..... 782,493,800

ADJUSTED GROSS APPROPRIATION..... \$ <<4,198,383,500>>

Federal revenues:

Total federal revenues..... <<870,895,900>>

Special revenue funds:

Total local revenues..... 17,332,700

Total private revenues..... 6,244,100

Total other state restricted revenues..... <<2,157,256,600>>

State general fund/general purpose..... \$ 1,146,654,200

**Sec. 102. DEPARTMENT OF ATTORNEY GENERAL****(1) APPROPRIATION SUMMARY**

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

Full-time equated classified positions.... <<507.00>>

## Senate Bill No. 142 as amended May 3, 2017

1	GROSS APPROPRIATION.....	\$	<<179,345,200>>
2	Interdepartmental grant revenues:		
3	Total interdepartmental grants and intradepartmental		
4	transfers .....		29,915,300
5	ADJUSTED GROSS APPROPRIATION.....	\$	<<149,429,900>>
6	Federal revenues:		
7	Total federal revenues.....		<<72,507,400>>
8	Special revenue funds:		
9	Total local revenues.....		0
10	Total private revenues.....		0
11	Total other state restricted revenues.....		<<36,673,900>>
12	State general fund/general purpose.....	\$	40,248,600
13	<b>(2) ATTORNEY GENERAL OPERATIONS</b>		
14	Full-time equated unclassified positions.....	6.0	
15	Full-time equated classified positions.....	<<507.0>>	
16	Attorney general.....	\$	112,500
17	Unclassified positions--5.0 FTE positions.....		776,600
18	Attorney general operations--456.0 FTE positions.....		88,965,900
19	Child support enforcement--20.0 FTE positions.....		3,525,000
20	Prosecuting attorneys coordinating council--12.0 FTE		
21	positions .....		2,155,500
22	Public safety initiative--1.0 FTE position.....		906,200
23	Sexual assault law enforcement--5.0 FTE positions ....		<u>1,716,400</u>
	<<Crime victim grants administration		
	services --13.0 FTE positions .....		2,177,10,
	Crime victim justice assistance grants.....		59,279,300,
	Crime victim rights services grants.....		16,870,000>>
24	GROSS APPROPRIATION.....		<<\$176,484,500>>
25	Appropriated from:		
26	Interdepartmental grant revenues:		
27	IDG from MDHHS, health policy.....		208,400

1	IDG from MDHHS, medical services administration .....	694,200
2	IDG from MDHHS, WIC .....	154,500
3	IDG from department of corrections .....	664,500
4	IDG from MDE .....	599,200
5	IDG from MDEQ .....	2,020,000
6	IDG from MDHHS, human services .....	5,975,300
7	IDG from TED, workforce development agency .....	89,800
8	IDG from MDIFS, financial and insurance services .....	1,218,700
9	IDG from MDLARA, fireworks safety fund .....	83,600
10	IDG from MDLARA, health professions .....	3,055,400
11	IDG from MDLARA, licensing and regulation fees .....	337,300
12	IDG from MDLARA, Michigan occupational safety and	
13	health administration .....	107,700
14	IDG from MDLARA, remonumentation fees .....	106,700
15	IDG from MDLARA, securities fees .....	189,600
16	IDG from MDLARA, unlicensed builders .....	1,071,500
17	IDG from MDTMB .....	466,500
18	IDG from MDTMB, civil service commission .....	307,400
19	IDG from MDTMB, risk management revolving fund .....	1,478,100
20	IDG from MDMVA .....	166,100
21	IDG from MDOS, children's protection registry .....	45,000
22	IDG from MDOT, comprehensive transportation fund .....	205,000
23	IDG from MDOT, state aeronautics fund .....	179,400
24	IDG from MDOT, state trunkline fund .....	2,447,600
25	IDG from MDSP .....	260,100
26	IDG from Michigan state housing development authority	682,100
27	IDG from treasury .....	6,920,600

## Senate Bill No. 142 as amended May 3, 2017

1	IDG from TED, strategic fund.....	181,000
2	Federal revenues:	
3	DAG, state administrative match grant/food stamps ....	137,000
4	Federal funds.....	<<66,153,000>>
5	HHS, medical assistance, medigrant.....	386,500
6	HHS-OS, state Medicaid fraud control units.....	5,709,700
7	National criminal history improvement program.....	121,200
8	Special revenue funds:	
9	Antitrust enforcement collections.....	766,100
10	Attorney general's operations fund.....	767,000
11	Auto repair facilities fees.....	328,900
12	<<Crime victim's rights fund.....	15,337,000>>
12	Franchise fees.....	384,900
13	Game and fish protection fund.....	756,300
14	Human trafficking commission fund.....	390,000
15	Lawsuit settlement proceeds fund.....	2,000,000
16	Liquor purchase revolving fund.....	1,470,500
17	Marihuana regulatory fund.....	375,000
18	Merit award trust fund.....	499,500
19	Michigan employment security act - administrative fund	2,255,100
20	Mobile home code fund.....	251,300
21	Prisoner reimbursement.....	627,400
22	Prosecuting attorneys training fees.....	411,900
23	Public utility assessments.....	2,090,100
24	Real estate enforcement fund.....	100,700
25	Reinstatement fees.....	259,700
26	Retirement funds.....	1,051,200
27	Second injury fund.....	824,400

1	Self-insurers security fund.....	572,900
2	Silicosis and dust disease fund.....	226,100
3	State building authority revenue.....	121,600
4	State casino gaming fund.....	1,875,300
5	State lottery fund.....	348,700
6	Student safety fund.....	470,000
7	Utility consumers fund.....	1,000,000
8	Waterways fund.....	141,000
9	Worker's compensation administrative revolving fund..	371,300
10	State general fund/general purpose.....	\$ 37,987,900
11	<b>(3) INFORMATION TECHNOLOGY</b>	
12	Information technology services and projects .....	\$ <u>1,560,700</u>
13	GROSS APPROPRIATION.....	\$ 1,560,700
14	Appropriated from:	
15	State general fund/general purpose.....	\$ 1,560,700
16	<b>(4) ONE-TIME BASIS ONLY APPROPRIATIONS</b>	
17	Prosecuting attorneys coordinating council NextGen	
18	IT system .....	\$ 600,000
19	Juvenile life without parole.....	<u>700,000</u>
20	GROSS APPROPRIATION.....	\$ 1,300,000
21	Appropriated from:	
22	Interdepartmental grant revenues:	
23	Lawsuit settlement proceeds fund.....	600,000
24	State general fund/general purpose.....	\$ 700,000
25	<b>Sec. 103. DEPARTMENT OF CIVIL RIGHTS</b>	
26	<b>(1) APPROPRIATION SUMMARY</b>	

1	Full-time equated unclassified positions.....	6.0	
2	Full-time equated classified positions.....	89.0	
3	GROSS APPROPRIATION.....		\$ 16,249,600
4	Interdepartmental grant revenues:		
5	Total interdepartmental grants and intradepartmental		
6	transfers .....		296,600
7	ADJUSTED GROSS APPROPRIATION.....		\$ 15,953,000
8	Federal revenues:		
9	Total federal revenues .....		2,775,800
10	Special revenue funds:		
11	Total local revenues .....		0
12	Total private revenues .....		18,700
13	Total other state restricted revenues .....		151,900
14	State general fund/general purpose .....		\$ 13,006,600
15	<b>(2) CIVIL RIGHTS OPERATIONS</b>		
16	Full-time equated unclassified positions.....	6.0	
17	Full-time equated classified positions.....	89.0	
18	Unclassified positions--6.0 FTE positions .....		\$ 680,100
19	Civil rights operations--83.0 FTE positions .....		13,906,500
20	Division on deaf and hard of hearing--6.0 FTE		
21	positions .....		<u>800,400</u>
22	GROSS APPROPRIATION.....		\$ 15,387,000
23	Appropriated from:		
24	Interdepartmental grant revenues:		
25	IDG from DTMB.....		296,600
26	Federal revenues:		
27	EEOC, state and local antidiscrimination agency		

1	contracts .....	1,217,300
2	HUD, grant.....	1,543,500
3	Special revenue funds:	
4	Private revenues.....	18,700
5	Division on deafness fund.....	93,400
6	State restricted revenues.....	58,500
7	State general fund/general purpose.....	\$ 12,159,000
8	<b>(3) INFORMATION TECHNOLOGY</b>	
9	Information technology services and projects.....	\$ <u>712,600</u>
10	GROSS APPROPRIATION.....	\$ 712,600
11	Appropriated from:	
12	Federal revenues:	
13	EEOC, state and local antidiscrimination agency	
14	contracts .....	15,000
15	State general fund/general purpose.....	\$ 697,600
16	<b>(4) ONE-TIME BASIS ONLY APPROPRIATIONS</b>	
17	Deaf, deafblind, and hard of hearing needs assessment	\$ <u>150,000</u>
18	GROSS APPROPRIATION.....	\$ 150,000
19	Appropriated from:	
20	State general fund/general purpose.....	\$ 150,000
21	<b>Sec. 104. EXECUTIVE OFFICE</b>	
22	<b>(1) APPROPRIATION SUMMARY</b>	
23	Full-time equated unclassified positions.....	10.0
24	Full-time equated classified positions.....	79.2
25	GROSS APPROPRIATION.....	\$ 6,848,500
26	Interdepartmental grant revenues:	



1	Total interdepartmental grants and intradepartmental	
2	transfers .....	0
3	ADJUSTED GROSS APPROPRIATION .....	\$ 6,848,500
4	Federal revenues:	
5	Total federal revenues .....	0
6	Special revenue funds:	
7	Total local revenues .....	0
8	Total private revenues .....	0
9	Total local and private revenues .....	0
10	Total other state restricted revenues .....	0
11	State general fund/general purpose .....	\$ 6,848,500
12	<b>(2) EXECUTIVE OFFICE OPERATIONS</b>	
13	Full-time equated unclassified positions..... 10.0	
14	Full-time equated classified positions..... 79.2	
15	Governor .....	\$ 159,300
16	Lieutenant governor .....	111,600
17	Executive office--79.2 FTE positions .....	5,270,300
18	Unclassified positions--8.0 FTE positions .....	<u>1,307,300</u>
19	GROSS APPROPRIATION .....	\$ 6,848,500
20	Appropriated from:	
21	State general fund/general purpose .....	\$ 6,848,500
22	<b>Sec. 105. LEGISLATURE</b>	
23	<b>(1) APPROPRIATION SUMMARY</b>	
24	Full-time equated exempted positions	
25	GROSS APPROPRIATION .....	\$ 179,561,000
26	Interdepartmental grant revenues:	

1	Total interdepartmental grants and intradepartmental	
2	transfers .....	5,709,200
3	ADJUSTED GROSS APPROPRIATION .....	\$ 173,851,800
4	Federal revenues:	
5	Total federal revenues .....	0
6	Special revenue funds:	
7	Total local revenues .....	0
8	Total private revenues .....	400,000
9	Total other state restricted revenues .....	6,247,100
10	State general fund/general purpose .....	\$ 167,204,700
11	<b>(2) LEGISLATURE</b>	
12	Full-time equated exempted positions	
13	Senate .....	\$ 35,835,600
14	Senate automated data processing .....	2,600,000
15	Senate fiscal agency .....	3,874,100
16	House of representatives .....	55,113,500
17	House automated data processing .....	2,600,000
18	House fiscal agency .....	<u>3,874,100</u>
19	GROSS APPROPRIATION .....	\$ 103,897,300
20	Appropriated from:	
21	State general fund/general purpose .....	\$ 103,897,300
22	<b>(3) LEGISLATIVE COUNCIL</b>	
23	Full-time equated exempted positions	
24	Legislative council .....	\$ 12,421,300
25	Legislative service bureau automated data processing .	1,690,000
26	Worker's compensation .....	151,400
27	National association dues .....	454,700

1	Legislative corrections ombudsman.....	958,400
2	Michigan veterans facility ombudsman.....	<u>300,000</u>
3	GROSS APPROPRIATION.....	\$ 15,975,800
4	Appropriated from:	
5	Special revenue funds:	
6	Private - gifts and bequests revenues.....	400,000
7	State general fund/general purpose.....	\$ 15,575,800
8	<b>(4) LEGISLATIVE RETIREMENT SYSTEM</b>	
9	Full-time equated exempted positions	
10	General nonretirement expenses.....	\$ <u>5,062,100</u>
11	GROSS APPROPRIATION.....	\$ 5,062,100
12	Appropriated from:	
13	Special revenue funds:	
14	Court fees.....	1,177,700
15	State general fund/general purpose.....	\$ 3,884,400
16	<b>(5) PROPERTY MANAGEMENT</b>	
17	Cora Anderson building.....	\$ 11,769,500
18	Senate office building and other properties.....	<u>8,030,000</u>
19	GROSS APPROPRIATION.....	\$ 19,799,500
20	Appropriated from:	
21	State general fund/general purpose.....	\$ 19,799,500
22	<b>(6) STATE CAPITOL HISTORIC SITE</b>	
23	General operations.....	\$ 4,440,000
24	Restoration, renewal, and maintenance.....	3,100,000
25	Bond/lease obligations.....	<u>100</u>
26	GROSS APPROPRIATION.....	\$ 7,540,100
27	Appropriated from:	

1	Special revenue funds:	
2	Capitol historic site fund.....	3,100,000
3	State general fund/general purpose.....	\$ 4,440,100
4	<b>(7) OFFICE OF THE AUDITOR GENERAL</b>	
5	Unclassified positions.....	\$ 339,200
6	Field operations.....	<u>23,947,000</u>
7	GROSS APPROPRIATION.....	\$ 24,286,200
8	Appropriated from:	
9	Interdepartmental grant revenues:	
10	IDG from MDLARA, liquor purchase revolving fund.....	28,700
11	IDG from MDHHS, human services.....	30,600
12	IDG from legislative retirement system.....	29,200
13	IDG from MDOT, comprehensive transportation fund.....	39,000
14	IDG from MDOT, Michigan transportation fund.....	315,800
15	IDG from MDOT, state aeronautics fund.....	30,300
16	IDG from MDOT, state trunkline fund.....	733,500
17	IDG, single audit act.....	2,913,100
18	IDG, commercial mobile radio system emergency	
19	telephone fund .....	36,800
20	IDG, contract audit administration fees.....	50,000
21	IDG, deferred compensation funds.....	60,000
22	IDG, Michigan finance authority.....	330,800
23	IDG, Michigan economic development corporation.....	96,300
24	IDG, Michigan education trust fund.....	70,800
25	IDG, Michigan justice training commission fund.....	40,900
26	IDG, Michigan strategic fund.....	169,100
27	IDG, office of retirement services.....	550,000

1	IDG, other restricted funding sources .....	184,300
2	Special revenue funds:	
3	21st century jobs fund .....	96,300
4	Brownfield development fund .....	28,100
5	Clean Michigan initiative implementation bond fund ...	54,500
6	Game and fish protection fund .....	31,300
7	MDTMB, civil service commission .....	166,200
8	Michigan state housing development authority fees ....	113,500
9	Michigan veterans' trust fund .....	35,500
10	Motor transport revolving fund .....	7,400
11	Office services revolving fund .....	10,000
12	State disbursement unit, office of child support .....	57,400
13	State services fee fund .....	1,357,900
14	Waterways fund .....	11,300
15	State general fund/general purpose .....	\$ 16,607,600
16	<b>(8) ONE-TIME BASIS ONLY APPROPRIATIONS</b>	
17	Legislative information technology systems design	
18	project .....	\$ <u>3,000,000</u>
19	GROSS APPROPRIATION .....	\$ 3,000,000
20	Appropriated from:	
21	State general fund/general purpose .....	\$ 3,000,000
22	<b>Sec. 106. DEPARTMENT OF STATE</b>	
23	<b>(1) APPROPRIATION SUMMARY</b>	
24	Full-time equated unclassified positions .....	6.0
25	Full-time equated classified positions .....	1,458.0
26	GROSS APPROPRIATION .....	\$ 248,302,400

1	Interdepartmental grant revenues:	
2	Total interdepartmental grants and intradepartmental	
3	transfers .....	20,000,000
4	ADJUSTED GROSS APPROPRIATION.....	\$ 228,302,400
5	Federal revenues:	
6	Total federal revenues.....	1,460,000
7	Special revenue funds:	
8	Total local revenues.....	0
9	Total private revenues.....	50,100
10	Total other state restricted revenues.....	205,709,400
11	State general fund/general purpose.....	\$ 21,082,900
12	<b>(2) DEPARTMENTAL ADMINISTRATION AND SUPPORT</b>	
13	Full-time equated unclassified positions.....	6.0
14	Full-time equated classified positions.....	134.0
15	Secretary of state.....	\$ 112,500
16	Unclassified positions--5.0 FTE positions.....	647,700
17	Executive direction--30.0 FTE positions.....	4,590,000
18	Operations--104.0 FTE positions.....	25,420,300
19	Property management.....	9,758,300
20	Worker's compensation.....	<u>246,200</u>
21	GROSS APPROPRIATION.....	\$ 40,775,000
22	Appropriated from:	
23	Special revenue funds:	
24	Abandoned vehicle fees.....	239,800
25	Auto repair facilities fees.....	133,000
26	Children's protection registry fund.....	270,700
27	Driver fees.....	2,499,200

1	Driver improvement course fund.....	308,200
2	Enhanced driver license and enhanced official state	
3	personal identification card fund.....	874,600
4	Parking ticket court fines.....	440,800
5	Personal identification card fees.....	289,800
6	Reinstatement fees - operator licenses.....	791,700
7	Scrap tire fund.....	78,600
8	Transportation administration collection fund.....	30,157,800
9	State general fund/general purpose.....	\$ 4,690,800
10	<b>(3) LEGAL SERVICES</b>	
11	Full-time equated classified positions.....	84.0
12	Operations--84.0 FTE positions.....	\$ <u>14,940,200</u>
13	GROSS APPROPRIATION.....	\$ 14,940,200
14	Appropriated from:	
15	Special revenue funds:	
16	Auto repair facilities fees.....	2,941,100
17	Driver fees.....	2,145,000
18	Driver responsibility fees.....	1,000,000
19	Enhanced driver license and enhanced official state	
20	personal identification card fund.....	505,600
21	Reinstatement fees - operator licenses.....	959,400
22	Transportation administration collection fund.....	4,393,800
23	Vehicle theft prevention fees.....	1,089,200
24	State general fund/general purpose.....	\$ 1,906,100
25	<b>(4) CUSTOMER DELIVERY SERVICES</b>	
26	Full-time equated classified positions.....	1,200.0
27	Branch operations--900.0 FTE positions.....	\$ 86,831,600

1	Central operations--298.0 FTE positions .....	50,617,300
2	Motorcycle safety education administration--2.0 FTE	
3	positions .....	337,500
4	Motorcycle safety education grants .....	1,800,000
5	Credit and debit assessment services .....	8,000,000
6	Organ donor program .....	<u>129,100</u>
7	GROSS APPROPRIATION .....	\$ 147,715,500
8	Appropriated from:	
9	Interdepartmental grant revenues:	
10	IDG from MDOT, Michigan transportation fund .....	20,000,000
11	Federal revenues:	
12	Federal funds .....	1,460,000
13	Special revenue funds:	
14	Private funds .....	100
15	Thomas Daley gift of life fund .....	50,000
16	Abandoned vehicle fees .....	450,900
17	Auto repair facilities fees .....	901,900
18	Child support clearance fees .....	363,600
19	Credit and debit assessment service fees .....	8,000,000
20	Driver education provider and instructor fund .....	75,000
21	Driver fees .....	21,616,300
22	Driver improvement course fund .....	1,227,600
23	Enhanced driver license and enhanced official state	
24	personal identification card fund .....	9,017,200
25	Expedient service fees .....	2,943,500
26	Marine safety fund .....	1,540,200
27	Michigan state police auto theft fund .....	123,700



1	Mobile home commission fees.....	507,500
2	Motorcycle safety fund.....	1,837,500
3	Off-road vehicle title fees.....	170,700
4	Parking ticket court fines.....	1,639,600
5	Personal identification card fees.....	2,362,500
6	Recreation passport fee.....	1,000,000
7	Reinstatement fees - operator licenses.....	2,357,300
8	Snowmobile registration fee revenue.....	390,000
9	Transportation administration collection fund.....	61,960,100
10	Vehicle theft prevention fees.....	786,000
11	State lottery fund.....	1,015,800
12	State general fund/general purpose.....	\$ 5,918,500
13	<b>(5) ELECTION REGULATION</b>	
14	Full-time equated classified positions.....	40.0
15	Election administration and services--40.0 FTE	
16	positions .....	\$ 7,209,800
17	County clerk education and training fund.....	100,000
18	Fees to local units.....	<u>109,800</u>
19	GROSS APPROPRIATION.....	\$ 7,419,600
20	Appropriated from:	
21	Special revenue funds:	
22	Notary education and training fund.....	100,000
23	Notary fee fund.....	343,500
24	State general fund/general purpose.....	\$ 6,976,100
25	<b>(6) INFORMATION TECHNOLOGY</b>	
26	Information technology services and projects.....	\$ <u>37,452,100</u>
27	GROSS APPROPRIATION.....	\$ 37,452,100

1	Appropriated from:	
2	Special revenue funds:	
3	Administrative order processing fee .....	11,700
4	Auto repair facilities fees .....	129,000
5	Driver fees .....	785,700
6	Enhanced driver license and enhanced official state	
7	personal identification card fund .....	326,800
8	Expedient service fees .....	1,082,800
9	Parking ticket court fines .....	88,800
10	Personal identification card fees .....	172,900
11	Reinstatement fees - operator licenses .....	591,000
12	Transportation administration collection fund .....	32,491,400
13	Vehicle theft prevention fees .....	180,600
14	State general fund/general purpose .....	\$ 1,591,400

15      **Sec. 107. DEPARTMENT OF TECHNOLOGY, MANAGEMENT, AND**  
 16 **BUDGET**

17      **(1) APPROPRIATION SUMMARY**

18	Full-time equated classified positions .....	2,900.0
19	GROSS APPROPRIATION .....	\$ 1,328,005,200
20	Interdepartmental grant revenues:	
21	Total interdepartmental grants and intradepartmental	
22	transfers .....	713,959,000
23	ADJUSTED GROSS APPROPRIATION .....	\$ 614,046,200
24	Federal revenues:	
25	Total federal revenues .....	4,985,300
26	Special revenue funds:	

1	Total local revenues.....	2,316,700
2	Total private revenues.....	127,700
3	Total other state restricted revenues.....	111,399,300
4	State general fund/general purpose.....	\$ 495,217,200
5	<b>(2) DEPARTMENT SERVICES</b>	
6	Full-time equated classified positions.....	779.5
7	Unclassified positions--6.0 FTE positions.....	\$ 1,031,500
8	Executive operations--12.0 FTE positions.....	2,387,400
9	Administrative services--133.5 FTE positions.....	17,551,800
10	Budget and financial management--182.0 FTE positions .	29,742,600
11	Office of the state employer--23.0 FTE positions .....	3,484,600
12	Design and construction services--40.0 FTE positions .	6,520,000
13	Business support services--98.0 FTE positions.....	11,679,700
14	Building operation services--212.0 FTE positions .....	92,591,700
15	Property management.....	7,817,400
16	Motor vehicle fleet--35.0 FTE positions.....	74,299,300
17	Bureau of labor market information and	
18	strategies--44.0 FTE positions.....	<u>5,772,400</u>
19	GROSS APPROPRIATION.....	\$ 252,878,400
20	Appropriated from:	
21	Interdepartmental grant revenues:	
22	IDG from accounting service centers user charges .....	3,920,500
23	IDG from building occupancy and parking charges .....	94,358,500
24	IDG from MDLARA.....	100,000
25	IDG from motor transport fund.....	74,299,300
26	IDG from MDHHS, community health.....	489,700
27	IDG from MDHHS, human services.....	220,600

1	IDG from user fees.....	6,584,200
2	IDG from technology user fees.....	9,616,200
3	Federal revenues:	
4	Federal funds.....	4,985,300
5	Special revenue funds:	
6	Local - MPSCS subscriber and maintenance fees.....	51,900
7	Local revenues.....	35,000
8	Private funds.....	127,700
9	Health management funds.....	2,254,700
10	MAIN user charges.....	2,060,600
11	Special revenue, internal service, and pension trust	
12	funds .....	15,322,700
13	Other agency charges.....	1,209,300
14	State restricted indirect funds.....	2,826,200
15	State general fund/general purpose.....	\$ 34,416,000
16	<b>(3) TECHNOLOGY SERVICES</b>	
17	Full-time equated classified positions..... 1,478.5	
18	Education services--29.0 FTE positions.....	\$ 4,148,000
19	Health and human services--617.5 FTE positions.....	297,460,500
20	Public protection--155.5 FTE positions.....	57,780,400
21	Resources services--146.5 FTE positions.....	20,716,900
22	Transportation services--89.5 FTE positions.....	32,873,300
23	General services--315.5 FTE positions.....	107,508,000
24	Enterprisewide information technology investments....	65,000,000
25	Homeland security initiative/cyber security--19.0	
26	FTE positions .....	14,669,300
27	Michigan public safety communications system--100.0	

1	FTE positions .....	40,174,500
2	Enterprise identity management--6.0 FTE positions ....	<u>9,335,600</u>
3	GROSS APPROPRIATION.....	\$ 649,666,500
4	Appropriated from:	
5	Interdepartmental grant revenues:	
6	IDG from technology user fees .....	520,487,100
7	Special revenue funds:	
8	Local - MPSCS subscriber and maintenance fees .....	2,229,800
9	State general fund/general purpose .....	\$ 126,949,600
10	<b>(4) STATEWIDE APPROPRIATIONS</b>	
11	Professional development fund - NERE .....	\$ 250,000
12	Professional development fund - UAW .....	<u>700,000</u>
13	GROSS APPROPRIATION.....	\$ 950,000
14	Appropriated from:	
15	Interdepartmental grant revenues:	
16	IDG from employer contributions .....	950,000
17	State general fund/general purpose .....	\$ 0
18	<b>(5) SPECIAL PROGRAMS</b>	
19	Full-time equated classified positions..... 192.0	
20	Property management - executive/legislative .....	\$ 1,223,400
21	Retirement services--167.0 FTE positions .....	29,277,600
22	Office of children's ombudsman--14.0 FTE positions ...	1,814,900
23	Public private partnership .....	1,500,000
24	Regional prosperity grants .....	2,500,000
25	School reform office operations--11.0 FTE positions ..	<u>2,615,100</u>
26	GROSS APPROPRIATION.....	\$ 38,931,000
27	Appropriated from:	

1	Special revenue funds:	
2	Deferred compensation.....	2,800,000
3	Pension trust funds.....	21,073,800
4	Public private partnership investment fund.....	1,500,000
5	State general fund/general purpose.....	\$ 13,557,200
6	<b>(6) INFORMATION TECHNOLOGY</b>	
7	Information technology services and projects.....	\$ <u>26,474,200</u>
8	GROSS APPROPRIATION.....	\$ 26,474,200
9	Appropriated from:	
10	Interdepartmental grant revenues:	
11	IDG from building occupancy and parking charges.....	723,200
12	IDG from user fees.....	209,700
13	Special revenue funds:	
14	Deferred compensation.....	2,600
15	Health management funds.....	45,100
16	MAIN user charges.....	2,407,200
17	Pension trust funds.....	10,126,800
18	Special revenue, internal service, and pension trust	
19	funds.....	2,706,500
20	State restricted indirect funds.....	583,900
21	State general fund/general purpose.....	\$ 9,669,200
22	<b>(7) STATE BUILDING AUTHORITY RENT</b>	
23	State building authority rent - state agencies.....	\$ 49,665,800
24	State building authority rent - department of	
25	corrections.....	21,029,900
26	State building authority rent - universities.....	144,995,300
27	State building authority rent - community colleges...	<u>30,879,600</u>

