

**SUBSTITUTE FOR
HOUSE BILL NO. 5517**

A bill to make, supplement, and adjust appropriations for the departments of attorney general, civil rights, civil service, information technology, management and budget, state, and treasury, the executive office, and the legislative branch for the fiscal year ending September 30, 2005; to provide for the expenditure of these appropriations; to provide for the funding of certain work projects; to provide for the imposition of certain fees; to establish or continue certain funds, programs, and categories; to transfer certain funds; to prescribe certain requirements for bidding on state contracts; to provide for disposition of year-end balances; to prescribe the powers and duties of certain principal executive departments and state agencies, officials, and employees; and to provide for the disposition of fees and other income received by the various principal executive departments and state agencies.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. Subject to the conditions set forth in this act, the amounts listed in this part are appropriated for the departments of attorney general, civil rights, civil service, information technology, management and budget, state, and treasury, the executive office, the legislative branch, and certain other state purposes, for the fiscal year ending September 30, 2005, from the funds indicated in this part. The following is a summary of the appropriations in this part:

TOTAL GENERAL GOVERNMENT

APPROPRIATION SUMMARY:

Full-time equated unclassified positions.....48.0

Full-time equated classified positions.....6,939.9

GROSS APPROPRIATION..... \$ 2,570,999,800

Interdepartmental grant revenues:

Total interdepartmental grants and intradepartmental

transfers..... [550,214,600]

ADJUSTED GROSS APPROPRIATION..... \$ [2,020,785,200]

Federal revenues:

Total federal revenues..... 50,531,800

Special revenue funds:

Total local revenues..... 2,664,300

Total private revenues..... 550,100

Total other state restricted revenues..... [1,621,781,800]

State general fund/general purpose..... \$ 345,257,200

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

1	Full-time equated unclassified positions.....6.0	
2	Full-time equated classified positions.....558.0	
3	GROSS APPROPRIATION.....	\$ 63,230,200
4	Interdepartmental grant revenues:	
5	Total interdepartmental grants and intradepartmental	
6	transfers.....	12,545,500
7	ADJUSTED GROSS APPROPRIATION.....	\$ 50,684,700
8	Federal revenues:	
9	Total federal revenues.....	8,301,300
10	Special revenue funds:	
11	Total local revenues.....	0
12	Total private revenues.....	0
13	Total other state restricted revenues.....	10,485,000
14	State general fund/general purpose.....	\$ 31,898,400
15	(2) ATTORNEY GENERAL OPERATIONS	
16	Full-time equated unclassified positions.....6.0	
17	Full-time equated classified positions.....558.0	
18	Attorney general.....	\$ 124,900
19	Unclassified positions--5.0 FTE positions.....	476,300
20	Attorney general operations--518.0 FTE positions....	57,586,700
21	Child support enforcement--25.0 FTE positions.....	2,234,400
22	Prosecuting attorneys coordinating council--15.0 FTE	
23	positions.....	1,617,700
24	PACC, training project.....	<u>325,000</u>
25	GROSS APPROPRIATION.....	\$ 62,365,000
26	Appropriated from:	
27	Interdepartmental grant revenues:	

1	IDG from FIA.....	2,742,400
2	IDG from MDLEG, financial and insurance services....	996,200
3	IDG from MDLEG, health services.....	1,622,200
4	IDG from MDLEG, public utility assessments.....	1,780,100
5	IDG from MDMB, risk management revolving fund.....	1,194,900
6	IDG from MDOT, comprehensive transportation fund....	138,900
7	IDG from MDOT, state aeronautics fund.....	133,800
8	IDG from MDOT, state trunkline fund.....	2,725,100
9	IDG from MDSP, Michigan justice training fund.....	325,000
10	IDG from Michigan gaming control board.....	886,900
11	Federal revenues:	
12	DAG, state administrative match grant/food stamps...	349,500
13	DED-OPSE, student loan, federal lender allowance....	289,400
14	DOL-ETA, unemployment insurance.....	1,415,800
15	DOL-OSHA, occupational safety and health.....	248,200
16	EPA, multiple grants.....	254,300
17	Federal funds.....	1,879,800
18	HHS, medical assistance, medigrant.....	568,100
19	HHS-OS, state Medicaid fraud control units.....	3,296,200
20	Special revenue funds:	
21	Antitrust enforcement collections.....	566,300
22	Attorney general's operations fund.....	758,800
23	Auto repair facilities fees.....	204,100
24	Collections revenue.....	618,500
25	Corporate fees and security fees.....	133,500
26	Environmental response fund.....	688,500
27	Franchise fees.....	255,800

1	Game and fish protection fund.....	670,700
2	Liquor purchase revolving fund.....	897,900
3	Manufactured housing fees.....	199,100
4	Michigan state housing development authority fees...	499,700
5	Oil and gas privilege fee revenue.....	151,700
6	Prisoner reimbursement.....	400,000
7	Prosecuting attorneys training fees.....	326,800
8	Real estate enforcement fund.....	200,000
9	Retirement funds.....	650,100
10	Second injury fund.....	930,800
11	Self-insurers security fund.....	158,100
12	Silicosis and dust disease fund.....	466,500
13	State building authority revenue.....	85,800
14	State hospital authority.....	323,300
15	State lottery fund.....	216,900
16	Tobacco settlement trust fund.....	368,200
17	Utility consumers fund.....	488,000
18	Waterways fund.....	87,500
19	Worker's compensation administrative revolving fund.	138,400
20	State general fund/general purpose..... \$	31,033,200
21	(3) INFORMATION TECHNOLOGY	
22	Information technology services and projects..... \$	<u>865,200</u>
23	GROSS APPROPRIATION..... \$	865,200
24	Appropriated from:	
25	Special revenue funds:	
26	State general fund/general purpose..... \$	865,200
27	Sec. 103. DEPARTMENT OF CIVIL RIGHTS	

1 **(1) APPROPRIATION SUMMARY**

2	Full-time equated unclassified positions.....	5.0	
3	Full-time equated classified positions.....	136.0	
4	GROSS APPROPRIATION.....	\$	12,791,200
5	Interdepartmental grant revenues:		
6	Total interdepartmental grants and intradepartmental		
7	transfers.....		0
8	ADJUSTED GROSS APPROPRIATION.....	\$	12,791,200
9	Federal revenues:		
10	Total federal revenues.....		934,000
11	Special revenue funds:		
12	Total local revenues.....		0
13	Total private revenues.....		0
14	Total other state restricted revenues.....		0
15	State general fund/general purpose.....	\$	11,857,200

16 **(2) CIVIL RIGHTS OPERATIONS**

17	Full-time equated unclassified positions.....	5.0	
18	Full-time equated classified positions.....	136.0	
19	Unclassified positions--5.0 FTE positions.....	\$	254,100
20	Civil rights operations--136.0 FTE positions.....		11,668,000
21	Human resources optimization user charges.....		<u>29,500</u>
22	GROSS APPROPRIATION.....	\$	11,951,600
23	Appropriated from:		
24	Federal revenues:		
25	EEOC, state and local antidiscrimination agency		
26	contracts.....		600,000
27	HUD, grant.....		334,000

House Bill No. 5517 (H-1) as amended April 1, 2004

1	Special revenue funds:	
2	State general fund/general purpose.....	\$ 11,017,600
3	(3) INFORMATION TECHNOLOGY	
4	Information technology services and projects.....	\$ <u>839,600</u>
5	GROSS APPROPRIATION.....	\$ 839,600
6	Appropriated from:	
7	Special revenue funds:	
8	State general fund/general purpose.....	\$ 839,600
9	Sec. 104. DEPARTMENT OF CIVIL SERVICE	
10	(1) APPROPRIATION SUMMARY	
11	Full-time equated classified positions.....	240.5
12	GROSS APPROPRIATION.....	\$ 35,262,900
13	Interdepartmental grant revenues:	
14	Total interdepartmental grants and intradepartmental	
15	transfers.....	[5,370,900]
16	ADJUSTED GROSS APPROPRIATION.....	\$ [29,892,000]
17	Federal revenues:	
18	Total federal revenues.....	4,779,100
19	Special revenue funds:	
20	Total local revenues.....	1,700,000
21	Total private revenues.....	150,000
22	Total other state restricted revenues.....	[15,474,600]
23	State general fund/general purpose.....	\$ 7,788,300
24	(2) CIVIL SERVICE OPERATIONS	
25	Full-time equated classified positions.....	240.5
26	Agency services--70.0 FTE positions.....	\$ 5,976,600
27	Human resources/administrative support--87.5 FTE	

House Bill No. 5517 (H-1) as amended April 1, 2004

1	positions.....	14,397,900
2	Employee benefits--31.0 FTE positions.....	5,572,700
3	Audit and compliance--22.0 FTE positions.....	2,398,000
4	Training.....	1,000,000
5	Human resources optimization--30.0 FTE positions....	<u>2,000,000</u>
6	GROSS APPROPRIATION..... \$	31,345,200
7	Appropriated from:	
8	Interdepartmental grant revenues:	
9	IDG, training charges.....	1,000,000
10	IDG, 1% special funds.....	1,300,000
11	IDG, optimization user charges.....	2,000,000
12	Federal revenues:	
13	Federal funds 1%.....	3,637,100
14	Special revenue funds:	
15	Local funds 1%.....	1,700,000
16	Private funds 1%.....	150,000
17	Freedom of information fees.....	1,100
18	State restricted funds 1%.....	6,366,700
19	State sponsored group insurance.....	2,650,000
20	State sponsored group insurance, flexible spending	
21	accounts, and COBRA.....	5,572,700
22	State general fund/general purpose..... \$	6,967,600
23	(3) INFORMATION TECHNOLOGY	
24	Information technology services and projects..... \$	<u>3,917,700</u>
25	GROSS APPROPRIATION..... \$	3,917,700
26	Appropriated from:	
	[Interdepartmental grant revenues:	
	IDG, optimization charges.....	1,070,900]
27	Federal revenues:	

House Bill No. 5517 (H-1) as amended April 1, 2004

1	Federal funds 1%.....	1,142,000
2	Special revenue funds:	
3	[]
4	State restricted funds 1%.....	744,700
5	State sponsored group insurance, flexible spending	
6	accounts, and COBRA.....	139,400
7	State general fund/general purpose..... \$	820,700
8	Sec. 105. EXECUTIVE OFFICE	
9	(1) APPROPRIATION SUMMARY	
10	Full-time equated unclassified positions.....10.0	
11	Full-time equated classified positions.....74.2	
12	GROSS APPROPRIATION..... \$	4,859,500
13	Interdepartmental grant revenues:	
14	Total interdepartmental grants and intradepartmental	
15	transfers.....	0
16	ADJUSTED GROSS APPROPRIATION..... \$	4,859,500
17	Federal revenues:	
18	Total federal revenues.....	0
19	Special revenue funds:	
20	Total local revenues.....	0
21	Total private revenues.....	0
22	Total other state restricted revenues.....	0
23	State general fund/general purpose..... \$	4,859,500
24	(2) EXECUTIVE OFFICE OPERATIONS	
25	Full-time equated unclassified positions.....10.0	
26	Full-time equated classified positions.....74.2	
27	Governor..... \$	177,000

1	Lieutenant governor.....	123,900
2	Executive office--74.2 FTE positions.....	3,708,800
3	Unclassified positions--8.0 FTE positions.....	<u>849,800</u>
4	GROSS APPROPRIATION..... \$	4,859,500
5	Appropriated from:	
6	Special revenue funds:	
7	State general fund/general purpose..... \$	4,859,500
8	Sec. 106. DEPARTMENT OF INFORMATION TECHNOLOGY	
9	(1) APPROPRIATION SUMMARY	
10	Full-time equated unclassified positions.....6.0	
11	Full-time equated classified positions.....1,756.4	
12	GROSS APPROPRIATION..... \$	355,248,700
13	Interdepartmental grant revenues:	
14	Total interdepartmental grants and intradepartmental	
15	transfers.....	355,248,700
16	Federal revenues:	
17	Total federal revenues.....	0
18	Special revenue funds:	
19	Total local revenues.....	0
20	Total private revenues.....	0
21	Total other state restricted revenues.....	0
22	State general fund/general purpose..... \$	0
23	(2) ADMINISTRATION	
24	Full-time equated unclassified positions.....6.0	
25	Full-time equated classified positions.....1,756.4	
26	Unclassified positions--6.0 FTE positions..... \$	291,000
27	Enterprisewide services--75.0 FTE positions.....	25,968,300

1	Health and human services--775.6 FTE positions.....	194,826,300
2	Education services--38.9 FTE positions.....	3,205,900
3	Public protection--296.0 FTE positions.....	35,464,400
4	Resources services--171.1 FTE positions.....	15,956,900
5	Transportation services--107.0 FTE positions.....	26,004,100
6	General services--292.8 FTE positions.....	<u>53,531,800</u>
7	GROSS APPROPRIATION..... \$	355,248,700
8	Appropriated from:	
9	Interdepartmental grant revenues:	
10	IDG from department of agriculture.....	1,572,900
11	IDG from department of attorney general.....	839,200
12	IDG from department of civil rights.....	814,400
13	IDG from department of civil service.....	3,800,200
14	IDG from department of community health.....	30,122,000
15	IDG from department of corrections.....	14,665,000
16	IDG from department of education.....	2,464,400
17	IDG from department of environmental quality.....	6,561,000
18	IDG from family independence agency.....	126,871,700
19	IDG from Michigan gaming control board.....	1,067,600
20	IDG from department of history, arts, and libraries.	991,400
21	IDG from department of labor and economic growth....	41,039,800
22	IDG from bureau of state lottery.....	4,109,600
23	IDG from department of management and budget.....	25,187,400
24	IDG from department of military and veterans affairs	1,146,500
25	IDG from department of natural resources.....	8,374,900
26	IDG from department of state.....	22,420,800
27	IDG from department of state police.....	20,966,000