1	GROSS APPROPRIATION.....	\$	246,570,600
2	Appropriated from:		
3	State general fund/general purpose.....	\$	246,570,600
4	<b>(8) CIVIL SERVICE COMMISSION</b>		
5	Full-time equated classified positions.....		450.0
6	Agency services--74.0 FTE positions.....	\$	13,186,400
7	Executive direction--40.0 FTE positions.....		9,428,500
8	Employee benefits--16.0 FTE positions.....		5,713,900
9	Human resources operations--320.0 FTE positions.....		38,323,700
10	Information technology services and projects.....		<u>3,381,900</u>
11	GROSS APPROPRIATION.....	\$	70,034,400
12	Appropriated from:		
13	Special revenue funds:		
14	State restricted funds 1%.....		29,129,300
15	State restricted indirect funds.....		8,679,800
16	State sponsored group insurance.....		8,670,800
17	State general fund/general purpose.....	\$	23,554,500
18	<b>(9) CAPITAL OUTLAY</b>		
19	Major special maintenance, remodeling, and additions		
20	for state agencies .....	\$	2,000,000
21	Enterprisewide special maintenance for state		
22	facilities .....		<u>26,000,000</u>
23	GROSS APPROPRIATION.....	\$	28,000,000
24	Appropriated from:		
25	Interdepartmental grant revenues:		
26	IDG from building occupancy charges.....		2,000,000
27	State general fund/general purpose.....	\$	26,000,000

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

2	Information technology investment fund.....	\$	7,500,000
3	Homeland security initiative/cyber security.....		2,000,000
4	MPSCS lifecycle replacement.....		5,000,000
5	Procurement review pilot project.....		<u>100</u>
6	GROSS APPROPRIATION.....	\$	14,500,100
7	Appropriated from:		
8	State general fund/general purpose.....	\$	14,500,100

9       **Sec. 108. DEPARTMENT OF TREASURY**

10       **(1) APPROPRIATION SUMMARY**

11	Full-time equated unclassified positions.....	10.0
12	Full-time equated classified positions.....	1,740.5
13	GROSS APPROPRIATION.....	\$ 1,870,116,900
14	Interdepartmental grant revenues:	
15	Total interdepartmental grants and intradepartmental	
16	transfers .....	12,613,700
17	ADJUSTED GROSS APPROPRIATION.....	\$ 1,857,503,200
18	Federal revenues:	
19	Total federal revenue.....	27,022,600
20	Special revenue funds:	
21	Total local revenues.....	14,516,000
22	Total private revenues.....	26,700
23	Total other state restricted revenues.....	1,610,018,300
24	State general fund/general purpose.....	\$ 205,919,600

25       **(2) EXECUTIVE DIRECTION**

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



1	Full-time equated classified positions.....	34.0	
2	Unclassified positions--10.0 FTE positions .....		\$ 1,025,300
3	Executive direction and operations--34.0 FTE positions .....		<u>7,867,200</u>
4	GROSS APPROPRIATION.....		\$ 8,892,500
5	Appropriated from:		
6	Federal revenues:		
7	DED-OPSE, federal lenders allowance .....		20,600
8	DED-OPSE, higher education act of 1965, insured loans .....		46,300
9	Special revenue funds:		
10	Local - city income tax fund.....		102,500
11	Delinquent tax collection revenue .....		3,183,400
12	State lottery fund.....		293,900
13	State services fee fund.....		334,300
14	State general fund/general purpose .....		\$ 4,911,500
15	<b>(3) DEPARTMENTWIDE APPROPRIATIONS</b>		
16	Rent and building occupancy charges - property		
17	management services .....		\$ 6,253,700
18	Worker's compensation insurance premium .....		<u>26,500</u>
19	GROSS APPROPRIATION.....		\$ 6,280,200
20	Appropriated from:		
21	Special revenue funds:		
22	Delinquent tax collection revenue .....		4,460,500
23	State general fund/general purpose .....		\$ 1,819,700
24	<b>(4) DEPARTMENT FINANCIAL AND ADMINISTRATIVE</b>		
25	<b>SERVICES</b>		
26	Full-time equated classified positions.....	354.0	
27	Departmental services--68.0 FTE positions .....		\$ 9,251,600

1	Unclaimed property--24.0 FTE positions .....	4,852,900
2	Office of collections--200.0 FTE positions .....	27,881,600
3	Office of accounting services--26.0 FTE positions ....	2,786,400
4	Office of financial services--36.0 FTE positions .....	<u>4,513,600</u>
5	GROSS APPROPRIATION.....	\$ 49,286,100
6	Appropriated from:	
7	Interdepartmental grant revenues:	
8	IDG from accounting service center user charges .....	497,700
9	IDG from MDHHS, human, title IV-D .....	778,500
10	IDG, levy/warrant cost assessment fees .....	3,643,300
11	IDG, state agency collection fees .....	4,372,400
12	IDG, data/collection services fees .....	336,600
13	Special revenue funds:	
14	Delinquent tax collection revenue .....	30,084,500
15	Escheats revenue .....	4,852,900
16	Garnishment fees .....	2,650,400
17	Justice system fund .....	429,200
18	Medical marihuana excise fund .....	187,500
19	State restricted indirect funds .....	278,600
20	Treasury fees .....	47,200
21	State general fund/general purpose .....	\$ 1,127,300
22	<b>(5) LOCAL GOVERNMENT PROGRAMS</b>	
23	Full-time equated classified positions..... 86.0	
24	Supervision of the general property tax law--66.0	
25	FTE positions .....	\$ 14,378,700
26	Property tax assessor training--4.0 FTE positions ....	1,041,700
27	Local finance--16.0 FTE positions .....	<u>2,622,800</u>

1	GROSS APPROPRIATION.....	\$	18,043,200
2	Appropriated from:		
3	Special revenue funds:		
4	Local - assessor training fees.....		1,041,700
5	Local - audit charges.....		829,000
6	Local - equalization study chargebacks.....		40,000
7	Local - revenue from local government.....		100,000
8	Delinquent tax collection revenue.....		1,521,900
9	Land reutilization fund.....		2,046,400
10	Municipal finance fees.....		546,800
11	State general fund/general purpose.....	\$	11,917,400
12	<b>(6) TAX PROGRAMS</b>		
13	Full-time equated classified positions.....	722.0	
14	Tax compliance--304.0 FTE positions.....	\$	45,680,400
15	Tax and economic policy--41.0 FTE positions.....		8,002,300
16	Tax processing--337.0 FTE positions.....		38,826,300
17	Office of revenue and tax analysis--18.0 FTE positions		3,643,600
18	Health insurance claims fund--12.0 FTE positions.....		2,080,800
19	Home heating assistance.....		3,089,300
20	Bottle act implementation.....		250,000
21	Tobacco tax enforcement--10.0 FTE positions.....		<u>1,518,600</u>
22	GROSS APPROPRIATION.....	\$	103,091,300
23	Appropriated from:		
24	Interdepartmental grant revenues:		
25	IDG from MDOT, Michigan transportation fund.....		2,301,700
26	IDG from MDOT, state aeronautics fund.....		72,200
27	Federal revenues:		

1	HHS-SSA, low-income energy assistance .....	3,089,300
2	Special revenue funds:	
3	Bottle deposit fund .....	250,000
4	Delinquent tax collection revenue .....	71,065,600
5	Emergency 911 fund .....	158,700
6	Health insurance claims assessment fund .....	2,080,800
7	Medical marihuana excise fund .....	487,500
8	Tobacco tax revenue .....	4,116,900
9	Waterways fund .....	107,100
10	State general fund/general purpose .....	\$ 19,361,500
11	<b>(7) FINANCIAL PROGRAMS</b>	
12	Full-time equated classified positions..... 164.5	
13	Investments--64.0 FTE positions .....	\$ 20,713,700
14	John R. Justice grant program .....	288,100
15	Common cash and debt management--17.5 FTE positions ..	1,676,500
16	Dual enrollment payments .....	2,007,600
17	Student financial assistance programs--20.5 FTE	
18	positions .....	2,704,300
19	Michigan finance authority - bond finance	
20	programs--50.5 FTE positions .....	25,962,900
21	Financial independence team--12.0 FTE positions .....	<u>5,245,800</u>
22	GROSS APPROPRIATION .....	\$ 58,598,900
23	Appropriated from:	
24	Interdepartmental grant revenues:	
25	IDG, fiscal agent service fees .....	211,300
26	Federal revenues:	
27	DED-OPSE, federal lenders allowance .....	3,718,400

1	DED-OPSE, higher education act of 1965, insured loans	19,232,100
2	Federal - John R. Justice grant .....	288,100
3	Special revenue funds:	
4	Defined contribution administrative fee revenue .....	100,000
5	MFA, bond and loan program revenue .....	3,012,400
6	Michigan merit award trust fund .....	1,172,200
7	Retirement funds .....	18,981,000
8	School bond fees .....	858,300
9	Treasury fees .....	1,850,900
10	State general fund/general purpose .....	\$ 9,174,200
11	<b>(8) DEBT SERVICE</b>	
12	Quality of life bond .....	\$ 21,964,000
13	Clean Michigan initiative .....	62,751,000
14	Great Lakes water quality bond .....	<u>22,865,000</u>
15	GROSS APPROPRIATION .....	\$ 107,580,000
16	Appropriated from:	
17	State general fund/general purpose .....	\$ 107,580,000
18	<b>(9) GRANTS</b>	
19	Convention facility development distribution .....	\$ 90,950,000
20	Senior citizen cooperative housing tax exemption	
21	program .....	10,720,000
22	Emergency 911 payments .....	27,000,000
23	Health and safety fund grants .....	1,500,000
24	Medical marihuana excise fund grants .....	3,960,000
25	Beat the street .....	100,000
26	Financial data analytic tool reimbursement .....	100
27	NextGen 911 .....	<u>100</u>

1	GROSS APPROPRIATION.....	\$	134,230,200
2	Appropriated from:		
3	Special revenue funds:		
4	Emergency 911 fund.....		27,000,000
5	Convention facility development fund.....		90,950,000
6	Health and safety fund.....		1,500,000
7	Medical marihuana excise fund.....		3,960,000
8	State general fund/general purpose.....	\$	10,820,200
9	<b>(10) BUREAU OF STATE LOTTERY</b>		
10	Full-time equated classified positions.....	179.0	
11	Lottery operations--179.0 FTE positions.....	\$	25,619,700
12	Lottery information technology services and projects .		<u>5,254,500</u>
13	GROSS APPROPRIATION.....	\$	30,874,200
14	Appropriated from:		
15	Special revenue funds:		
16	State lottery fund.....		30,874,200
17	State general fund/general purpose.....	\$	0
18	<b>(11) CASINO GAMING</b>		
19	Full-time equated classified positions.....	130.0	
20	Michigan gaming control board.....	\$	50,000
21	Casino gaming control administration--120.0 FTE		
22	positions .....		26,457,300
23	Casino gaming information technology services and		
24	projects .....		2,526,000
25	Racing commission--10.0 FTE positions.....		<u>2,021,400</u>
26	GROSS APPROPRIATION.....	\$	31,054,700
27	Appropriated from:		

1	Special revenue funds:		
2	Casino gambling agreements.....	950,500	
3	Equine development fund.....	2,144,100	
4	Laboratory fees.....	701,800	
5	State services fee fund.....	27,258,300	
6	State general fund/general purpose.....	\$ 0	
7	<b>(12) PAYMENTS IN LIEU OF TAXES</b>		
8	Commercial forest reserve.....	\$ 3,368,100	
9	Purchased lands.....	8,425,100	
10	Swamp and tax reverted lands.....	<u>15,605,600</u>	
11	GROSS APPROPRIATION.....	\$ 27,398,800	
12	Appropriated from:		
13	Special revenue funds:		
14	Private funds.....	26,700	
15	Game and fish protection fund.....	2,919,700	
16	Michigan natural resources trust fund.....	2,004,600	
17	Michigan state waterways fund.....	253,200	
18	State general fund/general purpose.....	\$ 22,194,600	
19	<b>(13) REVENUE SHARING</b>		
20	Constitutional state general revenue sharing grants ..	\$ 773,544,100	
21	City, village, and township revenue sharing.....	245,528,400	
22	County incentive program.....	43,160,400	
23	County revenue sharing.....	176,926,800	
24	Financially distressed cities, villages, or townships	<u>5,000,000</u>	
25	GROSS APPROPRIATION.....	\$ 1,244,159,700	
26	Appropriated from:		
27	Special revenue funds:		

1	Sales tax.....	1,239,492,200
2	State general fund/general purpose.....	\$ 4,667,500
3	<b>(14) STATE BUILDING AUTHORITY</b>	
4	Full-time equated classified positions.....	4.0
5	State building authority--4.0 FTE positions.....	\$ <u>732,000</u>
6	GROSS APPROPRIATION.....	\$ 732,000
7	Appropriated from:	
8	Special revenue funds:	
9	State building authority revenue.....	732,000
10	State general fund/general purpose.....	\$ 0
11	<b>(15) CITY INCOME TAX ADMINISTRATION PROGRAM</b>	
12	Full-time equated classified positions.....	67.0
13	City income tax administration--67.0 FTE positions...	\$ <u>9,685,300</u>
14	GROSS APPROPRIATION.....	\$ 9,685,300
15	Appropriated from:	
16	Local revenue funds:	
17	Local - city income tax fund.....	9,685,300
18	State general fund/general purpose.....	\$ 0
19	<b>(16) INFORMATION TECHNOLOGY</b>	
20	Treasury operations information technology services	
21	and projects .....	\$ <u>30,909,800</u>
22	GROSS APPROPRIATION.....	\$ 30,909,800
23	Appropriated from:	
24	Interdepartmental grant revenues:	
25	IDG from MDOT, Michigan transportation fund.....	400,000
26	Federal revenues:	
27	DED-OPSE, federal lenders allowance.....	627,800



1	Special revenue funds:	
2	Local - city income tax fund.....	1,217,500
3	Delinquent tax collection revenue.....	17,420,700
4	Tobacco tax revenue.....	129,400
5	Retirement funds.....	768,700
6	State general fund/general purpose.....	\$ 10,345,700
7	<b>(17) ONE-TIME BASIS ONLY APPROPRIATIONS</b>	
8	City, village, and township revenue sharing.....	\$ 5,800,000
9	City income tax administration.....	1,500,000
10	Information technology.....	<u>2,000,000</u>
11	GROSS APPROPRIATION.....	\$ 9,300,000
12	Appropriated from:	
13	Special revenue funds:	
14	City income tax fund.....	1,500,000
15	Sales tax.....	5,800,000
16	State general fund/general purpose.....	\$ 2,000,000
17	<b>Sec. 109. DEPARTMENT OF TALENT AND ECONOMIC</b>	
18	<b>DEVELOPMENT</b>	
19	<b>(1) APPROPRIATION SUMMARY</b>	
20	Full-time equated unclassified positions.....	6.0
21	Full-time equated classified positions.....	1,267.0
22	GROSS APPROPRIATION.....	\$ 1,152,448,500
23	Interdepartmental grant revenues:	
24	Total interdepartmental grants and intradepartmental	
25	transfers .....	0
26	ADJUSTED GROSS APPROPRIATION.....	\$ 1,152,448,500

1	Federal revenues:	
2	Total federal revenues .....	762,144,800
3	Special revenue funds:	
4	Total local revenues .....	500,000
5	Total private revenues .....	5,620,900
6	Total other state restricted revenues .....	187,056,700
7	State general fund/general purpose .....	\$ 197,126,100
8	<b>(2) EXECUTIVE DIRECTION</b>	
9	Full-time equated unclassified positions..... 6.0	
10	Full-time equated classified positions..... 3.0	
11	Unclassified positions--6.0 FTE positions .....	\$ 1,086,900
12	Executive direction and operations--3.0 FTE positions	<u>1,397,100</u>
13	GROSS APPROPRIATION .....	\$ 2,484,000
14	Appropriated from:	
15	Federal revenues:	
16	DOL, federal funds .....	366,100
17	DOL, unemployment insurance .....	1,436,900
18	Special revenue funds:	
19	Michigan state housing development authority fees	
20	and charges .....	487,100
21	State general fund/general purpose .....	\$ 193,900
22	<b>(3) MICHIGAN STRATEGIC FUND</b>	
23	Full-time equated classified positions..... 157.0	
24	Administrative services--37.0 FTE positions .....	\$ 6,212,900
25	Job creation services--120.0 FTE positions .....	22,298,000
26	Pure Michigan .....	40,000,000
27	Entrepreneurship ecosystem .....	18,400,000

1	Business attraction and community revitalization .....	115,500,000
2	Community development block grants .....	47,000,000
3	Arts and cultural program .....	10,150,000
4	Community college skilled trades equipment program ...	4,600,000
5	Facility for rare isotope beams .....	7,300,000
6	Michigan enhancement grants .....	<u>15,791,100</u>
7	GROSS APPROPRIATION .....	\$ 287,252,000
8	Appropriated from:	
9	Federal revenues:	
10	DOL, unemployment insurance .....	287,000
11	DOL, federal funds .....	2,825,800
12	NFAH-NEA, promotion of the arts, partnership	
13	agreements .....	1,050,000
14	HUD-CPD, community development block grant .....	49,773,300
15	Social security act, temporary assistance to needy	
16	families .....	2,000,000
17	Special revenue funds:	
18	Private - special project advances .....	250,000
19	Private - Michigan council for the arts fund .....	100,000
20	Land bank fast track fund .....	500,000
21	Michigan promotion fund .....	402,200
22	MSHDA fees and charges .....	4,649,300
23	21st century jobs trust fund .....	75,000,000
24	State general fund/general purpose .....	\$ 150,414,400
25	<b>(4) TALENT INVESTMENT AGENCY</b>	
26	Full-time equated classified positions .....	835.0
27	Executive direction--14.0 FTE positions .....	\$ 1,991,400

1	Community ventures--7.0 FTE positions .....	9,806,700
2	Workforce program administration--168.0 FTE positions	32,339,500
3	Workforce development programs .....	383,822,900
4	Going pro.....	30,908,300
5	Unemployment insurance agency--646.0 FTE positions ...	137,953,400
6	Information technology services and projects .....	<u>22,501,100</u>
7	GROSS APPROPRIATION.....	\$ 619,323,300
8	Appropriated from:	
9	Federal revenues:	
10	DOL-ETA unemployment insurance .....	138,952,200
11	DAG, employment and training .....	3,499,400
12	DED-OESE, GEAR-UP .....	4,730,700
13	DED-OVAE, adult education .....	20,000,000
14	DED-OVAE, basic grants to states .....	19,000,000
15	DOL-ETA, workforce investment act .....	173,988,600
16	DOL, federal funds .....	108,735,800
17	Federal funds .....	5,940,200
18	Social security act, temporary assistance to needy	
19	families .....	61,698,800
20	Special revenue funds:	
21	Local revenues .....	500,000
22	Private funds .....	5,270,900
23	Contingent fund, penalty and interest .....	53,629,400
24	Default loan collection .....	152,700
25	State general fund/general purpose .....	\$ 23,224,600
26	<b>(5) LAND BANK FAST TRACK AUTHORITY</b>	
27	Full-time equated classified positions.....	6.0

1	Land bank fast track authority--6.0 FTE positions ....	\$	<u>5,259,100</u>
2	GROSS APPROPRIATION.....	\$	5,259,100
3	Appropriated from:		
4	Federal revenues:		
5	Federal funds.....		1,000,000
6	Special revenue funds:		
7	Land bank fast track fund.....		298,400
8	State general fund/general purpose.....	\$	3,960,700
9	<b>(6) MICHIGAN STATE HOUSING DEVELOPMENT AUTHORITY</b>		
10	Full-time equated classified positions..... 266.0		
11	Payments on behalf of tenants.....	\$	166,860,000
12	Housing and rental assistance--266.0 FTE positions ...		44,372,000
13	Lighthouse preservation program.....		307,500
14	Rent and administrative support.....		3,659,600
15	Michigan state housing development authority		
16	technology services and projects.....		<u>3,598,500</u>
17	GROSS APPROPRIATION.....	\$	218,797,600
18	Appropriated from:		
19	Federal revenues:		
20	HUD, lower income housing assistance.....		166,860,000
21	Special revenue funds:		
22	Michigan state housing development authority fees		
23	and charges .....		51,630,100
24	Michigan lighthouse preservation fund.....		307,500
25	State general fund/general purpose.....	\$	0
26	<b>(7) ONE-TIME BASIS ONLY APPROPRIATIONS</b>		
27	Business attraction and community revitalization.....	\$	7,332,500

## Senate Bill No. 142 as amended May 4, 2017

1	Protect and grow.....	1,000,000
2	Arts and culture grants.....	1,000,000
3	Going pro.....	<u>10,000,000</u>
4	GROSS APPROPRIATION.....	\$ 19,332,500
5	Appropriated from:	
6	State general fund/general purpose.....	\$ 19,332,500

## PART 2

## PROVISIONS CONCERNING APPROPRIATIONS

## FOR FISCAL YEAR 2017-2018

**GENERAL SECTIONS**

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for fiscal year 2017-2018 is \$<<3,303,910,800.00>> and state spending from state resources to be paid to local units of government for fiscal year 2017-2018 is \$1,448,606,300.00. 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 grants.....	<u>1,106,100</u>
Subtotal.....	\$ 1,215,900

## DEPARTMENT OF TREASURY

Medical marihuana excise fund grants.....	\$ 3,960,000
Senior citizen cooperative housing tax exemption.....	10,720,000
Health and safety fund grants.....	1,500,000

1	Constitutional state general revenue sharing grants ..	773,544,100
2	City, village, and township revenue sharing .....	251,328,400
3	Convention facility development fund distribution ....	90,950,000
4	Emergency 9-1-1 payments .....	27,000,000
5	Financially distressed cities, villages, or townships	5,000,000
6	County incentive program .....	43,160,400
7	County revenue sharing payments .....	176,926,800
8	Airport parking distribution pursuant to section 909 .	24,601,900
9	Payments in lieu of taxes .....	<u>27,398,800</u>
10	Subtotal .....	\$ 1,436,090,400
11	DEPARTMENT OF TALENT AND ECONOMIC DEVELOPMENT	
12	Welfare-to-work programs .....	\$ <u>11,300,000</u>
13	Subtotal .....	\$ <u>11,300,000</u>
14	TOTAL GENERAL GOVERNMENT .....	\$ 1,448,606,300

15       (2) Pursuant to section 30 of article IX of the state  
16 constitution of 1963, total state spending from state sources for  
17 fiscal year 2017-2018 is estimated at \$31,907,902,400.00 in the  
18 2017-2018 appropriations acts and total state spending from state  
19 sources paid to local units of government for fiscal year 2017-2018  
20 is estimated at \$17,680,019,300.00. The state-local proportion is  
21 estimated at 55.4% of total state spending from state resources.

22       (3) If payments to local units of government and state  
23 spending from state sources for fiscal year 2017-2018 are different  
24 than the amounts estimated in subsection (2), the state budget  
25 director shall report the payments to local units of government and  
26 state spending from state sources that were made for fiscal year  
27 2017-2018 to the senate and house of representatives standing

1 committees on appropriations within 30 days after the final book-  
2 closing for fiscal year 2017-2018.

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

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

7 (a) "ATM" means automated teller machine.

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

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

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

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

14 (f) "DED-OPSE" means the DED Office of Postsecondary  
15 Education.

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

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

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

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

23 (k) "EEOC" means the United States Equal Employment  
24 Opportunity Commission.

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

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

27 (n) "GEAR-UP" means gaining early awareness and readiness for



1 undergraduate programs.

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

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

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

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

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

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

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

12 (v) "IDG" means interdepartmental grant.

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

14 (x) "MAIN" means the Michigan administrative information  
15 network.

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

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

18 (aa) "MDLARA" means the Michigan department of licensing and  
19 regulatory affairs.

20 (bb) "MDEQ" means the Michigan department of environmental  
21 quality.

22 (cc) "MDHHS" means the Michigan department of health and human  
23 services.

24 (dd) "MDMVA" means the Michigan department of military and  
25 veterans affairs.

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

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

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

(hh) "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.

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

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

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

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

(mm) "NERE" means nonexclusively represented employees.

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

(oo) "PA" means public act.

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

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

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

(ss) "SIGMA" means Statewide Integrated Governmental Management Applications.

(tt) "WDA" means the workforce development agency.

(uu) "WIC" means women, infants, and children.

Sec. 206. The departments and agencies receiving

1 appropriations in part 1 shall cooperate with the department of  
2 technology, management, and budget to maintain a searchable website  
3 that is updated at least quarterly and that is accessible by the  
4 public at no cost that includes, but is not limited to, all of the  
5 following for each department or agency:

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

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

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

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

13 (e) Job specifications and wage rates.

14 Sec. 208. The departments and agencies receiving  
15 appropriations in part 1 shall use the internet to fulfill the  
16 reporting requirements of this part. This requirement may include  
17 transmission of reports via electronic mail to the recipients  
18 identified for each reporting requirement, or it may include  
19 placement of reports on an internet or intranet site.

20 Sec. 209. Funds appropriated in part 1 shall not be used for  
21 the purchase of foreign goods or services, or both, if  
22 competitively priced and of comparable quality American goods or  
23 services, or both, are available. Preference shall be given to  
24 goods or services, or both, manufactured or provided by Michigan  
25 businesses, if they are competitively priced and of comparable  
26 quality. In addition, preference should be given to goods or  
27 services, or both, that are manufactured or provided by Michigan

1 businesses owned and operated by veterans, if they are  
 2 competitively priced and of comparable quality.

3 Sec. 210. The director of each department and agency receiving  
 4 appropriations in part 1 shall take all reasonable steps to ensure  
 5 businesses in deprived and depressed communities compete for and  
 6 perform contracts to provide services or supplies, or both. Each  
 7 director shall strongly encourage firms with which the department  
 8 contracts to subcontract with certified businesses in depressed and  
 9 deprived communities for services, supplies, or both.

10 Sec. 211. (1) Pursuant to section 352 of the management and  
 11 budget act, 1984 PA 431, MCL 18.1352, which provides for a transfer  
 12 of state general fund revenue into or out of the countercyclical  
 13 budget and economic stabilization fund, the calculations required  
 14 by section 352 of the management and budget act, 1984 PA 431, MCL  
 15 18.1352, are determined as follows:

	<u>2016</u>	<u>2017</u>	<u>2018</u>
16 Michigan personal income (millions).	\$440,101	\$457,265	\$474,183
17 less: transfer payments.....	<u>94,290</u>	<u>98,721</u>	<u>103,657</u>
18 Subtotal .....	\$345,811	\$358,544	\$370,526
19 Divided by: Detroit consumer price			
20 index for 12 months ending June 30	2.202	2.250	2.293
21 Equals: real adjusted Michigan			
22 personal income.....	\$157,044	\$159,321	\$161,576
23 Percentage change.....	N/A	1.4%	1.4%
24 Growth rate in excess of 2%?.....	N/A	NO	NO
25 Equals: countercyclical budget and			
26 economic stabilization fund pay-in			

1	calculation for the fiscal year ending			
2	September 30, 2018 (millions).....	N/A	\$0.0	N/A
3	Growth rate less than 0%?.....	N/A	NO	NO
4	Equals: countercyclical budget and			
5	economic stabilization fund pay-out			
6	calculation for the fiscal year ending			
7	September 30, 2018 (millions).....	N/A	N/A	\$0.0

8       (2) Notwithstanding subsection (1), there is appropriated for  
 9 the fiscal year ending September 30, 2018, from GF/GP revenue for  
 10 deposit into the countercyclical budget and economic stabilization  
 11 fund the sum of \$0.00.

12       Sec. 212. The departments and agencies receiving  
 13 appropriations in part 1 shall receive and retain copies of all  
 14 reports funded from appropriations in part 1. Federal and state  
 15 guidelines for short-term and long-term retention of records shall  
 16 be followed. The department may electronically retain copies of  
 17 reports unless otherwise required by federal and state guidelines.

18       Sec. 213. Funds appropriated in part 1 shall not be used by  
 19 this state, a department, an agency, or an authority of this state  
 20 to purchase an ownership interest in a casino enterprise or a  
 21 gambling operation as those terms are defined in the Michigan  
 22 gaming control and revenue act, 1996 IL 1, MCL 432.201 to 432.226.

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

26       Sec. 216. The departments and agencies receiving  
 27 appropriations in part 1 shall prepare a report on out-of-state

1 travel expenses not later than January 1 of each year. The travel  
2 report shall be a listing of all travel by classified and  
3 unclassified employees outside this state in the immediately  
4 preceding fiscal year that was funded in whole or in part with  
5 funds appropriated in the department's budget. The report shall be  
6 submitted to the house and senate standing committees on  
7 appropriations, the house and senate fiscal agencies, and the state  
8 budget director. The report shall include the following  
9 information:

10 (a) The dates of each travel occurrence.

11 (b) The total transportation and related costs of each travel  
12 occurrence, including the proportion funded with state GF/GP  
13 revenues, the proportion funded with state restricted revenues, the  
14 proportion funded with federal revenues, and the proportion funded  
15 with other revenues.

16 Sec. 217. General fund appropriations in part 1 shall not be  
17 expended for items in cases where federal funding or private grant  
18 funding is available for the same expenditures.

19 Sec. 219. The departments receiving appropriations in part 1  
20 shall maintain, on a publicly accessible website, a department or  
21 agency scorecard that identifies, tracks, and regularly updates key  
22 metrics that are used to monitor and improve the department's or  
23 agency's performance.

24 Sec. 221. Each department and agency shall report no later  
25 than April 1 on each specific policy change made to implement a  
26 public act affecting the department that took effect during the  
27 prior calendar year to the senate and house of representatives

1 standing committees on appropriations subcommittees on general  
2 government, the joint committee on administrative rules, and the  
3 senate and house fiscal agencies.

4 Sec. 226. Funds appropriated in part 1 shall not be used by a  
5 principal executive department, state agency, or authority to hire  
6 a person to provide legal services that are the responsibility of  
7 the attorney general. This prohibition does not apply to legal  
8 services for bonding activities and for those outside legal  
9 services that the attorney general authorizes.

10 Sec. 227. Within 14 days after the release of the executive  
11 budget recommendation, the departments and agencies receiving  
12 appropriations in part 1 shall cooperate with the state budget  
13 director to provide the chairs of the senate and house of  
14 representatives standing committees on appropriations, the chairs  
15 of the senate and house of representatives standing committees on  
16 appropriations subcommittees on general government, and the senate  
17 and house fiscal agencies with an annual report on estimated state  
18 restricted fund balances, state restricted fund projected revenues,  
19 and state restricted fund expenditures for the fiscal years ending  
20 September 30, 2017 and September 30, 2018.

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

1   fiscal agencies.

2           Sec. 229. (1) If the office of the auditor general has  
3   identified an initiative or made a recommendation that is related  
4   to savings and efficiencies in an audit report for an executive  
5   branch department or agency, the department or agency shall report  
6   within 6 months of the release of the audit on their efforts and  
7   progress made toward achieving the savings and efficiencies  
8   identified in the audit report. The report shall be submitted to  
9   the chairs of the senate and house of representatives standing  
10   committees on appropriations, the chairs of the senate and house of  
11   representatives standing committees with jurisdiction over matters  
12   relating to the department that is audited, and the senate and  
13   house fiscal agencies.

14          (2) If the office of the auditor general does not receive the  
15   required report regarding initiatives related to savings and  
16   efficiencies within the 6-month time frame, the office of the  
17   auditor general may charge noncompliant executive branch  
18   departments and agencies for the cost of performing a subsequent  
19   audit to ensure that the initiatives related to savings and  
20   efficiencies have been implemented.

21          Sec. 235. By April 1, the state budget director shall submit a  
22   report to the senate and house appropriations committees and the  
23   senate and house fiscal agencies. The report shall recommend a  
24   contingency plan for each federal funding source included in the  
25   state budget of \$10,000,000.00 or more in the event that the  
26   federal government reduces funding to the state through that source  
27   by 10% or greater.



1       Sec. 240. (1) Concurrently with the submission of the fiscal  
2 year 2019 executive budget recommendations, the state budget office  
3 shall provide to the senate and house appropriations committees,  
4 the senate and house fiscal agencies, and the policy offices a  
5 report that lists each new program or program enhancement for which  
6 funds in excess of \$500,000.00 are appropriated in part 1 of each  
7 departmental appropriation act.

8       (2) By July 1, 2018, the state budget director and the chairs  
9 of the senate and house appropriations committees shall identify  
10 new programs or program enhancements identified under subsection  
11 (1) for measurement using program-specific metrics, in addition to  
12 the metrics required under section 447 of the management and budget  
13 act, 1984 PA 431, MCL 18.1447.

14       (3) By September 30, 2019, the state budget office shall  
15 provide a report on the specific metrics and the progress in  
16 meeting the estimated performance for each program identified under  
17 subsection (2) to the senate and house appropriations committees,  
18 the senate and house appropriations subcommittees on each state  
19 department, and the senate and house fiscal agencies and policy  
20 offices. It is the intent of the legislature that the governor  
21 consider the estimated performance of the new program or program  
22 enhancement as the basis for any increase in funds appropriated  
23 from the prior year.

24       DEPARTMENT OF ATTORNEY GENERAL

25       Sec. 301. (1) In addition to the funds appropriated in part 1,  
26 there is appropriated an amount not to exceed \$1,500,000.00 for

1 federal contingency funds. These funds are not available for  
2 expenditure until they have been transferred to another line item  
3 in part 1 under section 393(2) of the management and budget act,  
4 1984 PA 431, MCL 18.1393.

5 (2) In addition to the funds appropriated in part 1, there is  
6 appropriated an amount not to exceed \$1,500,000.00 for state  
7 restricted contingency funds. These funds are not available for  
8 expenditure until they have been transferred to another line item  
9 in part 1 under section 393(2) of the management and budget act,  
10 1984 PA 431, MCL 18.1393.

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

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

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

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

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

13       (3) The attorney general shall perform the duties specified in  
14 1846 RS 12, MCL 14.28 to 14.35, and 1919 PA 232, MCL 14.101 to  
15 14.102, and as otherwise provided by law.

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

24       Sec. 304. The department of attorney general is responsible  
25 for the legal representation for state of Michigan state employee  
26 worker's disability compensation cases. The risk management  
27 revolving fund revenue appropriation in part 1 is to be satisfied

1 by billings from the department of attorney general for the actual  
2 costs of legal representation, including salaries and support  
3 costs.

4       Sec. 305. In addition to the funds appropriated in part 1, not  
5 more than \$400,000.00 shall be reimbursed per fiscal year for food  
6 stamp fraud cases heard by the third circuit court of Wayne County  
7 that were initiated by the department of attorney general pursuant  
8 to the existing contract between the department of health and human  
9 services, the Prosecuting Attorneys Association of Michigan, and  
10 the department of attorney general. The source of this funding is  
11 money earned by the department of attorney general under the  
12 agreement after the allowance for reimbursement to the department  
13 of attorney general for costs associated with the prosecution of  
14 food stamp fraud cases. It is recognized that the federal funds are  
15 earned by the department of attorney general for its documented  
16 progress on the prosecution of food stamp fraud cases according to  
17 the United States Department of Agriculture regulations and that,  
18 once earned by this state, the funds become state funds.

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

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

1 action enforcement cases.

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

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

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

19 (3) Unexpended funds at the end of the fiscal year may be  
20 carried forward for expenditure in the following year, up to a  
21 maximum authorization of \$1,000,000.00.

22 Sec. 309. From the prisoner reimbursement funds appropriated  
23 in part 1, the department may spend up to \$625,200.00 on activities  
24 related to the state correctional facility reimbursement act, 1935  
25 PA 253, MCL 800.401 to 800.406. In addition to the funds  
26 appropriated in part 1, if the department collects in excess of  
27 \$1,131,000.00 in gross annual prisoner reimbursement receipts

1 provided to the general fund, the excess, up to a maximum of  
2 \$1,000,000.00, is appropriated to the department of attorney  
3 general and may be spent on the representation of the department of  
4 corrections and its officers, employees, and agents, including, but  
5 not limited to, the defense of litigation against the state, its  
6 departments, officers, employees, or agents in civil actions filed  
7 by prisoners.

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

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

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

24       Sec. 314. (1) From the lawsuit settlement proceeds fund  
25 appropriated in part 1, the department may spend the funds for the  
26 costs of all associated expenses related to the declaration of  
27 emergency due to drinking water contamination up to \$2,000,000.00.

1           (2) From the lawsuit settlement proceeds fund appropriated in  
2 part 1, the prosecuting attorneys coordinating council may spend up  
3 to \$600,000.00 to upgrade its NextGen information technology case  
4 management system.

5           Sec. 314a. (1) From the funds appropriated in part 1 for one-  
6 time appropriations for the attorney general, the department of  
7 attorney general shall allocate \$700,000.00 for investigations,  
8 crime victim rights, prosecutions, and appeals for retroactive  
9 juvenile life without parole cases.

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

16           Sec. 315. Total authorized appropriations from all sources  
17 under part 1 for legacy costs for the fiscal year ending September  
18 30, 2018 are \$17,281,300.00. From this amount, total agency  
19 appropriations for pension-related legacy costs are estimated at  
20 \$8,893,100.00. Total agency appropriations for retiree health care  
21 legacy costs are estimated at \$8,388,200.00.

22           Sec. 316. (1) From the funds appropriated in part 1 for sexual  
23 assault law enforcement efforts, the department shall use the funds  
24 for testing of backlogged sexual assault kits across the state.

25           (2) The department of the attorney general shall provide a  
26 report by November 1, 2017, detailing the number of sexual assault  
27 kits across the state that remain untested as of October 1, 2017.

Senate Bill No. 142 as amended May 3, 2017

1 The report also shall include a detailed work plan outlining the  
2 department's action plan to eliminate all outstanding sexual  
3 assault kits and the time frame for completion of testing of all  
4 untested sexual assault kits listed in the required report. The  
5 report shall be submitted to the state budget office, the senate  
6 and house fiscal agencies, and the senate and house of  
7 representatives standing committees on appropriations subcommittees  
8 on general government.

<<(3) Any funds remaining after the department has met the obligations required under subsections (1) and (2) shall be used for the purpose of re-testing any previously tested sexual assault kits across the state using currently available DNA testing. Funds only may be used for DNA testing on previously tested kits that were not tested for DNA.>>

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

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

22 **DEPARTMENT OF CIVIL RIGHTS**

23 Sec. 401. (1) In addition to the funds appropriated in part 1,  
24 there is appropriated an amount not to exceed \$2,000,000.00 for  
25 federal contingency funds. These funds are not available for  
26 expenditure until they have been transferred to another line item



1 in part 1 under section 393(2) of the management and budget act,  
2 1984 PA 431, MCL 18.1393.

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

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

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

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

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

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

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

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

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

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

1 standing committees on appropriations, and the senate and house  
2 fiscal agencies the amount of funds received and expended for  
3 purposes authorized under this section.

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

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

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

13 (b) A detailed description of all subunits within the  
14 department, including FTE positions associated with each subunit,  
15 responsibilities of each subunit, and all revenues and expenditures  
16 for each subunit.

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

18 (d) The average cost of, and time expended, investigating  
19 complaints.

20 (e) The percentage of complaints that are meritorious and  
21 worthy of investigation or settlement and the percentage of  
22 complaints that have no merit.

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

24 (g) Expenditures associated with complaint investigation and  
25 enforcement.

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

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

3 (j) Productivity projections for the current fiscal year,  
4 including investigations closed per FTE, complaint evaluations  
5 completed per FTE, and average time expended investigating  
6 complaints.

7 (2) The report required under subsection (1) shall be posted  
8 online and transmitted electronically not later than November 30 to  
9 the state budget director, the chairpersons of the senate and house  
10 of representatives standing committees on appropriations, the  
11 senate and house appropriations subcommittees on general  
12 government, and the senate and house fiscal agencies.

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

18 Sec. 406. (1) From the funds appropriated in part 1 for deaf,  
19 deafblind, and hard of hearing needs assessment, the department of  
20 civil rights may use the funds for 1 or more of the following:

21 (a) To conduct a survey or census of the deaf, deafblind, and  
22 hard of hearing community to determine the accurate size of the  
23 population of this community across the state.

24 (b) To determine the needs of necessary government services  
25 such as education, employment, and health care within the deaf,  
26 deafblind, and hard of hearing community.

27 (c) To identify the barriers that prevent equal access to

1 necessary government services from reaching the deaf, deafblind,  
2 and hard of hearing community.

3 (d) To use the acquired data to develop an evidence-based  
4 long-term strategic plan to meet the actual needs of the deaf,  
5 deafblind, and hard of hearing community in the most effective  
6 manner possible.

7 (2) The survey or census and required strategic plan described  
8 in subsection (1) must first be completed in Genesee County before  
9 expanding the survey or census and strategic plan to the rest of  
10 this state.

11 Sec. 410. Total authorized appropriations from all sources  
12 under part 1 for legacy costs for the fiscal year ending September  
13 30, 2018 are \$2,695,600.00. From this amount, total agency  
14 appropriations for pension-related legacy costs are estimated at  
15 \$1,387,200.00. Total agency appropriations for retiree health care  
16 legacy costs are estimated at \$1,308,400.00.

## 17 LEGISLATURE

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

21 Sec. 601. (1) Funds appropriated in part 1 to an entity within  
22 the legislative branch shall not be expended or transferred to  
23 another account without written approval of the authorized agent of  
24 the legislative entity. If the authorized agent of the legislative  
25 entity notifies the state budget director of its approval of an  
26 expenditure or transfer before the year-end book-closing date for

1 that legislative entity, the state budget director shall  
2 immediately make the expenditure or transfer. The authorized  
3 legislative entity agency shall be designated by the speaker of the  
4 house of representatives for house entities, the senate majority  
5 leader for senate entities, and the legislative council for  
6 legislative council entities.

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

11 Sec. 602. The senate may charge rent and assess charges for  
12 utility costs. The amounts received for rent charges and utility  
13 assessments are appropriated to the senate for the renovation,  
14 operation, and maintenance of the Binsfeld Office Building and  
15 other properties.

16 Sec. 603. (1) From the appropriation contained in part 1 for  
17 national association dues, the first \$34,800.00 shall be paid to  
18 the National Conference of Commissioners of Uniform State Laws. The  
19 remaining funds shall be distributed accordingly by the legislative  
20 council.

21 (2) If any funds remain after all required dues payments have  
22 been made as specified in subsection (1), the Legislative Council  
23 may approve the use of up to \$10,000.00 to pay for the registration  
24 fees of any state employees who serve as board members to any of  
25 the national associations receiving state funds for annual dues to  
26 attend that national association's annual conference. If any of the  
27 \$10,000.00 remains after national board member's registration fees

1 are paid, the remaining funds may be used to pay for the  
2 registration fees for any other state employees to attend the  
3 annual conference of any of the national associations receiving  
4 state funds for annual dues as prescribed in subsection (1).

5       Sec. 604. (1) The appropriation in part 1 to the Michigan  
6 State Capitol Historic Site includes funds to operate the  
7 legislative parking facilities in the capitol area. The Michigan  
8 state capitol commission shall establish rules regarding the  
9 operation of the legislative parking facilities.

10       (2) The Michigan state capitol commission shall collect a fee  
11 from state employees and the general public using certain  
12 legislative parking facilities. The revenues received from the  
13 parking fees are appropriated upon receipt and shall be allocated  
14 by the Michigan state capitol commission.

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

21       Sec. 606. The appropriations in part 1 to the legislative  
22 branch, for property management, shall be used to purchase  
23 equipment and services for building maintenance in order to ensure  
24 a safe and productive work environment. These funds are designated  
25 as work project appropriations and shall not lapse at the end of  
26 the fiscal year, and shall continue to be available for expenditure  
27 until the project has been completed. The total cost is estimated

1 at \$2,000,000.00, and the tentative completion date is September  
2 30, 2021.

3 Sec. 607. The appropriations in part 1 to the legislative  
4 branch, for automated data processing, shall be used to purchase  
5 equipment, software, and services in order to support and implement  
6 data processing requirements and technology improvements. These  
7 funds are designated as work project appropriations in accordance  
8 with section 451a of the management and budget act, 1984 PA 431,  
9 MCL 18.1451a, and shall not lapse at the end of the fiscal year,  
10 and shall continue to be available for expenditure until the  
11 project has been completed. The total cost is estimated at  
12 \$2,000,000.00, and the tentative completion date is September 30,  
13 2021.

14 Sec. 608. In addition to funds appropriated in part 1, the  
15 Michigan capitol committee publications save the flags fund account  
16 may accept contributions, gifts, bequests, devises, grants, and  
17 donations. Those funds that are not expended in the fiscal year  
18 ending September 30 shall not lapse at the close of the fiscal  
19 year, and shall be carried forward for expenditure in the following  
20 fiscal years.

21 Sec. 615. Total authorized appropriations from all sources  
22 under part 1 for legacy costs for the fiscal year ending September  
23 30, 2018 are \$21,252,700.00. From this amount, total agency  
24 appropriations for pension-related legacy costs are estimated at  
25 \$10,936,800.00. Total agency appropriations for retiree health care  
26 legacy costs are estimated at \$10,315,900.00.

27 Sec. 616. The appropriation in part 1 for the legislative IT

1 systems design project shall be used for the design, development,  
2 and implementation of a legislative computer system. Funds  
3 described in this section shall not be expended without written  
4 approval of the senate majority leader or his or her designee, the  
5 speaker of the house of representatives or his or her designee, and  
6 the legislative council administrator or his or her designee. The  
7 appropriations described in this section are designated as work  
8 project appropriations in accordance with section 451a of the  
9 management and budget act, 1984 PA 431, MCL 18.1451a, and shall not  
10 lapse at the end of the fiscal year. The unexpended portion of  
11 these funds shall continue to be available for expenditure until  
12 the project has been completed. The total cost is estimated at  
13 \$12,000,000.00 and the tentative completion date is September 30,  
14 2020.

15 **LEGISLATIVE AUDITOR GENERAL**

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

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

26 (2) The auditor general shall strongly encourage firms with



1 which the auditor general contracts to perform audits of the  
2 principal executive departments and state agencies to subcontract  
3 with certified minority- and women-owned and operated accounting  
4 firms, and accounting firms owned and operated by persons with  
5 disabilities.

6 (3) The auditor general shall compile an annual report  
7 regarding the number of contracts entered into with certified  
8 minority- and women-owned and operated accounting firms, and  
9 accounting firms owned and operated by persons with disabilities.

10 The auditor general shall deliver the report to the state budget  
11 director and the senate and house of representatives standing  
12 committees on appropriations subcommittees on general government by  
13 November 1 of each year.

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

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

1 legislative requests.

2 **DEPARTMENT OF STATE**

3       Sec. 701. (1) In addition to the funds appropriated in part 1,  
4 there is appropriated an amount not to exceed \$2,000,000.00 for  
5 federal contingency funds. These funds are not available for  
6 expenditure until they have been transferred to another line item  
7 in part 1 under section 393(2) of the management and budget act,  
8 1984 PA 431, MCL 18.1393.

9       (2) In addition to the funds appropriated in part 1, there is  
10 appropriated an amount not to exceed \$7,500,000.00 for state  
11 restricted contingency funds. These funds are not available for  
12 expenditure until they have been transferred to another line item  
13 in part 1 under section 393(2) of the management and budget act,  
14 1984 PA 431, MCL 18.1393.

15       (3) In addition to the funds appropriated in part 1, there is  
16 appropriated an amount not to exceed \$50,000.00 for local  
17 contingency funds. These funds are not available for expenditure  
18 until they have been transferred to another line item in part 1  
19 under section 393(2) of the management and budget act, 1984 PA 431,  
20 MCL 18.1393.

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

1       Sec. 703. From the funds appropriated in part 1, the  
2 department of state shall sell copies of records including, but not  
3 limited to, records of motor vehicles, off-road vehicles,  
4 snowmobiles, watercraft, mobile homes, personal identification  
5 cardholders, drivers, and boat operators and shall charge \$11.00  
6 per record sold only as authorized in section 208b of the Michigan  
7 vehicle code, 1949 PA 300, MCL 257.208b, section 7 of 1972 PA 222,  
8 MCL 28.297, and sections 80130, 80315, 81114, and 82156 of the  
9 natural resources and environmental protection act, 1994 PA 451,  
10 MCL 324.80130, 324.80315, 324.81114, and 324.82156. The revenue  
11 received from the sale of records shall be credited to the  
12 transportation administration collection fund created under section  
13 810b of the Michigan vehicle code, 1949 PA 300, MCL 257.810b. The  
14 department of state shall provide quarterly reports to the  
15 legislature and the senate and house fiscal agencies. The report  
16 shall be provided within 15 days of the close of the quarter and  
17 shall include the number of records sold and the revenues  
18 collected.

19       Sec. 704. From the funds appropriated in part 1, the secretary  
20 of state may enter into agreements with the department of  
21 corrections for the manufacture of vehicle registration plates 15  
22 months before the registration year in which the registration  
23 plates will be used.

24       Sec. 705. (1) The department of state may accept gifts,  
25 donations, contributions, and grants of money and other property  
26 from any private or public source to underwrite, in whole or in  
27 part, the cost of a departmental publication that is prepared and

1 disseminated under the Michigan vehicle code, 1949 PA 300, MCL  
2 257.1 to 257.923. A private or public funding source may receive  
3 written recognition in the publication and may furnish a traffic  
4 safety message, subject to departmental approval, for inclusion in  
5 the publication. The department may reject a gift, donation,  
6 contribution, or grant. The department may furnish copies of a  
7 publication underwritten, in whole or in part, by a private source  
8 to the underwriter at no charge.

9 (2) The department of state may sell and accept paid  
10 advertising for placement in a departmental publication that is  
11 prepared and disseminated under the Michigan vehicle code, 1949 PA  
12 300, MCL 257.1 to 257.923. The department may charge and receive a  
13 fee for any advertisement appearing in a departmental publication  
14 and shall review and approve the content of each advertisement. The  
15 department may refuse to accept advertising from any person or  
16 organization. The department may furnish a reasonable number of  
17 copies of a publication to an advertiser at no charge.

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

1 the sale of advertising is appropriated and may be expended upon  
2 receipt.

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

6 (5) On March 1 of each year, the department of state shall  
7 file a report with the senate and house of representatives standing  
8 committees on appropriations, the senate and house fiscal agencies,  
9 and the state budget director. The report shall include all of the  
10 following information:

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

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

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

19 (d) The total revenue received from the sale of paid  
20 advertising accepted under this section and a statement of the  
21 total number of advertising transactions.

22 (6) In addition to copies delivered without charge as the  
23 secretary of state considers necessary, the department of state may  
24 sell copies of manuals and other publications regarding the sale,  
25 ownership, or operation or regulation of motor vehicles, with  
26 amendments, at prices to be established by the secretary of state.  
27 As used in this subsection, the term "manuals and other

1 publications" includes videos and proprietary electronic  
2 publications. All funds received from sales of these manuals and  
3 other publications shall be credited to the Michigan department of  
4 state publications fund.

5       Sec. 707. Funds collected by the department of state under  
6 section 211 of the Michigan vehicle code, 1949 PA 300, MCL 257.211,  
7 are appropriated for all expenses necessary to provide for the  
8 costs of the publication. Funds are allotted for expenditure when  
9 they are received by the department of treasury and shall not lapse  
10 to the general fund at the end of the fiscal year.

11       Sec. 708. From the funds appropriated in part 1, the  
12 department of state shall use available balances at the end of the  
13 state fiscal year to provide payment to the department of state  
14 police in the amount of \$332,000.00 for the services provided by  
15 the traffic accident records program as first appropriated in 1990  
16 PA 196 and 1990 PA 208.

17       Sec. 709. From the funds appropriated in part 1, the  
18 department of state may restrict funds from miscellaneous revenue  
19 to cover cash shortages created from normal branch office  
20 operations. This amount shall not exceed \$50,000.00 of the total  
21 funds available in miscellaneous revenue.

22       Sec. 711. Collector plate and fund-raising registration plate  
23 revenues collected by the department of state are appropriated and  
24 allotted for distribution to the recipient university or public or  
25 private agency overseeing a state-sponsored goal when received.  
26 Distributions shall occur on a quarterly basis or as otherwise  
27 authorized by law. Any revenues remaining at the end of the fiscal

1 year shall not lapse to the general fund but shall remain available  
2 for distribution to the university or agency in the next fiscal  
3 year.

4       Sec. 712. The department of state may produce and sell copies  
5 of a training video designed to inform registered automotive repair  
6 facilities of their obligations under Michigan law. The price shall  
7 not exceed the cost of production and distribution. The money  
8 received from the sale of training videos shall revert to the  
9 department of state and be placed in the auto repair facility  
10 account.

11       Sec. 713. (1) The department of state, in collaboration with  
12 the gift of life transplantation society or its successor federally  
13 designated organ procurement organization, may develop and  
14 administer a public information campaign concerning the Michigan  
15 organ donor program.

16       (2) The department of state may solicit funds from any private  
17 or public source to underwrite, in whole or in part, the public  
18 information campaign authorized by this section. The department may  
19 accept gifts, donations, contributions, and grants of money and  
20 other property from private and public sources for this purpose. A  
21 private or public funding source underwriting the public  
22 information campaign, in whole or in substantial part, shall  
23 receive sponsorship credit for its financial backing.

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

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

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

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

15          Sec. 714. (1) Except as otherwise provided under subsection  
16 (2), at least 180 days before closing a branch office or  
17 consolidating a branch office and at least 60 days before  
18 relocating a branch office, the department of state shall inform  
19 members of the senate and house of representatives standing  
20 committees on appropriations and legislators who represent affected  
21 areas regarding the details of the proposal. The information  
22 provided shall be in written form and include all analyses done  
23 regarding criteria for changes in the location of branch offices,  
24 including, but not limited to, branch transactions, revenue, and  
25 the impact on citizens of the affected area. The impact on citizens  
26 shall include information regarding additional distance to branch  
27 office locations resulting from the plan. The written notice



1 provided by the department of state shall also include detailed  
2 estimates of costs and savings that will result from the overall  
3 changes made to the branch office structure and the same level of  
4 detail regarding costs for new leased facilities and expansions of  
5 current leased space.

6 (2) If the consolidation of a branch office is with another  
7 branch office that is located within the same local unit of  
8 government or the relocation of a branch office is to another  
9 location that is located within the same local unit of government,  
10 the department of state is not required to provide the notification  
11 or written information described in subsection (1).

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

14 Sec. 715. (1) Any service assessment collected by the  
15 department of state from the user of a credit or debit card under  
16 section 3 of 1995 PA 144, MCL 11.23, may be used by the department  
17 for necessary expenses related to that service and may be remitted  
18 to a credit or debit card company, bank, or other financial  
19 institution.

20 (2) The service assessment imposed by the department of state  
21 for credit and debit card services may be based either on a  
22 percentage of each individual credit or debit card transaction, or  
23 on a flat rate per transaction, or both, scaled to the amount of  
24 the transaction. However, the department shall not charge any  
25 amount for a service assessment which exceeds the costs billable to  
26 the department for service assessments.

27 (3) If there is a balance of service assessments received from

1 credit and debit card services remaining on September 30, the  
2 balance may be carried forward to the following fiscal year and  
3 appropriated for the same purpose.

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

8 Sec. 716b. The department of state shall provide a report that  
9 calculates the total amount of funds expended for the business  
10 application modernization project to date from the inception of the  
11 program. The report shall contain information on the original start  
12 and completion dates for the project, the original cost to complete  
13 the project, and a listing of all revisions to project completion  
14 dates and costs. The report shall include the total amount of funds  
15 paid to the state by the contract provider for penalties. The  
16 report shall be submitted to the senate and house of  
17 representatives standing committees on appropriations, the senate  
18 and house fiscal agencies, and the state budget director by January  
19 1.

20 Sec. 717. (1) The department of state may accept nonmonetary  
21 gifts, donations, or contributions of property from any private or  
22 public source to support, in whole or in part, the operation of a  
23 departmental function relating to licensing, regulation, or safety.  
24 The department may recognize a private or public contributor for  
25 making the contribution. The department may reject a gift,  
26 donation, or contribution.