1	IDG from department of transportation.....	26,022,500
2	IDG from department of treasury.....	16,211,400
3	Special revenue funds:	
4	State general fund/general purpose..... \$	0
5	Sec. 107. LEGISLATURE	
6	(1) APPROPRIATION SUMMARY	
7	GROSS APPROPRIATION..... \$	118,680,800
8	Interdepartmental grant revenues:	
9	Total interdepartmental grants and intradepartmental	
10	transfers.....	1,801,500
11	ADJUSTED GROSS APPROPRIATION..... \$	116,879,300
12	Federal revenues:	
13	Total federal revenues.....	0
14	Special revenue funds:	
15	Total local revenues.....	0
16	Total private revenues.....	400,000
17	Total other state restricted revenues.....	2,356,500
18	State general fund/general purpose..... \$	114,122,800
19	(2) LEGISLATURE	
20	Senate..... \$	27,117,500
21	Senate automated data processing.....	2,429,700
22	Senate fiscal agency.....	2,901,700
23	House of representatives.....	41,990,900
24	House automated data processing.....	1,862,200
25	House fiscal agency.....	2,732,900
26	Legislative auditor general.....	<u>14,351,500</u>
27	GROSS APPROPRIATION..... \$	93,386,400

1	Appropriated from:	
2	Interdepartmental grant revenues:	
3	IDG from MDCS.....	107,900
4	IDG from MDLEG, liquor purchase revolving fund.....	11,300
5	IDG from MDOT, comprehensive transportation fund....	25,200
6	IDG from MDOT, Michigan transportation fund.....	204,300
7	IDG from MDOT, state aeronautics fund.....	19,600
8	IDG from MDOT, state trunkline fund.....	474,600
9	IDG, single audit act.....	958,600
10	Special revenue funds:	
11	Construction lien fund.....	7,200
12	Contract audit administration fees.....	52,700
13	Correctional industries revolving fund.....	31,300
14	Game and fish protection fund.....	21,400
15	Marine safety fund.....	1,900
16	Michigan economic development corporation.....	41,200
17	Michigan education trust fund.....	30,000
18	Michigan state fair revolving fund.....	33,000
19	Michigan state housing development authority fees...	22,100
20	Michigan strategic fund.....	37,500
21	Michigan veterans' trust fund.....	24,400
22	Motor transport revolving fund.....	4,700
23	Office services revolving fund.....	6,800
24	State services fee fund.....	926,900
25	Waterways fund.....	5,600
26	State general fund/general purpose..... \$	90,338,200
27	(3) LEGISLATIVE COUNCIL	

1	Legislative council.....	\$	9,409,000
2	Legislative service bureau automated data processing		1,322,100
3	e-Law, legislative council technology enhancement		
4	project.....		500
5	Worker's compensation.....		133,900
6	National association dues.....		<u>98,500</u>
7	GROSS APPROPRIATION.....	\$	10,964,000
8	Appropriated from:		
9	Special revenue funds:		
10	Private - gifts and bequests revenues.....		400,000
11	State general fund/general purpose.....	\$	10,564,000
12	(4) LEGISLATIVE RETIREMENT SYSTEM		
13	General nonretirement expenses.....	\$	<u>4,057,000</u>
14	GROSS APPROPRIATION.....	\$	4,057,000
15	Appropriated from:		
16	Special revenue funds:		
17	Court fees.....		1,109,800
18	State general fund/general purpose.....	\$	2,947,200
19	(5) PROPERTY MANAGEMENT		
20	Capitol building.....	\$	2,160,000
21	Cora Anderson building.....		7,340,300
22	Farnum building and other properties.....		<u>773,100</u>
23	GROSS APPROPRIATION.....	\$	10,273,400
24	Appropriated from:		
25	Special revenue funds:		
26	State general fund/general purpose.....	\$	10,273,400
27	Sec. 108. DEPARTMENT OF MANAGEMENT AND BUDGET		

1 **(1) APPROPRIATION SUMMARY**

2	Full-time equated unclassified positions.....6.0	
3	Full-time equated classified positions.....723.0	
4	GROSS APPROPRIATION.....	\$ 212,837,500
5	Interdepartmental grant revenues:	
6	Total interdepartmental grants and intradepartmental	
7	transfers.....	142,075,200
8	ADJUSTED GROSS APPROPRIATION.....	\$ 70,762,300
9	Federal revenues:	
10	Total federal revenues.....	444,600
11	Special revenue funds:	
12	Total local revenues.....	0
13	Total private revenues.....	0
14	Total other state restricted revenues.....	33,206,100
15	State general fund/general purpose.....	\$ 37,111,600

16 **(2) MANAGEMENT AND BUDGET SERVICES**

17	Full-time equated unclassified positions.....6.0	
18	Full-time equated classified positions.....581.5	
19	Unclassified positions--6.0 FTE positions.....	\$ 570,800
20	Executive operations--21.0 FTE positions.....	2,241,500
21	Administrative services--64.5 FTE positions.....	5,960,600
22	Budget and financial management--113.5 FTE positions	9,926,600
23	Office of the state employer--24.0 FTE positions....	2,604,800
24	Design and construction services--40.0 FTE positions	4,751,500
25	Business support services--86.5 FTE positions.....	7,372,000
26	Building operation services--232.0 FTE positions....	75,921,100
27	Building occupancy charges, rent, and utilities.....	3,798,700

1	Human resources optimization user charges.....	29,500
2	Motor vehicle fleet.....	<u>55,500,000</u>
3	GROSS APPROPRIATION..... \$	168,677,100
4	Appropriated from:	
5	Interdepartmental grant revenues:	
6	IDG from building occupancy and parking charges.....	78,664,200
7	IDG from department of labor and economic growth....	100,000
8	IDG from MDCH.....	235,000
9	IDG from MDOT, comprehensive transportation fund....	58,400
10	IDG from MDOT, state aeronautics fund.....	33,300
11	IDG from MDOT, state trunkline fund.....	1,193,300
12	IDG from motor transport fund.....	55,500,000
13	IDG from user fees.....	4,892,800
14	Federal revenues:	
15	Federal funds.....	430,500
16	Special revenue funds:	
17	Game and fish protection fund.....	218,200
18	Health management funds.....	1,577,400
19	Marine safety fund.....	22,200
20	Pension trust funds.....	1,413,700
21	Special revenue, internal service, and pension trust	
22	funds.....	5,394,200
23	State building authority revenue.....	530,500
24	State lottery fund.....	122,700
25	Waterways fund.....	50,700
26	State general fund/general purpose..... \$	18,240,000
27	(3) STATEWIDE APPROPRIATIONS	

1	Professional development fund - AFSCME.....	\$	400,000
2	Professional development fund - MPES.....		<u>105,000</u>
3	GROSS APPROPRIATION.....	\$	505,000
4	Appropriated from:		
5	Interdepartmental grant revenues:		
6	IDG from employer contributions.....		505,000
7	Special revenue funds:		
8	State general fund/general purpose.....	\$	0
9	(4) SPECIAL PROGRAMS		
10	Full-time equated classified positions.....		141.5
11	Building occupancy charges - property management		
12	services for executive/legislative building		
13	occupancy.....	\$	1,712,300
14	Retirement services--127.5 FTE positions.....		14,697,400
15	Office of children's ombudsman--14.0 FTE positions..		<u>1,279,300</u>
16	GROSS APPROPRIATION.....	\$	17,689,000
17	Appropriated from:		
18	Special revenue funds:		
19	Deferred compensation.....		1,445,700
20	Pension trust funds.....		13,251,700
21	State general fund/general purpose.....	\$	2,991,600
22	(5) INFORMATION TECHNOLOGY		
23	Information technology services and projects.....	\$	<u>25,966,400</u>
24	GROSS APPROPRIATION.....	\$	25,966,400
25	Appropriated from:		
26	Interdepartmental grant revenues:		
27	IDG from building occupancy and parking charges.....		655,700

1	IDG from MDOT, comprehensive transportation fund....	2,100
2	IDG from MDOT, state aeronautics fund.....	1,100
3	IDG from MDOT, state trunkline fund.....	47,500
4	IDG from user fees.....	186,800
5	Federal revenues:	
6	Federal funds.....	14,100
7	Special revenue funds:	
8	Deferred compensation.....	2,600
9	Game and fish protection fund.....	9,800
10	Health management funds.....	41,700
11	Marine safety fund.....	900
12	MAIN user charges.....	3,964,000
13	Pension trust funds.....	2,739,200
14	Special revenue, internal service, and pension trust	
15	funds.....	2,404,600
16	State building authority revenue.....	9,700
17	State lottery fund.....	4,600
18	Waterways fund.....	2,000
19	State general fund/general purpose..... \$	15,880,000
20	Sec. 109. DEPARTMENT OF STATE	
21	(1) APPROPRIATION SUMMARY	
22	Full-time equated unclassified positions.....6.0	
23	Full-time equated classified positions.....1,853.8	
24	GROSS APPROPRIATION..... \$	188,266,000
25	Interdepartmental grant revenues:	
26	Total interdepartmental grants and intradepartmental	
27	transfers.....	20,000,000

1	ADJUSTED GROSS APPROPRIATION.....	\$	168,266,000
2	Federal revenues:		
3	Total federal revenues.....		1,391,000
4	Special revenue funds:		
5	Total local revenues.....		0
6	Total private revenues.....		100
7	Total other state restricted revenues.....		151,553,500
8	State general fund/general purpose.....	\$	15,321,400
9	(2) EXECUTIVE DIRECTION		
10	Full-time equated unclassified positions.....	6.0	
11	Full-time equated classified positions.....	29.2	
12	Secretary of state.....	\$	124,900
13	Unclassified positions--5.0 FTE positions.....		459,200
14	Operations--29.2 FTE positions.....		<u>2,256,400</u>
15	GROSS APPROPRIATION.....	\$	2,840,500
16	Appropriated from:		
17	Special revenue funds:		
18	Auto repair facilities fees.....		52,900
19	Driver fees.....		102,600
20	Expedient service fees.....		45,300
21	Look-up fees.....		605,700
22	Parking ticket court fines.....		7,200
23	Personal identification card fees.....		10,600
24	Reinstatement fees - operator licenses.....		114,800
25	Transportation administration collection fund.....		1,286,200
26	Vehicle theft prevention fees.....		31,100
27	State general fund/general purpose.....	\$	584,100

1 **(3) DEPARTMENT SERVICES**

2	Full-time equated classified positions.....	176.3	
3	Operations--167.8 FTE positions.....		\$ 22,392,700
4	Assigned claims assessments--6.5 FTE positions.....		674,600
5	Motorcycle safety education administration--2.0 FTE		
6	positions.....		353,800
7	Motorcycle safety grants.....		<u>875,800</u>
8	GROSS APPROPRIATION.....		\$ 24,296,900
9	Appropriated from:		
10	Federal revenues:		
11	Federal funds.....		52,100
12	Special revenue funds:		
13	Assigned claims assessments.....		674,600
14	Auto repair facilities fees.....		388,600
15	Child support clearance fees.....		32,100
16	Driver fees.....		1,123,400
17	Expedient service fees.....		232,400
18	Look-up fees.....		7,193,200
19	Marine safety fund.....		69,800
20	Motorcycle safety fund.....		1,229,600
21	Off-road vehicle title fees.....		7,200
22	Parking ticket court fines.....		49,200
23	Personal identification card fees.....		77,700
24	Reinstatement fees - operator licenses.....		502,600
25	Scrap tire fund.....		64,200
26	Snowmobile registration fee revenue.....		16,500
27	Transportation administration collection fund.....		12,329,800

1	Vehicle theft prevention fees.....	227,800
2	State general fund/general purpose..... \$	26,100
3	(4) REGULATORY SERVICES	
4	Full-time equated classified positions.....251.1	
5	Operations--251.1 FTE positions..... \$	20,806,900
6	County clerk education and training.....	<u>100,000</u>
7	GROSS APPROPRIATION..... \$	20,906,900
8	Appropriated from:	
9	Federal revenues:	
10	Federal funds.....	92,300
11	Special revenue funds:	
12	Auto repair facilities fees.....	4,183,400
13	Commercial driver training school fees.....	63,500
14	Driver fees.....	930,500
15	Expedient service fees.....	29,900
16	Look-up fees.....	3,962,400
17	Notary education and training fund.....	100,000
18	Notary fee fund.....	300,000
19	Parking ticket court fines.....	8,200
20	Personal identification card fees.....	42,900
21	Reinstatement fees - operator licenses.....	1,535,400
22	Transportation administration collection fund.....	7,898,700
23	Vehicle theft prevention fees.....	1,423,800
24	State general fund/general purpose..... \$	335,900
25	(5) CUSTOMER DELIVERY SERVICES	
26	Full-time equated classified positions.....1,368.7	
27	Branch operations--958.4 FTE positions..... \$	66,772,100

1	Central records--239.4 FTE positions.....	14,704,500
2	Customer services administration--154.7 FTE	
3	positions.....	16,555,200
4	Commemorative license plates--16.2 FTE positions....	2,147,300
5	Specialty license plates.....	1,922,000
6	Olympic center plate.....	75,700
7	Organ donor program.....	<u>104,100</u>
8	GROSS APPROPRIATION..... \$	102,280,900
9	Appropriated from:	
10	Interdepartmental grant revenues:	
11	IDG from MDOT, Michigan transportation fund.....	20,000,000
12	Federal revenues:	
13	Federal funds.....	1,246,600
14	Special revenue funds:	
15	Private funds.....	100
16	Auto repair facilities fees.....	83,600
17	Child support clearance fees.....	358,900
18	Driver fees.....	12,270,100
19	Expedient service fees.....	2,629,800
20	Look-up fees.....	17,109,700
21	Marine safety fund.....	1,031,600
22	Michigan state police auto theft fund.....	105,600
23	Mobile home commission fees.....	428,900
24	Off-road vehicle title fees.....	110,600
25	Parking ticket court fines.....	1,457,900
26	Personal identification card fees.....	1,379,700
27	Reinstatement fees - operator licenses.....	1,045,600

1	Snowmobile registration fee revenue.....	302,100
2	Transportation administration collection fund.....	38,480,600
3	Vehicle theft prevention fees.....	190,500
4	State general fund/general purpose..... \$	4,049,000
5	(6) ELECTION REGULATION	
6	Full-time equated classified positions.....28.5	
7	Election administration and services--25.5 FTE	
8	positions..... \$	2,743,300
9	Fees to local units.....	69,800
10	Qualified voter file--3.0 FTE positions.....	<u>1,773,500</u>
11	GROSS APPROPRIATION..... \$	4,586,600
12	Appropriated from:	
13	Special revenue funds:	
14	State general fund/general purpose..... \$	4,586,600
15	(7) DEPARTMENTWIDE APPROPRIATIONS	
16	Building occupancy charges/rent..... \$	9,513,000
17	Worker's compensation.....	<u>727,000</u>
18	GROSS APPROPRIATION..... \$	10,240,000
19	Appropriated from:	
20	Special revenue funds:	
21	Auto repair facilities fees.....	147,500
22	Driver fees.....	453,800
23	Expedient service fees.....	15,000
24	Look-up fees.....	1,968,300
25	Parking ticket court fines.....	489,200
26	Transportation administration collection fund.....	4,463,400
27	State general fund/general purpose..... \$	2,702,800

1 **(8) INFORMATION TECHNOLOGY**

2	Information technology services and projects.....	\$	<u>23,114,200</u>
3	GROSS APPROPRIATION.....	\$	23,114,200
4	Appropriated from:		
5	Special revenue funds:		
6	Administrative order processing fee.....		10,900
7	Auto repair facilities fees.....		176,500
8	Child support clearance fees.....		15,900
9	Driver fees.....		1,279,600
10	Expedient service fees.....		442,700
11	Look-up fees.....		2,650,700
12	Parking ticket court fines.....		81,400
13	Personal identification card fees.....		848,000
14	Reinstatement fees - operator licenses.....		457,900
15	Transportation administration collection fund.....		13,945,600
16	Vehicle theft prevention fees.....		168,100
17	State general fund/general purpose.....	\$	3,036,900

18 **Sec. 110. DEPARTMENT OF TREASURY**

19 **(1) APPROPRIATION SUMMARY**

20	Full-time equated unclassified positions.....	9.0	
21	Full-time equated classified positions.....	1,598.0	
22	GROSS APPROPRIATION.....	\$	1,579,823,000
23	Interdepartmental grant revenues:		
24	Total interdepartmental grants and intradepartmental		
25	transfers.....		13,172,800
26	ADJUSTED GROSS APPROPRIATION.....	\$	1,566,650,200
27	Federal revenues:		

1	Total federal revenues.....	34,681,800
2	Special revenue funds:	
3	Total local revenues.....	964,300
4	Total private revenues.....	0
5	Total other state restricted revenues.....	1,408,706,100
6	State general fund/general purpose..... \$	122,298,000
7	(2) EXECUTIVE DIRECTION	
8	Full-time equated unclassified positions.....9.0	
9	Full-time equated classified positions.....5.0	
10	Unclassified positions--9.0 FTE positions..... \$	800,900
11	Office of the director--5.0 FTE positions.....	<u>648,200</u>
12	GROSS APPROPRIATION..... \$	1,449,100
13	Appropriated from:	
14	Special revenue funds:	
15	State lottery fund.....	141,300
16	State services fee fund.....	159,300
17	State general fund/general purpose..... \$	1,148,500
18	(3) DEPARTMENTWIDE APPROPRIATIONS	
19	Travel..... \$	1,088,500
20	Rent and building occupancy charges - property	
21	management services.....	4,605,000
22	Worker's compensation insurance premium.....	<u>541,300</u>
23	GROSS APPROPRIATION..... \$	6,234,800
24	Appropriated from:	
25	Interdepartmental grant revenues:	
26	IDG from MDOT, state aeronautics fund.....	2,500
27	IDG, state agency collection fees.....	16,900

1	Special revenue funds:	
2	Delinquent tax collection revenue.....	3,284,700
3	Municipal finance fees.....	10,600
4	Treasury fees.....	17,800
5	Waterways fund.....	2,200
6	State general fund/general purpose..... \$	2,900,100
7	(4) LOCAL GOVERNMENT PROGRAMS	
8	Full-time equated classified positions.....74.0	
9	Supervision of the general property tax law--51.0	
10	FTE positions..... \$	8,562,900
11	Property tax assessor training--4.0 FTE positions...	374,100
12	Local finance--19.0 FTE positions.....	2,599,300
13	State compliance audits.....	60,000
14	Pari-mutuel audits.....	<u>240,000</u>
15	GROSS APPROPRIATION..... \$	11,836,300
16	Appropriated from:	
17	Special revenue funds:	
18	Local - assessor training fees.....	374,100
19	Local - audit charges.....	497,200
20	Local - equalization study charge-backs.....	40,000
21	Local - revenue from local government.....	50,000
22	Land reutilization fund.....	3,985,700
23	Municipal finance fees.....	256,800
24	State education tax collections.....	50,000
25	State services fee fund.....	240,000
26	State general fund/general purpose..... \$	6,342,500
27	(5) TAX PROGRAMS	

1	Full-time equated classified positions.....	715.0	
2	Customer contact--178.0 FTE positions.....	\$	12,292,700
3	Tax compliance--339.0 FTE positions.....		27,243,600
4	Tax policy--37.0 FTE positions.....		3,688,800
5	Tax processing--157.0 FTE positions.....		14,363,600
6	Home heating assistance.....		2,000,000
7	Bottle bill implementation.....		250,000
8	New hire reporting.....		1,545,000
9	Tobacco tax collection--4.0 FTE positions.....		<u>232,000</u>
10	GROSS APPROPRIATION.....	\$	61,615,700
11	Appropriated from:		
12	Interdepartmental grant revenues:		
13	IDG, data/collection services fees.....		250,900
14	IDG from FIA.....		1,545,000
15	IDG from MDCH.....		232,000
16	IDG from MDOT, Michigan transportation fund.....		7,417,700
17	IDG from MDOT, state aeronautics fund.....		43,100
18	Federal revenues:		
19	HHS-SSA, low-income energy assistance.....		2,000,000
20	Special revenue funds:		
21	Bottle deposit fund.....		250,000
22	Delinquent tax collection revenue.....		45,155,100
23	Tobacco tax revenue.....		335,900
24	Waterways fund.....		56,200
25	State general fund/general purpose.....	\$	4,329,800
26	(6) BANKING AND MANAGEMENT SERVICES		
27	Full-time equated classified positions.....	325.5	

1	Human resources optimization user charges.....	\$	44,300
2	Human resources, program management, and		
3	purchasing--32.0 FTE positions.....		2,950,800
4	Mail operations--20.0 FTE positions.....		1,849,500
5	Office of revenue and tax analysis--15.5 FTE		
6	positions.....		1,170,900
7	Unclaimed property--19.0 FTE positions.....		2,801,600
8	Collections--167.0 FTE positions.....		15,307,700
9	Finance and accounting--32.0 FTE positions.....		1,604,500
10	Receipts processing--40.0 FTE positions.....		<u>2,531,600</u>
11	GROSS APPROPRIATION.....	\$	28,260,900
12	Appropriated from:		
13	Interdepartmental grant revenues:		
14	IDG from FIA, title IV-D.....		542,500
15	IDG from MDOT, state aeronautics fund.....		16,900
16	IDG, levy/warrant cost assessment fees.....		1,810,800
17	IDG, receipt, warrant and cash processing fees.....		222,300
18	IDG, state agency collection fees.....		492,600
19	Special revenue funds:		
20	Delinquent tax collection revenue.....		13,474,700
21	Escheats revenue.....		2,801,600
22	Garnishment fees.....		460,700
23	Justice system fund.....		550,000
24	Treasury fees.....		159,700
25	Waterways fund.....		17,500
26	State general fund/general purpose.....	\$	7,711,600
27	(7) FINANCIAL PROGRAMS		

1	Full-time equated classified positions.....	208.0	
2	Retirement investments--72.0 FTE positions.....	\$	12,345,000
3	Michigan education savings program.....		1,000,000
4	Michigan merit award administration--6.0 FTE		
5	positions.....		1,580,400
6	Common cash investments and debt management--11.5		
7	FTE positions.....		1,100,700
8	Student financial assistance programs--118.5 FTE		
9	positions.....		<u>34,232,900</u>
10	GROSS APPROPRIATION.....	\$	50,259,000
11	Appropriated from:		
12	Interdepartmental grant revenues:		
13	IDG, fiscal agent service fees.....		158,500
14	Federal revenues:		
15	DED-OPSE, federal lenders allowance.....		9,851,300
16	DED-OPSE, higher education act of 1965, insured		
17	loans.....		22,309,400
18	Special revenue funds:		
19	College work-study.....		46,300
20	Michigan merit award trust fund.....		2,965,500
21	Retirement funds.....		12,345,000
22	School bond fees.....		435,300
23	Treasury fees.....		248,300
24	State general fund/general purpose.....	\$	1,899,400
25	(8) DEBT SERVICE		
26	Water pollution control bond and interest redemption	\$	2,650,400
27	Quality of life bond.....		59,700,000

1	Clean Michigan initiative.....		<u>19,100,000</u>
2	GROSS APPROPRIATION.....	\$	81,450,400
3	Appropriated from:		
4	Special revenue funds:		
5	Cleanup and redevelopment funds.....		10,887,300
6	State general fund/general purpose.....	\$	70,563,100
7	(9) GRANTS		
8	Grants to counties in lieu of taxes.....	\$	10,000
9	Convention facility development distribution.....		53,500,000
10	Senior citizen cooperative housing tax exemption		
11	program.....		16,700,000
12	Commercial mobile radio service payments.....		29,000,000
13	Health and safety fund grants.....		23,500,000
14	Qualified agricultural loan payments.....		2,000,000
15	Renaissance zone reimbursement.....		1,968,000
16	Special grants.....		<u>1,542,300</u>
17	GROSS APPROPRIATION.....	\$	128,220,300
18	Appropriated from:		
19	Special revenue funds:		
20	Commercial mobile radio service fees.....		29,000,000
21	Convention facility development fund.....		53,500,000
22	Health and safety fund.....		23,500,000
23	State general fund/general purpose.....	\$	22,220,300
24	(10) BUREAU OF STATE LOTTERY		
25	Full-time equated classified positions.....	165.0	
26	Lottery operations--165.0 FTE positions.....	\$	17,167,100
27	Human resources optimization user charges.....		29,500

1	Promotion and advertising.....	18,622,000
2	Information technology services and projects.....	<u>4,236,700</u>
3	GROSS APPROPRIATION..... \$	40,055,300
4	Appropriated from:	
5	Special revenue funds:	
6	State lottery fund.....	40,055,300
7	State general fund/general purpose..... \$	0
8	(11) CASINO GAMING	
9	Full-time equated classified positions.....105.5	
10	Michigan gaming control board..... \$	50,000
11	Casino gaming control administration--105.5 FTE	
12	positions.....	17,163,000
13	Human resources optimization user charges.....	14,800
14	Information technology services and projects.....	<u>1,100,600</u>
15	GROSS APPROPRIATION..... \$	18,328,400
16	Appropriated from:	
17	Special revenue funds:	
18	Casino gambling agreements.....	383,500
19	State services fee fund.....	17,944,900
20	State general fund/general purpose..... \$	0
21	(12) REVENUE SHARING	
22	Constitutional state general revenue sharing grants. \$	691,900,000
23	Statutory state general revenue sharing grants.....	<u>443,500,000</u>
24	GROSS APPROPRIATION..... \$	1,135,400,000
25	Appropriated from:	
26	Special revenue funds:	
27	Sales tax.....	1,135,400,000

1	State general fund/general purpose.....	\$	0
2	(13) INFORMATION TECHNOLOGY		
3	Information technology services and projects.....	\$	<u>16,712,800</u>
4	GROSS APPROPRIATION.....	\$	16,712,800
5	Appropriated from:		
6	Interdepartmental grant revenues:		
7	IDG from MDOT, Michigan transportation fund.....		421,100
8	Federal revenues:		
9	DED-OPSE, higher education act of 1965, insured		
10	loans.....		521,100
11	Special revenue funds:		
12	Local - assessor training fees.....		3,000
13	Delinquent tax collection revenue.....		9,555,900
14	Land reutilization fund.....		20,000
15	Michigan merit award trust fund.....		393,000
16	Retirement funds.....		616,000
17	State general fund/general purpose.....	\$	5,182,700