27 (2) The department of state shall not accept a gift, donation,

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1 or contribution under subsection (1) if receipt of the gift,  
2 donation, or contribution is conditioned upon a commitment of  
3 future state funding.

4 (3) On March 1 of each year, the department of state shall  
5 file a report with the senate and house of representatives standing  
6 committees on appropriations, the senate and house fiscal agencies,  
7 and the state budget director. The report shall list any gift,  
8 donation, or contribution received by the department under  
9 subsection (1) for the prior calendar year.

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

10 Sec. 719. From the funds appropriated in part 1, the office of  
11 investigative services may use available funds to conduct  
12 investigations of any reported irregularities in a local, state, or  
13 national election.

14 Sec. 722. (1) From the funds appropriated in part 1 for  
15 information technology services and projects, the department of  
16 state shall establish a legacy modernization project. The purpose  
17 of this program expansion is modernization of the entire system and  
18 removal of existing programs from the legacy mainframes.

19 (2) The department of state shall provide a report on the  
20 status of the legacy modernization project that includes, but is  
21 not limited to, itemization of all expenditures made on behalf of  
22 the project, anticipated completion date of the project, time frame  
23 of each phase of the project, the cost of the project, the number  
24 of employees assigned to implement each phase of the project, the  
25 contracts entered into for the project, anticipated overall cost of  
26 the project, and any other information the department considers  
27 necessary. The plan shall be distributed to the senate and house of

1 representatives standing committees on appropriations subcommittees  
2 on general government, as well as the senate and house fiscal  
3 agencies, and the state budget director by January 1.

4       Sec. 725. Total authorized appropriations from all sources  
5 under part 1 for legacy costs for the fiscal year ending September  
6 30, 2018 are \$31,170,200.00. From this amount, total agency  
7 appropriations for pension-related legacy costs are estimated at  
8 \$16,040,400.00. Total agency appropriations for retiree health care  
9 legacy costs are estimated at \$15,129,800.00.

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

11       Sec. 801. (1) In addition to the funds appropriated in part 1,  
12 there is appropriated an amount not to exceed \$4,000,000.00 for  
13 federal contingency funds. These funds are not available for  
14 expenditure until they have been transferred to another line item  
15 in part 1 under section 393(2) of the management and budget act,  
16 1984 PA 431, MCL 18.1393.

17       (2) In addition to the funds appropriated in part 1, there is  
18 appropriated an amount not to exceed \$8,000,000.00 for state  
19 restricted contingency funds. These funds are not available for  
20 expenditure until they have been transferred to another line item  
21 in part 1 under section 393(2) of the management and budget act,  
22 1984 PA 431, MCL 18.1393.

23       (3) In addition to the funds appropriated in part 1, there is  
24 appropriated an amount not to exceed \$150,000.00 for local  
25 contingency funds. These funds are not available for expenditure  
26 until they have been transferred to another line item in part 1

1 under section 393(2) of the management and budget act, 1984 PA 431,  
2 MCL 18.1393.

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

9 Sec. 802. Proceeds in excess of necessary costs incurred in  
10 the conduct of transfers or auctions of state surplus, salvage, or  
11 scrap property made pursuant to section 267 of the management and  
12 budget act, 1984 PA 431, MCL 18.1267, are appropriated to the  
13 department of technology, management, and budget to offset costs  
14 incurred in the acquisition and distribution of federal surplus  
15 property. The department of technology, management, and budget  
16 shall provide consolidated internet auction services through the  
17 state's contractors for all local units of government.

18 Sec. 803. (1) The department of technology, management, and  
19 budget may receive and expend funds in addition to those authorized  
20 by part 1 for maintenance and operation services provided  
21 specifically to other principal executive departments or state  
22 agencies, the legislative branch, the judicial branch, or private  
23 tenants, or provided in connection with facilities transferred to  
24 the operational jurisdiction of the department of technology,  
25 management, and budget.

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

1 for real estate, architectural, design, and engineering services  
2 provided specifically to other principal executive departments or  
3 state agencies, the legislative branch, the judicial branch, or  
4 private tenants.

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

10 (4) The department of technology, management, and budget may  
11 receive and expend funds in addition to those authorized in part 1  
12 for purchasing services provided specifically to other principal  
13 executive departments and state agencies, the legislative branch,  
14 or the judicial branch.

15 Sec. 804. (1) The source of financing in part 1 for statewide  
16 appropriations shall be funded by assessments against longevity and  
17 insurance appropriations throughout state government in a manner  
18 prescribed by the department of technology, management, and budget.  
19 Funds shall be used as specified in joint labor/management  
20 agreements or through the coordinated compensation hearings  
21 process. Any deposits made under this subsection and any  
22 unencumbered funds are restricted revenues, may be carried over  
23 into the succeeding fiscal years, and are appropriated.

24 (2) In addition to the funds appropriated in part 1 for  
25 statewide appropriations, the department of technology, management,  
26 and budget may receive and expend funds in such additional amounts  
27 as may be specified in joint labor/management agreements or through

1 the coordinated compensation hearings process in the same manner  
2 and subject to the same conditions as prescribed in subsection (1).

3       Sec. 805. To the extent a specific appropriation is required  
4 for a detailed source of financing included in part 1 for the  
5 department of technology, management, and budget appropriations  
6 financed from special revenue and internal service and pension  
7 trust funds, or MAIN user charges, the specific amounts are  
8 appropriated within the special revenue internal service and  
9 pension trust funds in portions not to exceed the aggregate amount  
10 appropriated in part 1.

11       Sec. 806. In addition to the funds appropriated in part 1 to  
12 the department of technology, management, and budget, the  
13 department may receive and expend funds from other principal  
14 executive departments and state agencies to implement  
15 administrative leave bank transfer provisions as may be specified  
16 in joint labor/management agreements. The amounts may also be  
17 transferred to other principal executive departments and state  
18 agencies under the joint agreement and any amounts transferred  
19 under the joint agreement are authorized for receipt and  
20 expenditure by the receiving principal executive department or  
21 state agency. Any amounts received by the department of technology,  
22 management, and budget under this section and intended, under the  
23 joint labor/management agreements, to be available for use beyond  
24 the close of the fiscal year and any unencumbered funds may be  
25 carried over into the succeeding fiscal year.

26       Sec. 807. The source of financing in part 1 for the Michigan  
27 network and statewide integrated governmental management

1 applications shall be funded by proportionate charges assessed  
2 against the respective state funds benefiting from this project in  
3 the amounts determined by the department.

4       Sec. 808. (1) Deposits against the interdepartmental grant  
5 from building occupancy and parking charges appropriated in part 1  
6 shall be collected, in part, from state agencies, the legislative  
7 branch, and the judicial branch based on estimated costs associated  
8 with maintenance and operation of buildings managed by the  
9 department of technology, management, and budget. To the extent  
10 excess revenues are collected due to estimates of building  
11 occupancy charges exceeding actual costs, the excess revenues may  
12 be carried forward into succeeding fiscal years for the purpose of  
13 returning funds to state agencies.

14       (2) Appropriations in part 1 to the department of technology,  
15 management, and budget, for management and budget services from  
16 building occupancy charges and parking charges, may be increased to  
17 return excess revenue collected to state agencies.

18       Sec. 809. On a quarterly basis, the department of technology,  
19 management, and budget shall notify the chairpersons of the senate  
20 and house of representatives standing committees on appropriations,  
21 the chairpersons of the senate and house of representatives  
22 standing committees on appropriations subcommittees on general  
23 government, the house and senate fiscal agencies, and the state  
24 budget director on any revisions that increase or decrease current  
25 contracts by more than \$500,000.00 for computer software  
26 development, hardware acquisition, or quality assurance.

27       Sec. 810. The department of technology, management, and budget



1 shall maintain an internet website that contains notice of all  
2 invitations for bids and requests for proposals over \$50,000.00  
3 issued by the department or by any state agency operating under  
4 delegated authority. This information must appear on the first page  
5 of each department or state agency dashboard. The department shall  
6 not accept an invitation for bid or request for proposal in less  
7 than 14 days after the notice is made available on the internet  
8 website, except in situations where it would be in the best  
9 interest of the state and documented by the department. In addition  
10 to the requirements of this section, the department may advertise  
11 the invitations for bids and requests for proposals in any manner  
12 the department determines appropriate, in order to give the  
13 greatest number of individuals and businesses the opportunity to  
14 make bids or requests for proposals.

15       Sec. 810a. (1) Beginning on November 1, 2017, the department  
16 of technology, management, and budget may use funds appropriated in  
17 part 1 to create a pilot program, in conjunction with a third-party  
18 vendor, that will provide comprehensive information on vendors with  
19 whom this state conducts business. The goal of the pilot program  
20 will be to improve operational efficiency and reduce fraud and risk  
21 when entering into contracts or agreements with vendors and  
22 ensuring oversight in compliance with, but not limited to, state  
23 tax programs and services provided through the state's social  
24 services agencies.

25       (2) The selected vendor shall maintain a business data  
26 repository and must do both of the following:

27       (a) Provide financial and industry information regarding

1 products, operations, and competition.

2 (b) Make the pilot program available for use by all state  
3 departments, state agencies, and local units of government.

4 (3) The department of technology, management, and budget, in  
5 conjunction with a third-party vendor, shall gather metrics from  
6 the user agencies regarding all of the following information:

7 (a) Information necessary to maintain a complete and  
8 comprehensive database of commercial business information.

9 (b) The number of vendors identified as financially at risk.

10 (c) A comprehensive list of businesses identified by a vendor  
11 as having ethics, labor, or corruption issues that may affect their  
12 ability to do business with this state.

13 (d) The economic trends in this state, including areas with  
14 business growth potential.

15 (e) The performance of health care providers that have been  
16 indicted or convicted of fraud.

17 (f) A performance risk score and cumulative percentage of at-  
18 risk providers.

19 (g) Information on buying activity as an indicator of vendor  
20 viability.

21 Sec. 811. The department of technology, management, and budget  
22 may receive and expend funds from the Vietnam veterans memorial  
23 monument fund as provided in the Michigan Vietnam veterans memorial  
24 act, 1988 PA 234, MCL 35.1051 to 35.1057. Funds are appropriated  
25 and allocated when received and may be expended upon receipt.

26 Sec. 812. The Michigan veterans' memorial park commission may  
27 receive and expend money from any source, public or private,

1 including, but not limited to, gifts, grants, donations of money,  
2 and government appropriations, for the purposes described in  
3 Executive Order No. 2001-10. Funds are appropriated and allocated  
4 when received and may be expended upon receipt. Any deposits made  
5 under this section and unencumbered funds are restricted revenues  
6 and may be carried over into succeeding fiscal years.

7       Sec. 813. (1) Funds in part 1 for motor vehicle fleet are  
8 appropriated to the department of technology, management, and  
9 budget for administration and for the acquisition, lease,  
10 operation, maintenance, repair, replacement, and disposal of state  
11 motor vehicles.

12       (2) The appropriation in part 1 for motor vehicle fleet shall  
13 be funded by revenue from rates charged to principal executive  
14 departments and agencies for utilizing vehicle travel services  
15 provided by the department. Revenue in excess of the amount  
16 appropriated in part 1 from the motor transport fund and any  
17 unencumbered funds are restricted revenues and may be carried over  
18 into the succeeding fiscal year.

19       (3) Pursuant to the department of technology, management, and  
20 budget's authority under sections 213 and 215 of the management and  
21 budget act, 1984 PA 431, MCL 18.1213 and 18.1215, the department  
22 shall maintain a plan regarding the operation of the motor vehicle  
23 fleet. The plan shall include the number of vehicles assigned to,  
24 or authorized for use by, state departments and agencies, efforts  
25 to reduce travel expenditures, the number of cars in the motor  
26 vehicle fleet, the number of miles driven by fleet vehicles, and  
27 the number of gallons of fuel consumed by fleet vehicles. The plan

1 shall include a calculation of the amount of state motor vehicle  
2 fuel taxes that would have been incurred by fleet vehicles if fleet  
3 vehicles were required by law to pay motor fuel taxes. The plan  
4 shall include a description of fleet garage operations, the goods  
5 sold and services provided by the fleet garage, the cost to operate  
6 the fleet garage, the number of fleet garage locations, and the  
7 number of employees assigned to each fleet garage. The plan may be  
8 adjusted during the fiscal year based on needs and cost savings to  
9 achieve the maximum value and efficiency from the state motor  
10 fleet. Within 60 days after the close of the fiscal year, the  
11 department shall provide a report to the senate and house of  
12 representatives standing committees on appropriations, the senate  
13 and house fiscal agencies, and the state budget director detailing  
14 the current plan and changes made to the plan during the fiscal  
15 year.

16 (4) The department of technology, management, and budget may  
17 charge state agencies for fuel cost increases that exceed \$3.04 per  
18 gallon of unleaded gasoline. The department shall notify state  
19 agencies, in writing or by electronic mail, at least 30 days before  
20 implementing additional charges for fuel cost increases. Revenues  
21 received from these charges are appropriated upon receipt.

22 (5) The state budget director, upon notification to the senate  
23 and house of representatives standing committees on appropriations,  
24 may adjust spending authorization and the IDG from motor transport  
25 fund in the department of technology, management, and budget in  
26 order to ensure that the appropriations for motor vehicle fleet in  
27 the department budget equal the expenditures for motor vehicle

1 fleet in the budgets for all executive branch agencies.

2       Sec. 814. The department of technology, management, and budget  
3 shall develop a plan regarding the use of the funds appropriated in  
4 part 1 for the enterprisewide information technology investment  
5 projects. The plan shall include, but not be limited to, a  
6 description of proposed information technology investment projects,  
7 the time frame for completion of the information technology  
8 investment projects, the proposed cost of the information  
9 technology investment projects, the number of employees assigned to  
10 implement each information technology investment project, the  
11 contracts entered into for each information technology investment  
12 project, and any other information the department deems necessary.  
13 The plan shall be distributed to the senate and house of  
14 representatives standing committees on appropriations subcommittees  
15 on general government, as well as the senate and house fiscal  
16 agencies, and the state budget director on a quarterly basis. The  
17 submitted plan shall also include anticipated spending reductions  
18 or overages for each of the proposed information technology  
19 investment projects. The department of technology, management, and  
20 budget shall notify the senate and house of representatives  
21 standing committees on appropriations subcommittees on general  
22 government, the senate and house fiscal agencies, and the state  
23 budget director when a project funded under an information  
24 technology investment project line item in part 1 is expected to  
25 require a transfer of dollars from another project in excess of  
26 \$500,000.00.

27       Sec. 814a. The funds appropriated in part 1 for information

1 technology investment projects shall be used for the modernization  
2 of state information technology systems, improvement of the state's  
3 cyber security framework, and to achieve efficiencies.

4 Sec. 816. An RFP issued for the purpose of privatization shall  
5 include all factors used in evaluating and determining price.

6 Sec. 818. In addition to the funds appropriated in part 1, the  
7 department of technology, management, and budget may receive and  
8 expend money from the Michigan law enforcement officers memorial  
9 monument fund as provided in the Michigan law enforcement officers  
10 memorial act, 2004 PA 177, MCL 28.781 to 28.787.

11 Sec. 820. The department shall make available to the public a  
12 list of all parcels of real property owned by the state that are  
13 available for purchase. The list shall be posted on the internet  
14 through the department's website.

15 Sec. 822. The department of technology, management, and budget  
16 shall compile a report by January 1 pertaining to the salaries of  
17 unclassified employees, as well as gubernatorial appointees, within  
18 all state departments and agencies. The report shall enumerate each  
19 unclassified employee and gubernatorial appointee and his or her  
20 annual salary individually. The report shall be distributed to the  
21 chairs of the senate and house of representatives standing  
22 committees on appropriations subcommittees on general government,  
23 as well as the senate and house fiscal agencies and be made  
24 available electronically.

25 Sec. 822b. (1) A public-private partnership investment fund is  
26 created in MDTMB. Subject to subsections (2) and (3), public-  
27 private partnership investments shall include, but are not limited

1 to, all of the following:

2 (a) Capital asset improvements including buildings, land, or  
3 structures.

4 (b) Energy resource exploration, extraction, generation, and  
5 sales.

6 (c) Financial and investment incentive opportunities.

7 (d) Infrastructure construction, maintenance, and operation.

8 (e) Public-private sector joint ventures that provide economic  
9 benefit to an area or to the state.

10 (2) Public-private investments shall not include projects,  
11 consultant expenses, staff effort, or any other activity related to  
12 the development, financing, construction, operation, or  
13 implementation of the Detroit River International Crossing or any  
14 successor project unless the project is approved by the legislature  
15 and signed into law.

16 (3) The state budget director shall determine whether or not a  
17 specific public-private partnership investment opportunity  
18 qualifies for funding under subsection (1).

19 (4) Investment development revenue, including a portion of the  
20 proceeds from the sale of any public-private partnership investment  
21 designated in subsection (1), shall be deposited into the fund  
22 created in subsection (1) and shall be available for  
23 administration, development, financing, marketing, and operating  
24 expenditures associated with public-private partnerships, unless  
25 otherwise provided by law. Public-private partnership investments  
26 authorized in subsection (1) are authorized for public or private  
27 operation or sale consistent with state law. Expenditures from the

1 fund are authorized for investment purposes as designated in  
2 subsection (1) to enhance the marketable value of each investment.  
3 The unencumbered balance remaining in the fund at the end of the  
4 fiscal year may be carried forward for appropriation in future  
5 years.

6 (5) An annual report shall be transmitted to the senate and  
7 house of representatives standing committees on appropriations, the  
8 senate and house fiscal agencies, and the state budget office not  
9 later than December 31 of each year. This report shall detail both  
10 of the following:

11 (a) The revenue and expenditure activity in the fund for the  
12 preceding fiscal year.

13 (b) Public-private partnership investments as identified under  
14 subsection (1).

15 (6) MDTMB shall monitor the revenue deposited in the public-  
16 private partnership investment fund created in subsection (1). If  
17 the revenue in the fund is insufficient to pay the amount  
18 appropriated in part 1 for public-private partnership investment,  
19 then MDTMB shall propose a legislative transfer to fund the line  
20 from the appropriations in part 1.

21 Sec. 822c. The funds appropriated in part 1 shall not be used  
22 to support any staff effort, projects, consultant expenses, or any  
23 other activity related to the development, financing, construction,  
24 operation, or implementation of the Detroit River International  
25 Crossing or any successor project unless the project is approved by  
26 the legislature and signed into law.

27 Sec. 822d. By December 31, the department shall provide a



1 report to the senate and house appropriations subcommittees on  
2 general government and the senate and house fiscal agencies that  
3 identifies fee and rate schedules to be used by state departments  
4 and agencies for services, including information technology,  
5 provided by the department during fiscal year 2016-2017. The report  
6 shall also identify changes from fees and rates charged in fiscal  
7 year 2015-2016 and include an explanation of the factors that  
8 justify each fee and rate increase.

9       Sec. 822e. Total authorized appropriations from all sources  
10 under part 1 for legacy costs for the fiscal year ending September  
11 30, 2018 are \$84,145,300.00. From this amount, total agency  
12 appropriations for pension-related legacy costs are estimated at  
13 \$43,301,700.00. Total agency appropriations for retiree health care  
14 legacy costs are estimated at \$40,843,600.00.

15       Sec. 822f. (1) The funds appropriated in part 1 for the  
16 regional prosperity initiative are to be used as competitive grants  
17 to eligible regional planning organizations qualifying for funding  
18 as a regional prosperity collaborative, a regional prosperity  
19 council, or a regional prosperity board. A regional planning  
20 organization may not qualify for funding under more than 1 category  
21 in the same state fiscal year. As used in this section:

22       (a) "Eligible regional planning organization" means any of the  
23 following:

24       (i) An existing regional planning commission created pursuant  
25 to 1945 PA 281, MCL 125.11 to 125.25.

26       (ii) An existing regional economic development commission  
27 created pursuant to 1966 PA 46, MCL 125.1231 to 125.1237.

1           (iii) An existing metropolitan area council formed pursuant to  
2 the metropolitan councils act, 1989 PA 292, MCL 124.651 to 124.729.

3           (iv) A Michigan metropolitan planning organization established  
4 pursuant to the moving ahead for progress in the 21st century act,  
5 Public Law 112-141.

6           (b) "Freedom of information act" means the freedom of  
7 information act, 5 USC 552.

8           (c) "Open meetings act" means the open meetings act, 1976 PA  
9 267, MCL 15.261 to 15.275.

10          (d) "Regional prosperity board" means a regional body that has  
11 a singular governing board with representation from private,  
12 public, and nonprofit entities engaged in joint decision-making  
13 practices for the purpose of creating or maintaining a phase three:  
14 regional prosperity plan.

15          (e) "Regional prosperity collaborative" means any committee  
16 developed by a regional planning organization or a metropolitan  
17 planning organization that serves to bring organizational  
18 representation together from private, public, and nonprofit  
19 entities within a region for the purpose of creating or maintaining  
20 a phase one: regional prosperity plan.

21          (f) "Regional prosperity council" means a regional body with  
22 representation from private, public, and nonprofit entities with  
23 shared administrative services and an executive governing entity,  
24 as demonstrated by a formal local agreement or agreements for the  
25 purpose of creating or maintaining a phase two: regional prosperity  
26 plan.

27          (2) Regional planning organizations may qualify to receive not

1 more than \$250,000.00 of incentive-based funding as a regional  
2 prosperity collaborative subject to meeting all of the following  
3 requirements:

4 (a) The regional prosperity collaborative has created a phase  
5 one: regional prosperity plan, as follows:

6 (i) The regional prosperity collaborative must include  
7 regional representatives from adult education, workforce  
8 development, community development, economic development,  
9 transportation, and higher education organizations.

10 (ii) The plan is required, at a minimum, to include a 5-year  
11 plan focused on economic growth and vitality for the region, as  
12 well as a performance dashboard and measurable annual goals to  
13 support the 5-year plan.

14 (iii) The 5-year plan shall address regional strategies  
15 related to adult education, workforce development, economic  
16 development, transportation, higher education, and business  
17 development.

18 (iv) The regional prosperity collaborative shall adopt the  
19 plan by a minimum 2/3 majority vote of its members.

20 (b) The regional prosperity collaborative adheres to  
21 accountability and transparency measures required in the open  
22 meetings act and the freedom of information act.

23 (c) The regional prosperity collaborative convenes monthly  
24 meetings, open to the public, to consider and discuss issues  
25 leading to a common vision of economic prosperity for the region,  
26 including, but not limited to, community development, economic  
27 development, talent, and infrastructure opportunities.

1           (d) The regional prosperity collaborative makes available on  
2 the grant recipient's publicly accessible internet site pertinent  
3 documents, including, but not limited to, monthly meeting agendas,  
4 minutes of monthly meetings, voting records, and the regional  
5 prosperity plan and performance dashboard.

6           (e) The regional prosperity collaborative keeps a status  
7 report detailing the spending associated with previous regional  
8 prosperity initiative grants. Organizations that have successfully  
9 received grant awards in previous fiscal years shall be required to  
10 make available to the department and on a publicly accessible  
11 internet site information regarding the use of those grant dollars.

12           (3) Regional planning organizations eligible to receive a  
13 payment as a regional prosperity collaborative under subsection (2)  
14 may qualify to receive a 1-time grant of not more than \$75,000.00  
15 to produce a plan to transform the regional prosperity  
16 collaborative into a regional prosperity council or regional  
17 prosperity board, including necessary local formal agreements, to  
18 make recommendations that eliminate duplicative efforts and  
19 administrative functions, and to leverage resources through  
20 cooperation, collaboration, and consolidations of organizations or  
21 programs throughout the region. Plans produced to transform the  
22 regional prosperity collaborative into a regional prosperity  
23 council or regional prosperity board shall be made available on the  
24 grant recipient's publicly accessible internet site.

25           (4) Regional planning organizations may qualify to receive not  
26 more than \$375,000.00 of incentive-based funding as a regional  
27 prosperity council subject to meeting all of the following

1 requirements:

2 (a) A regional prosperity council has been formed and includes  
3 regional representatives from adult education, workforce  
4 development, community development, economic development,  
5 transportation, and higher education organizations.

6 (b) An eligible regional prosperity council will demonstrate  
7 shared administrative services between 2 public regional entities  
8 included in subdivision (a). In addition, the council must have and  
9 maintain an executive governing entity, as demonstrated by a formal  
10 local agreement or agreements.

11 (c) The regional prosperity council has created a phase two:  
12 regional prosperity plan, as follows:

13 (i) The regional prosperity council shall identify  
14 opportunities for shared administrative services and decision-  
15 making among the private, public, and nonprofit entities within the  
16 region and shall continue collaboration with regional prosperity  
17 council members, including, but not limited to, representatives  
18 from adult education providers, workforce development agencies,  
19 community development agencies, economic development agencies,  
20 transportation service providers, and higher education  
21 institutions.

22 (ii) The plan is required to include, but is not limited to,  
23 all of the following:

24 (A) A status report of the approved 5-year plan.

25 (B) The addition of a 10-year plan for the region which builds  
26 upon prior work and is focused on economic growth and vitality in  
27 the region.

1 (C) A prioritized list of regional projects.

2 (D) A performance dashboard with measurable annual goals.

3 (iii) The regional prosperity council shall adopt the plan by  
4 a minimum 2/3 vote of its members.

5 (d) The regional prosperity council adheres to accountability  
6 and transparency measures required in the open meetings act and the  
7 freedom of information act.

8 (e) The regional prosperity council convenes monthly meetings,  
9 open to the public, to consider and discuss issues leading to a  
10 common vision of economic prosperity for the region, including, but  
11 not limited to, community development, economic development,  
12 talent, and infrastructure opportunities.

13 (f) The regional prosperity council makes available on the  
14 grant recipient's publicly accessible internet site pertinent  
15 documents, including, but not limited to, monthly meeting agendas,  
16 minutes of monthly meetings, voting records, and the regional  
17 prosperity plan and performance dashboard.

18 (g) The regional prosperity council keeps a status report  
19 detailing the spending associated with previous regional prosperity  
20 initiative grants. Organizations that have successfully received  
21 grant awards in previous fiscal years shall be required to make  
22 available to the department and on a publicly accessible internet  
23 site information regarding the use of those grant dollars.

24 (5) Regional planning organizations eligible to receive a  
25 payment as a regional prosperity council under subsection (4) may  
26 qualify to receive a 1-time grant of not more than \$75,000.00 to  
27 produce a plan to transform the regional prosperity council into a

1 regional prosperity board, including a singular private/public  
2 governance structure that comports with federal guidelines for  
3 governance under the workforce investment act, Public Law 105-220,  
4 the moving ahead for progress in the 21st century act, Public Law  
5 112-141, the economic development administration and Appalachian  
6 regional development reform act of 1998, Public Law 105-393, and  
7 recommendations to eliminate duplicative efforts, administrative  
8 functions, and leverage resources through cooperation,  
9 collaboration, and consolidations of organizations or programs  
10 throughout the region.

11 (6) Regional planning organizations may qualify to receive not  
12 more than \$500,000.00 of incentive-based funding as a regional  
13 prosperity board subject to meeting all of the following  
14 requirements:

15 (a) The regional prosperity board has been formed and, at a  
16 minimum, must demonstrate the consolidation of a regional  
17 metropolitan planning organization, where one exists, state  
18 designated regional planning agency boards, workforce development  
19 boards, and federally designated regional economic development  
20 districts within a region.

21 (b) The regional prosperity board has created a phase three:  
22 regional prosperity plan, as follows:

23 (i) The regional prosperity board shall create a regional  
24 services recommendations report prioritizing the list of state-  
25 funded services and programs provided to the region, and  
26 recommendations for state-regional partnerships to support the  
27 adopted regional prosperity plan.

1           (ii) The plan is required to include a status report of the  
2 approved 10-year plan for the creation of an updated regional  
3 prosperity plan.

4           (iii) The regional prosperity board shall adopt the plan by a  
5 minimum 2/3 vote of its members.

6           (c) The regional prosperity board adheres to accountability  
7 and transparency measures required in the open meetings act and the  
8 freedom of information act.