18 PART 2

19 PROVISIONS CONCERNING APPROPRIATIONS

20 **GENERAL SECTIONS**

21 Sec. 201. (1) Pursuant to section 30 of article IX of the state
 22 constitution of 1963, total state spending from state resources under
 23 part 1 for fiscal year 2004-2005 is [\$1,967,039,000.00] and state
 24 spending from state resources to be paid to local units of government
 25 for fiscal year 2004-2005 is \$1,247,464,100.00. The itemized

House Bill No. 5517 (H-1) as amended April 1, 2004

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

3 DEPARTMENT OF STATE

4	Fees to local units.....	\$	69,800
5	Motorcycle safety education grants.....	\$	<u>680,000</u>
6	Subtotal.....	\$	749,800

7 DEPARTMENT OF TREASURY

8	Senior citizen cooperative housing tax exemption....	\$	16,700,000
9	Grants to counties in lieu of taxes.....		10,000
10	Health and safety fund grants.....		23,500,000
11	Constitutional state general revenue sharing grants.		691,900,000
12	Statutory state general revenue sharing grants.....		443,500,000
13	Convention facility development fund distribution...		53,500,000
14	Commercial mobile radio service payments.....		14,094,000
15	Renaissance zone reimbursements.....		1,968,000
16	Special grants.....		1,542,300
17	Subtotal.....	\$	<u>1,246,714,300</u>
18	TOTAL GENERAL GOVERNMENT.....	\$	1,247,464,100

19 (2) Pursuant to section 30 of article IX of the state constitution
20 of 1963, total state spending from state sources for fiscal year
21 2004-2005 is estimated at [\$25,793,744,050.00] in the 2004-2005
22 appropriations acts and total state spending from state sources paid
23 to local units of government for fiscal year 2004-2005 is estimated at
24 [\$15,486,277,700.00]. The state-local proportion is estimated at
[60.03%]

25 of total state spending from state resources.

26 (3) If payments to local units of government and state spending
27 from state sources for fiscal year 2004-2005 are different than the

1 amounts estimated in subsection (2), the state budget director shall
2 report the payments to local units of government and state spending
3 from state sources that were made for fiscal year 2004-2005 to the
4 senate and house of representatives standing committees on
5 appropriations within 30 days after the final book-closing for fiscal
6 year 2004-2005.

7 Sec. 202. The appropriations authorized under this act are
8 subject to the management and budget act, 1984 PA 431, MCL 18.1101 to
9 18.1594.

10 Sec. 203. As used in this act:

11 (a) "AFSCME" means American federation of state, county, and
12 municipal employees.

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

15 (c) "CPI" means consumer price index.

16 (d) "DAG" means the United States department of agriculture.

17 (e) "DED-OPSE" means the United States department of education,
18 office of postsecondary education.

19 (f) "DOL-ETA" means the United States department of labor,
20 employment and training administration.

21 (g) "DOL-OSHA" means the United States department of labor,
22 occupational safety and health administration.

23 (h) "EEOC" means the United States equal employment opportunity
24 commission.

25 (i) "EPA" means the United States environmental protection agency.

26 (j) "FIA" means the Michigan family independence agency.

27 (k) "FTE" means full-time equated.

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

2 (m) "HHS" means the United States department of health and human
3 services.

4 (n) "HHS-OS" means the HHS office of the secretary.

5 (o) "HHS-SSA" means the HHS social security administration.

6 (p) "HUD" means the United States department of housing and urban
7 development.

8 (q) "IDG" means interdepartmental grant.

9 (r) "MAIN" means the Michigan administrative information network.

10 (s) "MCL" means the Michigan Compiled Laws.

11 (t) "MDA" means the Michigan department of agriculture.

12 (u) "MDCH" means the Michigan department of community health.

13 (v) "MDCS" means the Michigan department of civil service.

14 (w) "MDLEG" means the Michigan department of labor and economic
15 growth.

16 (x) "MDMB" means the Michigan department of management and budget.

17 (y) "MDOT" means the Michigan department of transportation.

18 (z) "MDSP" means the Michigan department of state police.

19 (aa) "MPES" means the Michigan professional employees society.

20 (bb) "PA" means public act.

21 (cc) "PACC" means the prosecuting attorneys coordinating council.

22 Sec. 204. The department of civil service shall bill departments
23 and agencies at the end of the first fiscal quarter for the 1% charge
24 authorized by section 5 of article XI of the state constitution of
25 1963. Payments shall be made for the total amount of the billing by
26 the end of the second fiscal quarter.

27 Sec. 205. (1) A hiring freeze is imposed on the state classified

1 civil service. State departments and agencies are prohibited from
2 hiring any new full-time state classified civil service employees and
3 prohibited from filling any vacant state classified civil service
4 positions. This hiring freeze does not apply to internal transfers of
5 classified employees from 1 position to another within a department.

6 (2) The attorney general and secretary of state may grant
7 exceptions to the hiring freeze for their respective departments
8 pursuant to the same criteria that the state budget director is able
9 to grant exceptions under this subsection. The state budget director
10 shall grant exceptions to this hiring freeze when the state budget
11 director believes that the hiring freeze will result in rendering a
12 state department or agency unable to deliver basic services, cause
13 loss of revenue to the state, result in the inability of the state to
14 receive federal funds, or necessitate additional expenditures that
15 exceed any savings from maintaining a vacancy. The state budget
16 director shall report quarterly to the chairpersons of the senate and
17 house of representatives standing committees on appropriations the
18 number of exceptions to the hiring freeze approved during the previous
19 quarter and the reasons to justify the exception.

20 Sec. 207. At least 60 days before beginning any effort to
21 privatize, the departments and agencies receiving appropriations in
22 part 1 shall submit a complete project plan to the senate and house of
23 representatives standing committees on appropriations subcommittees on
24 general government and the senate and house fiscal agencies. The plan
25 shall include the criteria under which the privatization initiative
26 will be evaluated. The evaluation shall be completed and submitted to
27 the senate and house of representatives standing committees on

1 appropriations subcommittees on general government and the senate and
2 house fiscal agencies within 30 months.

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

9 Sec. 209. Funds appropriated in part 1 shall not be used for the
10 purchase of foreign goods or services, or both, if competitively
11 priced and of comparable quality American goods or services, or both,
12 are available. Preference should be given to goods or services, or
13 both, manufactured or provided by Michigan businesses if they are
14 competitively priced and of comparable quality.

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

22 Sec. 211. Pursuant to section 352 of the management and budget
23 act, 1984 PA 431, MCL 18.1352, that provides for a transfer of state
24 general funds into the countercyclical budget and economic
25 stabilization fund, there is appropriated into the countercyclical
26 budget and economic stabilization fund the sum of \$0.00. The
27 calculation required by section 352 of the management and budget act,

1 1984 PA 431, MCL 18.1352, is determined as follows:

2	2003	2004
3 Michigan personal income (millions).....	\$311,667	\$325,692
4 less: transfer payments.....	<u>50,508</u>	<u>53,538</u>
5 Subtotal.....	261,159	272,154
6 Divided by: Detroit CPI for 12 months		
7 ending June 30.....	1.814	1.847
8 Equals: Real adjusted Michigan personal		
9 income.....	\$148,907	\$148,840
10 Percentage change.....		(2.4%)
11 Percentage change in excess of 2%.....		(0.4%)
12 Multiplied by: estimated GF/GP revenue in		
13 FY 2003-2004 (millions).....		7,857.5
14 Equals: countercyclical budget and		
15 economic stabilization fund calculation		
16 for the fiscal year ending September 30,		
17 2005.....		\$31.4

18 Sec. 212. The departments and agencies receiving appropriations
 19 in part 1 shall receive and retain copies of all reports funded from
 20 appropriations in part 1. Federal and state guidelines for short-term
 21 and long-term retention of records shall be followed.

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

27 Sec. 214. From the funds appropriated in part 1 for information

1 technology, departments and agencies shall pay user fees to the
2 department of information technology for technology-related services
3 and projects. Such user fees shall be subject to provisions of an
4 interagency agreement between the departments and agencies and the
5 department of information technology.

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

9 **DEPARTMENT OF ATTORNEY GENERAL**

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

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

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

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

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

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

18 (3) The attorney general shall perform the duties specified in
19 1846 RS 12, MCL 14.28 to 14.35, and 1919 PA 232, MCL 14.101 to 14.102,
20 and as otherwise provided by law.

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

1 received into the general fund.

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

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

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

27 Sec. 307. In addition to the antitrust revenues in part 1,

1 antitrust, securities fraud, consumer protection or class action
2 enforcement revenues, or attorney fees recovered by the department,
3 not to exceed \$1,000,000.00, are appropriated to the department for
4 antitrust, securities fraud, and consumer protection or class action
5 enforcement cases. Any unexpended funds from antitrust, securities
6 fraud, and consumer protection or class action enforcement revenues at
7 the end of the fiscal year, including antitrust funds in part 1, are
8 carried forward for expenditure in the following fiscal year up to the
9 maximum authorization of \$1,000,000.00.

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

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

19 (3) Unexpended funds at the end of the fiscal year are carried
20 forward for expenditure in the following year, up to a maximum
21 authorization of \$500,000.00.

22 Sec. 309. From the prisoner reimbursement funds appropriated in
23 part 1, the department may spend up to \$400,000.00 on activities
24 related to the state correctional facilities reimbursement act, 1935
25 PA 253, MCL 800.401 to 800.406. In addition to the funds appropriated
26 in part 1, if the department collects in excess of \$1,131,000.00 in
27 gross annual prisoner reimbursement receipts provided to the general

1 fund, the excess, up to a maximum of \$1,000,000.00, is appropriated to
2 the department of attorney general and may be spent on the
3 representation of the department of corrections and its officers,
4 employees, and agents, including, but not limited to, the defense of
5 litigation against the state, its departments, officers, employees, or
6 agents in civil actions filed by prisoners. Any unexpended funds at
7 the end of the fiscal year are carried forward for expenditure in the
8 following fiscal year up to the maximum authorization of
9 \$1,000,000.00.

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

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

19 Sec. 311. In addition to the funds appropriated in part 1,
20 \$700,000.00 is appropriated to the department of attorney general for
21 information technology services and projects expenditures. Any
22 unexpended funds at the end of the fiscal year are carried forward for
23 expenditure in the following fiscal year.

24 DEPARTMENT OF CIVIL RIGHTS

25 Sec. 401. In addition to the funds appropriated in part 1, there
26 is appropriated an amount not to exceed \$500,000.00 for federal

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

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

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

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

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

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

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

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

20 (2) The department of civil rights shall annually report to the
21 state budget director, the senate and house of representatives
22 standing committees on appropriations, and the senate and house fiscal
23 agencies the amount of funds received and expended for purposes
24 authorized under this section.

25 Sec. 403. The department of civil rights may contract with local
26 units of government to review equal employment opportunity compliance
27 of potential contractors and may charge for and expend amounts

1 received from local units of government for the purpose of developing
2 and providing these contractual services.

3 **DEPARTMENT OF CIVIL SERVICE**

4 Sec. 501. (1) In addition to the funds appropriated in part 1,
5 there is appropriated an amount not to exceed \$2,000,000.00 for
6 federal contingency funds. These funds are not available for
7 expenditure until they have been transferred to another line item in
8 this act under section 393(2) of the management and budget act, 1984
9 PA 431, MCL 18.1393.

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

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

27 Sec. 502. (1) All restricted funds shall be assessed a sum not

1 less than 1% of the total aggregate payroll paid from those funds for
2 financing the department of civil service on the basis of actual 1%
3 restricted sources total aggregate payroll of the classified service
4 for fiscal year 2004 in accordance with section 5 of article XI of the
5 state constitution of 1963. This includes, but is not limited to,
6 restricted funds appropriated in part 1 of any appropriations act.
7 Unexpended 1% appropriated funds shall be returned to each 1% fund
8 source at the end of the fiscal year.

9 (2) The 1% financing from restricted sources shall be credited to
10 the department of civil service by the end of the second fiscal
11 quarter.

12 Sec. 503. Except where specifically appropriated for this
13 purpose, 1% of the financing from restricted sources shall be credited
14 to the department of civil service. For restricted sources of funding
15 within the general fund that have the legislative authority for
16 carryover, if current spending authorization or revenues are
17 insufficient to accept the charge, the shortage shall be taken from
18 carryforward balances of that funding source. Restricted revenue
19 sources that do not have carryforward authority shall be utilized to
20 satisfy departmental operating deducts first and civil service
21 obligations second. General fund dollars are appropriated for any
22 shortfall, pursuant to approval by the state budget director.

23 Sec. 504. The appropriation in part 1 to the department of civil
24 service, for state-sponsored group insurance, flexible spending
25 accounts, and COBRA, represents amounts, in part, included within the
26 various appropriations throughout state government for the current
27 fiscal year to fund the flexible spending account program included

1 within the department of civil service. Deposits against
2 state-sponsored group insurance, flexible spending accounts, and COBRA
3 for the flexible spending account program shall be made from
4 assessments levied during the current fiscal year in a manner
5 prescribed by the department of civil service. Unspent employee
6 contributions to the flexible spending accounts may be used to offset
7 administrative costs for the flexible spending account program, with
8 any remaining balance of unspent employee contributions to be lapsed
9 to the general fund.