9           (d) The regional prosperity board convenes monthly meetings,  
10 open to the public, to consider and discuss issues leading to a  
11 common vision of economic prosperity for the region, including, but  
12 not limited to, community development, economic development,  
13 talent, and infrastructure opportunities.

14           (e) The regional prosperity board makes available on the grant  
15 recipient's publicly accessible internet site pertinent documents,  
16 including, but not limited to, monthly meeting agendas, minutes of  
17 monthly meetings, voting records, and the regional prosperity plan  
18 and performance dashboard.

19           (7) Regional planning organizations eligible to receive a  
20 payment as a regional prosperity board under subsection (6) may  
21 qualify to receive not more than \$125,000.00, to implement the  
22 prioritized regional prosperity plan projects.

23           (8) Regional planning organizations eligible to receive a  
24 payment as a regional prosperity collaborative, board, or council  
25 may partner with other eligible regional planning organizations to  
26 submit joint applications. In the instance of a joint application,  
27 1 regional planning organization shall be utilized as the overall



1 applicant. The department may award a joint application award of no  
2 greater than the sum of potential application dollars which would  
3 have otherwise been available through individual applications.

4 (9) The department shall develop an application process and  
5 method of grant distribution for the regional prosperity  
6 initiative. Funding applications from regional planning  
7 organizations shall be due to the department by December 1, 2017.  
8 The department shall notify regional planning organizations of  
9 grant application status by January 1, 2018. The department shall  
10 ensure that processes are established to verify that qualifying  
11 regional planning organizations meet the requirements under  
12 subsections (2), (3), (4), (5), (6), and (7), as applicable.

13 (10) Unexpended funds appropriated in part 1 for the regional  
14 prosperity initiative are designated as work project  
15 appropriations, and any unencumbered or unallotted funds shall not  
16 lapse at the end of the fiscal year and shall be available for  
17 expenditure for regional prosperity initiative projects under this  
18 section until the projects have been completed. The following is in  
19 compliance with section 451a of the management and budget act, 1984  
20 PA 431, MCL 18.1451a:

21 (a) The purpose of the projects is to provide incentive-based  
22 grants to recipients under this section.

23 (b) The projects will be accomplished by grants to qualified  
24 regional planning organizations.

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

26 (d) The estimated completion date is September 30, 2021.

27 Sec. 822g. The department of technology, management, and

1 budget shall report by April 1 to the senate and house  
2 appropriations subcommittees on general government and the senate  
3 and house fiscal agencies on legal service fund expenditures. The  
4 report shall itemize expenditures by case, purpose, and department  
5 involved.

6 Sec. 822i. (1) From the funds appropriated in part 1, the  
7 department shall assure all of the following:

8 (a) That public schools that are placed in the state school  
9 reform/redesign school district or under a chief executive officer  
10 under section 1280c of the revised school code, 1976 PA 451, MCL  
11 380.1280c, remain in compliance with all applicable state and  
12 federal law concerning special education.

13 (b) That students at public schools described in subdivision  
14 (a) with individualized education programs are afforded special  
15 education services in accordance with applicable state and federal  
16 law concerning special education.

17 (2) The department shall report to the legislature on the  
18 number of students in public schools described in subsection (1)(a)  
19 who have an individualized education program and the performance  
20 results of those students after the change in governance of the  
21 public school.

22 Sec. 822/. From the funds appropriated in part 1 for the  
23 school reform office, the school reform office shall conduct 1  
24 public hearing in the school district of priority schools that the  
25 school reform office has determined require an intervention  
26 authorized by section 1280c(6) or (7) of the revised school code,  
27 1976 PA 451, MCL 380.1280c. The school reform office shall give

1 notice to the district prior to the public hearing. The public  
2 hearing shall include an outline of the plan for academic  
3 improvement of the schools and a projected time frame of the school  
4 reform office's involvement with the schools. The public hearing  
5 must occur prior to the release of funds or dissolution proceedings  
6 of a school building.

7       Sec. 822m. From the funds appropriated in part 1, the  
8 department shall establish a system that collaborates with other  
9 departments to keep track of the performance of vendors in  
10 fulfilling contract obligations. The performance of these vendors  
11 shall be recorded and used as a factor to determine future  
12 contracts awarded in the procurement process.

13       Sec. 822n. From the funds appropriated in part 1, beginning on  
14 October 1, the department of technology, management, and budget  
15 shall ensure that all new requests for proposals that are publicly  
16 displayed on the webpage include the proposal's corresponding  
17 department and agency for the purpose of searching for requests for  
18 proposals by department and agency.

19       Sec. 822o. From the funds appropriated in part 1 for the  
20 school reform office, the school reform office shall make an effort  
21 to coordinate with the department of education to streamline state  
22 services and resources, reduce duplication, and increase  
23 efficiency.

#### 24 **INFORMATION TECHNOLOGY**

25       Sec. 823. (1) The department of technology, management, and  
26 budget may sell and accept paid advertising for placement on any

1 state website under its jurisdiction. The department shall review  
2 and approve the content of each advertisement. The department may  
3 refuse to accept advertising from any person or organization or  
4 require modification to advertisements based upon criteria  
5 determined by the department. Revenue received under this  
6 subsection shall be used for operating costs of the department and  
7 for future technology enhancements to state of Michigan e-  
8 government initiatives. Funds received under this subsection shall  
9 be limited to \$250,000.00. Any funds in excess of \$250,000.00 shall  
10 be deposited in the state general fund.

11 (2) The department of technology, management, and budget may  
12 accept gifts, donations, contributions, bequests, and grants of  
13 money from any public or private source to assist with the  
14 underwriting or sponsorship of state webpages or services offered  
15 on those webpages. A private or public funding source may receive  
16 recognition in the webpage. The department of technology,  
17 management, and budget may reject any gift, donation, contribution,  
18 bequest, or grant.

19 (3) Funds accepted by the department of technology,  
20 management, and budget under subsection (1) or (2) are appropriated  
21 and allotted when received and may be expended upon approval of the  
22 state budget director. The state budget office shall notify the  
23 senate and house of representatives standing committees on  
24 appropriations subcommittees on general government and the senate  
25 and house fiscal agencies within 10 days after the approval is  
26 given.

27 Sec. 824. The department of technology, management, and budget

1 may enter into agreements to supply spatial information and  
2 technical services to other principal executive departments, state  
3 agencies, local units of government, and other organizations. The  
4 department of technology, management, and budget may receive and  
5 expend funds in addition to those authorized in part 1 for  
6 providing information and technical services, publications, maps,  
7 and other products. The department of technology, management, and  
8 budget may expend amounts received for salaries, supplies, and  
9 equipment necessary to provide informational products and technical  
10 services.

11 Sec. 825. The legislature shall have access to all historical  
12 and current data contained within MAIN, or its successor,  
13 pertaining to state departments. State departments shall have  
14 access to all historical and current data contained within MAIN or  
15 its successor.

16 Sec. 826. When used in this part and part 1, "information  
17 technology services" means services involving all aspects of  
18 managing and processing information, including, but not limited to,  
19 all of the following:

- 20 (a) Application and mobile development and maintenance.
- 21 (b) Desktop computer support and management.
- 22 (c) Cyber security.
- 23 (d) Social media.
- 24 (e) Mainframe computer support and management.
- 25 (f) Server support and management.
- 26 (g) Local area network support and management, including, but  
27 not limited to, wired and wireless network build-out, support, and

1 management.

2 (h) Information technology project management.

3 (i) Information technology planning and budget management.

4 (j) Telecommunication services, infrastructure, and support.

5 Sec. 827. (1) Funds appropriated in part 1 for the Michigan  
6 public safety communications system shall be expended upon approval  
7 of an expenditure plan by the state budget director.

8 (2) The department of technology, management, and budget shall  
9 assess all subscribers of the Michigan public safety communications  
10 system reasonable access and maintenance fees and deposit the fees  
11 in the Michigan public safety communications systems fees fund.

12 (3) All money received by the department of technology,  
13 management, and budget under this section shall be expended for the  
14 support and maintenance of the Michigan public safety  
15 communications system.

16 Sec. 828. The department of technology, management, and budget  
17 shall submit a report for the immediately preceding fiscal year  
18 ending September 30 to the senate and house of representatives  
19 standing committees on appropriations subcommittees on general  
20 government and the senate and house fiscal agencies by March 1. The  
21 report shall include the following:

22 (a) The total amount of funding appropriated for information  
23 technology services and projects, by funding source, for all  
24 principal executive departments and agencies.

25 (b) A listing of the expenditures made from the amounts  
26 received by the department of technology, management, and budget as  
27 reported in subdivision (a).

1       Sec. 829. The department of technology, management, and budget  
2 shall provide a report that analyzes and makes recommendations on  
3 the life-cycle of information technology hardware and software. The  
4 report shall be submitted to the senate and house of  
5 representatives standing committees on appropriations subcommittees  
6 on general government and the senate and house fiscal agencies by  
7 March 1.

8       Sec. 830. By December 31, the department shall provide a  
9 report that lists all information technology-related change orders  
10 and follow-on contracts, greater than \$50,000.00, whether they are  
11 bid, exercise options, or no-bid, and the amount of each change  
12 order or contract extension contract entered into by the department  
13 to the senate and house of representatives standing committees on  
14 appropriations subcommittees on general government, the senate and  
15 house fiscal agencies, and the state budget director.

16       Sec. 832. (1) The department of technology, management, and  
17 budget shall inform the senate and house appropriations  
18 subcommittees on general government and the senate and house fiscal  
19 agencies within 30 days of any potential or actual penalties  
20 assessed by the federal government for failure of the Michigan  
21 child support enforcement system to achieve certification by the  
22 federal government.

23       (2) If potential penalties are assessed by the federal  
24 government, the department of technology, management, and budget  
25 shall submit a report to the senate and house appropriations  
26 subcommittees on general government and the senate and house fiscal  
27 agencies within 90 days specifying the department's plans to avoid

1 actual penalties and ensure federal certification of the Michigan  
2 child support enforcement system.

3       Sec. 833. (1) The state budget director, upon notification to  
4 the senate and house of representatives standing committees on  
5 appropriations, may adjust spending authorization and user fees in  
6 the department of technology, management, and budget in order to  
7 ensure that the appropriations for information technology in the  
8 department budget equal the appropriations for information  
9 technology in the budgets for all executive branch agencies.

10       (2) If during the course of the fiscal year a transfer or  
11 supplemental to or from the information technology line item within  
12 an agency budget is made under section 393 of the management and  
13 budget act, 1984 PA 431, MCL 18.1393, there is appropriated an  
14 equal amount of user fees in the department of technology,  
15 management, and budget budget to accommodate an increase or  
16 decrease in spending authorization.

17       Sec. 834. (1) Revenue collected from licenses issued under the  
18 antenna site management project shall be deposited into the antenna  
19 site management revolving fund created for this purpose in the  
20 department of technology, management, and budget. The department  
21 may receive and expend money from the fund for costs associated  
22 with the antenna site management project, including the cost of a  
23 third-party site manager. Any excess revenue remaining in the fund  
24 at the close of the fiscal year shall be proportionately  
25 transferred to the appropriate state restricted funds as designated  
26 in statute or by constitution.

27       (2) An antenna shall not be placed on any site pursuant to



1 this section without complying with the respective local zoning  
2 codes and local unit of government processes.

3       Sec. 835. In addition to the funds appropriated in part 1, the  
4 funds collected by the department for supplying census-related  
5 information and technical services, publications, statistical  
6 studies, population projections and estimates, and other  
7 demographic products are appropriated for all expenses necessary to  
8 provide the required services. These funds are available for  
9 expenditure when they are received and may be carried forward into  
10 the next succeeding fiscal year.

11       Sec. 836. From the increased funds appropriated in part 1 for  
12 the information technology investment fund, the department of  
13 technology, management, and budget shall provide for the  
14 modernization of state information technology systems, and  
15 integrate state system interfaces to improve customer service.

16       Sec. 836a. From the funds appropriated in part 1 for cyber  
17 security staffing, hardware and support costs, the department shall  
18 identify specific outcomes and performance measures, including, but  
19 not limited to, the following:

20       (a) Reduce the number of cyber threats based on the daily  
21 attacks to prevent data breaches during the fiscal year ending  
22 September 30, 2018.

23       (b) Reduce the risk of cyber vulnerabilities for application,  
24 data, and network during the fiscal year ending September 30, 2018.

25       (c) Increase awareness of cyber threats and the preventative  
26 steps for citizens, businesses, and employees during the fiscal  
27 year ending September 30, 2018.

1       Sec. 837. From the funds appropriated in part 1 for citizen  
2   centric government, the department shall identify specific outcomes  
3   and performance measures, including, but not limited to, the  
4   following:

5       (a) Begin integration of MiLogin with at least 10 high-value  
6   systems to provide seamless access to those systems with 1 set of  
7   credentials during the fiscal year ending September 30, 2018.

8       (b) Increase the number of high-value systems citizens and  
9   businesses can log into with 1 login during the fiscal year ending  
10   September 30, 2018.

11       (c) Make existing online services mobile-friendly and  
12   integrate them with MiPage during the fiscal year ending September  
13   30, 2018.

14       Sec. 838. From the funds appropriated in part 1 for MiPage  
15   mobile center of excellence, the department shall identify specific  
16   outcomes and performance measures, including, but not limited to,  
17   the following:

18       (a) Implementation of MiPage application enhancements such as  
19   integration of local government services into MiPage,  
20   implementation of location-based recommendations and notifications,  
21   and ensuring that the ongoing operating system remains secure and  
22   operable during the fiscal year ending September 30, 2018.

23       (b) Production of digital guidelines to reduce development  
24   cost and effort for mobile services while improving ADA compliance  
25   and providing continuity across the digital environment during the  
26   fiscal year ending September 30, 2018.

27       (c) Creation of an active developer community within state

1 government to increase mobility efforts that enable fully  
2 personalized citizen engagement during the fiscal year ending  
3 September 30, 2018.

4 Sec. 839. From the funds appropriated in part 1 for office of  
5 retirement services ongoing support of technology, the department  
6 shall expand the office of retirement services' information  
7 technology capability in the current fiscal year. The purpose of  
8 this new program or program expansion is to provide a 90% customer  
9 contact satisfaction level.

#### 10 **STATE BUILDING AUTHORITY RENT**

11 Sec. 842. (1) The state building authority rent appropriations  
12 in part 1 may also be expended for the payment of required premiums  
13 for insurance on facilities owned by the state building authority  
14 or payment of costs that may be incurred as the result of any  
15 deductible provisions in such insurance policies.

16 (2) If the amount appropriated in part 1 for state building  
17 authority rent is not sufficient to pay the rent obligations and  
18 insurance premiums and deductibles identified in subsection (1) for  
19 state building authority projects, there is appropriated from the  
20 general fund of the state the amount necessary to pay such  
21 obligations.

#### 22 **CIVIL SERVICE COMMISSION**

23 Sec. 850. (1) In accordance with section 5 of article XI of  
24 the state constitution of 1963, all restricted funds shall be  
25 assessed a sum not less than 1% of the total aggregate payroll paid

1 from those funds for financing the civil service commission on the  
2 basis of actual 1% restricted sources total aggregate payroll of  
3 the classified service for the preceding fiscal year. This  
4 includes, but is not limited to, restricted funds appropriated in  
5 part 1 of any appropriations act. Unexpended 1% appropriated funds  
6 shall be returned to each 1% fund source at the end of the fiscal  
7 year.

8 (2) The appropriations in part 1 are estimates of actual  
9 charges based on payroll appropriations. With the approval of the  
10 state budget director, the commission is authorized to adjust  
11 financing sources for civil service charges based on actual payroll  
12 expenditures, provided that such adjustments do not increase the  
13 total appropriation for the civil service commission.

14 (3) The financing from restricted sources shall be credited to  
15 the civil service commission by the end of the second fiscal  
16 quarter.

17 Sec. 851. Except where specifically appropriated for this  
18 purpose, financing from restricted sources shall be credited to the  
19 civil service commission. For restricted sources of funding within  
20 the general fund that have the legislative authority for carryover,  
21 if current spending authorization or revenues are insufficient to  
22 accept the charge, the shortage shall be taken from carryforward  
23 balances of that funding source. Restricted revenue sources that do  
24 not have carryforward authority shall be utilized to satisfy  
25 commission operating deducts first and civil service obligations  
26 second. General fund dollars are appropriated for any shortfall,  
27 pursuant to approval by the state budget director.

1       Sec. 852. The appropriation in part 1 to the civil service  
2   commission, for state-sponsored group insurance, flexible spending  
3   accounts, and COBRA, represents amounts, in part, included within  
4   the various appropriations throughout state government for the  
5   current fiscal year to fund the flexible spending account program  
6   included within the civil service commission. Deposits against  
7   state-sponsored group insurance, flexible spending accounts, and  
8   COBRA for the flexible spending account program shall be made from  
9   assessments levied during the current fiscal year in a manner  
10   prescribed by the civil service commission. Unspent employee  
11   contributions to the flexible spending accounts may be used to  
12   offset administrative costs for the flexible spending account  
13   program, with any remaining balance of unspent employee  
14   contributions to be lapsed to the general fund.

15   **CAPITAL OUTLAY**

16       Sec. 860. As used in sections 861 through 867:

17       (a) "Board" means the state administrative board.

18       (b) "Community college" means a community college organized  
19   under the community college act of 1966, 1966 PA 331, MCL 389.1 to  
20   389.195, or under part 25 of the revised school code, 1976 PA 451,  
21   MCL 380.1601 to 380.1607, and does not include a state agency or  
22   university.

23       (c) "Department" means the department of technology,  
24   management, and budget.

25       (d) "Director" means the director of the department of  
26   technology, management, and budget.

1 (e) "Fiscal agencies" means the senate fiscal agency and the  
2 house fiscal agency.

3 (f) "State agency" means an agency of state government. State  
4 agency does not include a community college or university.

5 (g) "State building authority" means the authority created  
6 under 1964 PA 183, MCL 830.411 to 830.425.

7 (h) "University" means a 4-year university supported by the  
8 state. University does not include a community college or a state  
9 agency.

10 Sec. 861. Each capital outlay project authorized in this part  
11 and part 1 or any previous capital outlay act shall comply with the  
12 procedures required by the management and budget act, 1984 PA 431,  
13 MCL 18.1101 to 18.1594.

14 Sec. 862. (1) The department shall provide the JCOS, state  
15 budget director, and the senate and house fiscal agencies with  
16 reports as considered necessary relative to the status of each  
17 planning or construction project financed by the state building  
18 authority, by this part and part 1, or by previous acts.

19 (2) Before the end of each fiscal year, the department shall  
20 report to the JCOS, state budget director, and the senate and house  
21 fiscal agencies for each capital outlay project other than lump  
22 sums all of the following:

23 (a) The account number and name of each construction project.

24 (b) The balance remaining in each account.

25 (c) The date of the last expenditure from the account.

26 (d) The anticipated date of occupancy if the project is under  
27 construction.

1 (e) The appropriations history for the project.

2 (f) The professional service contractor.

3 (g) The amount of the project financed with federal funds.

4 (h) The amount of the project financed through the state  
5 building authority.

6 (i) The total authorized cost for the project and the state  
7 authorized share if different than the total.

8 (3) Before the end of each fiscal year, the department shall  
9 report the following for each project by a state agency,  
10 university, or community college that is authorized for planning  
11 but is not yet authorized for construction:

12 (a) The name of the project and account number.

13 (b) Whether a program statement is approved.

14 (c) Whether schematics are approved by the department.

15 (d) Whether preliminary plans are approved by the department.

16 (e) The name of the professional service contractor.

17 (4) As used in this section, "project" includes appropriation  
18 line items made for purchase of real estate.

19 Sec. 864. The appropriations in part 1 for capital outlay  
20 shall be carried forward at the end of the fiscal year consistent  
21 with the provisions of section 248 of the management and budget  
22 act, 1984 PA 431, MCL 18.1248.

23 Sec. 865. (1) A site preparation economic development fund is  
24 created in the department. As used in this section, "economic  
25 development sites" means those state-owned sites declared as  
26 surplus property pursuant to section 251 of the management and  
27 budget act, 1984 PA 431, MCL 18.1251, that would provide economic

1 benefit to the area or to the state. The Michigan economic  
2 development corporation board and the state budget director shall  
3 determine whether or not a specific state-owned site qualifies for  
4 inclusion in the fund created under this subsection.

5 (2) Proceeds from the sale of any sites designated in  
6 subsection (1) shall be deposited into the fund created in  
7 subsection (1) and shall be available for site preparation  
8 expenditures, unless otherwise provided by law. The economic  
9 development sites authorized in subsection (1) are authorized for  
10 sale consistent with state law. Expenditures from the fund are  
11 authorized for site preparation activities that enhance the  
12 marketable sale value of the sites. Site preparation activities  
13 include, but are not limited to, demolition, environmental studies  
14 and abatement, utility enhancement, and site excavation.

15 (3) A cash advance in an amount of not more than  
16 \$25,000,000.00 is authorized from the general fund to the site  
17 preparation economic development fund.

18 (4) An annual report shall be transmitted to the senate and  
19 house of representatives standing committees on appropriations not  
20 later than December 31 of each year. This report shall detail both  
21 of the following:

22 (a) The revenue and expenditure activity in the fund for the  
23 preceding fiscal year.

24 (b) The sites identified as economic development sites under  
25 subsection (1).

26 Sec. 867. Proceeds from the sale of the Farnum Building shall  
27 be subsequently appropriated to the department in accordance with



1 any legislation enacted that authorizes the sale of that property.  
2 If the net proceeds from the sale of the Farnum Building are less  
3 than the \$7,000,000.00 authorized for senate relocation costs in  
4 section 896 of article VIII of 2014 PA 252, an amount equal to the  
5 difference between the net sale proceeds and \$7,000,000.00 shall be  
6 appropriated by the legislature to the department.

7 **CAPITAL OUTLAY - UNIVERSITIES AND COMMUNITY COLLEGES**

8 Sec. 873. (1) This section applies only to projects for  
9 community colleges.

10 (2) State support is directed towards the remodeling and  
11 additions, special maintenance, or construction of certain  
12 community college buildings. The community college shall obtain or  
13 provide for site acquisition and initial main utility installation  
14 to operate the facility. Funding shall be composed of local and  
15 state shares and not more than 50% of a capital outlay project, not  
16 including a lump-sum special maintenance project or remodeling and  
17 addition project, for a community college shall be appropriated  
18 from state and federal funds, unless otherwise appropriated by the  
19 legislature.

20 (3) An expenditure under this part and part 1 is authorized  
21 when the release of the appropriation is approved by the board upon  
22 the recommendation of the director. The director may recommend to  
23 the board the release of any appropriation in part 1 only after the  
24 director is assured that the legal entity operating the community  
25 college to which the appropriation is made has complied with this  
26 part and part 1 and has matched the amounts appropriated as

1 required by this part and part 1. A release of funds in part 1  
2 shall not exceed 50% of the total cost of planning and construction  
3 of any project, not including lump-sum remodeling and additions and  
4 special maintenance, unless otherwise appropriated by the  
5 legislature. Further planning and construction of a project  
6 authorized by this part and part 1 or applicable sections of the  
7 management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594,  
8 shall be in accordance with the purpose and scope as defined and  
9 delineated in the approved program statements and planning  
10 documents. This part and part 1 are applicable to all projects for  
11 which planning appropriations were made in previous acts.

12 (4) The community college shall take the steps necessary to  
13 secure available federal construction and equipment money for  
14 projects funded for construction in this part and part 1 if an  
15 application was not previously made. If there is a reasonable  
16 expectation that a prior year unfunded application may receive  
17 federal money in a subsequent year, the college shall take whatever  
18 action necessary to keep the application active.

19 Sec. 874. If university and community college matching  
20 revenues are received in an amount less than the appropriations for  
21 capital projects contained in this part and part 1, the state funds  
22 shall be reduced in proportion to the amount of matching revenue  
23 received.

24 Sec. 875. (1) The director may require that community colleges  
25 and universities that have an authorized project listed in part 1  
26 submit documentation regarding the project match and governing  
27 board approval of the authorized project not more than 60 days

1 after the beginning of the fiscal year.

2 (2) If the documentation required by the director under  
3 subsection (1) is not submitted, or does not adequately  
4 authenticate the availability of the project match or board  
5 approval of the authorized project, the authorization may  
6 terminate. The authorization terminates 30 days after the director  
7 notifies the JCOS of the intent to terminate the project unless the  
8 JCOS convenes to extend the authorization.

9 **DEPARTMENT OF TREASURY**

10 **OPERATIONS**

11 Sec. 901. (1) In addition to the funds appropriated in part 1,  
12 there is appropriated an amount not to exceed \$1,000,000.00 for  
13 federal contingency funds. These funds are not available for  
14 expenditure until they have been transferred to another line item  
15 in part 1 under section 393(2) of the management and budget act,  
16 1984 PA 431, MCL 18.1393.

17 (2) In addition to the funds appropriated in part 1, there is  
18 appropriated an amount not to exceed \$10,000,000.00 for state  
19 restricted contingency funds. These funds are not available for  
20 expenditure until they have been transferred to another line item  
21 in part 1 under section 393(2) of the management and budget act,  
22 1984 PA 431, MCL 18.1393.

23 (3) In addition to the funds appropriated in part 1, there is  
24 appropriated an amount not to exceed \$200,000.00 for local  
25 contingency funds. These funds are not available for expenditure  
26 until they have been transferred to another line item in part 1

1 under section 393(2) of the management and budget act, 1984 PA 431,  
2 MCL 18.1393.

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

9 Sec. 902. (1) Amounts needed to pay for interest, fees,  
10 principal, mandatory and optional redemptions, arbitrage rebates as  
11 required by federal law, and costs associated with the payment,  
12 registration, trustee services, credit enhancements, and issuing  
13 costs in excess of the amount appropriated to the department of  
14 treasury in part 1 for debt service on notes and bonds that are  
15 issued by the state under sections 14, 15, and 16 of article IX of  
16 the state constitution of 1963 as implemented by 1967 PA 266, MCL  
17 17.451 to 17.455, are appropriated.

18 (2) In addition to the amount appropriated to the department  
19 of treasury for debt service in part 1, there is appropriated an  
20 amount for fiscal year cash-flow borrowing costs to pay for  
21 interest on interfund borrowing made under 1967 PA 55, MCL 12.51 to  
22 12.53.

23 (3) In addition to the amount appropriated to the department  
24 of treasury for debt service in part 1, there is appropriated all  
25 repayments received by the state on loans made from the school bond  
26 loan fund not required to be deposited in the school loan revolving  
27 fund by or pursuant to section 4 of 1961 PA 112, MCL 388.984, to

1 the extent determined by the state treasurer, for the payment of  
2 debt service, including, without limitation, optional and mandatory  
3 redemptions, on bonds, notes or commercial paper issued by the  
4 state pursuant to 1961 PA 112, MCL 388.981 to 388.985.

5       Sec. 902a. The department of treasury shall notify the senate  
6 and house of representatives standing committees on appropriations,  
7 the senate and house fiscal agencies, and the state budget office  
8 not more than 30 days after a refunding or restructuring bond issue  
9 is sold. The notification shall compare the annual debt service  
10 prior to the refinancing or restructuring, the annual debt service  
11 after the refinancing or restructuring, the change in the principal  
12 and interest over the duration of the debt, and the projected  
13 change in the present value of the debt service due to the  
14 refinancing and restructuring.

15       Sec. 903. (1) From the funds appropriated in part 1, the  
16 department of treasury may contract with private collection  
17 agencies and law firms to collect taxes and other accounts due this  
18 state. In addition to the amounts appropriated in part 1 to the  
19 department of treasury, there are appropriated amounts necessary to  
20 fund collection costs and fees not to exceed 25% of the collections  
21 or 2.5% plus operating costs, whichever amount is prescribed by  
22 each contract. The appropriation to fund collection costs and fees  
23 for the collection of taxes or other accounts due this state are  
24 from the fund or account to which the revenues being collected are  
25 recorded or dedicated. However, if the taxes collected are  
26 constitutionally dedicated for a specific purpose, the  
27 appropriation of collection costs and fees are from the general

1 purpose account of the general fund.