10 INFORMATION TECHNOLOGY

11 Sec. 571. In addition to the funds appropriated in part 1, there
12 is appropriated an amount not to exceed \$10,000,000.00 for
13 interdepartmental grant contingency funds. These funds are not
14 available for expenditure until they have been transferred to another
15 line item in this act under section 393(2) of the management and
16 budget act, 1984 PA 431, MCL 18.1393.

17 Sec. 572. The appropriation in part 1 for the department of
18 information technology shall be funded by user fees assessed against
19 other principal executive departments and agencies. Such user fees
20 shall be based upon services provided by the department of information
21 technology.

22 Sec. 573. (1) The department of information technology may sell
23 and accept paid advertising for placement on any state website under
24 its jurisdiction. The department shall review and approve the content
25 of each advertisement. The department may refuse to accept
26 advertising from any person or organization or require modification to

1 advertisements based upon criteria determined by the department.
2 Revenue received under this subsection will be used for operating
3 costs of the department and for future technology enhancements to
4 state of Michigan e-government initiatives. Funds received under this
5 subsection shall be limited to \$250,000.00. Any funds in excess of
6 \$250,000.00 shall be deposited in the state general fund.

7 (2) The department of information technology may accept gifts,
8 donations, contributions, bequests, and grants of money from any
9 public or private source to assist with the underwriting or
10 sponsorship of state web pages or services offered on those web
11 pages. A private or public funding source may receive recognition in
12 the web page. The department of information technology may reject any
13 gift, donation, contribution, bequest, or grant.

14 (3) Funds accepted by the department of information technology
15 under subsections (1) and (2) are appropriated and allotted when
16 received and may be expended upon receipt.

17 (4) Except as excluded under subsection (1), any unexpended
18 revenue received under this section shall not lapse to the general
19 fund and shall be available for future appropriations.

20 (5) By April 1, the department of information technology shall
21 report to the senate and house of representatives standing committees
22 on appropriations and the senate and house fiscal agencies that all of
23 the following information is available on the department's website:

24 (a) The amount of gifts, donations, contributions, bequests, and
25 grants of money received by the department of information technology
26 under this section for the immediately preceding fiscal year.

27 (b) A listing of the expenditures made from the amounts received

1 by the department of information technology as reported in subdivision
2 (a).

3 (c) A listing of any gift, donation, contribution, bequest, or
4 grant of property other than funding received by the department of
5 information technology under this section for the immediately
6 preceding year.

7 (d) The total revenue received from the sale of paid advertising
8 accepted under this section and a statement of the total number of
9 advertising transactions.

10 Sec. 574. The department of information technology may enter
11 into agreements to supply spatial information and technical services
12 to other principal executive departments, state agencies, local units
13 of government, and other organizations. The department of information
14 technology may receive and expend funds in addition to those
15 authorized in part 1 for providing information and technical services,
16 publications, maps, and other products. The department of information
17 technology may expend amounts received for salaries, supplies, and
18 equipment necessary to provide informational products and technical
19 services.

20 Sec. 575. The legislature shall have access to all historical
21 and current data contained within MAIN pertaining to state
22 departments. State departments shall have access to all historical
23 and current data contained within MAIN.

24 Sec. 576. When used in this act, "information technology
25 services" means services involving all aspects of managing and
26 processing information including, but not limited to, all of the
27 following:

1 (a) Application development and maintenance.

2 (b) Desktop computer support and management.

3 (c) Mainframe computer support and management.

4 (d) Server support and management.

5 (e) Local area network support and management.

6 (f) Information technology contract, project, and procurement
7 management.

8 (g) Information technology planning and budget management.

9 (h) Telecommunication services, security, infrastructure, and
10 support.

11 (i) Software and software licensing.

12 Sec. 577. (1) Funds appropriated in part 1 for the Michigan
13 public safety communications system shall be expended upon approval of
14 an expenditure plan by the state budget director.

15 (2) The department of information technology shall assess all
16 subscribers of the Michigan public safety communications system
17 reasonable access and maintenance fees.

18 (3) All money received by the department of information technology
19 under this section shall be deposited to the state general fund
20 pursuant to section 443 of the management and budget act, 1984 PA 431,
21 MCL 18.1443.

22 (4) The department of information technology shall provide a
23 report to the senate and house of representatives standing committees
24 on appropriations, the senate and house fiscal agencies, and the state
25 budget director on April 15 and on October 15, indicating the amount
26 of revenue collected under this section and deposited to the state
27 general fund for the immediately preceding 6-month period.

1 Sec. 578. The department of information technology shall submit
2 a report for the immediately preceding fiscal year ending September 30
3 to the senate and house of representatives standing committees on
4 appropriations subcommittees on general government and the senate and
5 house fiscal agencies by March 1. The report shall include the
6 following:

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

10 (b) A listing of the expenditures made from the amounts received
11 by the department of information technology, as reported in
12 subdivision (a).

13 Sec. 579. The department of information technology shall provide
14 a report that analyzes and makes recommendations on the life-cycle of
15 information technology hardware and software. The report shall be
16 submitted to the senate and house of representatives standing
17 committees on appropriations subcommittees on general government and
18 the senate and house fiscal agencies by March 1.

19 Sec. 580. (1) From the funds appropriated in part 1 to general
20 services, for the department of state, there is appropriated
21 \$4,550,000.00 for the business application modernization project.
22 Funds shall only be used for the development, implementation, and
23 maintenance of the business application modernization project.

24 (2) The unexpended funds appropriated in part 1 for the business
25 application modernization project are designated as work project
26 appropriations and shall not lapse at the end of the fiscal year. Any
27 unencumbered or unallotted funds are carried over into the succeeding

1 fiscal year and shall continue to be available for expenditure until
2 the project has been completed. The total cost is estimated at
3 \$30,000,000.00, and the tentative completion date is September 30,
4 2008.

5 LEGISLATURE

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

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

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

24 Sec. 602. The senate may charge rent and assess charges for
25 utility costs. The amounts received for rent charges and utility
26 assessments are appropriated to the senate for the renovation,
27 operation, and maintenance of the Farnum building and other

1 properties.

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

4 Sec. 604. (1) The appropriation in part 1 to the legislative
5 council includes funds to operate the legislative parking facilities
6 in the capitol area. The legislative council shall establish rules
7 regarding the operation of the legislative parking facilities.

8 (2) The legislative council shall collect a fee from state
9 employees and the general public using certain legislative parking
10 facilities. The revenues received from the parking fees shall be
11 allocated by the legislative council.

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

18 Sec. 606. The appropriations in part 1 to the legislative
19 branch, for property management, shall be used to purchase equipment
20 and services for building maintenance in order to ensure a safe and
21 productive work environment. These funds, along with funds previously
22 appropriated for property management, are designated as work project
23 appropriations and shall not lapse at the end of the fiscal year, and
24 shall continue to be available for expenditure until the project has
25 been completed. The total cost is estimated at \$500,000.00, and the
26 tentative completion date is September 30, 2006.

27 Sec. 606a. The appropriations in part 1 to the legislative

1 branch, for automated data processing, shall be used to purchase
2 equipment, software, and services in order to support and implement
3 data processing requirements and technology improvements. These
4 funds, along with funds previously appropriated for automated data
5 processing, are designated as work project appropriations and shall
6 not lapse at the end of the fiscal year, and shall continue to be
7 available for expenditure until the project has been completed. The
8 total cost is estimated at \$500,000.00, and the tentative completion
9 date is September 30, 2006.

10 Sec. 607. In addition to funds appropriated in part 1, the
11 Michigan capitol committee publications save the flags fund account
12 may accept contributions, gifts, bequests, devises, grants, and
13 donations. Those funds that are not expended in the fiscal year
14 ending September 30 shall not lapse at the close of the fiscal year,
15 and shall be carried forward for expenditure in the following fiscal
16 years.

17 Sec. 608. Funds appropriated in part 1 for e-Law, the
18 legislative council's technology enhancement project, shall be used to
19 support technology improvements for legislative functions performed by
20 the legislative council agencies and to provide greater access to the
21 public regarding legislative information. These funds, along with
22 funds previously appropriated for the legislative session integration
23 system, are designated as work project appropriations and shall not
24 lapse at the end of the fiscal year, and shall continue to be
25 available for expenditure until the project has been completed. The
26 total cost is estimated at \$3,992,750.00, and the tentative completion
27 date is September 30, 2005.

1 Sec. 609. The funds appropriated in part 1 shall not be used to
2 pay for health insurance benefits for unmarried domestic partners of
3 legislators or legislative employees.

4 Sec. 610. In addition to the funds appropriated in part 1 for
5 the legislative auditor general, there is appropriated an amount not
6 to exceed \$500,000.00 for state restricted contingency funds. These
7 funds are not available for expenditure until they have been
8 transferred to another line item in this act under section 393(2) of
9 the management and budget act, 1984 PA 431, MCL 18.1393.

10 Sec. 611. Pursuant to section 53 of article IV of the state
11 constitution of 1963, the auditor general shall conduct audits of the
12 judicial branch. The audits may include the supreme court and its
13 administrative units, the court of appeals, and trial courts.

14 Sec. 612. (1) The auditor general shall take all reasonable
15 steps to ensure that certified minority- and women-owned and operated
16 accounting firms, and accounting firms owned and operated by persons
17 with disabilities participate in the audits of the books, accounts,
18 and financial affairs of each principal executive department, branch,
19 institution, agency, and office of this state.

20 (2) The auditor general shall strongly encourage firms with which
21 the auditor general contracts to perform audits of the principal
22 executive departments and state agencies to subcontract with certified
23 minority- and women-owned and operated accounting firms, and
24 accounting firms owned and operated by persons with disabilities.

25 (3) The auditor general shall compile an annual report regarding
26 the number of contracts entered into with certified minority- and
27 women-owned and operated accounting firms, and accounting firms owned

1 and operated by persons with disabilities. The auditor general shall
2 deliver the report to the state budget director and the senate and
3 house of representatives standing committees on appropriations
4 subcommittees on general government by November 1 of each year.

5 Sec. 613. From the funds appropriated in part 1 to the
6 legislative auditor general, the legislative auditor general's salary
7 and the salaries of the remaining 2.0 FTE unclassified positions shall
8 be set by the speaker of the house of representatives, the senate
9 majority leader, the house of representatives minority leader, and the
10 senate minority leader.

11 Sec. 614. Any audits, reviews, or investigations requested of
12 the auditor general by the legislature or by legislative leadership,
13 legislative committees, or individual legislators should include an
14 estimate of the additional costs involved and, when those costs exceed
15 \$50,000.00, should provide supplemental funding. The auditor general
16 will determine whether to perform those activities in keeping with
17 Audit Directive No. 29, which describes the office of auditor general
18 policy on responding to legislative requests.

19 **DEPARTMENT OF MANAGEMENT AND BUDGET**

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

26 (2) In addition to the funds appropriated in part 1, there is

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

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

11 Sec. 702. Proceeds in excess of necessary costs incurred in the
12 conduct of transfers or auctions of state surplus, salvage, or scrap
13 property made pursuant to section 267 of the management and budget
14 act, 1984 PA 431, MCL 18.1267, are appropriated to the department of
15 management and budget to offset costs incurred in the acquisition and
16 distribution of federal surplus property.

17 Sec. 703. The department of management and budget may receive
18 and expend funds in addition to those authorized in part 1 for
19 conducting training and orientation workshops and seminars that are
20 consistent with the programmatic mission of the individual unit
21 sponsoring or coordinating the program.

22 Sec. 704. (1) The department of management and budget may
23 receive and expend funds in addition to those authorized by part 1 for
24 maintenance and operation services provided specifically to other
25 principal executive departments or state agencies, the legislative
26 branch, or the judicial branch, or provided in connection with
27 facilities transferred to the operational jurisdiction of the

1 department of management and budget.

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

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

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

17 Sec. 705. (1) The appropriation in part 1 to the department of
18 management and budget, for statewide appropriations from employer
19 contributions, represents amounts included within the various
20 appropriations for longevity and insurance, whether appropriated as a
21 single line item or commingled with program line items, throughout
22 state government for the current fiscal year for purposes of funding
23 the child care information and referral services, severance pay funds,
24 and professional development funds included within statewide
25 appropriations. Deposits against the interdepartmental grant from
26 employer contributions shall be made from assessments levied against
27 the longevity and insurance appropriations during the current fiscal

1 year in a manner prescribed by the department of management and
2 budget. Any deposits made under this subsection and any unencumbered
3 funds are restricted revenues, may be carried over into the succeeding
4 fiscal years, and are appropriated.

5 (2) From the funds appropriated in part 1 to the department of
6 management and budget for professional development funds and child
7 care information and referral services, the department of management
8 and budget may expend funds for staff support associated with
9 administration of the professional development funds and child care
10 information and referral services in amounts as may be specified in
11 joint labor/management agreements or through the coordinated
12 compensation hearings process.

13 (3) In addition to the funds appropriated in part 1 for severance
14 pay funds, the department of management and budget may receive and
15 expend funds from other state agencies for staff support associated
16 with the administration of these funds.

17 (4) In addition to the funds appropriated in part 1 to the
18 department of management and budget, for statewide appropriations from
19 employer contributions, the department of management and budget may
20 receive and expend funds in such additional amounts as may be
21 specified in joint labor/management agreements or through the
22 coordinated compensation hearings process in the same manner and
23 subject to the same conditions as prescribed in subsections (1), (2),
24 and (3).

25 Sec. 706. To the extent a specific appropriation is required for
26 a detail source of financing included in part 1 for the department of
27 management and budget appropriations financed from special revenue and

1 internal service and pension trust funds, or MAIN user charges, the
2 specific amounts are appropriated within the special revenue internal
3 service and pension trust funds in portions not to exceed the
4 aggregate amount appropriated in part 1.

5 Sec. 707. In addition to the funds appropriated in part 1 to the
6 department of management and budget, the department may receive and
7 expend funds from other principal executive departments and state
8 agencies to implement donated annual leave and administrative leave
9 bank transfer provisions as may be specified in joint labor/management
10 agreements. The amounts may also be transferred to other principal
11 executive departments and state agencies under the joint agreement and
12 any amounts transferred under the joint agreement are authorized for
13 receipt and expenditure by the receiving principal executive
14 department or state agency. Any amounts received by the department of
15 management and budget under this section and intended, under the joint
16 labor/management agreements, to be available for use beyond the close
17 of the fiscal year and any unencumbered funds may be carried over into
18 the succeeding fiscal year.

19 Sec. 708. The source of financing in part 1 for the Michigan
20 administrative information network shall be funded by proportionate
21 charges assessed against the respective state funds benefiting from
22 this project in the amounts determined by the department.

23 Sec. 709. (1) Deposits against the interdepartmental grant from
24 building occupancy and parking charges appropriated in part 1 shall be
25 collected, in part, from state agencies, the legislative branch, and
26 the judicial branch based on estimated costs associated with
27 maintenance and operation of buildings managed by the department of

1 management and budget. To the extent excess revenues are collected
2 due to estimates of building occupancy charges exceeding actual costs,
3 the excess revenues may be carried forward into succeeding fiscal
4 years for the purpose of returning funds to state agencies.

5 (2) Appropriations in part 1 to the department of management and
6 budget, for management and budget services from building occupancy
7 charges and parking charges, may be increased to return excess revenue
8 collected to state agencies.

9 Sec. 710. The department of management and budget shall notify
10 the chairpersons of the senate and house of representatives standing
11 committees on appropriations and the chairpersons of the senate and
12 house of representatives standing committees on appropriations
13 subcommittees on general government on any revisions exceeding
14 \$500,000.00 to current contracts for computer software development,
15 hardware acquisition, or quality assurance at least 14 days before the
16 department of management and budget finalizes the revisions.

17 Sec. 711. The department of management and budget shall maintain
18 an Internet website that contains notice of all invitations for bids
19 and requests for proposals over \$50,000.00 issued by the department or
20 by any state agency operating under delegated authority. The
21 department shall not accept an invitation for bid or request for
22 proposal in less than 14 days after the notice is made available on
23 the Internet website, except in situations where it would be in the
24 best interest of the state and documented by the department. In
25 addition to the requirements of this section, the department may
26 advertise the invitations for bids and requests for proposals in any
27 manner the department determines appropriate, in order to give the

1 greatest number of individuals and businesses the opportunity to make
2 bids or requests for proposals.

3 Sec. 712. The department of management and budget may receive
4 and expend funds from the Vietnam veterans memorial monument fund as
5 provided in the Michigan Vietnam veterans memorial act, 1988 PA 234,
6 MCL 35.1051 to 35.1057. Funds are appropriated and allocated when
7 received and may be expended upon receipt.

8 Sec. 713. The Michigan veterans' memorial park commission may
9 receive and expend money from any source, public or private,
10 including, but not limited to, gifts, grants, donations of money, and
11 government appropriations, for the purposes described in Executive
12 Order No. 2001-10. Funds are appropriated and allocated when received
13 and may be expended upon receipt. Any deposits made under this
14 section and unencumbered funds are restricted revenues and may be
15 carried over into succeeding fiscal years.

16 Sec. 714. Funds collected by the department of management and
17 budget under sections 55, 57, 58, and 59 of the administrative
18 procedures act of 1969, 1969 PA 306, MCL 24.255, 24.257, 24.258, and
19 24.259, and section 203 of the legislative council act, 1986 PA 268,
20 MCL 4.1203, are appropriated for all expenses necessary to provide for
21 the costs of publication and distribution. The funds appropriated
22 under this section are allotted for expenditure when they are received
23 by the department of treasury and shall not lapse to the general fund
24 at the end of the fiscal year.

25 Sec. 715. (1) Funds in part 1 for motor vehicle fleet are
26 appropriated to the department of management and budget for
27 administration and for the acquisition, lease, operation, maintenance,

1 repair, replacement, and disposal of state motor vehicles.

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

9 (3) It is the intent of the legislature that the department of
10 management and budget have the authority to determine the
11 appropriateness of vehicle assignment, to include year, make, model,
12 size, and price of vehicle. The department shall have the authority
13 to assign motor vehicles, permanently or temporarily, to state
14 agencies and to institutions of higher education.

15 (4) It is the intent of the legislature that the department of
16 management and budget complete a project plan which results in the
17 reduction of expenditures related to vehicle travel services, to
18 include a reduction in the number of state vehicles in the motor
19 vehicle fleet. The department shall report quarterly to the senate
20 and house of representatives standing committees on appropriations
21 subcommittees on general government and the senate and house fiscal
22 agencies on the status of the project plan to reduce vehicle travel
23 service expenditures and the number of cars in the motor vehicle
24 fleet.

25 (5) It is the intent of the legislature that the department
26 determine the feasibility of using driver record information upon the
27 issuance of state cars to state employees in order to ensure

1 responsibility and safety.

[Sec. 716. The department of management and budget shall adopt policies and procedures necessary for compliance by the department, other state departments and agencies, and state vendors and subcontractors, with the requirement under subsection (1) of section 261 of the management and budget act, 1984 PA 431, MCL 181.261, to provide a purchasing preference for products manufactured or services offered by Michigan-based firms.

Sec. 717. In determining whether the purchase, contracting for, providing of supplies, materials, services, insurance, utilities, third party financing, equipment, printing, and other items needed by state departments or agencies is in the best interests of this state, and in making all discretionary decisions concerning the solicitation, award, amendment, cancellation, or appeal of state contracts, the department of management and budget shall consider all of the following:

(a) Whether a proposal by a vendor to provide services to this state using employees, contractors, subcontractors, or other individuals who are not citizens of the United States, legal resident aliens, or individuals with a valid visa would be detrimental to the state of Michigan, its residents, or the state's economy.

(b) Whether a proposal by a vendor to provide services to this state from a location outside of this state or the United States would be detrimental to the state of Michigan, its residents, or the state's economy.

(c) Whether a proposal by a vendor to provide goods to this state produced outside of this state or the United States would be detrimental to the state of Michigan, its residents, or the state's economy.

(d) Whether the acquisition of goods or services from a vendor that is an expatriated business entity located in a tax haven country or an affiliate of an expatriated business entity located in a tax haven country would be detrimental to the state of Michigan, its residents, or the state's economy. As used in this section, "expatriated business entity" means a corporation or an affiliate of the corporation incorporated in a tax haven country after September 11, 2001, but with the United States as the principal market for the public trading of the corporation's stock, as determined by the director of the department of management and budget. "Tax haven country" means each of the following: Barbados, Bermuda, British Virgin Islands, Cayman Islands, Commonwealth of the Bahamas, Cyprus, Gibraltar, Isle of Man, the Principality of Liechtenstein, the Principality of Monaco, and the Republic of the Seychelles.

(e) Whether the provision of services to this state at a location outside of this state or the United States would be detrimental to the privacy interests of Michigan residents, or risk the disclosure of personal information of Michigan residents, such as social security, financial, or medical data.

(f) Whether a proposal by a vendor to provide services to this state from a location outside of this state or the United States would constitute undue risk under a risk management policy, practice, or

House Bill No. 5517 (H-1) as amended April 1, 2004 (2 of 3)

procedure adopted by the department of management and budget under section 204 of the management and budget act, 1984 PA 431, MCL 18.1204.

(g) Whether a proposal by a vendor to provide goods to this state produced outside of this state or the United States would constitute undue risk under a risk management policy, practice, or procedure adopted by the department of management and budget under section 204 of the management and budget act, 1984 PA 431, MCL 18.1204.

Sec. 718. The department of management and budget shall collect from vendors information necessary to comply with the requirements of this act, as determined by the department. The department of management and budget may require vendors to provide any of the following:

(a) Information relating to the location of work performed under a state contract by the vendor and any subcontractors, employees, or other persons performing a state contract.

(b) Information regarding the corporate structure and location of corporate employees and activities of the vendor, its affiliates, or any subcontractors.

(c) Notice of the relocation of the vendor, employees of the vendor, subcontractors of the vendor, or other persons performing services under a state contract outside of the state of Michigan.

Sec. 719. The department of management and budget may require that any vendor or subcontractor providing call or contact center services to the state of Michigan disclose to inbound callers the location from which the call or contact center services are being provided.]

2 DEPARTMENT OF STATE

3 Sec. 801. (1) In addition to the funds appropriated in part 1,
4 there is appropriated an amount not to exceed \$1,000,000.00 for
5 federal contingency funds. These funds are not available for
6 expenditure until they have been transferred to another line item in
7 this act under section 393(2) of the management and budget act, 1984
8 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 in
13 this act under section 393(2) of the management and budget act, 1984
14 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 contingency

House Bill No. 5517 (H-1) as amended April 1, 2004 (3 of 3)

17 funds. These funds are not available for expenditure until they have
18 been transferred to another line item in this act under section 393(2)
19 of the management and budget act, 1984 PA 431, MCL 18.1393.

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

26 Sec. 802. All funds made available by section 3171 of the
27 insurance code of 1956, 1956 PA 218, MCL 500.3171, are appropriated

1 and made available to the department of state to be expended only for
2 the uses and purposes for which the funds are received as provided by
3 sections 3171 to 3177 of the insurance code of 1956, 1956 PA 218,
4 MCL 500.3171 to 500.3177.

5 Sec. 803. From the funds appropriated in part 1, the department
6 of state shall sell copies of records including, but not limited to,
7 records of motor vehicles, off-road vehicles, snowmobiles, watercraft,
8 mobile homes, personal identification cardholders, drivers, and boat
9 operators and shall charge \$7.00 per record sold only as authorized in
10 section 208b of the Michigan vehicle code, 1949 PA 300, MCL 257.208b,
11 section 7 of 1972 PA 222, MCL 28.297, and sections 80130, 80315,
12 81114, and 82156 of the natural resources and environmental protection
13 act, 1994 PA 451, MCL 324.80130, 324.80315, 324.81114, and 324.82156.
14 The department shall use the revenue received from the sale of records
15 for necessary expenses as appropriated in part 1. The balance of the
16 fee revenue remaining on September 30 shall revert to the general
17 fund.

18 Sec. 804. From the funds appropriated in part 1, the secretary
19 of state may enter into agreements with the department of corrections
20 for the manufacture of vehicle registration plates 15 months before
21 the registration year in which the registration plates will be used.

22 Sec. 805. (1) The department of state may accept gifts,
23 donations, contributions, and grants of money and other property from
24 any private or public source to underwrite, in whole or in part, the
25 cost of a departmental publication that is prepared and disseminated
26 under the Michigan vehicle code, 1949 PA 300, MCL 257.1 to 257.923. A
27 private or public funding source may receive written recognition in

1 the publication and may furnish a traffic safety message, subject to
2 departmental approval, for inclusion in the publication. The
3 department may reject a gift, donation, contribution, or grant. The
4 department may furnish copies of a publication underwritten, in whole
5 or in part, by a private source to the underwriter at no charge.

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

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

26 (4) Any unexpended revenues received under this section shall be
27 carried over into subsequent fiscal years and shall be available for

1 appropriation for the purposes described in this section.

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

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

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

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

15 (d) The total revenue received from the sale of paid advertising
16 accepted under this section and a statement of the total number of
17 advertising transactions.

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

27 Sec. 806. Funds collected by the department of state under

1 section 211 of the Michigan vehicle code, 1949 PA 300, MCL 257.211,
2 are appropriated for all expenses necessary to provide for the costs
3 of the publication. Funds are allotted for expenditure when they are
4 received by the department of treasury and shall not lapse to the
5 general fund at the end of the fiscal year.

6 Sec. 807. From the funds appropriated in part 1, the department
7 of state shall use available balances at the end of the state fiscal
8 year to provide payment to the department of state police in the
9 amount of \$315,900.00 for the services provided by the traffic
10 accident records program as first appropriated in 1990 PA 196 and 1990
11 PA 208.

12 Sec. 808. From the funds appropriated in part 1, the department
13 of state may restrict funds from miscellaneous revenue to cover cash
14 shortages created from normal branch office operations. This amount
15 shall not exceed \$50,000.00 of the total funds available in
16 miscellaneous revenue.

17 Sec. 809. (1) Commemorative and specialty license plate fee
18 revenue collected by the department of state and deposited into the
19 transportation administration collection fund is authorized for
20 expenditure up to the amount of revenue collected but not to exceed
21 the amount appropriated to the department of state in part 1 to
22 administer commemorative and specialty license plate programs.

23 (2) Commemorative and specialty license plate fee revenue
24 collected by the department of state and deposited in the
25 transportation administration collection fund, in addition to the
26 amount appropriated in part 1 to the department of state, shall remain
27 in the transportation administration collection fund and be available

1 for future appropriation.