2 (2) From the funds appropriated in part 1, the department of  
3 treasury may contract with private collections agencies and law  
4 firms to collect defaulted student loans and other accounts due the  
5 Michigan guaranty agency. In addition to the amounts appropriated  
6 in part 1 to the department of treasury, there are appropriated  
7 amounts necessary to fund collection costs and fees not to exceed  
8 24.34% of the collection or a lesser amount as prescribed by the  
9 contract. The appropriation to fund collection costs and fees for  
10 the auditing and collection of defaulted student loans due the  
11 Michigan guaranty agency is from the fund or account to which the  
12 revenues being collected are recorded or dedicated.

13 (3) The department of treasury shall submit a report for the  
14 immediately preceding fiscal year ending September 30 to the state  
15 budget director and the senate and house of representatives  
16 standing committees on appropriations not later than November 30  
17 stating the agencies or law firms employed, the amount of  
18 collections for each, the costs of collection, and other pertinent  
19 information relating to determining whether this authority should  
20 be continued.

21 Sec. 904. (1) The department of treasury, through its bureau  
22 of investments, may charge an investment service fee against the  
23 applicable retirement funds. The fees may be expended for necessary  
24 salaries, wages, contractual services, supplies, materials,  
25 equipment, travel, worker's compensation insurance premiums, and  
26 grants to the civil service commission and state employees'  
27 retirement funds. Service fees shall not exceed the aggregate

1 amount appropriated in part 1. The department of treasury shall  
2 maintain accounting records in sufficient detail to enable the  
3 retirement funds to be reimbursed periodically for fee revenue that  
4 is determined by the department of treasury to be surplus.

5 (2) In addition to the funds appropriated in part 1 from the  
6 retirement funds to the department of treasury, there is  
7 appropriated from retirement funds an amount sufficient to pay for  
8 the services of money managers, investment advisors, investment  
9 consultants, custodians, and other outside professionals, the state  
10 treasurer considers necessary to prudently manage the retirement  
11 funds' investment portfolios. The state treasurer shall report  
12 annually to the senate and house of representatives standing  
13 committees on appropriations and the state budget office concerning  
14 the performance of each portfolio by investment advisor.

15 Sec. 904a. (1) There is appropriated an amount sufficient to  
16 recognize and pay expenditures for financial services provided by  
17 financial institutions as provided under section 1 of 1861 PA 111,  
18 MCL 21.181.

19 (2) The appropriations under subsection (1) shall be funded by  
20 restricting revenues from common cash interest earnings and  
21 investment earnings in an amount sufficient to record these  
22 expenditures. If the amounts of common cash interest earnings are  
23 insufficient to cover these costs, then miscellaneous revenues  
24 shall be used to fund the remaining balance of these expenditures.

25 Sec. 905. A revolving fund known as the municipal finance fee  
26 fund is created in the department of treasury. Fees are established  
27 under the revised municipal finance act, 2001 PA 34, MCL 141.2101

1 to 141.2821, and the fees collected shall be credited to the  
2 municipal finance fee fund and may be carried forward for future  
3 appropriation.

4 Sec. 906. (1) The department of treasury shall charge for  
5 audits as permitted by state or federal law or under contractual  
6 arrangements with local units of government, other principal  
7 executive departments, or state agencies. However, the charge shall  
8 not be more than the actual cost for performing the audit. A report  
9 detailing audits performed and audit charges for the immediately  
10 preceding fiscal year shall be submitted to the state budget  
11 director and the senate and house fiscal agencies not later than  
12 November 30.

13 (2) A revolving fund known as the audit charges fund is  
14 created in the department of treasury. The contractual charges  
15 collected shall be credited to the audit charges fund and may be  
16 carried forward for future appropriation.

17 Sec. 907. A revolving fund known as the assessor certification  
18 and training fund is created in the department of treasury. The  
19 assessor certification and training fund shall be used to organize  
20 and operate a property assessor certification and training program.  
21 Each participant certified and trained shall pay to the department  
22 of treasury examination fees not to exceed \$50.00 per examination  
23 and certification fees not to exceed \$175.00. Training courses  
24 shall be offered in assessment administration. Each participant  
25 shall pay a fee to cover the expenses incurred in offering the  
26 optional programs to certified assessing personnel and other  
27 individuals interested in an assessment career opportunity. The



1 fees collected shall be credited to the assessor certification and  
2 training fund.

3 Sec. 908. The amount appropriated in part 1 to the department  
4 of treasury, home heating assistance program, is to cover the  
5 costs, including data processing, of administering federal home  
6 heating credits to eligible claimants and to administer the  
7 supplemental fuel cost payment program for eligible tax credit and  
8 welfare recipients.

9 Sec. 909. Revenue from the airport parking tax act, 1987 PA  
10 248, MCL 207.371 to 207.383, is appropriated and shall be  
11 distributed under section 7a of the airport parking tax act, 1987  
12 PA 248, MCL 207.377a.

13 Sec. 910. The disbursement by the department of treasury from  
14 the bottle deposit fund to dealers as required by section 3c(2) of  
15 1976 IL 1, MCL 445.573c, is appropriated.

16 Sec. 911. (1) There is appropriated an amount sufficient to  
17 recognize and pay refundable income tax credits as provided by law.

18 (2) The appropriations under subsection (1) shall be funded by  
19 restricting income tax revenue in an amount sufficient to record  
20 these expenditures.

21 Sec. 912. A plaintiff in a garnishment action involving this  
22 state shall pay to the state treasurer 1 of the following:

23 (a) A fee of \$6.00 at the time a writ of garnishment of  
24 periodic payments is served upon the state treasurer, as provided  
25 in section 4012 of the revised judicature act of 1961, 1961 PA 236,  
26 MCL 600.4012.

27 (b) A fee of \$6.00 at the time any other writ of garnishment

1 is served upon the state treasurer, except that the fee shall be  
2 reduced to \$5.00 for each writ of garnishment for individual income  
3 tax refunds or credits filed by magnetic media.

4 Sec. 913. (1) The department of treasury may contract with  
5 private firms to appraise and, if necessary, appeal the assessments  
6 of senior citizen cooperative housing units. Payment for this  
7 service shall be from savings resulting from the appraisal or  
8 appeal process.

9 (2) Of the funds appropriated in part 1 to the department of  
10 treasury for the senior citizens' cooperative housing tax exemption  
11 program, a portion may be utilized for a program audit of the  
12 program. The department of treasury shall forward copies of any  
13 audit report completed to the senate and house of representatives  
14 standing committees on appropriations subcommittees on general  
15 government and to the state budget office. The department of  
16 treasury may utilize up to 1% of the funds for program  
17 administration and auditing.

18 Sec. 914. The department of treasury may provide a \$200.00  
19 annual prize from the Ehlers internship award account in the gifts,  
20 bequests, and deposit fund to the runner-up of the Rosenthal prize  
21 for interns. The Ehlers internship award account is interest  
22 bearing.

23 Sec. 915. Pursuant to section 61 of the Michigan campaign  
24 finance act, 1976 PA 388, MCL 169.261, there is appropriated from  
25 the general fund to the state campaign fund an amount equal to the  
26 amounts designated for tax year 2016. Except as otherwise provided  
27 in this section, the amount appropriated shall not revert to the

1 general fund and shall remain in the state campaign fund. Any  
2 amounts remaining in the state campaign fund in excess of  
3 \$10,000,000.00 on December 31 shall revert to the general fund.

4 Sec. 916. The department of treasury may make available to  
5 interested entities otherwise unavailable customized unclaimed  
6 property listings of nonconfidential information in its possession.  
7 The charge for this information is as follows: 1 to 100,000 records  
8 at 2.5 cents per record and 100,001 or more records at .5 cents per  
9 record. The revenue received from this service shall be deposited  
10 to the appropriate revenue account or fund. The department shall  
11 submit an annual report on or before June 1 to the state budget  
12 director and the senate and house of representatives standing  
13 committees on appropriations that states the amount of revenue  
14 received from the sale of information.

15 Sec. 917. (1) There is appropriated for write-offs and  
16 advances an amount equal to total write-offs and advances for  
17 departmental programs, but not to exceed current year  
18 authorizations that would otherwise lapse to the general fund.

19 (2) The department of treasury shall submit a report for the  
20 immediately preceding fiscal year to the state budget director and  
21 the senate and house fiscal agencies not later than November 30  
22 stating the amounts appropriated for write-offs and advances under  
23 subsection (1).

24 Sec. 919. (1) From funds appropriated in part 1, the  
25 department of treasury may contract with private auditing firms to  
26 audit for and collect unclaimed property due this state in  
27 accordance with the uniform unclaimed property act, 1995 PA 29, MCL

1 567.221 to 567.265. In addition to the amounts appropriated in part  
2 1 to the department of treasury, there are appropriated amounts  
3 necessary to fund auditing and collection costs and fees not to  
4 exceed 12% of the collections, or a lesser amount as prescribed by  
5 the contract. The appropriation to fund collection costs and fees  
6 for the auditing and collection of unclaimed property due this  
7 state is from the fund or account to which the revenues being  
8 collected are recorded or dedicated.

9 (2) The department of treasury shall submit a report for the  
10 immediately preceding fiscal year ending September 30 to the state  
11 budget director and the senate and house of representatives  
12 standing committees on appropriations not later than November 30  
13 stating the auditing firms employed, the amount of collections for  
14 each, the costs of collection, and other pertinent information  
15 relating to determining whether this authority should be continued.

16 Sec. 920. (1) The department of treasury shall produce a  
17 listing of all personal property tax reimbursement payments to be  
18 distributed by the local community stabilization authority related  
19 to property taxes levied in the current calendar year and shall  
20 post the list of payments on the department website by September  
21 30.

22 (2) The department of treasury shall prepare a written notice  
23 that describes the potential for adjustments in personal property  
24 tax reimbursement payments that will affect the subsequent payment.  
25 The department shall provide the notice to the local community  
26 stabilization authority by March 31.

27 (3) The local community stabilization authority shall

1 distribute the notice prepared under subsection (2) to all  
2 municipalities by April 30. The notice may be distributed  
3 electronically.

4       Sec. 924. (1) In addition to the funds appropriated in part 1,  
5 the department of treasury may receive and expend principal  
6 residence audit fund revenue for administration of principal  
7 residence audits under the general property tax act, 1893 PA 206,  
8 MCL 211.1 to 211.155.

9       (2) The department of treasury shall submit a report for the  
10 immediately preceding fiscal year to the state budget director and  
11 the senate and house fiscal agencies not later than December 31  
12 stating the amount of exemptions denied and the revenue received  
13 under the program.

14       Sec. 926. Unexpended appropriations of the John R. Justice  
15 grant program are designated as work project appropriations and  
16 shall not lapse at the end of the fiscal year and shall continue to  
17 be available for expenditure until the project has been completed.  
18 The following is in compliance with section 451a of the management  
19 and budget act, 1984 PA 431, MCL 18.1451a:

20       (a) The purpose of the project is to provide student loan  
21 forgiveness to qualified public defenders and prosecutors.

22       (b) The project will be accomplished by utilizing state  
23 employees or contracts with private vendors, or both.

24       (c) The total estimated cost of the project is \$288,100.00.

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

26       Sec. 928. The department of treasury may provide receipt,  
27 warrant and cash processing, data, collection, investment, fiscal

1 agent, levy and warrant cost assessment, writ of garnishment, and  
2 other user services on a contractual basis for other principal  
3 executive departments and state agencies. Funds for the services  
4 provided are appropriated and shall be expended for salaries and  
5 wages, fees, supplies, and equipment necessary to provide the  
6 services. Any unobligated balance of the funds received shall  
7 revert to the general fund of this state as of September 30.

8       Sec. 930. (1) The department of treasury shall provide  
9 accounts receivable collections services to other principal  
10 executive departments and state agencies under 1927 PA 375, MCL  
11 14.131 to 14.134. The department of treasury shall deduct a fee  
12 equal to the cost of collections from all receipts except  
13 unrestricted general fund collections. Fees shall be credited to a  
14 restricted revenue account and appropriated to the department of  
15 treasury to pay for the cost of collections. The department of  
16 treasury shall maintain accounting records in sufficient detail to  
17 enable the respective accounts to be reimbursed periodically for  
18 fees deducted that are determined by the department of treasury to  
19 be surplus to the actual cost of collections.

20       (2) The department of treasury shall submit a report for the  
21 immediately preceding fiscal year to the state budget director and  
22 the senate and house fiscal agencies not later than November 30  
23 stating the principal executive departments and state agencies  
24 served, funds collected, and costs of collection under subsection  
25 (1).

26       Sec. 931. (1) The appropriation in part 1 to the department of  
27 treasury for treasury fees shall be assessed against all restricted

1 funds that receive common cash earnings or other investment income.  
2 Treasury fees include all costs, including administrative overhead,  
3 relating to the investment of each restricted fund. The fee  
4 assessed against each restricted fund will be based on the size of  
5 the restricted fund (the absolute value of the average daily cash  
6 balance plus the market value of investments in the prior fiscal  
7 year) and the level of effort necessary to maintain the restricted  
8 fund as required by each department. The department of treasury  
9 shall provide a report to the state budget director, the senate and  
10 house of representatives standing committees on appropriations  
11 subcommittees on general government, and the senate and house  
12 fiscal agencies by November 30 of each year identifying the fees  
13 assessed against each restricted fund and the methodology used for  
14 assessment.

15 (2) In addition to the funds appropriated in part 1, the  
16 department of treasury may receive and expend investment fees  
17 relating to new restricted funding sources that participate in  
18 common cash earnings or other investment income during the current  
19 fiscal year. When a new restricted fund is created starting on or  
20 after October 1, that restricted fund shall be assessed a fee using  
21 the same criteria identified in subsection (1).

22 Sec. 932. Revenue received under the Michigan education trust  
23 act, 1986 PA 316, MCL 390.1421 to 390.1442, may be expended by the  
24 board of directors of the Michigan education trust for necessary  
25 salaries, wages, supplies, contractual services, equipment,  
26 worker's compensation insurance premiums, and grants to the civil  
27 service commission and state employees' retirement fund.

1       Sec. 934. (1) The department of treasury may expend revenues  
2 received under the hospital finance authority act, 1969 PA 38, MCL  
3 331.31 to 331.84, the shared credit rating act, 1985 PA 227, MCL  
4 141.1051 to 141.1076, the higher education facilities authority  
5 act, 1969 PA 295, MCL 390.921 to 390.934, the Michigan public  
6 educational facilities authority, Executive Reorganization Order  
7 No. 2002-3, MCL 12.192, the Michigan tobacco settlement finance  
8 authority act, 2005 PA 226, MCL 129.261 to 129.279, the land bank  
9 fast track act, 2003 PA 258, MCL 124.751 to 124.774, part 505 of  
10 the natural resources and environmental protection act, 1994 PA  
11 451, MCL 324.50501 to 324.50522, the state housing development  
12 authority act of 1966, 1966 PA 346, MCL 125.1401 to 125.1499c, and  
13 the Michigan finance authority, Executive Reorganization Order No.  
14 2010-2, MCL 12.194, for necessary salaries, wages, supplies,  
15 contractual services, equipment, worker's compensation insurance  
16 premiums, grants to the civil service commission and state  
17 employees' retirement fund, and other expenses as allowed under  
18 those acts.

19       (2) The department of treasury shall report by January 31 to  
20 the senate and house appropriations subcommittees, the senate and  
21 house fiscal agencies, and the state budget director on the amount  
22 and purpose of expenditures made under subsection (1) from funds  
23 received in addition to those appropriated in part 1. The report  
24 shall also include a listing of reimbursement of revenue, if any.  
25 The report shall cover the previous fiscal year.

26       Sec. 935. The funds appropriated in part 1 for dual enrollment  
27 payments for an eligible student enrolled in a state-approved



1 nonpublic school shall be distributed as provided under the  
2 postsecondary enrollment options act, 1996 PA 160, MCL 388.511 to  
3 388.524, and the career and technical preparation act, 2000 PA 258,  
4 MCL 388.1901 to 388.1913, in a form and manner as determined by the  
5 department of treasury.

6       Sec. 936. (1) The funds appropriated in part 1 for financial  
7 data analytical tool reimbursement shall be used for the  
8 reimbursement to counties, cities, villages, and townships for the  
9 licensing of data analytical tools described under this section.  
10 The reimbursement is for those entities that choose to use data  
11 analytical tools to assist the jurisdiction and that enter into a  
12 new or continue an existing licensing agreement for a data  
13 analytical tool with 1 of the vendors approved by the department of  
14 technology, management, and budget under subsection (2) by October  
15 15, 2017. Funds allocated under this section are intended to  
16 provide counties, cities, villages, and townships with financial  
17 forecasting and transparency reporting tools to help improve the  
18 financial health of districts and to improve communication with the  
19 public, resulting in increased fund balances for counties, cities,  
20 villages, and townships.

21       (2) Not later than October 15, 2017, the department of  
22 technology, management, and budget shall review vendors for data  
23 analytical tools and provide counties, cities, villages, and  
24 townships with a list of at least 2 and up to 4 approved vendors  
25 for a reimbursement paid under this section. For a vendor to be  
26 eligible for reimbursement paid under this section, its financial  
27 data analytical tool must do both of the following:

1 (a) Analyze financial data.

2 (b) Provide an early warning measure.

3 Sec. 937. From the funds appropriated in part 1, the  
4 department of treasury shall submit a report to the state budget  
5 director and the senate and house standing committees on  
6 appropriations not later than March 31 regarding the performance of  
7 the Michigan accounts receivable collections system. The report  
8 shall include, but is not limited to:

9 (a) Information regarding the effectiveness of the  
10 department's current collection strategies, including use of  
11 vendors or contractors.

12 (b) The amount of delinquent accounts and collection referrals  
13 to vendors and contractors.

14 (c) The liquidation rates for declining delinquent accounts.

15 (d) The profile of uncollected delinquent accounts, including  
16 specific uncollected amounts by category.

17 (e) The department's strategy to manage delinquent accounts  
18 once those accounts exceed the vendor's or contractor's contracted  
19 collectible period.

20 (f) A summary of the strategies used in other states,  
21 including, but not limited to, secondary placement services, and  
22 assessing the benefits of those strategies.

23 Sec. 938. From the funds appropriated in part 1 for Nextgen  
24 911, the department shall provide funding to Nextgen 911 projects  
25 that are approved by the public service commission.

26 Sec. 941. (1) The department of treasury, in conjunction with  
27 the Michigan strategic fund, shall report to the senate and house

1 of representatives appropriations subcommittees on general  
2 government, the senate and house fiscal agencies, and the state  
3 budget office by November 1 on the annual cost of the Michigan  
4 economic growth authority tax credits. The report shall include for  
5 each year the board-approved credit amount, adjusted for credit  
6 amendments where applicable, and the actual and projected value of  
7 tax credits for each year from 1995 to the expiration of the credit  
8 program. For years for which credit claims are complete, the report  
9 shall include the total of actual certificated credit amounts. For  
10 years for which claims are still pending or not yet submitted, the  
11 report shall include a combination of actual credits where  
12 available and projected credits. Credit projections shall be based  
13 on updated estimates of employees, wages, and benefits for eligible  
14 companies.

15 (2) In addition to the report under subsection (1), the  
16 department of treasury, in conjunction with the Michigan strategic  
17 fund, shall report to the senate and house of representatives  
18 appropriations subcommittees on general government, the senate and  
19 house fiscal agencies, and the state budget office by November 1 on  
20 the annual cost of all other certificated credits by program, for  
21 each year until the credits expire or can no longer be collected.  
22 The report shall include estimates on the brownfield redevelopment  
23 credit, film credits, MEGA photovoltaic technology credit, MEGA  
24 polycrystalline silicon manufacturing credit, MEGA vehicle battery  
25 credit, and other certificated credits.

26 Sec. 944. If the department of treasury hires a pension plan  
27 consultant using any of the funds appropriated in part 1, the

1 department shall retain any report provided to the department by  
2 that consultant and shall make that report available upon request  
3 to the senate and house of representatives standing committees on  
4 appropriations subcommittees on general government, the senate and  
5 house fiscal agencies, and the state budget director.

6 Sec. 945. The department of treasury shall conduct a review of  
7 local unit assessment administration practices, procedures, and  
8 records, also known as the audit of minimal assessing requirements,  
9 in each assessment jurisdiction a minimum of once every 5 years.

10 Sec. 946. Revenue collected in the convention facility  
11 development fund is appropriated and shall be distributed under  
12 sections 8 and 9 of the state convention facility development act,  
13 1985 PA 106, MCL 207.628 and 207.629.

14 Sec. 947. Financial independence teams shall cooperate with  
15 the financial responsibility section to coordinate and streamline  
16 efforts in identifying and addressing fiscal emergencies in school  
17 districts and intermediate school districts.

18 Sec. 948. Total authorized appropriations from all department  
19 of treasury sources under part 1 for legacy costs for the fiscal  
20 year ending September 30, 2018 are \$43,024,600.00. From this  
21 amount, total agency appropriations for pension-related legacy  
22 costs are estimated at \$22,140,700.00. Total agency appropriations  
23 for retiree health care legacy costs are estimated at  
24 \$20,883,900.00.

25 Sec. 949. (1) From the funds appropriated in part 1, the  
26 department of treasury may contract with private agencies to  
27 prevent the disbursement of fraudulent tax refunds. In addition to

1 the amounts appropriated in part 1 to the department of treasury,  
2 there are appropriated amounts necessary to pay contract costs or  
3 fund operations designed to reduce fraudulent income tax refund  
4 payments not to exceed \$1,600,000.00 of the refunds identified as  
5 potentially fraudulent and for which payment of the refund is  
6 denied. The appropriation to fund fraud prevention efforts is from  
7 the fund or account to which the revenues being collected are  
8 recorded or dedicated.

9 (2) The department of treasury shall submit a report for the  
10 immediately preceding fiscal year ending September 30 to the state  
11 budget director and the senate and house of representatives  
12 standing committees on appropriations not later than November 30  
13 stating the number of refund claims denied due to the fraud  
14 prevention operations, the amount of refunds denied, the costs of  
15 the fraud prevention operations, and other pertinent information  
16 relating to determining whether this authority should be continued.

17 Sec. 949d. (1) From the funds appropriated in part 1 for  
18 financial review commission, the department shall continue  
19 financial review commission efforts in the current fiscal year. The  
20 purpose of the funding is to provide ongoing costs associated with  
21 the operation of the commission.

22 (2) The department shall identify specific outcomes and  
23 performance measures for this initiative, including, but not  
24 limited to, the department's ability to perform a critical fiscal  
25 review to ensure the city of Detroit does not reenter distress  
26 following its exit from bankruptcy and to ensure that the community  
27 district does not enter distress and maintains a balanced budget.

1       Sec. 949e. From the funds appropriated in part 1 for the state  
2   essential services assessment program, the department of treasury  
3   shall administer the state essential services assessment program.  
4   The program will provide the department the ability to collect the  
5   state essential services assessment which is a phased-in  
6   replacement of locally collected personal property taxes on  
7   eligible manufacturing personal property.

8       Sec. 949f. Revenue from the tobacco products tax act, 1993 PA  
9   327, MCL 205.421 to 205.436, related to counties with a 2000  
10   population of more than 2,000,000 is appropriated and shall be  
11   distributed under section 12(4)(d) of the tobacco products tax act,  
12   1993 PA 327, MCL 205.432.

13       Sec. 949h. Revenue from the medical marihuana facilities  
14   licensing act, 2016 PA 281, MCL 333.27101 to 333.27801, is  
15   appropriated and shall be distributed in accordance with the  
16   provision in part 6 of the medical marihuana facilities licensing  
17   act, 2016 PA 281, MCL 333.27601 to 333.27605.

18       Sec. 949i. From the funds appropriated in part 1 for  
19   additional staff in city income tax administration, the department  
20   shall expand individual income tax returns to 1 additional city to  
21   leveraging capabilities to assist cities with their taxation  
22   efforts.

23       Sec. 949j. All funds in the wrongful imprisonment compensation  
24   fund created in the wrongful imprisonment compensation act, 2016 PA  
25   343, MCL 691.1751 to 691.1757, are appropriated and available for  
26   expenditure. Expenditures are limited to support wrongful  
27   imprisonment compensation payments pursuant to the provisions of

1 section 6 of the wrongful imprisonment compensation act, 2016 PA  
2 343, MCL 691.1756.

3 **REVENUE SHARING**

4 Sec. 950. The funds appropriated in part 1 for constitutional  
5 revenue sharing shall be distributed by the department of treasury  
6 to cities, villages, and townships, as required under section 10 of  
7 article IX of the state constitution of 1963. Revenue collected in  
8 accordance with section 10 of article IX of the state constitution  
9 of 1963 in excess of the amount appropriated in part 1 for  
10 constitutional revenue sharing is appropriated for distribution to  
11 cities, villages, and townships, on a population basis as required  
12 under section 10 of article IX of the state constitution of 1963.

13 Sec. 952. (1) The funds appropriated in part 1 for city,  
14 village, and township revenue sharing are for grants to cities,  
15 villages, and townships such that, subject to fulfilling the  
16 requirements under subsection (3), each city, village, or township  
17 is eligible to receive 101% of its eligible payment under section  
18 952 of article VIII of 2016 PA 268. For purposes of this  
19 subsection, any city, village, or township that completely merges  
20 with another city, village, or township will be treated as a single  
21 entity, such that when determining the eligible payment under  
22 section 952 of article VIII of 2016 PA 268 for the combined single  
23 entity, the amount each of the merging local units was eligible to  
24 receive under section 952 of article VIII of 2016 PA 268 is summed.  
25 For purposes of this subsection, population is determined in the  
26 same manner as under section 3 of the Glenn Steil state revenue  
27 sharing act of 1971, 1971 PA 140, MCL 141.903. In addition, any

1 city or village that according to the 2010 federal decennial census  
2 is determined to have population in more than 1 county shall be  
3 treated as a single entity when determining the eligible payment  
4 under section 952 of article VIII of 2016 PA 268.

5 (2) The funds appropriated in part 1 for the county incentive  
6 program are to be used for grants to counties such that each county  
7 is eligible to receive an amount equal to 20% of the amount by  
8 which the balance in its revenue sharing reserve fund under section  
9 44a of the general property tax act, 1893 PA 206, MCL 211.44a, for  
10 the county's most recent fiscal year that ends prior to the January  
11 1 of the state's fiscal year is less than the amount calculated  
12 under section 44a(14) of the general property tax act, 1893 PA 206,  
13 MCL 211.44a, for the county fiscal year that begins in the state's  
14 fiscal year. The amount calculated under this subsection shall be  
15 adjusted as necessary to reflect partial county fiscal years and  
16 prorated based on the total amount appropriated for distribution to  
17 all eligible counties. Except as otherwise provided under this  
18 subsection, payments under this subsection will be distributed to  
19 an eligible county subject to the county's fulfilling the  
20 requirements under subsection (3).

21 (3) For purposes of accountability and transparency, each  
22 eligible city, village, township, or county shall certify by  
23 December 1, or the first day of a payment month, that it has  
24 produced a citizen's guide of its most recent local finances,  
25 including a recognition of its unfunded liabilities; a performance  
26 dashboard; a debt service report containing a detailed listing of  
27 its debt service requirements, including, at a minimum, the



1 issuance date, issuance amount, type of debt instrument, a listing  
2 of all revenues pledged to finance debt service by debt instrument,  
3 and a listing of the annual payment amounts until maturity; and a  
4 projected budget report, including, at a minimum, the current  
5 fiscal year and a projection for the immediately following fiscal  
6 year. The projected budget report shall include revenues and  
7 expenditures and an explanation of the assumptions used for the  
8 projections. Each eligible city, village, township, or county shall  
9 include in any mailing of general information to its citizens the  
10 internet website address location for its citizen's guide,  
11 performance dashboard, debt service report, and projected budget  
12 report or the physical location where these documents are available  
13 for public viewing in the city, village, township, or county  
14 clerk's office. Each city, village, township, and county applying  
15 for a payment under this subsection shall submit a copy of the  
16 performance dashboard, a copy of the debt service report, and a  
17 copy of the projected budget report to the department of treasury.  
18 In addition, each eligible city, village, township, or county  
19 applying for a payment under this subsection shall either submit a  
20 copy of the citizen's guide or certify that the city, village,  
21 township, or county will be utilizing the department of treasury's  
22 online citizen's guide. The department of treasury shall develop  
23 detailed guidance for a city, village, township, or county to  
24 follow to meet the requirements of this subsection. The detailed  
25 guidance shall be posted on the department of treasury website and  
26 distributed to cities, villages, townships, and counties by October  
27 1.

1           (4) City, village, and township revenue sharing payments and  
2 county incentive program payments are subject to the following  
3 conditions:

4           (a) The city, village, township, or county shall certify to  
5 the department that it has met the required criteria for subsection  
6 (3) and submitted the required citizen's guide, performance  
7 dashboard, debt service report, and projected budget report as  
8 required by subsection (3). A department of treasury review of the  
9 citizen's guide, dashboard, or reports is not required in order for  
10 a city, village, township, or county to receive a payment under  
11 subsection (1) or (2). The department shall develop a certification  
12 process and method for cities, villages, townships, and counties to  
13 follow.

14           (b) Subject to subdivisions (c), (d), and (e), if a city,  
15 village, township, or county meets the requirements of subsection  
16 (3), the city, village, township, or county shall receive its full  
17 potential payment under this section.

18           (c) Cities, villages, and townships eligible to receive a  
19 payment under subsection (1) shall receive 1/6 of their eligible  
20 payment on the last business day of October, December, February,  
21 April, June, and August. Payments under subsection (1) shall be  
22 issued to cities, villages, and townships until the specified due  
23 date for subsection (3). After the specified due date for  
24 subsection (3), payments shall be made to a city, village, or  
25 township only if that city, village, or township has complied with  
26 subdivision (a).

27           (d) Payments under subsection (2) shall be issued to counties

1 until the specified due date for subsection (3). After the  
2 specified due date for subsection (3), payments shall be made to a  
3 county only if that county has complied with subdivision (a).

4 (e) If a city, village, township, or county does not provide  
5 the required certification, citizen's guide, performance dashboard,  
6 debt service report, and projected budget report by the first day  
7 of a payment month, the city, village, township, or county shall  
8 forfeit the payment in that payment month.

9 (f) Any city, village, township, or county that falsifies  
10 certification documents shall forfeit any future city, village, and  
11 township revenue sharing payments or county incentive program  
12 payments and shall repay to this state all payments it has received  
13 under this section.

14 (g) City, village, and township revenue sharing payments and  
15 county incentive program payments under this section shall be  
16 distributed on the last business day of October, December,  
17 February, April, June, and August.

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

21 (5) The unexpended funds appropriated in part 1 for city,  
22 village, and township revenue sharing and the county incentive  
23 program shall be available for expenditure under the program for  
24 financially distressed cities, villages, or townships after the  
25 approval of transfers by the legislature pursuant to section 393(2)  
26 of the management and budget act, 1984 PA 431, MCL 18.1393.

27 Sec. 955. (1) The funds appropriated in part 1 for county

1 revenue sharing shall be distributed by the department of treasury  
2 so that each eligible county receives a payment equal to 101.986%  
3 of the amount determined pursuant to the Glenn Steil state revenue  
4 sharing act of 1971, 1971 PA 140, MCL 141.901 to 141.921, less the  
5 amount for which the county is eligible under section 952(2). The  
6 amount calculated under this subsection shall be adjusted as  
7 necessary to reflect partial county fiscal years and prorated based  
8 on the total amount appropriated for distribution to all eligible  
9 counties.

10 (2) The department of treasury shall annually certify to the  
11 state budget director the amount each county is authorized to  
12 expend from its revenue sharing reserve fund.

13 Sec. 956. (1) The funds appropriated in part 1 for financially  
14 distressed cities, villages, or townships shall be granted by the  
15 department of treasury to cities, villages, or townships that have  
16 1 or more conditions that indicate probable financial distress, as  
17 determined by the department of treasury. A city, village, or  
18 township with 1 or more conditions that indicate probable financial  
19 distress may apply in a manner determined by the department of  
20 treasury for a grant to pay for specific projects or services that  
21 move the city, village, or township toward financial stability.  
22 Grants are to be used for specific projects or services that move  
23 the city, village, or township toward financial stability. The  
24 city, village, or township may use, but is not limited to using,  
25 the grants under this section to make payments to reduce unfunded  
26 accrued liability; to repair or replace critical infrastructure and  
27 equipment owned or maintained by the city, village, or township; to

1 reduce debt obligations; or for costs associated with a transition  
2 to shared services with another jurisdiction. The department of  
3 treasury shall award no more than \$2,000,000.00 to any city,  
4 village, or township under this section.

5 (2) The department of treasury shall provide a report to the  
6 senate and house of representatives appropriations subcommittees on  
7 general government, the senate and house fiscal agencies, and the  
8 state budget office by March 31. The report shall include a list by  
9 grant recipient of the date each grant was approved, the amount of  
10 the grant, and a description of the project or projects that will  
11 be paid by the grant.

12 (3) The unexpended funds appropriated in part 1 for  
13 financially distressed cities, villages, or townships are  
14 designated as a work project appropriation, and any unencumbered or  
15 unallotted funds shall not lapse at the end of the fiscal year and  
16 shall be available for expenditure for projects under this section  
17 until the projects have been completed. The following is in  
18 compliance with section 451a of the management and budget act, 1984  
19 PA 431, MCL 18.1451a:

20 (a) The purpose of the project is to provide assistance to  
21 financially distressed cities, villages, or townships under this  
22 section.

23 (b) The projects will be accomplished by grants to cities,  
24 villages, and townships approved by the department of treasury.

25 (c) The total estimated cost of all projects is \$5,000,000.00.

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

27 **BUREAU OF STATE LOTTERY**

1       Sec. 960. In addition to the funds appropriated in part 1 to  
2 the bureau of state lottery, there is appropriated from state  
3 lottery fund revenues the amount necessary for, and directly  
4 related to, implementing and operating lottery games under the  
5 McCauley-Traxler-Law-Bowman-McNeely lottery act, 1972 PA 239, MCL  
6 432.1 to 432.47, and activities under the Traxler-McCauley-Law-  
7 Bowman bingo act, 1972 PA 382, MCL 432.101 to 432.120, including  
8 expenditures for contractually mandated payments for vendor  
9 commissions, contractually mandated payments for instant tickets  
10 intended for resale, the contractual costs of providing and  
11 maintaining the online system communications network, and incentive  
12 and bonus payments to lottery retailers.

13       Sec. 964. For the bureau of state lottery, there is  
14 appropriated 1% of the lottery's prior fiscal year's gross sales  
15 for promotion and advertising.

#### 16 **CASINO GAMING**

17       Sec. 971. From the revenue collected by the Michigan gaming  
18 control board regarding the total annual assessment of each casino  
19 licensee, \$2,000,000.00 is appropriated and shall be deposited in  
20 the compulsive gaming prevention fund as described in section  
21 12a(5) of the Michigan gaming control and revenue act, 1996 IL 1,  
22 MCL 432.212a.

23       Sec. 973. (1) Funds appropriated in part 1 for local  
24 government programs may be used to provide assistance to a local  
25 revenue sharing board referenced in an agreement authorized by the  
26 Indian gaming regulatory act, Public Law 100-497.

27       (2) A local revenue sharing board described in subsection (1)

1 shall comply with the open meetings act, 1976 PA 267, MCL 15.261 to  
2 15.275, and the freedom of information act, 1976 PA 442, MCL 15.231  
3 to 15.246.

4 (3) A county treasurer is authorized to receive and administer  
5 funds received for and on behalf of a local revenue sharing board.  
6 Funds appropriated in part 1 for local government programs may be  
7 used to audit local revenue sharing board funds held by a county  
8 treasurer. This section does not limit the ability of local units  
9 of government to enter into agreements with federally recognized  
10 Indian tribes to provide financial assistance to local units of  
11 government or to jointly provide public services.

12 (4) A local revenue sharing board described in subsection (1)  
13 shall comply with all applicable provisions of any agreement  
14 authorized by the Indian gaming regulatory act, Public Law 100-497,  
15 in which the local revenue sharing board is referenced, including,  
16 but not limited to, the disbursal of tribal casino payments  
17 received under applicable provisions of the tribal-state class III  
18 gaming compact in which those funds are received.

19 (5) The director of the department of state police and the  
20 executive director of the Michigan gaming control board are  
21 authorized to assist the local revenue sharing boards in  
22 determining allocations to be made to local public safety  
23 organizations.

24 (6) The Michigan gaming control board shall submit a report by  
25 September 30 to the senate and house of representatives standing  
26 committees on appropriations and the state budget director on the  
27 receipts and distribution of revenues by local revenue sharing

1 boards.

2       Sec. 974. If revenues collected in the state services fee fund  
3 are less than the amounts appropriated from the fund, available  
4 revenues shall be used to fully fund the appropriation in part 1  
5 for casino gaming regulation activities before distributions are  
6 made to other state departments and agencies. If the remaining  
7 revenue in the fund is insufficient to fully fund appropriations to  
8 other state departments or agencies, the shortfall shall be  
9 distributed proportionally among those departments and agencies.

10       Sec. 976. The executive director of the Michigan gaming  
11 control board may pay rewards of not more than \$5,000.00 to a  
12 person who provides information that results in the arrest and  
13 conviction on a felony or misdemeanor charge for a crime that  
14 involves the horse racing industry. A reward paid pursuant to this  
15 section shall be paid out of the appropriation in part 1 for the  
16 racing commission.

17       Sec. 977. All appropriations from the Michigan agriculture  
18 equine industry development fund, except for the racing commission  
19 appropriations, shall be reduced proportionately if revenues to the  
20 Michigan agriculture equine industry development fund decline  
21 during the current fiscal year to a level lower than the amount  
22 appropriated in part 1.

23       Sec. 978. The Michigan gaming control board shall use actual  
24 expenditure data in determining the actual regulatory costs of  
25 conducting racing dates and shall provide that data to the senate  
26 and house appropriations subcommittees on agriculture and general  
27 government, the state budget office, and the senate and house



1 fiscal agencies. The Michigan gaming control board shall not be  
2 reimbursed for more than the actual regulatory cost of conducting  
3 race dates. If a certified horsemen's organization funds more than  
4 the actual regulatory cost, the balance shall remain in the  
5 agriculture equine industry development fund to be used to fund  
6 subsequent race dates conducted by race meeting licensees with  
7 which the certified horsemen's organization has contracts. If a  
8 certified horsemen's organization funds less than the actual  
9 regulatory costs of the additional horse racing dates, the Michigan  
10 gaming control board shall reduce the number of future race dates  
11 conducted by race meeting licensees with which the certified  
12 horsemen's organization has contracts. Prior to the reduction in  
13 the number of authorized race dates due to budget deficits, the  
14 executive director of the Michigan gaming control board shall  
15 provide notice to the certified horsemen's organizations with an  
16 opportunity to respond with alternatives. In determining actual  
17 costs, the Michigan gaming control board shall take into account  
18 that each specific breed may require different regulatory  
19 mechanisms.

20       Sec. 979. In addition to the funds appropriated in part 1, the  
21 Michigan gaming control board may receive and expend state lottery  
22 fund revenue in an amount not to exceed \$4,000,000.00 for necessary  
23 expenses incurred in the licensing and regulation of millionaire  
24 parties pursuant to Executive Order No. 2012-4. In accordance with  
25 section 8 of the Traxler-McCauley-Law-Bowman bingo act, 1972 PA  
26 382, MCL 432.108, the amount of necessary expenses shall not exceed  
27 the amount of revenue received under that act. The Michigan gaming

1 control board shall provide a report to the senate and house of  
2 representatives appropriations subcommittees on general government,  
3 the senate and house fiscal agencies, and the state budget office  
4 by April 15. The report shall include, but not be limited to, total  
5 expenditures related to the licensing and regulating of millionaire  
6 parties, steps taken to ensure charities are receiving revenue due  
7 to them, progress on promulgating rules to ensure compliance with  
8 the Traxler-McCauley-Law-Bowman bingo act, 1972 PA 382, MCL 432.101  
9 to 432.120, and any enforcement actions taken.

#### 10 **DEPARTMENT OF TALENT AND ECONOMIC DEVELOPMENT**

11       Sec. 980. (1) In addition to the funds appropriated in part 1,  
12 there is appropriated an amount not to exceed \$30,000,000.00 for  
13 federal contingency funds. These funds are not available for  
14 expenditure until they have been transferred to another line item  
15 in part 1 under section 393(2) of the management and budget act,  
16 1984 PA 431, MCL 18.1393.

17       (2) In addition to the funds appropriated in part 1, there is  
18 appropriated an amount not to exceed \$10,000,000.00 for state  
19 restricted contingency funds. These funds are not available for  
20 expenditure until they have been transferred to another line item  
21 in part 1 under section 393(2) of the management and budget act,  
22 1984 PA 431, MCL 18.1393.

23       (3) In addition to the funds appropriated in part 1, there is  
24 appropriated an amount not to exceed \$2,000,000.00 for local  
25 contingency funds. These funds are not available for expenditure  
26 until they have been transferred to another line item in part 1

1 under section 393(2) of the management and budget act, 1984 PA 431,  
2 MCL 18.1393.

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

9 Sec. 981. Total authorized appropriations from all sources  
10 under part 1 for legacy costs for the fiscal year ending September  
11 30 are \$32,357,000.00. From this amount, total agency  
12 appropriations for pension-related legacy costs are estimated at  
13 \$16,651,100.00. Total agency appropriations for retiree health care  
14 legacy costs are estimated at \$15,705,900.00.

15 **MICHIGAN STRATEGIC FUND - HOUSING AND COMMUNITY DEVELOPMENT**

16 Sec. 990. MSHDA shall annually present a report to the state  
17 budget office and the subcommittees on the status of the  
18 authority's housing production goals under all financing programs  
19 established or administered by the authority. The report shall give  
20 special attention to efforts to raise affordable multifamily  
21 housing production goals.

22 Sec. 994. In addition to the funds appropriated in part 1, the  
23 funds collected by state historic preservation programs for  
24 document reproduction and services and application fees are  
25 appropriated for all expenses necessary to provide the required  
26 services. These funds are available for expenditure when they are  
27 received and may be carried forward into the succeeding fiscal

1 year.

2       Sec. 995. In addition to the amounts appropriated in part 1,  
3 the land bank fast track authority may expend revenues received  
4 under the land bank fast track act, 2003 PA 258, MCL 124.751 to  
5 124.774, for the purposes authorized by the act, including, but not  
6 limited to, the acquisition, lease, management, demolition,  
7 maintenance, or rehabilitation of real or personal property,  
8 payment of debt service for notes or bonds issued by the authority,  
9 and other expenses to clear or quiet title property held by the  
10 authority.

11 **MICHIGAN STRATEGIC FUND**

12       Sec. 1005. In addition to the appropriations in part 1, Travel  
13 Michigan may receive and expend private revenue related to the use  
14 of "Pure Michigan" and all other copyrighted slogans and images.  
15 This revenue may come from the direct licensing of the name and  
16 image or from the royalty payments from various merchandise sales.  
17 Revenue collected is appropriated for the marketing of the state as  
18 a travel destination. The funds are available for expenditure when  
19 they are received by the department of treasury. The fund shall  
20 provide a report that lists the revenues by source received from  
21 the use of "Pure Michigan" and all other copyrighted slogans and  
22 images. The report shall provide a detailed list of expenditures of  
23 revenues received under this section. The report shall be provided  
24 to the appropriations subcommittees on general government, the  
25 fiscal agencies, and the state budget office by March 15.

26       Sec. 1007. (1) The fund shall provide reports to the relevant  
27 subcommittees, the state budget director, and the fiscal agencies

1 concerning the activities of the MEDC grants and investment  
2 programs financed from the fund using investment, Indian gaming  
3 revenues, or other revenues. The report shall provide a list of  
4 individual grants, loans, and investments made from the fund or by  
5 the MEDC from the funds appropriated in part 1 and shall include  
6 the name of the recipient, the amount awarded to the recipient, and  
7 the purpose of the grant. The activities report shall also include,  
8 but not be limited to, the following programs funded in part 1:

9 (a) Travel Michigan, including any expenditures authorized  
10 under section 89b of the Michigan strategic fund act, 1984 PA 270,  
11 MCL 125.2089b, to supplement the Michigan promotion program or Pure  
12 Michigan programs. The report shall include the number of  
13 commercials produced, the types of media purchased, and the target  
14 of tourism promotion used in Michigan tourism promotion material.

15 (b) Business attraction, retention, and growth, including any  
16 expenditures authorized under section 89b of the Michigan strategic  
17 fund act, 1984 PA 270, MCL 125.2089b, to supplement the Michigan  
18 business marketing program. The report shall include the number of  
19 commercials produced, the markets in which media buys have been  
20 made, and any web-based products that were created as a result of  
21 this appropriation.

22 (c) Community development block grants.

23 (d) Strategic fund administration.

24 (e) Renaissance zones.

25 (f) 21st century investment program.

26 (g) Michigan business development program.

27 (h) Community revitalization program.

1 (i) Core community fund.

2 (j) Any other programs of the fund.

3 (k) The budget of the MSF and MEDC for the previous fiscal  
4 year, including a list of all corporate revenue received by source,  
5 all expenditures by core focus for the year, the number of FTE  
6 positions at the MEDC, the corporate fund balance remaining at the  
7 end of the fiscal year, the total amount of work project funding  
8 spent during the previous fiscal year, all work projected funding  
9 that is being carried forward, and the difference between the  
10 enacted budget and final expenditures for the previous fiscal year.

11 (2) As a condition of the expenditure of funds appropriated in  
12 part 1 for business attraction and community revitalization, the  
13 fund shall submit a report to the chairpersons of the senate and  
14 house of representatives standing committees on appropriations, the  
15 chairpersons of the senate and house of representatives standing  
16 committees on appropriations subcommittees on general government,  
17 the senate and house fiscal agencies, and the state budget office  
18 that provides performance metrics for the Michigan business  
19 development program and community revitalization program. The  
20 report shall include, but is not limited to, all of the following  
21 for all appropriated funds that are available during the fiscal  
22 year:

23 (a) Total verified jobs created, as required by statute,  
24 compared to total committed jobs.

25 (b) Total actual private investment compared to total  
26 projected private investment.

27 (c) An estimate of the return on investment to the state as a

1 result of the incentives.

2 (d) A listing of projects previously awarded incentives that  
3 were revoked and the reason for revocation.

4 (e) A listing of projects that had incentive contracts amended  
5 by the fund or MEDC. The listing shall include a detailed listing  
6 of the amendments made to the contract.

7 (3) The reports in subsections (1) and (2) shall be submitted  
8 by March 15. The report for each program in subsection (1)(a)  
9 through (j) shall include details on all revenue sources, actual  
10 expenditures, and number of FTEs for that program for the previous  
11 fiscal year. For any programs operated under the Michigan strategic  
12 fund act, the requirements in subsections (1), (2)(a), and (2)(b)  
13 may be met if the report required under section 9 of the Michigan  
14 strategic fund act, 1984 PA 270, MCL 125.2009, is provided by March  
15 15.

16 Sec. 1008. As a condition of receiving funds under part 1, any  
17 interlocal agreement entered into by the fund shall include  
18 language which states that if a local unit of government has a  
19 contract or memorandum of understanding with a private economic  
20 development agency, the MEDC will work cooperatively with that  
21 private organization in that local area.

22 Sec. 1009. (1) Of the funds appropriated to the fund or  
23 through grants to the MEDC, no funds shall be expended for the  
24 purchase of options on land or the purchase of land unless at least  
25 1 of the following conditions applies:

26 (a) The land is located in an economically distressed area.

27 (b) The land is obtained through a purchase or exercise of an

1 option at the invitation of the local unit of government and local  
2 economic development agency.

3 (2) Consideration may be given to purchases where the proposed  
4 use of the land is consistent with a regional land use plan, will  
5 result in the redevelopment of an economically distressed area, can  
6 be supported by existing infrastructure, and will not cause shifts  
7 in population away from the area's population centers.

8 (3) As used in this section, "economically distressed area"  
9 means an area in a city, village, or township that has been  
10 designated as blighted; a city, village, or township that shows  
11 negative population change from 1970 and a poverty rate and  
12 unemployment rate greater than the statewide average; or an area  
13 certified as a neighborhood enterprise zone under the neighborhood  
14 enterprise zone act, 1992 PA 147, MCL 207.771 to 207.786.

15 Sec. 1010. As a condition for receiving funds in part 1, not  
16 later than March 15, the fund shall provide a report for the  
17 immediately preceding fiscal year on the jobs for Michigan  
18 investment fund, created in section 88h of the Michigan strategic  
19 fund act, 1984 PA 270, MCL 125.2088h. The report shall be submitted  
20 to the chairpersons of the senate and house of representatives  
21 standing committees on appropriations, the chairpersons of the  
22 senate and house of representatives standing committees on  
23 appropriations subcommittees on general government, the senate and  
24 house fiscal agencies, and the state budget office. The report  
25 shall include, but is not limited to, all of the following:

26 (a) A detailed listing of revenues, by fund source, to the  
27 jobs for Michigan investment fund. The listing shall include the



1 manner and reason for which the funds were appropriated to the jobs  
2 for Michigan investment fund.

3 (b) A detailed listing of expenditures, by project, from the  
4 jobs for Michigan investment fund.

5 (c) A fiscal year-end balance of the jobs for Michigan  
6 investment fund.

7 Sec. 1011. (1) From the appropriations in part 1 to the fund  
8 and granted or transferred to the MEDC, any unexpended or  
9 unencumbered balance shall be disposed of in accordance with the  
10 requirements in the management and budget act, 1984 PA 431, MCL  
11 18.1101 to 18.1594, unless carryforward authorization has been  
12 otherwise provided for.

13 (2) Any encumbered funds shall be used for the same purposes  
14 for which funding was originally appropriated in this part and part  
15 1.

16 Sec. 1012. (1) As a condition of receiving funds under part 1,  
17 the fund shall ensure that the MEDC and the fund comply with all of  
18 the following:

19 (a) The freedom of information act, 1976 PA 442, MCL 15.231 to  
20 15.246.

21 (b) The open meetings act, 1976 PA 267, MCL 15.261 to 15.275.

22 (c) Annual audits of all financial records by the auditor  
23 general or his or her designee.

24 (d) All reports required by law to be submitted to the  
25 legislature.

26 (2) If the MEDC is unable for any reason to perform duties  
27 under this part, the fund may exercise those duties.

1       Sec. 1013. As a condition for receiving the appropriations in  
2 part 1, any staff of the MEDC involved in private fund-raising  
3 activities shall not be party to any decisions regarding the  
4 awarding of grants, incentives, or tax abatements from the fund,  
5 the MEDC, or the Michigan economic growth authority.

6       Sec. 1020. Federal pass-through funds to local institutions  
7 and governments that are received in amounts in addition to those  
8 included in part 1 and that do not require additional state  
9 matching funds are appropriated for the purposes intended. The  
10 department may carry forward into the succeeding fiscal year  
11 unexpended federal pass-through funds to local institutions and  
12 governments that do not require additional state matching funds.  
13 The department shall report the amount and source of the funds to  
14 the senate and house appropriation subcommittees on general  
15 government, the senate and house fiscal agencies, and the state  
16 budget office within 10 business days after receiving any  
17 additional pass-through funds.

18       Sec. 1024. From the funds appropriated in part 1 for business  
19 attraction and community revitalization, not less than  
20 \$20,000,000.00 shall be granted by the fund board for brownfield  
21 redevelopment and historic preservation projects under the  
22 community revitalization program authorized by chapter 8C of the  
23 Michigan strategic fund act, 1984 PA 270, MCL 125.2090 to  
24 125.2090d.

25       Sec. 1032. (1) The department shall report to the  
26 subcommittees, the state budget director, and the fiscal agencies  
27 on the status of the film incentives at the same time as it submits

1 the annual report required under section 455 of the Michigan  
2 business tax act, 2007 PA 36, MCL 208.1455. The department of  
3 treasury shall provide the department of talent and economic  
4 development with the data necessary to prepare the report.  
5 Incentives included in the report shall include all of the  
6 following:

7 (a) The tax credit provided under section 455 of the Michigan  
8 business tax act, 2007 PA 36, MCL 208.1455.

9 (b) The tax credit provided under section 457 of the Michigan  
10 business tax act, 2007 PA 36, MCL 208.1457.

11 (c) The tax credit provided under section 459 of the Michigan  
12 business tax act, 2007 PA 36, MCL 208.1459.

13 (d) The amount of any tax credit claimed under former section  
14 367 of the income tax act of 1967, 1967 PA 281.

15 (e) Any tax credits provided for film and digital media  
16 production under the Michigan economic growth authority act, 1995  
17 PA 24, MCL 207.801 to 207.810.

18 (f) Loans to an eligible production company or film and  
19 digital media private equity fund authorized under section 88d(3),  
20 (4), and (5) of the Michigan strategic fund act, 2005 PA 225, MCL  
21 125.2088d.

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

23 (a) For each tax credit, the number of contracts signed, the  
24 projected expenditures qualifying for the credit, and the estimated  
25 value of the credits. For loans, the number of loans made under  
26 each section, the interest rate of those loans, the loan amount,  
27 the percent of the projected budget of each production financed by

1 those loans, and the estimated interest earnings from the loan.

2 (b) For credits authorized under section 455 of the Michigan  
3 business tax act, 2007 PA 36, MCL 208.1455, for productions  
4 completed by December 31, the expenditures of each production  
5 eligible for the credit that has filed a request for certificate of  
6 completion with the film office, broken down into expenditures for  
7 goods, services, or salaries and wages and showing separately  
8 expenditures in each local unit of government, including  
9 expenditures for personnel, whether or not they were made to a  
10 Michigan entity, and whether or not they were taxable under the  
11 laws of this state. For loans, the report shall include the number  
12 of loans that have been fully repaid, with principal and interest  
13 shown separately, and the number of loans that are delinquent or in  
14 default, and the amount of principal that is delinquent or is in  
15 default.

16 (c) For each of the tax credit incentives and loan incentives  
17 listed in subsection (1), a breakdown for each project or  
18 production showing each of the following:

19 (i) The number of temporary jobs created.

20 (ii) The number of permanent jobs created.

21 (iii) The number of persons employed in Michigan as a result  
22 of the incentive, on a full-time equated basis.

23 (3) For any information not included in the report due to the  
24 provisions of section 455(6), 457(6), or 459(6) of the Michigan  
25 business tax act, 2007 PA 36, MCL 208.1455, 208.1457, and 208.1459,  
26 the report shall do all of the following:

27 (a) Indicate how the information would describe the commercial

1 and financial operations or intellectual property of the company.

2 (b) Attest that the information has not been publicly  
3 disseminated at any time.

4 (c) Describe how disclosure of the information may put the  
5 company at a competitive disadvantage.

6 (4) Any information not disclosed due to the provisions of  
7 section 455(6), 457(6), or 459(6) of the Michigan business tax act,  
8 2007 PA 36, MCL 208.1455, 208.1457, and 208.1459, shall be  
9 presented at the lowest level of aggregation that would no longer  
10 describe the commercial and financial operations or intellectual  
11 property of the company.

12 Sec. 1033. As a condition of receiving funds in part 1, not  
13 later than March 15, the department of talent and economic  
14 development shall provide a report on the activities of the  
15 Michigan film and digital media office for the immediately  
16 preceding fiscal year. The report shall be submitted to the  
17 chairpersons of the senate and house of representatives  
18 subcommittees on general government, the senate and house fiscal  
19 agencies, and the state budget office. The report shall include,  
20 but not be limited to, a listing of all projects the Michigan film  
21 and digital media office provided assistance on, a listing of the  
22 services provided for each project, and an estimate of investment  
23 leveraged.