2 Sec. 810. Funds or revenues in the Olympic education training
3 center fund are appropriated for distribution to the Olympic education
4 training center at Northern Michigan University. Distributions shall
5 occur on a quarterly basis. Any undistributed revenue remaining at
6 the end of the fiscal year shall be carried over into the next fiscal
7 year.

8 Sec. 811. The department of state may produce and sell copies of
9 a training video designed to inform registered automotive repair
10 facilities of their obligations under Michigan law. The price shall
11 not exceed the cost of production and distribution. The money
12 received from the sale of training videos shall revert to the
13 department of state and be placed in the auto repair facility
14 account.

15 Sec. 812. (1) The department of state, in collaboration with the
16 gift of life transplantation society or its successor federally
17 designated organ procurement organization, may develop and administer
18 a public information campaign concerning the Michigan organ donor
19 program.

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

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

5 Sec. 813. Collector plate and fund-raising registration plate
6 revenues collected by the department of state are appropriated and
7 allotted for distribution to the recipient university or public or
8 private agency overseeing a state-sponsored goal when received.
9 Distributions shall occur on a quarterly basis or as otherwise
10 authorized by law. Any revenues remaining at the end of the fiscal
11 year shall not lapse to the general fund but shall remain available
12 for distribution to the university or agency in the next fiscal year.

13 Sec. 814. (1) Funding appropriated in part 1 for the organ donor
14 program shall be used for producing a pamphlet to be distributed with
15 driver licenses and personal identification cards regarding organ
16 donations. The funds shall be used to update and print a pamphlet
17 that will explain the organ donor program and encourage people to
18 become donors by marking a checkoff on driver license and personal
19 identification card applications.

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

23 Sec. 815. The department shall consult with the senate and house
24 of representatives standing committees on appropriations subcommittees
25 on general government regarding the projected closing or consolidation
26 of any secretary of state branch offices.

27 Sec. 816. (1) Any service assessment collected by the department

1 of state from the user of a credit or debit card under section 3 of
2 1995 PA 144, MCL 11.23, is appropriated to the department for
3 necessary expenses related to that service and may be remitted to a
4 credit or debit card company, bank, or other financial institution.
5 Funds are allocated for expenditure when they are received by the
6 department of treasury.

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

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

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

22 Sec. 817. In addition to the funds appropriated in part 1, funds
23 collected by the department of state under section 248j of the
24 Michigan vehicle code, 1949 PA 300, MCL 257.248j, may be used to
25 defray expenses of the secretary of state in administering chapter II
26 of the Michigan vehicle code, 1949 PA 300, MCL 257.201 to 257.259.
27 Funds shall be available for expenditure after approval of transfers

1 by both the senate and house of representatives standing committees on
2 appropriations in accord with the provisions of section 393(2) of the
3 management and budget act, 1984 PA 431, MCL 18.1393.

4 Sec. 818. (1) Funds in part 1 for motorcycle safety education
5 grants and administration are appropriated to the department of state
6 for operation of the motorcycle safety education program previously
7 operated by the department of education under section 811a of the
8 Michigan vehicle code, 1949 PA 300, MCL 257.811a.

9 (2) Funds in part 1 for motorcycle safety education grants and
10 administration shall be derived from original and renewal motorcycle
11 license endorsements, annual motorcycle registration fees, and
12 motorcycle operator driving test fees.

13 (3) Funds in part 1 for motorcycle safety education grants and
14 administration shall be used to provide grants to colleges,
15 universities, intermediate school districts, local school districts,
16 law enforcement agencies, or other governmental agencies located in
17 the state, to help subsidize safety training courses for individuals
18 interested in operating motorcycles.

19 (4) Funds in part 1 for motorcycle safety education grants and
20 administration may be used by the department of state for
21 administration costs of the motorcycle safety education program, to
22 include, but not be limited to, review and approval or disapproval of
23 grant applications, monitoring eligibility of motorcycle safety
24 instructors, conducting program evaluation, certifying third party
25 testers, and inspecting training sites.

26 Sec. 819. (1) From the funds appropriated in part 1 to the
27 department of state, for information technology services and projects,

1 there is appropriated \$4,550,000.00 for the business application
2 modernization project. Funds shall only be used for the development,
3 implementation, and maintenance of the business application
4 modernization project.

5 (2) The unexpended funds appropriated in part 1 for the business
6 application modernization project are designated as work project
7 appropriations and shall not lapse at the end of the fiscal year. Any
8 unencumbered or unallotted funds are carried over into the succeeding
9 fiscal year and shall continue to be available for expenditure until
10 the project has been completed. The total cost is estimated at
11 \$30,000,000.00, and the tentative completion date is September 30,
12 2008.

13 **DEPARTMENT OF TREASURY**

14 **OPERATIONS**

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

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

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

6 (4) In addition to the funds appropriated in part 1, there is
7 appropriated an amount not to exceed \$50,000.00 for private
8 contingency funds. These funds are not available for expenditure
9 until they have been transferred to another line item in this act
10 under section 393(2) of the management and budget act, 1984 PA 431,
11 MCL 18.1393.

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

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

24 Sec. 903. (1) From the funds appropriated in part 1, the
25 department of treasury may contract with private collection agencies
26 and law firms to collect taxes and other accounts due this state. In
27 addition to the amounts appropriated in part 1 to the department of

1 treasury, there are appropriated amounts necessary to fund collection
2 costs and fees not to exceed 25% of the collections or 2.5% plus
3 operating costs, whichever amount is prescribed by the contract. The
4 appropriation to fund collection costs and fees for the collection of
5 taxes or other accounts due this state are from the fund or account to
6 which the revenues being collected are recorded or dedicated.
7 However, if the taxes collected are constitutionally dedicated for a
8 specific purpose, the appropriation of collection costs and fees are
9 from the general purpose account of the general fund.

10 (2) From the funds appropriated in part 1, the department of
11 treasury may contract with private collections agencies and law firms
12 to collect defaulted student loans and other accounts due the Michigan
13 guaranty agency. In addition to the amounts appropriated in part 1 to
14 the department of treasury, there are appropriated amounts necessary
15 to fund collection costs and fees not to exceed 22% of the collection
16 or a lesser amount as prescribed by the contract. The appropriation
17 to fund collection costs and fees for the auditing and collection of
18 defaulted student loans due the Michigan guaranty agency is from the
19 fund or account to which the revenues being collected are recorded or
20 dedicated.

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

1 Sec. 904. (1) The department of treasury, through its bureau of
2 investments, may charge an investment service fee against the
3 applicable retirement funds. The fees may be expended for necessary
4 salaries, wages, contractual services, supplies, materials, equipment,
5 travel, worker's compensation insurance premiums, and grants to the
6 civil service commission and state employees' retirement funds.
7 Service fees shall not exceed the aggregate amount appropriated in
8 part 1. The department of treasury shall maintain accounting records
9 in sufficient detail to enable the retirement funds to be reimbursed
10 periodically for fee revenue that is determined by the department of
11 treasury to be surplus.

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

22 Sec. 905. The department of treasury shall sell copies of the
23 state tax manual, uniform accounting procedures manual, general
24 property tax law manual, and other local government assistance manuals
25 with amendments, at a price not to exceed the cost of printing. The
26 revenue received from the sale of preparation and local government
27 assistance manuals shall revert to the department of treasury and be

1 placed in the local government assistance manual revolving fund.

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

9 (2) The appropriation in part 1 to the department of treasury, for
10 state compliance audits, shall be used to cover the cost of the state
11 audits performed by independent certified public accountants or
12 department of treasury auditors. The scope of the state audit shall
13 be defined by the state treasurer. The state audits shall be
14 performed by independent certified public accountants contracted with
15 by the state treasurer or by department of treasury auditors, if the
16 county has agreed to contract with and pay the department for their
17 financial single audit.

18 (3) The state audits shall be performed for the most current
19 county fiscal year in conjunction with the financial single audit.
20 The state audit may be performed either by certified public
21 accountants contracted by the state treasurer or department of
22 treasury staff, independent of the financial single audit, if a state
23 audit has not been performed within the last 3 years.

24 Sec. 907. A revolving fund known as the assessor certification
25 and training fund is created in the department of treasury. The
26 assessor certification and training fund shall be used to organize and
27 operate a property assessor certification and training program. Each

1 participant certified and trained shall pay to the department of
2 treasury an examination fee of \$50.00, an initial certification fee of
3 \$50.00, an annual renewal fee of \$75.00 for levels 1 and 2, and
4 \$125.00 for levels 3 and 4 to offset the cost of administering the
5 certification and training program. Training courses shall be offered
6 in assessment administration. Each participant shall pay a fee to
7 cover the expenses incurred in offering the optional programs to
8 certified assessing personnel and other individuals interested in an
9 assessment career opportunity. The fees collected shall be credited
10 to the assessor certification and training fund.

11 Sec. 908. The amount appropriated in part 1 to the department of
12 treasury, home heating assistance program, is to cover the costs,
13 including data processing, of administering federal home heating
14 credits to eligible claimants and to administer the supplemental fuel
15 cost payment program for eligible tax credit and welfare recipients.

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

19 Sec. 910. The disbursement by the department of treasury from
20 the bottle deposit fund to dealers as required by section 3c(2) of the
21 Initiated Law of 1976, MCL 445.573c, is appropriated.

22 Sec. 911. (1) There is appropriated an amount sufficient to
23 recognize and pay refundable income tax credits as provided by the
24 management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

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

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

3 (a) A fee of \$6.00 at the time a writ of garnishment of periodic
4 payments is served upon the state treasurer, as provided in section
5 4012 of the revised judicature act of 1961, 1961 PA 236,
6 MCL 600.4012.

7 (b) A fee of \$6.00 at the time any other writ of garnishment is
8 served upon the state treasurer, except that the fee shall be reduced
9 to \$5.00 for each writ of garnishment for individual income tax
10 refunds or credits filed by magnetic media.

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

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

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

27 Sec. 915. Pursuant to section 61 of the Michigan campaign

1 finance act, 1976 PA 388, MCL 169.261, there is appropriated from the
2 general fund to the state campaign fund an amount equal to the amounts
3 designated for tax year 2004. Except as otherwise provided in this
4 section, the amount appropriated shall not revert to the general fund
5 and shall remain in the state campaign fund. Any amounts remaining in
6 the state campaign fund in excess of \$10,000,000.00 on December 31,
7 2006 shall revert to the general fund.

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

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

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

1 Sec. 918. In addition to funds appropriated in part 1, the
2 department of treasury may receive and expend funds for conducting tax
3 orientation workshops and seminars. Funds received may not exceed
4 costs incurred in conducting the workshops and seminars.

5 Sec. 919. (1) From funds appropriated in part 1, the department
6 of treasury may contract with private auditing firms to audit for and
7 collect unclaimed property due this state in accordance with the
8 Michigan uniform unclaimed property act. In addition to the amounts
9 appropriated in part 1 to the department of treasury, there are
10 appropriated amounts necessary to fund auditing and collection costs
11 and fees not to exceed 12% of the collections, or a lesser amount as
12 prescribed by the contract. The appropriation to fund collection
13 costs and fees for the auditing and collection of unclaimed property
14 due this state is from the fund or account to which the revenues being
15 collected are recorded or dedicated.

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

23 Sec. 920. Payments from the appropriation in part 1 to the
24 department of treasury for grants to counties in lieu of taxes for
25 lands transferred to the federal government include a payment for
26 Sleeping Bear Dunes national lakeshore under 1974 PA 359, MCL 3.901 to
27 3.910.

1 Sec. 921. The state general fund/general purpose appropriation
2 in part 1 for renaissance zone reimbursement is allocated to reimburse
3 public libraries as provided by section 12 of the Michigan renaissance
4 zone act, 1996 PA 376, MCL 125.2692, for property taxes levied in
5 2004. Reimbursements shall be made in amounts to each eligible
6 recipient not later than 60 days after the department of treasury
7 certifies to the department that it has received all necessary
8 information to properly determine the amounts due each eligible
9 recipient under section 12(4) of the Michigan renaissance zone act,
10 1996 PA 376, MCL 125.2692. Any excess allocations shall lapse to the
11 general fund.

12 Sec. 922. The department of treasury shall submit a report for
13 the immediately preceding fiscal year ending September 30 to the
14 senate and house of representatives standing committees on
15 appropriations subcommittees on general government, the senate and
16 house fiscal agencies, and the state budget director by November 30
17 stating the amount of Michigan transportation fund revenue collected
18 and the cost of collection.

19 Sec. 923. Notwithstanding any other provision of this act, the
20 department of treasury shall not expend any funds on initiating a new
21 audit of any taxpayer until the department fully and completely
22 complies with section 4(3) of 1941 PA 122, MCL 205.4. This provision
23 shall not require the department to disclose audit selection or
24 processing criteria as provided by section 28(1)(f) of 1941 PA 122,
25 MCL 205.28. The department shall publish the required handbook which
26 informs taxpayers and tax preparers of audit and collection procedures
27 used by the department and procedures which govern departmental

House Bill No. 5517 (H-1) as amended April 1, 2004

1 communications with taxpayers in the audit and collection process.
2 The department may comply with this publishing requirement by making
3 the audit information available to taxpayers and tax preparers through
4 the department's website on the Internet.