24 Sec. 1034. Each business incubator or accelerator that  
25 received an award from the fund shall maintain and update a  
26 dashboard of indicators to measure the effectiveness of the  
27 business incubator and accelerator programs. Indicators shall

1 include the direct jobs created, new companies launched as a direct  
2 result of business incubator or accelerator involvement, businesses  
3 expanded as a direct result of business incubator or accelerator  
4 involvement, direct investment in client companies, private equity  
5 financing obtained by client companies, grant funding obtained by  
6 client companies, and other measures developed by the recipient  
7 business incubators and accelerators in conjunction with the MEDC.  
8 Dashboard indicators shall be reported for the prior fiscal year  
9 and cumulatively, if available. Each recipient shall submit a copy  
10 of their dashboard indicators to the fund by March 1. The fund  
11 shall transmit the local reports to the senate and house of  
12 representatives appropriations subcommittees on general government,  
13 the senate and house fiscal agencies, and the state budget office  
14 by March 15.

15       Sec. 1035. (1) From the appropriation in part 1, the Michigan  
16 council for arts and cultural affairs shall administer an arts and  
17 cultural grant program that maintains an equitable geographic  
18 distribution of funding and utilizes past arts and cultural grant  
19 programs as a guideline for administering this program. The council  
20 shall do all of the following:

21       (a) On or before October 1, the fund shall publish proposed  
22 application criteria, instructions, and forms for use by eligible  
23 applicants. The fund shall provide at least a 2-week period for  
24 public comment before finalizing the application criteria,  
25 instructions, and forms.

26       (b) A nonrefundable application fee may be assessed for each  
27 application. Application fees shall be deposited in the council for

1 the arts fund and are appropriated for expenses necessary to  
2 administer the programs. These funds are available for expenditure  
3 when they are received and may be carried forward to the following  
4 fiscal year.

5 (c) Grants are to be made to public and private arts and  
6 cultural entities.

7 (d) Within 1 business day after the award announcements, the  
8 council shall provide to each member of the legislature and the  
9 fiscal agencies a list of all grant recipients and the total award  
10 given to each recipient, sorted by county.

11 (2) The appropriation in part 1 for arts and cultural program  
12 shall not be used for the administration of the grant program.

13 Sec. 1036. (1) The general fund/general purpose funds  
14 appropriated in part 1 to the fund for business attraction and  
15 community revitalization shall be transferred to the 21st century  
16 jobs trust fund per section 90b(3) of the Michigan strategic fund  
17 act, 1984 PA 270, MCL 125.2090b.

18 (2) Funds transferred to the 21st century jobs trust fund  
19 under subsection (1) are appropriated and available for allocation  
20 as authorized in the Michigan strategic fund act, 1984 PA 270, MCL  
21 125.2001 to 125.2094.

22 Sec. 1038. (1) From the funds appropriated in part 1, the  
23 department shall work with Michigan State University to gather  
24 information and create an annual progress report on the  
25 construction of the Facility for Rare Isotope Beams. The report  
26 shall include, but is not limited to, the following information:

27 (a) If construction is ahead of the scheduled timeline made

1 with the United States Department of Energy at the end of the  
2 previous fiscal year and the number of weeks.

3 (b) If the cost of construction is under or over the amount  
4 projected for the previous fiscal year and the amount.

5 (c) The number of Michigan companies that have been contracted  
6 for the project, the total amount of those contracts, and number of  
7 permanent and temporary employees employed in the previous fiscal  
8 year.

9 (2) The department shall report to the state budget director,  
10 appropriations subcommittees, senate and house appropriation  
11 subcommittees on general government, and senate and house fiscal  
12 agencies by March 15. If information is not provided by Michigan  
13 State University by March 15, the department shall provide notice  
14 of steps taken to get the required information and when it will be  
15 available.

16 Sec. 1040. As a condition of receiving funds in part 1, the  
17 department of talent and economic development shall utilize MAIN,  
18 or a successor MDTMB-administered administrative information system  
19 used across state government, as an appropriation and expenditure  
20 reporting system to track all financial transactions with  
21 individual vendors, contractual partners, grantees, recipients of  
22 business incentives, and recipients of other economic assistance.  
23 Encumbrances and expenditures shall be reported in a timely manner.

24 Sec. 1041. From the funds appropriated in part 1 for business  
25 attraction and community revitalization, the fund shall request the  
26 transfer by the state treasurer of not more than 60% of the funds  
27 prior to April 1.



1       Sec. 1042. For the funds appropriated in part 1 for business  
2 attraction and community revitalization, the fund shall report  
3 quarterly on the amount of funds considered appropriated, pre-  
4 encumbered, encumbered, and expended. The report shall also include  
5 a listing of all previous appropriations for business attraction  
6 and community revitalization, or a predecessor, by fiscal year,  
7 that were considered appropriated, pre-encumbered, encumbered, or  
8 expended that have lapsed back to the fund for any purpose. The  
9 report shall be submitted to the chairpersons of the senate and  
10 house of representatives standing committees on appropriations, the  
11 chairpersons of the senate and house of representatives standing  
12 committees on appropriations subcommittees on general government,  
13 the senate and house fiscal agencies, and the state budget office.

14       Sec. 1043. (1) The fund, in conjunction with the department of  
15 treasury, shall report to the senate and house of representatives  
16 appropriations subcommittees on general government, the senate and  
17 house fiscal agencies, and the state budget office by November 1 on  
18 the annual cost of the Michigan economic growth authority tax  
19 credits. The report shall include for each year the board-approved  
20 credit amount, adjusted for credit amendments where applicable, and  
21 the actual and projected value of tax credits for each year from  
22 1995 to the expiration of the credit program. For years for which  
23 credit claims are complete, the report shall include the total of  
24 actual certificated credit amounts. For years for which claims are  
25 still pending or not yet submitted, the report shall include a  
26 combination of actual credits where available and projected  
27 credits. Credit projections shall be based on updated estimates of

1 employees, wages, and benefits for eligible companies.

2 (2) In addition to the report under subsection (1), the fund,  
3 in conjunction with the department of treasury, shall report to the  
4 senate and house of representatives appropriations subcommittees on  
5 general government, the senate and house fiscal agencies, and the  
6 state budget office by November 1 on the annual cost of all other  
7 certificated credits by program, for each year until the credits  
8 expire or can no longer be collected. The report shall include  
9 estimates on the brownfield redevelopment credit, film credits,  
10 MEGA photovoltaic technology credit, MEGA polycrystalline silicon  
11 manufacturing credit, MEGA vehicle battery credit, and other  
12 certificated credits.

13 Sec. 1047. (1) From the funds appropriated in part 1 for  
14 Michigan enhancement grants, \$1,891,000.00 shall be awarded to a  
15 woonerf community redevelopment project that has begun construction  
16 prior to start of the fiscal year.

17 (2) From the funds appropriated in part 1 for Michigan  
18 enhancement grants, \$2,000,000.00 shall be awarded to a civic  
19 theater in a county with a population between 600,000 and 610,000  
20 and in a city with a population over 185,000 according to the most  
21 recent federal decennial census.

22 (3) From the funds appropriated in part 1 for Michigan  
23 enhancement grants, \$1,000,000.00 shall be awarded to an  
24 independent biomedical research and science education organization  
25 in a county with a population between 600,000 and 610,000 and in a  
26 city with a population over 185,000 according to the most recent  
27 federal decennial census to be used for matching federal funds,

1 private and nonprofit grants, and private contributions.

2 (4) From the funds appropriated in part 1 for Michigan  
3 enhancement grants, \$100.00 shall be awarded to a private, not-for-  
4 profit provider of child services that has more than 20 centers  
5 within this state and that currently has license agreements with  
6 the department of health and human services. The grant is intended  
7 to be used for infrastructure improvements, repairs, expansions,  
8 and technology improvements in order to improve services on behalf  
9 of this state.

10 (5) From the funds appropriated in part 1 for Michigan  
11 enhancement grants, \$1,000,000.00 shall be awarded as a grant for  
12 capital improvements on a water tower and infrastructure in a  
13 financially distressed city with a population between 8,600 and  
14 8,700 according to the most recent federal decennial census.

15 (6) From the funds appropriated in part 1 for Michigan  
16 enhancement grants, \$1,900,000.00 shall be awarded as an  
17 enhancement grant to a career and technology education center that  
18 serves both students and adults and has joint cooperation and  
19 funding from a local school district, intermediate school district,  
20 Michigan Works!, and Michigan manufacturing companies.

21 (7) From the funds appropriated in part 1 for Michigan  
22 enhancement grants, \$500,000.00 in land bank fast track fund  
23 dollars shall be awarded as matching grant to a city park  
24 redevelopment project in a city with a population between 70,000  
25 and 72,000 according to the most recent federal decennial census.

26 (8) From the funds appropriated in part 1 for Michigan  
27 enhancement grants, \$2,000,000.00 in temporary assistance for needy

1 family funds shall be awarded to a nonprofit organization that  
2 currently provides career connections, food distribution, and  
3 community building throughout the state in order to support  
4 workforce program and training activities in multiple cities and  
5 has a spending and operation plan developed by April 1, 2017 in  
6 consultation with Michigan businesses and the MEDC.

7 (9) From the funds appropriated in part 1 for Michigan  
8 enhancement grants, \$1,000,000.00 shall be awarded as a recreation  
9 enhancement grant for the purposes of redeveloping an existing  
10 riverfront structure located in a county with a population between  
11 600,000 and 625,000 and in a city with a population between 3,700  
12 and 3,800 according to the most recent federal decennial census.

13 (10) From the funds appropriated in part 1 for Michigan  
14 enhancement grants, a \$2,000,000.00 matching grant shall be awarded  
15 to a county road commission in a county with a population between  
16 200,000 and 201,000 according to the most recent federal decennial  
17 census.

18 (11) From the funds appropriated in part 1 for Michigan  
19 enhancement grants, \$2,000,000.00 shall be awarded to Kalamazoo  
20 Valley Community College to support the healthy living campus.

21 (12) From the funds appropriated in part 1 for Michigan  
22 enhancement grants, \$100.00 shall be awarded to an African-American  
23 history museum located in a city with a population over 600,000  
24 according to the most recent federal decennial census.

25 (13) From the funds appropriated in part 1 for Michigan  
26 enhancement grants, \$100.00 shall be appropriated to UPWARD to pay  
27 for all legacy costs associated with consolidation of employment

1 training consortium and Michigan Works! in the Upper Peninsula.  
2 UPWARD shall not seek reimbursement from counties or other  
3 localities for the purpose of paying down existing legacy costs due  
4 to consolidation.

5 (14) From the funds appropriated in part 1 for Michigan  
6 enhancement grants, \$100.00 shall be awarded as a road  
7 infrastructure improvement grant for a township with a population  
8 between 30,000 and 31,000 located in a county with a population  
9 between 1,200,000 and 1,300,000 according to the most recent  
10 federal decennial census.

11 (15) From the funds appropriated in part 1 for Michigan  
12 enhancement grants, \$100.00 shall be awarded as a cross-county  
13 wastewater treatment improvement grant for 2 counties, 1 county  
14 with a population between 172,000 and 173,000 and another county  
15 with a population between 263,000 and 264,000 according to the most  
16 recent federal decennial census.

17 (16) From the funds appropriated in part 1 for Michigan  
18 enhancement grants, \$200,000.00 shall be awarded as a contract for  
19 the purpose of conducting a feasibility study on dredging 23 miles  
20 of the Grand River for navigable travel beginning in a city with a  
21 population between 188,000 and 189,000 and extending into a county  
22 with a population between 362,000 and 364,000 according to the most  
23 recent federal decennial census.

24 (17) From the funds appropriated in part 1 for Michigan  
25 enhancement grants, \$100.00 shall be awarded as a water and sewer  
26 system improvement grant to a city where the state has closed a  
27 maximum security correctional facility within the past 8 years.

## Senate Bill No. 142 as amended May 3, 2017

(18) From the funds appropriated in part 1 for Michigan enhancement grants, \$100.00 shall be appropriated to the department of health and human services in cooperation with the department of environmental quality to provide assistance to a county with a population less than 26,000 according to the most recent federal decennial census that has groundwater sources contaminated by perflourinated compounds from a former air force base. The assistance shall include providing water filters to residences, water quality monitoring, and a long-term alternative public water supply.

<<(19) From the funds appropriated in part 1 for Michigan enhancement grants, \$100.00 shall be awarded to an intermediate school district, career and technical education program that is located in a county with a population between 152,000 and 153,000 according to the most recent federal decennial census.

(20) From the funds appropriated in part 1 for Michigan enhancement grants, \$100.00 shall be awarded to a computer-aided design program located in a school district that is the primary server to a township with a population between 4,960 and 4,970.>>

Sec. 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. 1051. From the funds appropriated in part 1 for Pure Michigan, \$5,000,000.00 in general fund dollars is designated 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 S01374'17 (S-2)

1 year ending September 30, 2018.

2 (b) Number of website visits through Mitalent.org and total  
3 employment numbers by job sector as tracked by labor market  
4 information during the fiscal year ending September 30, 2018.

5 Sec. 1053. From the increased funds appropriated in part 1 for  
6 the arts and cultural program, the department shall identify  
7 specific outcomes and performance measures, including, but not  
8 limited to, the following:

9 (a) Number of applications received during the fiscal year  
10 ending September 30, 2018.

11 (b) Number of grants awarded during the fiscal year ending  
12 September 30, 2018.

13 (c) Number of FTEs supported by grants during the fiscal year  
14 ending September 30, 2018.

15 Sec. 1054. From the funds appropriated in part 1 for protect  
16 and grow, the department shall identify specific outcomes and  
17 performance measures, including, but not limited to, the following:

18 (a) Funding commitments made by federal and private sources  
19 during the fiscal year ending September 30, 2018.

20 (b) Dollar amount invested, by location, in Michigan defense  
21 infrastructure during the fiscal year ending September 30, 2018.

22 Sec. 1060. The talent investment agency shall administer the  
23 PATH training program in accordance with the requirements of  
24 section 407(d) of title IV of the social security act, 42 USC 607,  
25 the state social welfare act, 1939 PA 280, MCL 400.1 to 400.119b,  
26 and all other applicable laws and regulations.

27 Sec. 1061. From the funds appropriated in part 1 for workforce

1 programs subgrantees, the talent investment agency may allocate  
2 funding for grants to nonprofit organizations that offer programs  
3 pursuant to the workforce investment act of 1998, Public Law 105-  
4 220, or the workforce innovation and opportunity act, 29 USC 3101  
5 to 3361, eligible youth focusing on apprenticeship readiness, pre-  
6 apprenticeship and apprenticeship activities, entrepreneurship,  
7 work-readiness skills, job shadowing, and financial literacy.  
8 Organizations eligible for funding under this section must have the  
9 capacity to provide similar programs in urban areas, as determined  
10 by the United States Bureau of the Census according to the most  
11 recent federal decennial census. Additionally, programs eligible  
12 for funding under this section must include the participation of  
13 local business partners. The talent investment agency shall develop  
14 other appropriate eligibility requirements to ensure compliance  
15 with applicable federal rules and regulations.

16       Sec. 1062. The talent investment agency shall make available,  
17 in person or by telephone, 1 disabled veterans outreach program  
18 specialist or local veterans employment representative to Michigan  
19 Works! service centers, as resources permit, during hours of  
20 operation, and shall continue to make the appropriate placement of  
21 veterans and disabled veterans a priority.

22       Sec. 1063. (1) In addition to the funds appropriated in part  
23 1, any unencumbered and unrestricted federal workforce investment  
24 act of 1998, Public Law 105-220, workforce innovation and  
25 opportunity act, 29 USC 3101 to 3361, or trade adjustment  
26 assistance funds available from prior fiscal years are appropriated  
27 for the purposes originally intended.



1           (2) The talent investment agency shall report by February 15  
2 to the subcommittees, the fiscal agencies, and the state budget  
3 office on the amount by fiscal year of federal workforce investment  
4 act of 1998, Public Law 105-220, workforce innovation and  
5 opportunity act, 29 USC 3101 to 3361, funds appropriated under this  
6 section.

7           Sec. 1065. The talent investment agency shall publish data and  
8 reports biannually on the agency website concerning the status of  
9 career technology and Going pro funded in part 1. The report shall  
10 include the following:

11           (a) The number of awardees participating in the program and  
12 the names of those awardees organized by major industry group.

13           (b) The amount of funding received by each awardee under the  
14 program.

15           (c) Amount of funding leveraged from each awardee or other  
16 funding source for each awardee project.

17           (d) Training models established by each awardee.

18           (e) The number of individuals enrolled in a skilled trades  
19 training program by awardee.

20           (f) The number of individuals who completed the program and  
21 were hired by awardee.

22           (g) The number of applications received and the number of  
23 applications approved for each region.

24           (h) The talent investment agency shall expand workforce  
25 training and reemployment services to better connect workers to in-  
26 demand jobs and identify specific outcomes with performance metrics  
27 for this initiative, including, but not limited to, new

1 apprenticeships, jobs created, jobs retained, training completed,  
2 and employment retention rate at 6 months, and hourly wage at 6  
3 months.

4 Sec. 1066. As a condition of receiving funds in part 1 for  
5 Going pro, the talent investment agency shall administer the  
6 program as follows:

7 (a) The talent investment agency shall work cooperatively with  
8 grantees to maximize the amount of funds from part 1 that are  
9 available for direct training.

10 (b) The talent investment agency, workforce development  
11 partners, including regional Michigan Works! agencies, and  
12 employers shall collaborate and work cooperatively to prioritize  
13 and streamline the expenditure of the funds appropriated in part 1.  
14 The talent investment agency shall ensure that Going pro provides a  
15 collaborative statewide network of workforce and employee skill  
16 development partners that addresses the employee talent needs  
17 throughout the state.

18 (c) The talent investment agency shall ensure that grants are  
19 utilized for individual skill enhancement and to address in-demand  
20 talent needs in Michigan.

21 (d) The talent investment agency shall develop program goals  
22 and detailed guidance for prospective participants to follow to  
23 qualify under the program. The program goals and detailed guidance  
24 shall be posted on the talent investment agency website and  
25 distributed to workforce development partners, including local  
26 Michigan Works! agencies, by October 1. Periodic assessments of  
27 employer and employee needs shall be evaluated on a regional basis,

1 and the talent investment agency shall identify solutions and goals  
2 to be implemented to satisfy those needs. The talent investment  
3 agency shall notify the senate and house of representatives  
4 standing committees on appropriations, the senate and house of  
5 representatives standing committees on appropriations subcommittees  
6 on general government, the senate and house fiscal agencies, and  
7 the state budget office on any program goal, solution, or guidance  
8 changes not fewer than 14 days prior to the finalization and  
9 publication of the changes. Revenue received by the talent  
10 investment agency for Going pro may be expended for the purpose of  
11 the program.

12 (e) Up to \$5,000,000.00 of the funds may be expended to match  
13 federal funds. The intent of these funds will involve improving and  
14 increasing the skill level of employees in skilled trades in the  
15 automotive industry and the manufacturing processes within the  
16 changing manufacturing environment.

17 Sec. 1068. (1) Of the funds appropriated in part 1 for the  
18 workforce training programs, the talent investment agency shall  
19 provide a report by March 15 to the senate and house of  
20 representatives standing committees on appropriations subcommittees  
21 on general government, the state budget director, and the fiscal  
22 agencies on the status of the workforce training programs. The  
23 report shall include the following:

24 (a) The amount of funding allocated to each Michigan Works!  
25 agency and the total funding allocated to the workforce training  
26 programs statewide by fund source.

27 (b) The number of participants enrolled in education or

1 training programs by each Michigan Works! agency.

2 (c) The average duration of training for training program  
3 participants by each Michigan Works! agency.

4 (d) The number of participants enrolled in remedial education  
5 programs and the number of participants enrolled in literacy  
6 programs.

7 (e) The number of participants enrolled in programs at 2-year  
8 institutions.

9 (f) The number of participants enrolled in 4-year  
10 institutions.

11 (g) The number of participants enrolled in proprietary schools  
12 or other technical training programs.

13 (h) The number of participants that have completed education  
14 or training programs.

15 (i) The number of participants who secured employment in  
16 Michigan within 1 year of completing a training program.

17 (j) The number of participants who completed a training  
18 program and secured employment in a field related to their  
19 training.

20 (k) The average wage earned by participants who completed a  
21 training program and secured employment within 1 year.

22 (l) The actual revenues received by the fund source and fund  
23 appropriated for each discrete workforce development program area.

24 (2) Data collection for the report shall be for the prior  
25 state fiscal year.

26 Sec. 1075. From the funds appropriated in part 1 for  
27 information technology and services, \$100.00 in general funds shall

1 be used to issue an RFP to provide an electronic identification  
2 system for the unemployment insurance agency's internet Michigan  
3 web account system. The contract shall include all of the  
4 following:

5 (a) Mobile authentication, login, and navigation of the web  
6 account system.

7 (b) Credential and authentication for transactions connected  
8 to the online system.

9 (c) That the provider must be a member in full compliance with  
10 the identity ecosystem framework registry.

11 Sec. 1076. The department of talent and economic development  
12 shall provide a quarterly report to the members of the senate and  
13 house committees on appropriations, the senate and house fiscal  
14 agencies, and the state budget director that includes, but is not  
15 limited to, the following:

16 (a) The number of new fraudulent cases that have been  
17 identified or issued by the unemployment insurance agency,  
18 classified by employer or claimant, during the quarter.

19 (b) The total amount of penalties and interest issued on  
20 fraudulent cases during the quarter.

21 (c) The total amount of penalties and interest dollars  
22 received during the quarter.

23 (d) The total amount of penalties and interest still owed to  
24 the state.

25 (e) The number of fraudulent cases that have been appealed by  
26 an employer or claimant during the quarter.

27 Sec. 1078. (1) From the funds appropriated in part 1 for the

1 unemployment insurance agency, the talent investment agency shall  
2 maintain customer service standards for employers and claimants  
3 making use of the various means by which they can access the  
4 system.

5 (2) The talent investment agency shall identify specific  
6 outcomes and performance metrics for this initiative, including,  
7 but not limited to, the following:

8 (a) Unemployment benefit fund balance.

9 (b) Process improvement - fiscal integrity.

10 (c) Process improvement - determination timeliness.

11 (d) Process improvement - determination quality.

12 Sec. 1079. (1) The talent investment agency shall extend the  
13 interagency agreement with the department of health and human  
14 services for the duration of the current fiscal year, which  
15 concerns TANF funding to provide job readiness and welfare-to-work  
16 programming. The interagency agreement shall include specific  
17 outcome and performance reporting requirements as described in this  
18 section. TANF funding provided to the talent investment agency in  
19 the current fiscal year is contingent on compliance with the data  
20 and reporting requirements described in this section. The  
21 interagency agreement shall require the talent investment agency to  
22 provide all of the following items for the previous year to the  
23 senate and house appropriations committees by January 1 of the  
24 current fiscal year:

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

27 (i) Direct services to clients.

1 (ii) Administrative expenditures.

2 (b) The number of family independence program clients served  
3 through the TANF funding, including all of the following:

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

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

8 (iii) Average TANF spending per client.

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

12 (2) Not later than March 15 of the current fiscal year, the  
13 department shall provide to the senate and house appropriations  
14 subcommittees on the department budget, the senate and house fiscal  
15 agencies, and the senate and house policy offices an annual report  
16 on the following matters itemized by Michigan Works! agency: the  
17 number of referrals to Michigan Works! job readiness programs, the  
18 number of referrals to Michigan Works! job readiness programs who  
19 became a participant in the Michigan Works! job readiness programs,  
20 the number of participants who obtained employment, and the cost  
21 per participant case.

22 Sec. 1080. (1) From the funds appropriated in part 1 for  
23 community ventures, the department of talent and economic  
24 development may expend not more than \$2,000,000.00 of the funds as  
25 matching funds upon the commitment of matching dollars from private  
26 sources. For every \$1.00 the department of talent and economic  
27 development elects to receive from a private source for the

1 purposes of a community ventures program match, the department of  
2 talent and economic development shall expend \$1.00 from the  
3 appropriation in part 1 up to \$2,000,000.00. Funds received from  
4 private sources for a community ventures program match are  
5 appropriated upon receipt and shall be expended for the purposes of  
6 the community ventures program.

7 (2) The department shall identify specific outcomes and  
8 performance measures for this initiative, including, but not  
9 limited to, the following:

10 (a) The number of commitments from private sources, including  
11 the dollar amount committed and source.

12 (b) Additional participants served with challenge funds.

13 (c) Jobs created and the average wage.

14 Sec. 1084. From the funds appropriated in part 1 for Going  
15 pro, the department shall identify specific outcomes and  
16 performance measures, including, but not limited to, the following:

17 (a) Number of job training grants awarded to employers during  
18 the fiscal year ending September 30, 2018.

19 (b) Number of individuals enrolled in and completing training  
20 during the fiscal year ending September 30, 2018.

21 (c) Number of new jobs and apprenticeships created during the  
22 fiscal year ending September 30, 2018.

### 23 **STATE BUILDING AUTHORITY**

24 Sec. 1100. (1) Subject to section 242 of the management and  
25 budget act, 1984 PA 431, MCL 18.1242, and upon the approval of the  
26 state building authority, the department of treasury may expend



1 from the general fund of the state during the fiscal year an amount  
2 to meet the cash flow requirements of those state building  
3 authority projects solely for lease to a state agency identified in  
4 both part 1 and this section, and for which state building  
5 authority bonds or notes have not been issued, and for the sole  
6 acquisition by the state building authority of equipment and  
7 furnishings for lease to a state agency as permitted by 1964 PA  
8 183, MCL 830.411 to 830.425, for which the issuance of bonds or  
9 notes is authorized by a legislative appropriation act that is  
10 effective for the immediately preceding fiscal year. Any general  
11 fund advances for which state building authority bonds have not  
12 been issued shall bear an interest cost to the state building  
13 authority at a rate not to exceed that earned by the state  
14 treasurer's common cash fund during the period in which the  
15 advances are outstanding and are repaid to the general fund of the  
16 state.

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

23 (3) For state building authority projects for which bonds or  
24 notes have been issued and upon the request of the state building  
25 authority, the state treasurer shall make advances without interest  
26 from the general fund as necessary to meet cash flow requirements  
27 for the projects, which advances shall be reimbursed by the state

1 building authority when the investments earmarked for the financing  
2 of the projects mature.

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

8 Sec. 1102. (1) State building authority funding to finance  
9 construction or renovation of a facility that collects revenue in  
10 excess of money required for the operation of that facility shall  
11 not be released to a university or community college unless the  
12 institution agrees to reimburse that excess revenue to the state  
13 building authority. The excess revenue shall be credited to the  
14 general fund to offset rent obligations associated with the  
15 retirement of bonds issued for that facility. The auditor general  
16 shall annually identify and present an audit of those facilities  
17 that are subject to this section. Costs associated with the  
18 administration of the audit shall be charged against money  
19 recovered pursuant to this section.

20 (2) As used in this section, "revenue" includes state  
21 appropriations, facility opening money, other state aid, indirect  
22 cost reimbursement, and other revenue generated by the activities  
23 of the facility.

24 Sec. 1103. The state building authority shall provide to the  
25 JCOS and senate and house fiscal agencies a report relative to the  
26 status of construction projects associated with state building  
27 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.

#### REVENUE STATEMENT

Sec. 1201. Pursuant to section 18 of article V of the state constitution of 1963, fund balances and estimates are presented in the following statement:

#### BUDGET RECOMMENDATIONS BY OPERATING FUNDS

(Amounts in millions)

Fiscal Year 2017-2018

	Beginning		
	Available	Estimated	Ending
	<u>Fund</u>	<u>Balance</u>	<u>Revenue</u>
			<u>Balance</u>
OPERATING FUNDS			
General fund/general purpose	366.0	10,057.5	7.6

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1	School aid fund	143.4	14,797.0	7.6
2	Federal aid	0.0	20,128.1	0.0
3	Transportation funds	0.0	5,604.6	0.0
4	Special revenue funds	0.0	6,906.9	0.0
5	Other funds	709.1	28.4	1,004.0
6	TOTALS	\$1,218.5	\$57,522.5	\$1,019.2