5 Sec. 924. (1) In addition to the funds appropriated in part 1,
6 the department of treasury may receive and expend homestead property
7 tax exemption audit fund revenue for administration of homestead
8 property tax exemption audits under the general property tax act, 1893
9 PA 206, MCL 211.1 to 211.157.

10 (2) The department of treasury shall submit a report for the
11 immediately preceding fiscal year to the state budget director and the
12 Senate and house fiscal agencies not later than December 31, stating
13 the amount of revenue appropriated for homestead property tax
14 exemption audits under subsection (1).

15 [

16

17

18

19

20

21

22

]

23 Sec. 926. From the funds appropriated in part 1 to the
24 department of treasury, local finance, the department shall conduct a
25 [financial audit, a performance audit, and an independent efficiency
26 evaluation of the Detroit water and sewerage department.]

27 Sec. 927. In addition to the funds appropriated in part 1, any

1 unexpended balance from funds authorized in 2003 PA 161 for qualified
2 agricultural loan payments are appropriated and may be used for
3 payments as provided in section 2a of 1855 PA 105, MCL 21.142a.

4 Sec. 928. The department of treasury may provide receipt,
5 warrant and cash processing, data, collection, investment, fiscal
6 agent, levy and warrant cost assessment, writ of garnishment, and
7 other user services on a contractual basis for other principal
8 executive departments and state agencies. Funds for the services
9 provided are appropriated and shall be expended for salaries and
10 wages, fees, supplies, and equipment necessary to provide the
11 services. Any unobligated balance of the funds received shall revert
12 to the general fund of this state as of September 30.

13 Sec. 929. The department of treasury may enter into agreements
14 to supply data or collection services to other executive principal
15 departments or state agencies, the United States department of
16 treasury, or local units of government within this state. The
17 department of treasury shall charge for this tax data service and
18 amounts received are appropriated and shall be expended for salaries
19 and wages, fees, supplies, and equipment necessary to provide the
20 service.

21 Sec. 930. (1) The department of treasury shall provide accounts
22 receivable collections services to other principal executive
23 departments and state agencies under 1927 PA 375, MCL 14.131 to
24 14.134. The department of treasury shall deduct a fee equal to the
25 cost of collections from all receipts except unrestricted general fund
26 collections. Fees shall be credited to a restricted revenue account
27 and appropriated to the department of treasury to pay for the cost of

1 collections. The department of treasury shall maintain accounting
2 records in sufficient detail to enable the respective accounts to be
3 reimbursed periodically for fees deducted that are determined by the
4 department of treasury to be surplus to the actual cost of
5 collections.

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

11 Sec. 931. The appropriation in part 1 to the department of
12 treasury, for treasury fees, shall be assessed against all restricted
13 funds that contribute to the total value of state managed investments
14 in the ratio each restricted fund contributes to the total value of
15 state managed investments. The department of treasury shall provide a
16 report to the state budget director, the senate and house of
17 representatives standing committees on appropriations subcommittees on
18 general government, and the senate and house fiscal agencies by
19 November 30 of each year identifying the fees assessed against each
20 restricted fund.

21 Sec. 932. Revenue received under the Michigan education trust
22 act, 1986 PA 316, MCL 390.1421 to 390.1444, may be expended by the
23 board of directors of the Michigan education trust for necessary
24 salaries, wages, supplies, contractual services, equipment, worker's
25 compensation insurance premiums, and grants to the civil service
26 commission and state employees' retirement fund.

27 Sec. 933. (1) The \$1,000,000.00 appropriated in part 1 for the

1 Michigan education savings program is from the Michigan merit award
2 trust fund to fund an incentive program for the Michigan education
3 savings program created under the Michigan education savings program
4 act, 2000 PA 161, MCL 390.1471 to 390.1486.

5 (2) The funds appropriated for the Michigan education savings
6 program shall be used to provide a state match to dollars invested on
7 behalf of each child named as a designated beneficiary in the Michigan
8 education savings program who is 6 years of age or less, who is a
9 Michigan resident, and whose family's income is \$80,000.00 or less.

10 (3) During the current fiscal year, the state shall provide \$1.00
11 of matching funds for each \$3.00 of individual contributions to the
12 educational savings accounts. The maximum state match for each
13 designated beneficiary shall be \$200.00.

14 (4) The state match shall be available only in the first year the
15 child is enrolled in the Michigan education savings program.

16 Sec. 934. The department of treasury may expend revenues
17 received under the hospital finance authority act, 1969 PA 38,
18 MCL 331.31 to 331.84, for necessary salaries, wages, supplies,
19 contractual services, equipment, worker's compensation insurance
20 premiums, and grants to the civil service commission and state
21 employees' retirement fund. The department of treasury shall maintain
22 accounting records in sufficient detail to enable the hospital clients
23 to be reimbursed periodically for fees that are determined by the
24 department of treasury to be surplus to needs.

25 Sec. 935. The department of treasury may expend revenue received
26 under the shared credit rating act, 1985 PA 227, MCL 141.1051 to
27 141.1076, for necessary salaries, wages, supplies, contractual

1 services, equipment, worker's compensation insurance premiums, and
2 grants to the civil service commission and state employees' retirement
3 fund.

4 Sec. 936. The department of treasury shall establish a separate
5 account for the funds related to the Michigan higher education
6 facilities authority. The department of treasury may expend revenue
7 received under the higher education facilities authority act, 1969
8 PA 295, MCL 390.921 to 390.934, for necessary salaries, wages,
9 supplies, contractual services, equipment, worker's compensation
10 insurance premiums, and grants to the civil service commission and
11 state employees' retirement fund. The department of treasury shall
12 maintain accounting records in sufficient detail to enable the
13 educational institution clients to be reimbursed periodically for fees
14 that are determined by the department to be surplus to needs.

15 Sec. 937. The department of treasury may expend revenues
16 received under the Michigan public educational facilities authority,
17 Executive Order No. 2002-3, for necessary salaries, wages, supplies,
18 contractual services, equipment, worker's compensation insurance
19 premiums, and grants to the civil service commission and state
20 employees' retirement fund.

21 **REVENUE SHARING**

22 Sec. 950. (1) Revenue collected in accordance with section 10 of
23 article IX of the state constitution of 1963 in excess of the amount
24 appropriated in part 1 for constitutional revenue sharing is
25 appropriated for distribution to townships, cities, and villages on a
26 population basis as specified by law. The appropriation in part 1 for
27 statutory state general revenue sharing grants to townships, cities,

1 and villages shall be reduced by an amount equal to any additional
2 constitutional revenue sharing appropriations authorized in this
3 section.

4 (2) The appropriation in part 1 for statutory state general
5 revenue sharing grants shall be distributed according to the Glenn
6 Steil state revenue sharing act of 1971, 1971 PA 140, MCL 141.901 to
7 141.921. Undistributed funds shall lapse to the general fund.

8 Sec. 951. County treasurers shall comply with section 151 of the
9 state school aid act of 1979, 1979 PA 94, MCL 388.1751, to receive
10 funds under part 1 for the statutory state general revenue sharing
11 grant payments in excess of the constitutional state general revenue
12 sharing grant payments. The payment of funds under part 1 for the
13 statutory state general revenue sharing grant payments in excess of
14 the constitutional state general revenue sharing grant payments shall
15 not be withheld if a local unit of government or the department of
16 treasury fails to provide a county treasurer with information
17 necessary to comply with section 151 of the state school aid act of
18 1979, 1979 PA 94, MCL 388.1751.

19 Sec. 952. The appropriation in part 1 for special grants to
20 cities shall be used to restore revenue sharing reductions contained
21 in Executive Order No. 2003-23 to a city that had an emergency
22 financial manager appointed pursuant to the local government fiscal
23 responsibility act, 1990 PA 72, MCL 141.1201 to 141.1291, continuously
24 from December 10, 2003 through September 30, 2005.

25 **LOTTERY**

26 Sec. 960. In addition to the funds appropriated in part 1 to the
27 bureau of state lottery, there is appropriated from lottery revenues

1 the amount necessary for, and directly related to, implementing and
2 operating lottery games. Appropriations under this section shall only
3 be expended for contractually mandated payments for vendor
4 commissions, contractually mandated payments for instant tickets
5 intended for resale, the contractual costs of providing and
6 maintaining the on-line system communications network, and incentive
7 and bonus payments to lottery retailers.

8 Sec. 961. The funds appropriated in part 1 to the bureau of
9 state lottery shall not be used for any promotional efforts directed
10 towards individuals who are less than 18 years of age.

11 Sec. 962. The funds appropriated in part 1 to the bureau of
12 state lottery shall not be used to directly or indirectly associate
13 professional or amateur sports figures with the lottery or its
14 products.

15 **CASINO GAMING**

16 Sec. 970. Revenue collected by the Michigan gaming control board
17 regarding the wagering tax imposed on adjusted gross receipts received
18 by the licensee from gaming authorized under the Michigan gaming
19 control and revenue act, the Initiated Law of 1996, MCL 432.201 to
20 432.226, at the rate of 8.15% is appropriated and shall be deposited
21 in the state school aid fund to provide additional funds for K-12
22 classroom education.

23 Sec. 971. From the revenue collected by the Michigan gaming
24 control board regarding the total annual assessment of each casino
25 licensee, \$2,000,000.00 is appropriated and shall be deposited in the
26 compulsive gaming prevention fund as described in section 12a(5) of
27 the Michigan gaming control and revenue act, the Initiated Law of

1 1996, MCL 432.212a.

2 Sec. 972. In addition to the funds appropriated in part 1, funds
3 distributed by the Michigan gaming control board to the department of
4 treasury for oversight of casino gaming are appropriated upon
5 receipt. These funds may be used to pay for costs incurred for casino
6 gaming oversight activities.

7 Sec. 973. (1) Funds appropriated in part 1 for local government
8 programs may be used to provide assistance to a local revenue sharing
9 board referenced in an agreement authorized by the Indian gaming
10 regulatory act, Public Law 100-497, 102 Stat. 2467.

11 (2) A local revenue sharing board described in subsection (1)
12 shall comply with the open meetings act, 1976 PA 267, MCL 15.261 to
13 15.275, and the freedom of information act, 1976 PA 442, MCL 15.231 to
14 15.246.

15 (3) A county treasurer is authorized to receive and administer
16 funds received for and on behalf of a local revenue sharing board.
17 Funds appropriated in part 1 for local government programs may be used
18 to audit local revenue sharing board funds held by a county
19 treasurer. This section does not limit the ability of local units of
20 government to enter into agreements with federally recognized Indian
21 tribes to provide financial assistance to local units of government or
22 to jointly provide public services.

23 (4) The director of the department of state police and the
24 executive director of the Michigan gaming control board are authorized
25 to assist the local revenue sharing boards in determining allocations
26 to be made to local public safety organizations.

27 (5) The department of treasury shall submit a report by September

1 30 to the senate and house of representatives standing committees on
 2 appropriations on the receipts and distribution of revenues by local
 3 revenue sharing boards.

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

12 REVENUE STATEMENT

13 Sec. 1101. Pursuant to section 18 of article V of the state
 14 constitution of 1963, fund balances and estimates are presented in the
 15 following statement:

16 BUDGET RECOMMENDATIONS BY OPERATING FUNDS

17 (Amounts in millions)

18 Fiscal Year 2004-2005

19			Beginning		
20	Fund	Unreserved			
21		Fund	Estimated	Ending	
22		Balance	Revenue	Balance	
23	OPERATING FUNDS				
24	General fund-general purpose	0110	0.0	8,660.1	0.0
25	General fund-special purpose		254.8	12,490.0	6.1

1	Special Revenue Funds:				
2	Countercyclical budget and				
3	economic stabilization	0111	0.0	0.0	0.0
4	Game and fish protection	0112	12.2	62.6	6.4
5	Michigan employment security act				
6	administration	0113	1.9	121.5	0.2
7	State aeronautics	0114	3.1	218.4	0.0
8	Michigan veterans' benefit trust	0115	0.0	2.3	0.0
9	State trunkline	0116	0.0	1,854.8	0.0
10	Michigan state waterways	0117	2.9	24.0	5.1
11	Blue Water Bridge	0118	0.0	13.4	0.0
12	Michigan transportation	0119	0.0	2,037.8	0.0
13	Comprehensive transportation	0120	0.0	302.8	0.0
14	School aid	0122	0.0	12,444.7	0.0
15	Marine safety	0123	0.0	4.8	0.0
16	Game and fish protection trust	0124	6.0	10.5	6.0
17	State park improvement	0125	1.9	33.5	0.0
18	Forest development	0126	0.0	22.0	0.0
19	Michigan civilian conservation				
20	corps endowment	0128	0.2	1.0	0.1
21	Michigan natural resources trust	0129	15.5	38.3	12.6
22	Michigan state parks endowment	0130	8.9	16.3	10.0
23	Safety education and training	0131	5.2	7.7	5.5
24	Bottle deposit	0136	0.0	20.3	0.0
25	State construction code	0138	11.1	8.4	3.2
26	Children's trust	0139	1.2	3.3	0.0
27	State casino gaming	0140	0.6	30.1	0.6

1	Homeowner construction lien				
2	recovery	0141	3.0	0.4	1.9
3	Michigan nongame fish and				
4	wildlife	0143	0.2	0.6	0.1
5	Michigan merit award trust	0154	0.4	205.2	0.5
6	Tobacco settlement trust	0155	6.4	156.7	0.5
7	TOTALS		\$335.5	\$38,791.5	\$58.8